

City of
Greensboro

North Carolina



**Comprehensive
Annual
Financial
Report**

FOR THE FISCAL YEAR ENDED JUNE 30, 2010

Comprehensive Annual Financial Report

For the Fiscal Year Ended June 30, 2010

*Prepared by the
City Of Greensboro,
North Carolina
Finance Department*

Richard L. Lusk, NCCLGFO

Finance Director

Sherry E. Carson

Administrative Assistant

Marlene F. Druga, NCCLGFO

Deputy Finance Director-
Financial Services

Bonnie G. Harvell, NCCLGFO

Financial Reporting Manager

Deborah M. Alston

Financial Analyst

Pattie G. Elwood, NCCLGFO

Senior Accountant

Arthur D. Lands

Accountant

Susan C. Smith, NCCLGFO

Accounting Manager

Christina N. Smith, NCCLGFO

Senior Accountant

James R. Holfield, NCCLGFO

Senior Accountant

Gregory L. Jenkins, II, NCCLGFO

Senior Accountant

Anita B. Wilson, NCCLGFO

Treasury Manager

Jeffery L. Roberts, NCCLGFO

Assistant Treasury Manager

Amy A. Friddle

Accounting Technician

CITY OF GREENSBORO
Comprehensive Annual Financial Report
For the Fiscal Year Ended June 30, 2010

Table of Contents

	<u>Exhibit Number</u>	<u>Page Number</u>
Introductory Section		
Letter of Transmittal.....		I
Certificate of Achievement for Excellence in Financial Reporting.....		XV
Organizational Chart.....		XVI
City Officials.....		XVII
Financial Section		
Independent Auditors' Report.....		1
Management's Discussion and Analysis		2
Basic Financial Statements:		
I. Government-Wide Financial Statements:		
Statement of Net Assets.....	A-1.....	3
Statement of Activities	A-2.....	5
II. Fund Financial Statements:		
Balance Sheet-Governmental Funds	A-3.....	7
Reconciliation of the Balance Sheet of Governmental Funds to the Statement of Net Assets.....	A-4.....	8
Statement of Revenues, Expenditures, and Changes in Fund Balances-Governmental Funds.....	A-5.....	9
Reconciliation of the Statement of Revenues, Expenditures, and Changes in Fund Balances of Governmental Funds to the Statement of Activities	A-6.....	10
Statement of Revenues, Expenditures, and Changes in Fund Balances-General Fund	A-7.....	11
Statement of Net Assets-Proprietary Funds.....	A-8.....	19
Reconciliation of the Statement of Net Assets of Proprietary Funds to the Statement of Net Assets	A-9.....	23

	Exhibit/ Schedule Number	Page Number
Statement of Revenues, Expenses, and Changes in Fund Net Assets-Proprietary Funds	A-10.....	24
Reconciliation of the Statement of Revenues, Expenses, and Changes in Fund Net Assets of Proprietary Funds to the Statement of Activities	A-11.....	26
Statement of Cash Flows-Proprietary Funds	A-12.....	27
Police Special Separation Allowance Fund:		
Statement of Fiduciary Net Assets-Fiduciary Fund	A-13.....	32
Statement of Changes in Fiduciary Net Assets-Fiduciary Fund	A-14.....	33
Statement of Net Assets-Component Units.....	A-15.....	34
Statement of Activities-Component Units.....	A-16.....	35
III. Notes to the Financial Statements.....		37
Required Supplementary Information:		
Law Enforcement Officer's Special Separation Allowance:		
Schedule of Funding Progress	1.....	38
Schedule of Employer Contributions	2.....	39
Other Postemployment Benefit Plan:		
Schedule of Funding Progress	3.....	40
Schedule of Employer Contributions	4.....	41
Combining and Individual Fund Statements and Schedules:		
Combining Balance Sheet-Nonmajor Funds:		
Governmental Funds	5.....	42
Special Revenue Funds	6.....	43
Capital Projects Funds	7.....	46
Combining Statement of Revenues, Expenditures, and Changes in Fund Balances-Nonmajor Funds:		
Governmental Funds.....	8.....	50
Special Revenue Funds	9.....	51
Capital Projects Funds	10.....	54
Blended Component Unit- Redevelopment Commission:		
Balance Sheet	11.....	58
Statement of Revenues, Expenditures, and Changes in Fund Balance	12.....	59
Schedule of Changes in LT Debt-Enterprise Funds and Water Resources Capital Assets.....	13.....	60
Statement of Revenues, Expenses, and Changes in Fund Net Assets-Component Unit-Greensboro Transit Authority	14.....	61
Statement of Cash Flows-Component Unit-Greensboro Transit Authority.....	15.....	62

	<u>Schedule Number</u>	<u>Page Number</u>
Schedules of Revenues, Expenses, and Changes in Fund Balance-Budget and Actual-Component Unit:		
Greensboro Transit Authority	16.....	64
Greensboro Transit Planning and Grant Project Fund	17.....	66
Greensboro Transit Authority Multi Modal Transportation Center	18.....	67
Schedules of Revenues, Expenditures, and Changes in Fund Balance-Budget and Actual:		
Special Revenue Funds:		
Street and Sidewalk Revolving.....	19.....	70
Cemetery.....	20.....	71
Hotel/Motel Occupancy Tax	21.....	72
Special Tax Districts.....	22.....	73
Housing Partnership Revolving.....	23.....	74
Community Development.....	24.....	75
Home Program	25.....	77
Hope VI Program.....	26.....	78
Workforce Investment Act	27.....	79
South Elm Street Redevelopment.....	28.....	80
State and Federal Grants.....	29.....	81
State and Federal Grants (ARRA).....	30.....	84
Guilford Metro 911.....	31.....	85
Debt Service Fund.....	32.....	87
Capital Projects Funds:		
Street and Sidewalk.....	33.....	89
State Highway Allocation.....	34.....	90
General Capital Improvements.....	35.....	91
Public Improvement Bond—Series 1990, 1992, 1994 and 1998	36.....	92
Redevelopment Bond—Series 1994	37.....	93
Public Improvement Bond—Series 1998A.....	38.....	94
Street Improvement Bond —Series 2003 , 2006 and 2008.....	39.....	95
Public Transportation Bond —Series 2003, 2005A and 2008.....	40.....	96
Parks and Recreation Bond —Series 2003, 2005A and 2006A.....	41.....	97
Law Enforcement Bond -Series 2003.....	42.....	98
Neighborhood Redevelopment Bond —Series 2005 and 2006A.....	43.....	99

	<u>Schedule Number</u>	<u>Page Number</u>
Library Facilities Bond —Series 2008	44.....	100
Historical Museum Bond —Series 2008.....	45.....	101
Parks and Recreation Bond —Series 2008.....	46.....	102
Economic Development Bond —Series 2008	47.....	103
Fire Station Bond —Series 2008.....	48.....	104
Public Buildings Bond —Series 2008.....	49.....	105
War Memorial Stadium Bond —Series 2008	50.....	106
Street Improvements Bond —Series 2010.....	51.....	107
Parks and Recreation Bond —Series 2010.....	52.....	108
Housing Bond—Series 2010	53.....	109
Perpetual Care Fund.....		110
Enterprise Funds:		
Schedules of Revenues, Expenses, and Changes in Fund Balance-Budget and Actual:		
Water Resources.....	54.....	113
Water Resources Bond — Series 2010	55.....	115
Water Resources Bond—Series 2009	56.....	116
Water Resources Bond—Series 2007	57.....	117
Guilford County Construction Project	58.....	118
Water Resources Capital Improvement	59.....	119
Stormwater Management	60.....	120
Stormwater Capital Improvement.....	61.....	122
War Memorial Coliseum.....	62.....	123
War Memorial Coliseum Improvement.....	63.....	125
Parks and Recreation Bond — Aquatic Center.....	64.....	126
Solid Waste Management	65.....	127
Solid Waste Capital Improvement	66.....	129
Parking Facilities	67.....	130
Internal Service Funds:		
Combining Statement of Net Assets	68.....	133
Combining Statement of Revenues, Expenses and Changes in Fund Net Assets.....	69.....	135
Combining Statement of Cash Flows	70.....	137
Schedule of Changes in Long-Term Debt.....	71.....	139

	<u>Schedule/Table Number</u>	<u>Page Number</u>
Schedules of Revenues, Expenses, and Changes in Fund Balance-Budget and Actual:		
Equipment Services	72.....	141
Technical Services	73.....	143
Information Systems	74.....	145
Graphic Services	75.....	147
Employee Risk Retention	76.....	149
General Risk Retention	77.....	151
Capital Leasing.....	78.....	153
General Capital Assets:		
Schedule of General Capital Assets by Source	79.....	155
Schedule of General Capital Assets by Function and Activity.....	80.....	156
Schedule of Changes in General Capital Assets by Function and Activity	81.....	158
Schedule of Long-Term Debt	82.....	160
Schedule of Changes in General Long-Term Debt	83.....	162
 Statistical Section (unaudited)		
I. Financial Trends:		
Net Assets by Component.....	I.....	165
Changes in Net Assets, Expenses, Program Revenues, and Net (Expenses)/Revenue	II.....	167
Changes in Net Assets, General Revenues and Total Changes in Net Assets	III.....	169
Fund Balances, Governmental Funds.....	IV.....	171
Changes in Fund Balance, Governmental Funds	V.....	173
II. Revenue Capacity:		
Tax Revenues by Source, Governmental Funds	VI.....	175
Analysis of Current Tax Levy.....	VII.....	176
Assessed Value and Estimated Actual Value of All Taxable Property	VIII.....	177
Direct and Overlapping Property Tax Rates.....	IX.....	179
Principal Property Taxpayers	X.....	180
Property Tax Levies and Collections.....	XI.....	182
III. Debt Capacity:		
Ratios of Outstanding Debt by Type	XII.....	184
Ratio of Net General Obligation Bonded Debt	XIII.....	186

	<u>Schedule/Table Number</u>	<u>Page Number</u>
Computation of Direct and Overlapping Bonded Debt	XIV.....	188
Legal Debt Margin Information	XV.....	189
Pledged Revenue Coverage	XVI.....	191
IV. Demographic and Economic Information:		
Demographic and Economic Statistics	XVII.....	193
Principal Employers	XVIII.....	194
Full-Time Equivalent City Government Employees by Function/Program	XIX.....	196
V. Operating Information:		
Operating Indicators by Function.....	XX.....	197
Capital Asset Statistics by Function	XXI.....	199

Single Audit Section

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 <i>Government Auditing Standards</i>	202
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	204
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	206
Schedule of Findings and Questioned Costs	208
Corrective Action Plan	211
Summary Schedule of Prior Audit Findings.....	212
Schedule of Expenditures of Federal Awards	213
Schedule of Expenditures of State Awards	219
Notes to the Schedule of Expenditures of Federal and State Awards	223

November 4, 2010

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, 2010, 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, 2010, 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, 2010. 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 two blended component units, the Greensboro Center City Corporation, reported in the Proprietary Funds and the Greensboro Redevelopment Commission, reported in the Special Revenue Funds. 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 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 260,083 and presently covers a land area of approximately 131.72 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.

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 2009-10.

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. Effective October 16, 2009, a new City Manager undertook the City's chief leadership role, following a national executive search process.

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, 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 "pre-audit" 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 reservation of fund balance at June 30, 2010.

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 70.

COUNCIL BUDGET PRIORITIES

Six strategic issues are the primary focus for FY 2010-11 funding:

- Economic Development – City’s Office of Small Business Assistance to open in fall 2010 along with “One Stop” Center for building plan review, permits and enforcement functions. City issued \$4 million in Economic Development bonds in October 2010
- Public Safety –Funding is allocated for construction and staffing of new fire stations. Police headquarters’ staff will be consolidated with police units as well as additional leadership support provided by a new Assistant City Manager for Public Safety
- Infrastructure / Growth –Funding for the Greensboro Urban Loop remains a top priority. Major street improvements are largely financed by the City’s bond program and leveraged with federal stimulus funds. Construction of the new GTA Maintenance / Operations Facility was also expedited due to stimulus inflows which have positively impacted the region
- Communications / Social Capital - City’s centralized Call Center operations were expanded to include more service types and specialized training for telephone service reps in preparation for opening of the Office of Small Business Assistance. A new City program was also initiated called Neighborhood Walks Program, for members of Council and managers to visit various areas of the City and interact with neighborhood organizers twice a year
- Sound Fiscal Management –City purchased utility billing data software to help track and predict spending for the City’s more than 2,000 utility accounts and to identify additional savings possibilities. Energy efficiency block grant funds of approximately \$2.5 million were also received

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 40-mile beltway around Greensboro, is under construction at a cost of \$900 million. The Southern and Eastern portions of the beltway are currently open and construction on the last leg of the Western portion is slated for 2014. 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 2010, with an overall unemployment rate of 10.6% for the Greensboro-High Point MSA, slightly higher than the national average as of July 2010. Service jobs, at 39% 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 2009	90
Number of affected establishments 2010 (thru July)	49
Job losses 2009	2,883
Job losses 2010 (thru July)	485

Source: www.piedmonttriadnc.com (Guilford County Profile, August 2010)

<i>% Employment Distribution (Guilford County)</i>		
Agriculture & Mining	441	0.2%
Construction	9,922	3.8
Manufacturing	30,686	11.8
Transportation, Information & Utilities	21,387	8.2
Wholesale Trade	15,315	5.9
Retail Trade	28,558	11.0
Finance, Insurance & Real Estate	18,732	7.2
Services	100,745	38.8
Government	<u>34,099</u>	<u>13.1</u>
Total Employment	259,885	100.0%

Source: www.piedmonttriadnc.com; North Carolina Employment Security Commission (4th quarter 2009)

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 2009, approximately 60 scheduled daily departures carried 863,745 enplaned passengers. FedEx opened the first phase of its expanded cargo hub operations at PTIA in FY 2010 and a new 9,000 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 new 1 million 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 plans to open a new ground shipping hub facility in western Guilford County in 2011, to initially employ approximately 500 full and part-time employees. 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. Another aviation company followed 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. Delivery of the first jet is expected in late 2011. The arrival of these two firms, FedEx and Honda Aircraft, will create approximately 200,000 jobs over a 16 year period.

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 2010, *Site Selection Magazine* announced that for the third year in a row, the Greensboro/High Point MSA earned a Top 10 national ranking for attracting new industry among similar-sized cities. For two of the past three years, the region ranked #1 (Community Profile 2010-2011, 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 spring 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. Plans for this project 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 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 September 2009, the City had been awarded approximately \$38 million including \$27 million for transportation and transit related projects and approximately 13% has been spent as of June 30, 2010. Additional funds were received for 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 are being prepared or have been submitted for an additional \$52 million of requests. Staff is awaiting criteria on how to apply for additional ARRA funds for certain other programs.

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 \$547,000 in FY 2010 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 eight-tenths of a mile has been constructed with the project expected to be completed by 2014.

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 business expansion news, another member of the Sweden-based Volvo Group, Mack Trucks, Inc., relocated its global headquarters and various support functions to Greensboro, bringing approximately 500 new jobs to the area and investing approximately \$17.7 million dollars. The company located its facilities next to sister company, Volvo Trucks North America, in the City's

airport region. A related industry, O'Reilly Automotive, Inc., one of the largest auto parts retailers in the United States is expected to open a 300,000 square foot East Coast distribution facility in a completed speculative building adjacent to I-40/I-85 in Greensboro's McConnell Center in 2011. The company is projected to employ 360 people.

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. 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.

Ameritox, Ltd. upfitted an existing building in Greensboro to create a 70,000 square-foot laboratory and material analysis facility in June 2010. At full capacity, the company will employ 228 highly-skilled professionals in pain monitoring testing to ultimately improve patient care.

Area businesses experienced slowing growth and development in 2010 that is expected to continue into 2011. General Fund expenditures exceeded revenues by \$1.5 million for the fiscal year ended June 30, 2010, due to lower than projected revenues, resulting in a reduction in the fund balance capital reserve account, from \$7.4 million to \$3.5 million. Property tax collections were 98.0% of the current year's levy, equal to the prior year's collection rate. Sales tax revenue declined by \$1.7 million, or 4.6%, from \$37.3 million to \$35.6 million. According to *Guilford County Business Index*, July 2010, "Planned building activity, as measured by residential building permits fell 6.9% in July 2010 compared to the dollar volume noted in July of last year. Construction employment similarly declined 6.7% over last July figures. The average home sales price is approximately \$162,000, down 12.5% from the peak noted during 2006 and 2007. Sales of existing homes in 2nd quarter 2010 were down 2.3% compared to the first three months of the year, but were up 19.9% compared to the same quarter last year. At the current sales pace, it will take 10.8 months to exhaust the existing inventory of homes on the market. The number of real estate foreclosures in Guilford County totaled 880 in July 2010 and was up 5.7% from the same period last year, while nationwide, foreclosures have also risen." (Dr. G. Donald Jud, Bryan School of Business & Economics, UNC-Greensboro, July 2010).

The General Fund budget of \$254.9 million for the fiscal year ending June 20, 2011 was adopted with a property tax rate of \$.5975 per \$100 assessed valuation, a decrease of ¼ cent compared to the previous year. Additionally, a transit tax of \$0.035 per \$100 assessed valuation was levied for the public transit system. 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 property tax base for FY 2011 is estimated at \$24.64 billion and is expected to grow by 1% over the prior year; sales tax revenues are projected to increase by 3% and utility taxes are projected to remain flat.

The General Fund budget was balanced by implementing service reductions in the areas of residential bulk collection, support of outside organizations/agencies and parks and recreation locations, eliminating salary increases for employees and maintaining position vacancies at about 4% of the budgeted workforce of 3,079 with a net reduction of 43 positions, primarily in waste collection, planning, building inspections and parks and recreation. For all operating funds, there was a net reduction of 30 positions, after position transfers between funds. Also, transfers from other funds increased by \$1.14 million, primarily due to a transfer from the Parking Fund of \$955,000, representing a repayment of prior years' subsidies of parking fund debt which matured in FY 2008-09.

During 2010, the City installed more than \$6 million of new energy infrastructure in 46 City buildings and four parking facilities. Funding was obtained through bank financing and we anticipate reducing energy usage by 28%, including use of solar technology. 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 be used for all new fire stations funded by general obligation bonds issued in October 2010. Other energy saving projects have been undertaken at the City, including a \$3 million energy contract instituted at the Coliseum in February 2007.

% Greensboro Unemployment

	2000	2001	2002	2003	2004	2005	2006	2007	2008	2009	2010
Jan	2.9	3.7	6.3	6.2	5.8	5.2	4.5	4.6	5.0	8.8	10.8
Feb	3.2	3.9	6.4	6.0	5.8	5.5	5.0	4.9	5.1	9.5	10.8
Mar	2.7	3.7	6.5	5.9	4.9	5.0	4.4	4.3	4.9	9.3	10.2
Apr	2.2	3.9	6.3	6.0	4.9	4.9	4.2	4.2	4.9	9.4	9.8
May	2.7	4.2	6.7	6.1	5.2	4.9	4.5	4.5	5.6	10.3	10.0
Jun	3.0	4.8	7.2	7.0	6.3	5.6	4.9	5.2	6.1	10.8	10.5
July	3.1	5.0	7.4	7.0	6.2	6.0	5.1	5.2	6.7	11.0	10.4
Aug	2.9	5.2	6.9	6.6	5.4	5.5	4.7	4.7	6.8	10.9	10.1
Sept	3.0	5.1	6.4	6.1	4.9	5.0	4.3	4.3	6.1	10.4	N/A
Oct	2.9	5.2	6.4	6.7	5.1	5.0	4.2	4.4	6.4	10.5	N/A
Nov	3.3	6.2	6.3	6.2	5.5	5.0	4.6	4.6	6.9	10.2	N/A
Dec	2.9	5.9	6.3	5.8	5.4	4.5	4.4	4.4	7.5	10.6	N/A

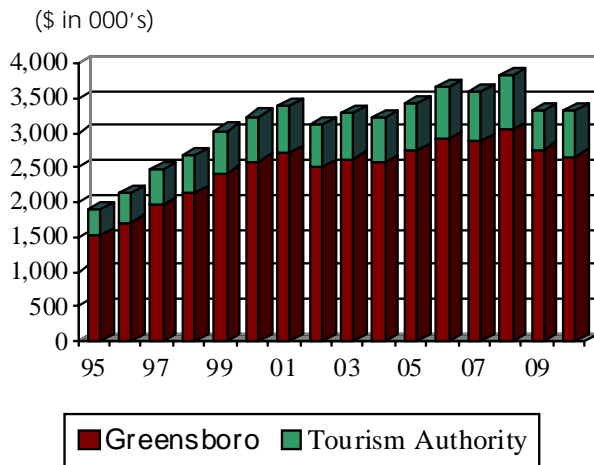
Source: North Carolina Employment Security Commission

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

Year	City	County	State	US
1998	2.8	2.6	3.4	4.5
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	N/A

Source: North Carolina Employment Security Commission

3% City Occupancy Tax Revenues



There are currently 9,259 hotel/motel rooms throughout the City comprising 86 hotels. Receipts from the City's 3% occupancy tax totaled \$2,658,362 in FY 2009-10, decreasing 3.7% over the prior year. Taxes collected in each of the past five months, ending in June 2010, have noted positive gains compared to the same periods last 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.

Scheduled to open in the summer of 2011, the 78,323 square foot indoor Greensboro Aquatic Center (GAC) will be a state-of-the-art facility 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. This venue is expected to operate 15 hours per day and the estimated one year economic impact is approximately \$14.3 million.

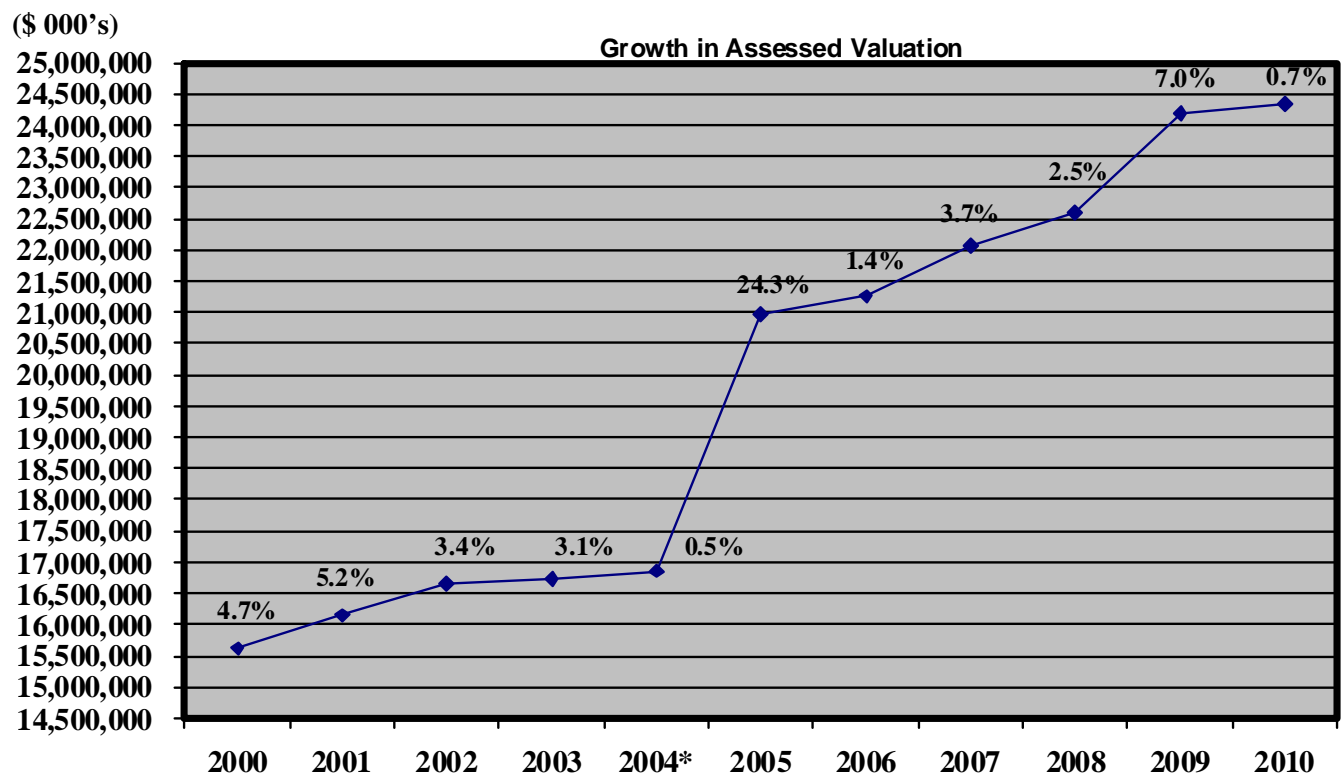
A new facility, the Atlantic Coast Conference Hall of Champions, schedule to open in March 2011, will also be added to the Coliseum Complex. The ACC Hall of Champions will house a timeline exhibit of the ACC Conference from its beginnings in Greensboro in 1959 through the present day. The Hall will honor the schools, athletes, coaches and include artifacts from games and storied history. This facility is projected to attract approximately 170,000 visitors per year.

The 2010 U. S. Figure Skating Championships will come to the Greensboro Coliseum in January 2011. The Championships will include an estimated 1,500 skaters competing for 12 national championships. In addition, the Coliseum will host Men’s and Women’s ACC Basketball Tournaments in 2011 and 2013 – 2015. The Greensboro Area Convention and Visitor’s Bureau estimated an economic impact of close to \$19 million for the 2010 tournament.

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. Plans are also underway for a new luxury hotel to be located within a block of the Museum.

Greensboro Area Largest Employers		
Company	Product / Service	Approximate Number of Full-Time Employees
Guilford County Public Schools	Education	8,000
Moses H. Cone Health System & Affiliates	Health Care	7,776
City of Greensboro	Government	3,108
U.S. Postal Service	Postal Service	2,800
The University of North Carolina at Greensboro	Education	2,499
Guilford County	Government	2,700
High Point Regional Hospital	Health Care	2,400
Bank of America, N.A.	Banking Services	2,000
American Express, Inc.	Financial Services	2,000
United Parcel Service	Shipping	2,000
Lorillard Tobacco Company	Tobacco Products	1,800
Tyco Electronics Corporation	Electronics	1,250
TIMCO Aviation Services, Inc.	Aviation Maintenance Services	1,000
Volvo Trucks North America	Truck Production	1,414
RF Micro Devices	Microchips & Integrated Circuits	1,382
VF (Vanity Fair) Corporation	Apparel	1,350
Gilbarco Veeder-Root	Service Station Equipment	1,200
Thomas Built Buses	Bus Manufacturing	1,282
Procter & Gamble Corporation	Consumer Products	820
International Textile Group	Textile Manufacturing/Office	650

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



*2004 Revaluation, Effective FY 2005

2010 Population Characteristics

	Median Age	Median Household Income	% Households Earning Above Poverty Level	% Bachelor's Degree or Higher
Greensboro	34.0	\$41,069	87.1	34.0
Guilford County	36.7	47,308	89.6	32.1
North Carolina	36.8	46,107	89.2	25.6
United States	36.7	52,175	90.4	27.4

American Factfinder, U. S. Census Bureau, 2006 - 2008 American Community Survey
<http://factfinder.census.gov>, 9/21/10

Regional Business Investment FY 2010 Summary

	New Jobs	Investment
Expanding Firms	265	\$ 24,950,000
New Firms	<u>631</u>	<u>46,000,000</u>
Total	896	\$ <u>70,950,000</u>

Source: Greensboro Economic Development Alliance,
2009 Annual Report

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

Retail Sales / Taxable Sales Data

Fiscal Year	Retail Sales	% Increase Over Previous Year
1995	5,280,097,083	12.7
1996	5,344,766,815	1.2
1997	5,624,445,628	5.2
1998	6,080,301,316	8.1
1999	6,450,317,470	6.1
2000	6,365,659,377	(1.3)
2001	6,573,713,784	3.3
2002	5,929,164,086	(9.8)
2003	5,780,945,375	(2.5)
2004	5,947,188,265	2.9
2005	6,582,550,668	10.7
2006	4,294,458,558	**
2007	4,389,894,167	2.2
2008	4,425,824,405	.8
2009	4,038,269,902	(8.8)
2010	N/A	

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. As a result, the figures for the fiscal years ended June 30, 2006 and forward in the above table represent taxable sales as opposed to gross retail sales and are not comparable to the gross retail sales figures for prior fiscal years.

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:

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 the spring of 2011, the City also intends to issue approximately \$25 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. 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.

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 six-year Capital Improvement Plan (CIP) includes approximately \$597 million for projects that will be undertaken during FY 2010-2016 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. This is approximately \$198 less than the capital plan adopted last year. Due to continued delay of projects approved in previous referenda and the current economic climate, staff does not project funds to be available from future bond referendums during the six year planning period, and therefore, several of the requests have been removed from the current CIP. 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. The CIP is also funded by grant revenue including community contributions, Community Development efforts and Transit and other sources. This category equates to 8.8% of the total CIP.

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 100% of its required Annual Required Contribution (ARC). The current ARC of \$4,999,407 represents 3.8% of annual covered payroll and was funded at 104% in FY 2010, including partial advance funding of future costs. The City provides certain postretirement health benefits for retirees until age 65. As of the December 31, 2007 actuarial valuation, there were 938 retirees receiving these benefits. Total estimated liabilities associated with providing these benefits are \$57.2 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 also operates a trust arrangement for OPEB contributions, in which local units may participate. As of June 30, 2010 the City had deposited \$1 million to partially advance fund its OPEB obligations with the State's OPEB Trust.

The City adopted GASB Statement No. 51, *Accounting for Intangible Assets*. Accordingly, beginning Net Assets of the Business-Type Activities in the Statement of Net Assets were restated by \$203,830 and Governmental Activities were restated by \$159,221 upon implementation of this accounting standard to account for various software and licenses in use by the City.

C. Cash Management Policies and Practices

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, 2010 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 \$6,385,682 for the fiscal year ended June 30, 2010 as compared to \$9,633,867 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 \$292,961,760 during the year. The City's average yield on investments for the year was 2.2%, decreasing from the prior year due to a slowing economy and several Federal Reserve actions to lower interest rates. Interest earned on bond proceeds was used to offset the cost of debt service. Interest earnings were the equivalent of nearly 2.6 cents on the tax rate for FY 2009-10.

D. Risk Management

The City has a risk management program where resources are being accumulated to meet potential losses due to employee injuries, damage to assets, and natural disasters to name a few. In addition, various internal control techniques, including employee accident prevention sessions, have been implemented to minimize accident-related losses and to safeguard assets.

Additional information on the City's risk management activity can be found in Note V. A of the notes to the financial statements.

E. Pension and Other Postemployment Benefits

The City provides pension benefits for all permanent, full-time employees through the statewide Local Governmental Employees' Retirement System, (System) a multiple-employer, cost-sharing, defined benefit pension plan, administered by the State of North Carolina. 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, based on an actuarially determined contribution requirement. The City of Greensboro has no obligation in connection with employee benefits offered through this plan beyond its annual contractual payment to the State.

The General Statutes of North Carolina require the City to provide a special separation allowance for law enforcement officers. Each year, an independent actuary engaged by the pension plan calculates the amount of the annual contribution that the City must make to the pension plan to ensure that the plan will be able to fully meet its obligations to retired employees on a timely of basis. The actuarial present value of the total accrued actuarial liabilities as of December 31, 2009, the date the last



actuarial

valuation, amounted to \$20,222,331 of which 28.4% was funded. The valuation projects that an annual contribution of 4.39% of law enforcement payroll or \$1,490,198 is required in FY 2011 to provide sufficient funding for this liability. Increased hiring of police officers due to Council service priorities and higher levels of federal funding have raised actual City contributions to \$2,075,955 in FY 2009-10, which represents 136% of the required amount.

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 State of North Carolina. The City is required to contribute 5% of each officer's salary, as well as the law enforcement officers may make voluntary contributions to the plan.

Additional information on the City of Greensboro's pension arrangements and postemployment benefits can be found in Notes V, G and I in the notes to the financial statements.

F. Special Achievements

Greensboro has once again been named as a Playful City USA community, recognizing that it ensures its children are active and healthy despite difficult budget constraints. This national recognition, among 118 across the country, was awarded to Greensboro because of its commitment to children with its Parks and Recreation Department Adopt-A-Park program, which works directly with neighborhoods to identify and address access issues for existing playgrounds. The City was also named a Playful City in 2009.

The City of Greensboro, along with eight other local governments from across the U.S., has been designated as a Citizen-Engaged Community for 2010 – 2012 by the Public Technology Institute (PTI). PTI is a nonprofit organization that advances the use of technology to improve the management and delivery of services to citizens. Greensboro was recognized for its use of multi-channel (Web, civic media, Interactive Voice Response, 311/call agents) public access to government services and information. Highlighted were the City's use of Citizen Relationship/Records Management (CRM), its Contact Center (373-CITY), website, Interactive Voice Response and telephone systems, and mobile communications infrastructure that are used to advance new standards for citizen participation and government performance reporting.



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-five consecutive years, (1975 through 2009). 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 2010-11 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, 2009

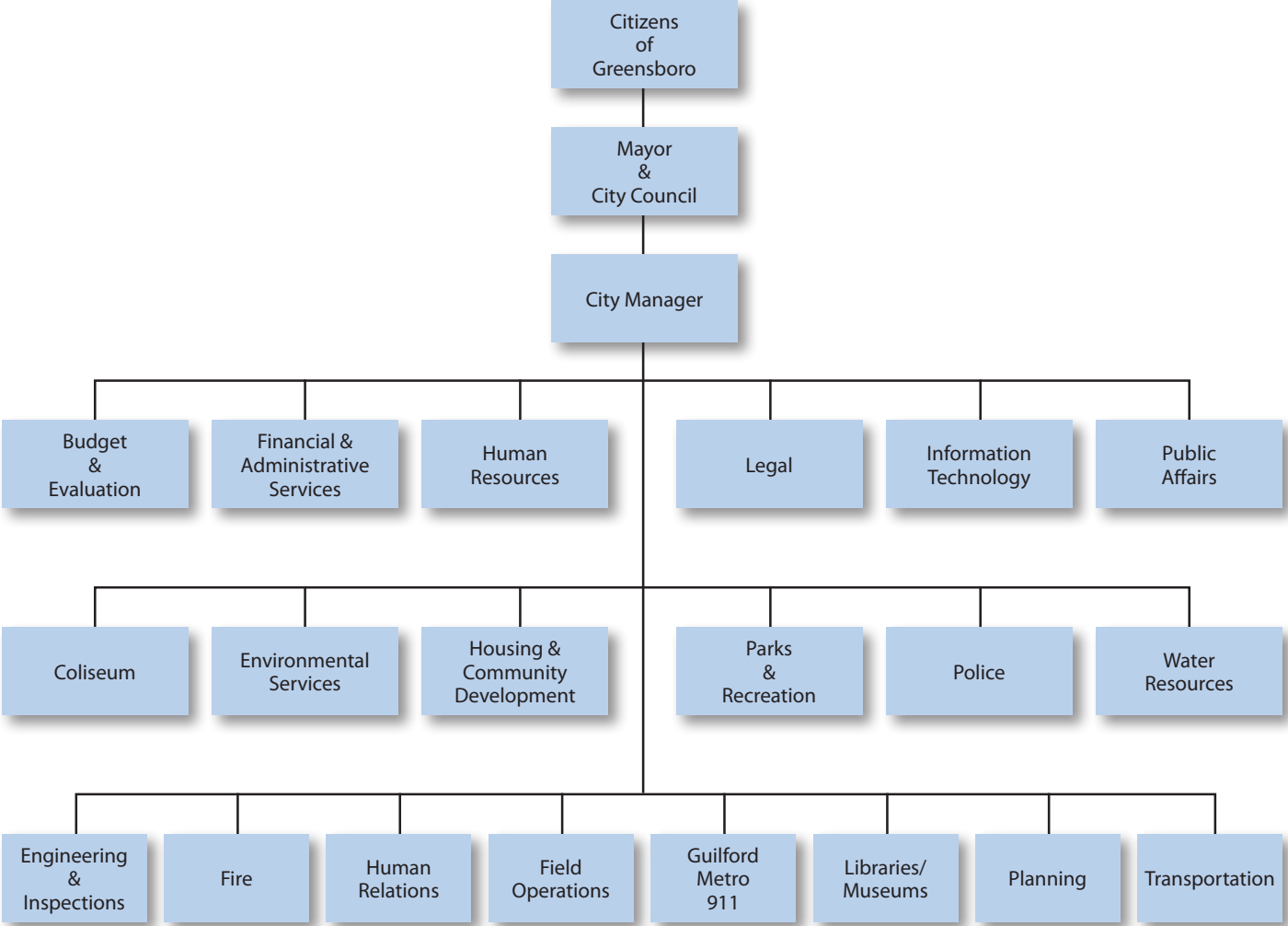
A Certificate of Achievement for Excellence in Financial Reporting is presented by the Government Finance Officers Association of the United States and Canada to government units and public employee retirement systems whose comprehensive annual financial reports (CAFRs) achieve the highest standards 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"), which is a discretely presented component unit, 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, 2010, 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 of America. 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, 2010, 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 4, 2010, on our consideration of the City's internal control over financial reporting and on 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.

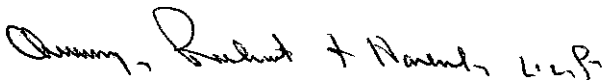
As discussed in the notes to the financial statements the City implemented *Governmental Accounting Standards Board Statement Number 51*. The implementation of this statement required that the City retroactively record intangible assets. Accordingly beginning net assets for June 30, 2010 has been restated to properly reflect the recording of intangible assets.

Management's Discussion and Analysis and the Required Supplementary Information as listed in the accompanying Table of Contents is not a required part of the basic financial statements but is supplementary information required by the Governmental Accounting Standards Board. We have applied certain limited procedures, which consisted principally of inquiries of management regarding the methods of measurement and presentation of the required supplementary information. However, we did not audit the information and express no opinion on it.

Our audit was conducted for the purpose of forming opinions on the financial statements that collectively comprise the City's basic financial statements. The combining and individual fund statements and schedules as listed in the Table of Contents, as well as the accompanying schedule of expenditures of federal and State awards 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, are presented for purposes of additional analysis and are not a required part of the basic financial statements. Such information has been subjected to the auditing procedures applied by us in the audit of the basic financial statements and, in our opinion, is fairly stated in all material respects in relation to the basic financial statements taken as a whole.

The Introductory and Statistical Sections have not been subjected to the auditing procedures applied in the audit of the basic financial statements and, accordingly, we express no opinion on them.

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



Raleigh, North Carolina
November 4, 2010

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, 2010. 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 \$897.1 million (*net assets*).

The City's net assets increased by \$24.1 million (2.8%) compared to FY 2009. The governmental net assets increased by \$3 million (0.8%) due to a slight increase in the property tax base and expenditures held to within 95.8% of budget in the General Fund to help offset declines in general revenues for sales taxes and interest earnings. The business-type net assets increased by \$21.2 million (4.2%) primarily due to delay of issuance of debt for water and sewer infrastructure and cost containment.

- ❖ The governmental activities program revenue increased by \$387 thousand, 0.59% more than last year, largely due to the influx of stimulus funds in workforce investment, community development along with state and federal grants offset by declines in building permit fees, police off-duty employment and solid waste collection fees for commercial users. General revenues for property taxes increased by \$943 thousand from the prior year due to an increase in the tax base while collection rates remained steady. Investment earnings were the equivalent of 2.6 cents on the property tax rate compared to 4.0 cents last year. In the City's business-type activities, program revenues decreased by \$4.3 million or 3.3% to \$125.6 million. The change in business-type activities is largely due to a reduction in donated water and sewer lines that result in capital contributions from developers. The Coliseum revenue increased approximately \$460.2 thousand and Parking Facilities program revenues increased by approximately 1.3% for fees collected. City-wide, charges for services revenues decreased \$1.6 million or 1.0%.
- ❖ During the year, the City's governmental expenses were \$267.2 million, an increase of \$4.0 million or 1.5% more than last year primarily for capital projects for streets and parks and recreation facilities, funded by bonds. In all, expenses decreased 2.1% in the City's business-type activities with all program areas noting declines, and particularly in the Water Resources Fund for reduced maintenance and repair activities.
- ❖ 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 2010.
- ❖ The total cost of all City programs increased by \$1.5 million or 0.4% compared to FY 2009.
- ❖ As of the close of the current fiscal year, the City's governmental funds reported combined ending fund balances of \$115.6 million, a net decrease of approximately \$21.1 million in comparison with the prior year, largely due to increased spending on bond capital projects for streets, libraries, parks and fire stations and decreased sales tax collections. Approximately 53.9% of this total amount or \$62.3 million is unreserved, less amounts appropriated for next year's budget.
- ❖ At the end of the current fiscal year, the total unreserved fund balance for the General Fund specifically was \$29.5 million, or 11.9% of total general fund expenditures and transfers for the fiscal year. Of this balance, \$4.9 million is designated for appropriation next year. It is also the City's policy to hold aside 9% of the subsequent year's General Fund budget as "undesignated" to remain available for working capital, but it may also be appropriated for emergencies. This amounted to \$22.9 million as of June 30, 2010.

- ❖ Charges for services for the City's largest enterprise activity, the Water Resources Fund, comprising water and sewer operations increased 3.3% in FY 2010, due sustained high temperatures and drier conditions in the latter part of the fiscal year resulting in more irrigation use. The City's water supply purchased from three neighboring municipalities in the current year was approximately \$3.7 million compared to \$2.5 million last year. Current year contributions of \$1,070,291 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 \$83 million as of June 30, 2010. 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.
- ❖ Deficit fund balances were reported in the Community Development Block Grant Fund (\$436,962), the Parks and Recreation Facility Bond – Aquatic Center (\$1,200), and the Hope VI Housing and Community Development Fund (\$13,008) and the South Elm Street Redevelopment Fund of (\$168,730), respectively, as of the end of the fiscal year. These deficits will be funded with federal grants in FY 2011 and future issuances of General Obligation Bonds.
- ❖ The General Fund budget for the fiscal year ended June 30, 2010 was adopted with a \$.6350 per \$100 assessed valuation property tax rate, and was adopted with no tax increase over FY 2009.
- ❖ As of June 30, 2010, the City had collected approximately \$246.5 million or 97.7% of its amended budgeted General Fund revenues and had incurred \$248 million or 95.8% of its amended budgeted expenditures. The net effect on General Fund fund balance was a decrease of approximately \$1.55 million this year.
- ❖ In 2009, the City applied for American Recovery and Reinvestment Act (ARRA) funding for a preliminary project list consisting of more than \$309 million in requests. As of September 2009, the City was awarded approximately \$38 million including \$27 million for transportation and transit related projects. Other projects to be funded by ARRA are workforce initiatives for adult/youth training and employment, law enforcement crime programs, energy efficiency and conservation programs and housing, homelessness and neighborhood stabilization programs. Approximately, 13% has been spent as of June 30, 2010. In 2010, the City was awarded the Department of Energy Stimulus Grant of \$5 million for a building energy efficient retrofit on more than 5,000 housing units and 125 non-residential buildings.
- ❖ A new accounting standard, GASB Statement No. 51, *Accounting and Financial Reporting for Intangible Assets*, was implemented for the fiscal year-ended June 30, 2010 to account for certain intangible assets including software and licenses, water rights and land easements. As a result, Beginning Net Assets were restated in the Governmental Activities by \$159,221 and in the Business Activities, \$203,830 upon implementation of this accounting standard.
- ❖ Another accounting standard, *Accounting and Financial Reporting for Derivative Instruments*, GASB Statement No. 53 was adopted for the fiscal year-ended June 30, 2010. This statement addresses the recognition, measurement and disclosure of information regarding derivative instruments. The City has three interest rate swap arrangements which were all deemed to be effective hedges and were recorded at estimated fair market value as of June 30, 2010, with corresponding deferred outflow of resources of \$4,978,953 recorded on the Statement of Net Assets.

Key Ratios

	<u>2010</u>	<u>2009</u>	<u>2008</u>	<u>2007</u>	<u>2006</u>
\$ Bonded Debt Per Capita	\$593	\$634	\$689	\$623	\$681
Legal Debt Margin as a % of Debt Limit	78.22%	77.99%	84.13%	82.40%	84.34%
% of Property Tax Levy Collected	98.07	98.76	98.98	99.57	99.23
% Increase in Assessed Property Valuation	0.7	7.0	2.4	3.7	1.42

- ❖ 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 \$9.75 million due to issuance of general obligation bond anticipation notes during FY 2010 in addition to refunding debt and normal debt service retirements. Interest rates on the City’s variable rate debt were .20% and .35% for tax-exempt and taxable general obligation bonds and approximately .20% and .30% for tax-exempt revenue bonds at June 30, 2010.
- ❖ 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.

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 & Aa2	Target Aa1
Enterprise System Revenue Bonds	Currently Aa1	Target Aaa

Fitch Ratings (Fitch)

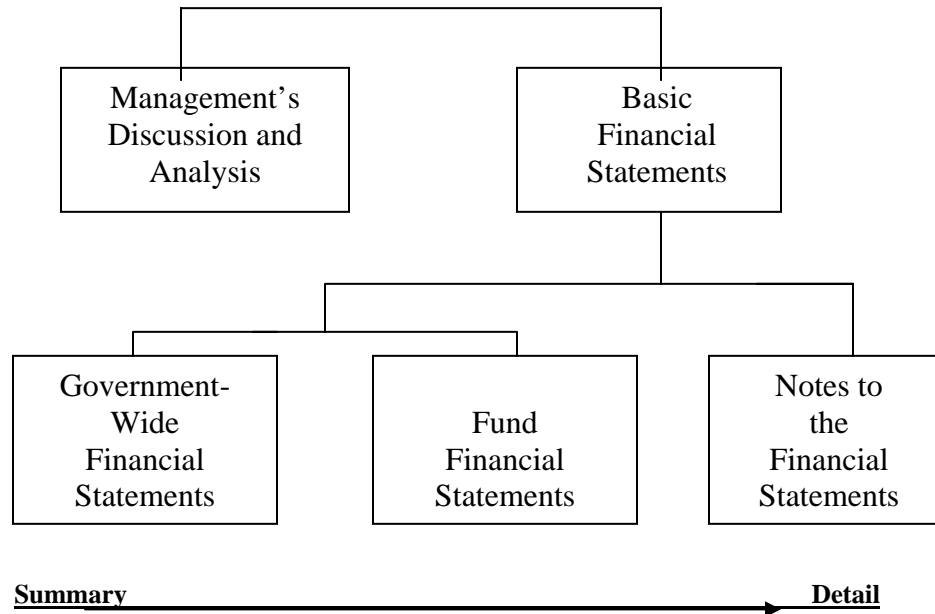
General Obligation Bonds	Currently AAA	Target AAA
Certificates of Participation	Currently AA+ & AA	Target AA+
Enterprise System Revenue Bonds	Currently AAA	Target AAA

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 water resources, parking facilities, solid waste facilities and coliseum are included here.

Component Units- The City includes three other discretely presented component entities in its report—Greensboro Housing Development Partnership, Inc., the Alcoholic Beverage Control Board (ABC) and the Greensboro Transit Authority. The activities of Greensboro Center City Corporation and the Redevelopment Commission of Greensboro are also 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 133-139.

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, 2010 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 \$897,145,261 at the close of June 30, 2010 compared to \$872,634,036 (restated) in the previous year. The net assets for the City as a whole increased 2.8% at June 30, 2010. This increase of \$24.1 million represents an approximate \$21.2 million gain for enterprise activities, primarily for water resources infrastructure.

The largest portion of the City of Greensboro's net assets \$637,258,733 (71%) 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 \$53,533,691 (6%), 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 \$205,405,128 at June 30, 2009 to \$206,352,837 (23%) at the end of this year. However, it should be noted that of this total reported "unrestricted" amount, only approximately \$23.7 million is available and unobligated to finance additional day-to-day governmental activities or unforeseen circumstances in the future.

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

	Governmental Activities		Business-Type Activities		Total		% 2009-10
	2010	2009	2010	2009	2010	2009	
Current and Other Assets	\$ 255,356	\$ 276,046	\$ 160,000	\$ 155,972	\$ 415,356	\$ 432,018	-3.9%
Capital Assets, Net	362,014	359,886	709,681	693,649	1,071,695	1,053,535	1.7%
Total Assets	<u>617,370</u>	<u>635,932</u>	<u>869,681</u>	<u>849,621</u>	<u>1,487,051</u>	<u>1,485,553</u>	0.1%
Long-Term Debt Outstanding	216,799	238,688	324,508	326,077	541,307	564,765	-4.2%
Other Liabilities	30,512	30,297	18,087	17,857	48,599	48,154	0.9%
Total Liabilities	<u>247,311</u>	<u>268,985</u>	<u>342,595</u>	<u>343,934</u>	<u>589,906</u>	<u>612,919</u>	-3.8%
Net Assets	<u>\$ 370,059</u>	<u>\$ 366,947</u>	<u>\$ 527,086</u>	<u>\$ 505,687</u>	<u>\$ 897,145</u>	<u>\$ 872,634</u>	2.8%
Invested in Capital Assets,							
Net of Related Debt	\$ 195,434	\$ 175,050	\$ 441,825	\$ 434,954	\$ 637,259	\$ 610,004	4.5%
Restricted	23,611	36,073	29,923	21,151	53,534	57,224	-6.4%
Unrestricted	<u>151,014</u>	<u>155,824</u>	<u>55,338</u>	<u>49,582</u>	<u>206,352</u>	<u>205,406</u>	0.5%
Total Net Assets*	<u>\$ 370,059</u>	<u>\$ 366,947</u>	<u>\$ 527,086</u>	<u>\$ 505,687</u>	<u>\$ 897,145</u>	<u>\$ 872,634</u>	2.8%

*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 Activities		Business-Type Activities		Total	
	2010	2009	2010	2009	2010	2009
Revenues:						
Program Revenues:						
Charges for Services	\$ 33,703	\$ 37,690	\$ 122,261	\$ 119,848	\$ 155,964	\$ 157,538
Operating Grants and Contributions	21,503	23,373			21,503	23,373
Capital Grants and Contributions	10,371	4,127	3,302	10,016	13,673	14,143
General Revenues:						
Property Taxes	146,133	145,190			146,133	145,190
Other Taxes	61,288	62,862			61,288	62,862
Investment Income	4,091	7,051	2,096	2,171	6,187	9,222
Other	1,270	317	1,596	2,062	2,866	2,379
Total Revenues	278,359	280,610	129,255	134,097	407,614	414,707
Expenses:						
General Government	27,231	22,013			27,231	22,013
Public Safety	115,548	119,254			115,548	119,254
Transportation	9,631	11,895			9,631	11,895
Engineering and Building Maintenance	20,513	16,837			20,513	16,837
Field Operations	35,481	38,266			35,481	38,266
Environmental Services	887	928			887	928
Culture and Recreation	33,899	32,955			33,899	32,955
Community Development and Housing	11,137	10,354			11,137	10,354
Economic Opportunity	5,838	3,785			5,838	3,785
Interest, Fees on Long Term Debt	7,055	6,961			7,055	6,961
Water Resources			72,556	75,161	72,556	75,161
Stormwater Management			8,500	8,747	8,500	8,747
War Memorial Coliseum			15,973	16,813	15,973	16,813
Solid Waste Management			17,496	16,170	17,496	16,170
Parking Facilities			1,721	1,791	1,721	1,791
Total Expenses	267,220	263,248	116,246	118,682	383,466	381,930
Net Increase in Net Assets						
Before Transfers	11,139	17,362	13,009	15,415	24,148	32,777

(Continued)	Governmental Activities		Business-Type Activities		Total	
	2010	2009	2010	2009	2010	2009
Transfers	(\$8,186)	(\$7,702)	\$8,186	\$7,702	\$	\$
Increase in Net Assets	2,953	9,660	21,195	23,117	24,148	32,777
Beg. Net Assets	366,947		505,687		872,634	
Restated	159	357,287	204	482,570	363	839,857
Ending Net Assets	\$ 370,059	\$ 366,947	\$ 527,086	\$ 505,687	\$ 897,145	\$ 872,634

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

	FY2010	FY2009	\$ Change	% Change
Interest Revenue	\$4,091	\$7,051	(\$2,960)	-42.0%
Interest Expense	7,055	6,961	94	1.4%
Net	(\$2,964)	\$90	(\$3,054)	-3393.3%

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

	FY2010	FY2009	\$ Change	% Change
Interest Revenue	\$2,096	\$2,171	(\$75)	-3.5%
Interest Expense	7,671	8,989	(1,318)	-14.7%
Net	(\$5,575)	(\$6,818)	\$1,243	18.2%

A. Governmental Activities

Governmental activities increased the City's net assets by approximately \$3 million, down from an approximate \$9.7 million increase last year. Key elements of this increase are as follows:

Contributing to the smaller increase were reduced interest earnings, approximately \$1.7 million less in collected sales tax and a reduced beer and wine tax distribution from the state by 2/3 or approximately \$778,000. Sales tax collections began to improve in February 2010, with revenues from February 2010 to June 2010 increasing 6.1%, compared to February to June 2009. Modest growth of 0.6% was noted in property tax receipts.

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

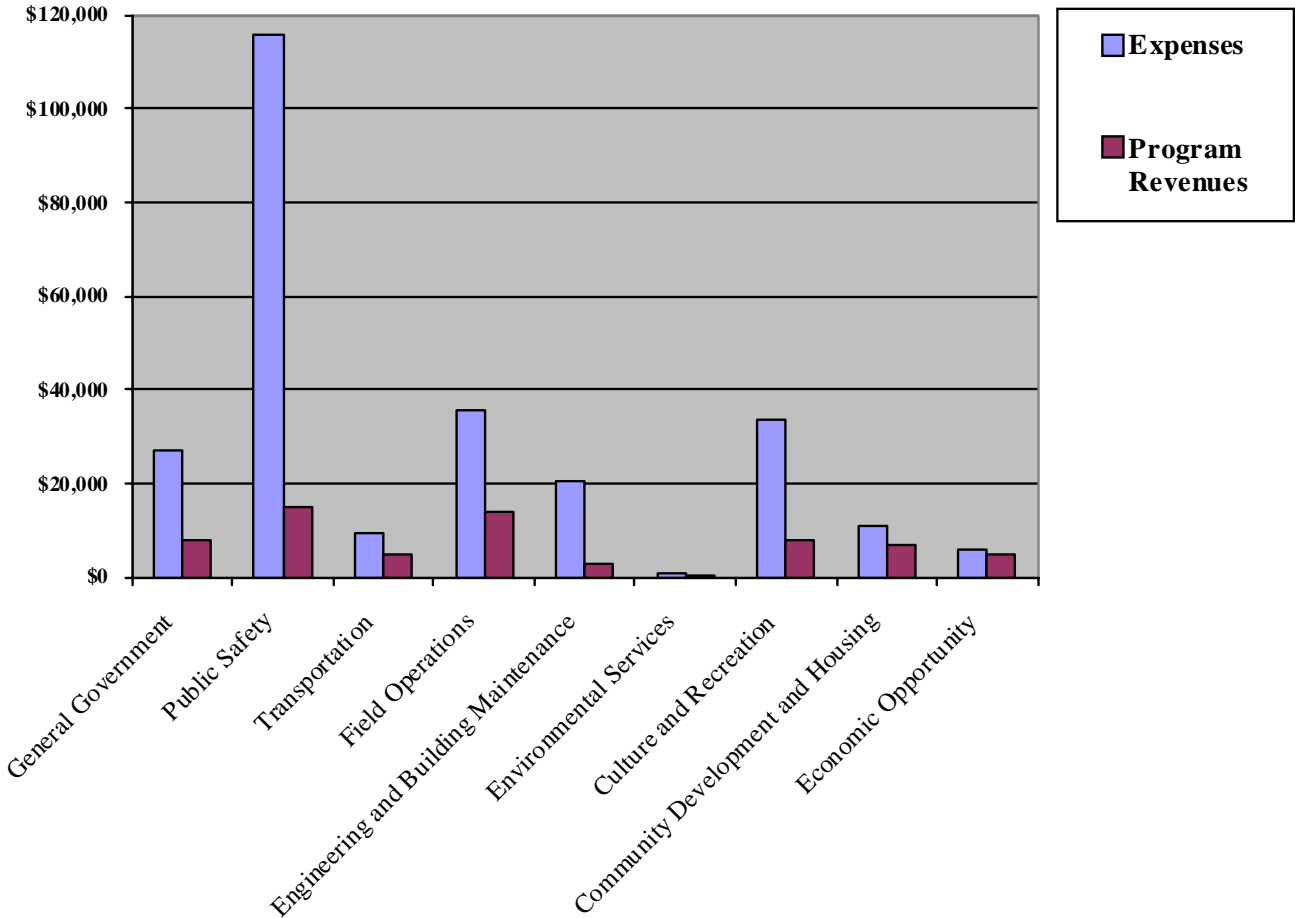


Table A-4
Net Cost – Governmental Activities
(In thousands of dollars)

	Total Cost of Services		% Change	Net Cost of Services		% Change
	2009	2010		2009	2010	
General Government	\$ 22,013	\$ 27,231	23.7%	\$ (13,644)	\$ (19,033)	-39.5%
Public Safety	119,254	115,548	-3.1%	(104,420)	(100,590)	3.7%
Transportation	11,895	9,631	-19.0%	(7,999)	(4,472)	44.1%
Engineering and Building						
Maintenance	16,837	20,513	21.8%	(13,666)	(17,603)	-28.8%
Field Operations	38,266	35,481	-7.3%	(23,322)	(21,357)	8.4%
Environmental Services	928	887	-4.4%	(382)	(688)	-80.1%
Culture and Recreation	32,955	33,899	2.9%	(23,284)	(25,826)	-10.9%
Community Development and Housing	10,354	11,137	7.6%	(3,820)	(4,293)	-12.4%
Economic Opportunity	3,785	5,838	54.2%	(559)	(726)	-29.9%
Total	<u>\$ 256,287</u>	<u>\$ 260,165</u>	1.5%	<u>\$ (191,096)</u>	<u>\$ (194,588)</u>	-1.8%

B. Business-Type Activities

Business-type activities increased the City of Greensboro’s net assets by \$21.2 million, largely attributable to net income generated in the City’s water and sewer utility along with donations of water and sewer lines from developers, 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. With the implementation of the new accounting standard for intangible assets, GASB Statement No.51, the depreciation expense also includes amortization of software and licenses. 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)

	<u>Change in Net Assets</u>		<u>Change in Net Assets</u>	
	Before		After Depreciation/ Amortization*	
	<u>2009</u>	<u>2010</u>	<u>2009</u>	<u>2010</u>
Enterprise Activities				
Water Resources	\$36,235	\$35,057	\$19,766	\$18,293
Stormwater Management	2,591	2,824	892	1,075
War Memorial Coliseum	(190)	2,937	(2,317)	801
Parking Facilities	2,642	953	2,038	357
Solid Waste Management	2,763	824	2,157	214
Total	<u>\$44,041</u>	<u>\$42,595</u>	<u>\$22,536</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 \$84,900,579 compared to \$82,174,173 for the preceding year, an increase of 3.3%. Operating expenses decreased by 2.2% and totaled \$64,575,966 as compared to \$66,050,845 for the preceding year. The water and sewer rates remained unchanged for average residential customers as results from operations were adequate to pay debt service costs and to fund ongoing capital improvements. The City continues to make a significant investment in water resource needs to replace and expand existing infrastructure and to meet new environmental regulations. We have established a capital reserve account to provide for future needs of the water and sewer system, with an account balance of approximately \$9.9 million available in the restricted assets total of the Water Resources Fund as of June 30, 2010. 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 anticipated 21st century water needs. PTRWA constructed a Water Treatment Plant which began pumping treated water in early October 2010. 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 expected 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 we do project that within the next five years, certain of the major improvements will be completed and pay-go funding, which is projected to be more than 50%, should cover a large part of anticipated future costs.

3) *Stormwater Management Fund*

Charges for current services totaled \$9,261,022 as compared to \$9,379,748 for the preceding year, a decrease of 1.3%. Operating expenses (excluding depreciation) decreased by 4.2% and totaled \$6,751,225 as compared to \$7,048,809 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 \$11,092,666 as compared to \$10,632,450 for the preceding year, an increase of 4.3%. The total number of events in FY 2009-10 increased from 838 to 871 with the same

attendance as last year at approximately 1.3 million. Operating expenses totaled \$15,668,774 as compared to \$16,469,260 for the preceding year, a decrease of 4.9%. The General Fund contributed \$1,800,000 toward Coliseum operating activities this year, comparable to the transfer last year. Greensboro has hosted eight Men's ACC Basketball Tournaments from 1995 to 2010, and Greensboro will again host in 2011 and 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 Tournaments. 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, will be held in Greensboro in January 2011. This marks the first time the championships will take place in North Carolina.

Greensboro Coliseum Complex is adding two new facilities, the Greensboro Aquatic Center (GAC) and the Atlantic Coast Conference (ACC) Hall of Champions. The GAC will bring together major aquatic sports in one venue and will have the opportunity to host major national swimming events. The GAC is scheduled to open in summer of 2011. 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 is scheduled to open in March 2011.

Proceeds of the Hotel/Motel Room Occupancy Tax will retire the debt on certain other improvements financed with certificates of participation, along with donations from the Greensboro Area Convention and Visitors' Bureau.

5) *Parking Facilities Fund*

Charges for current services totaled \$2,037,980 as compared to \$2,012,813 in the preceding year, an increase of 1.3%. Operating expenses totaled \$1,736,025 as compared to \$1,745,756 for the preceding year, a decrease of 0.56%. General Fund suspended support of this operation in FY 2010 as compared to the \$1,650,000 transferred last year, as all parking facility related debt has been retired. In FY 2011 and forward, profits from this operation are scheduled to be returned to the General Fund.

6) *Solid Waste Management Fund*

Charges for current services totaled \$12,938,822 as compared to \$13,601,770 for the preceding year, a decrease of 4.9% primarily resulting from less construction and demolition disposal from private haulers and increased composting sales of approximately \$175,000.

Operating expenses totaled \$17,021,649 as compared to \$15,577,991 for the preceding year, an increase of 9.3%. Higher than normal closure and post-closure care costs were recorded, resulting from an updated engineering study, and slightly higher fuel and contracted services costs were also noted.

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.

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

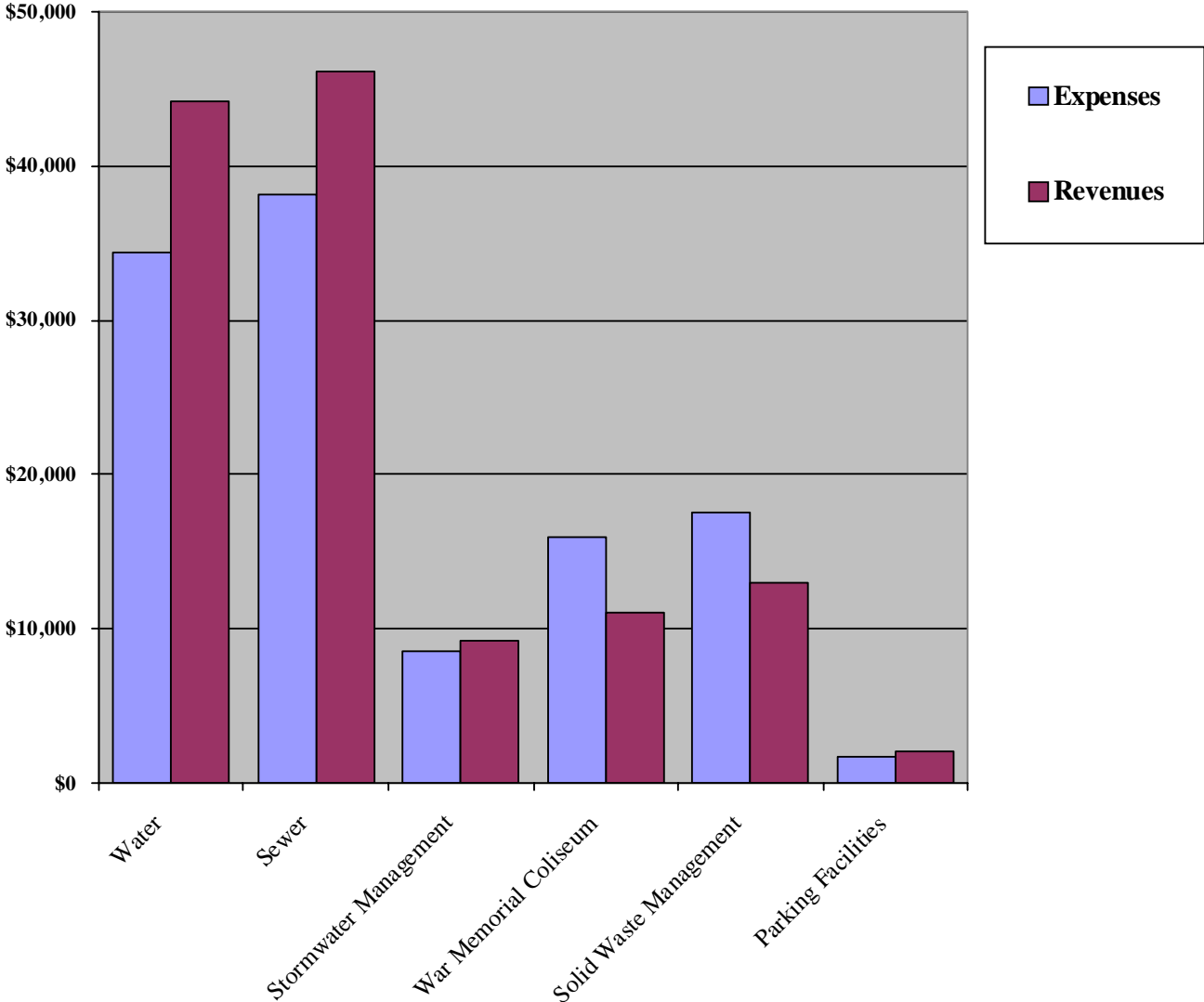
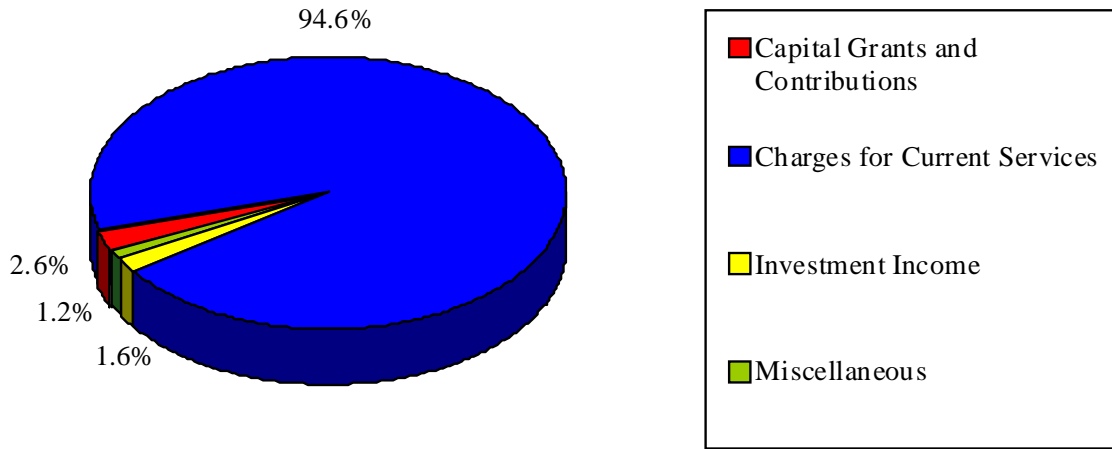


Figure 4
Revenues by Sources – Business-Type Activities



FINANCIAL ANALYSIS OF THE CITY'S FUNDS

A. Governmental Funds

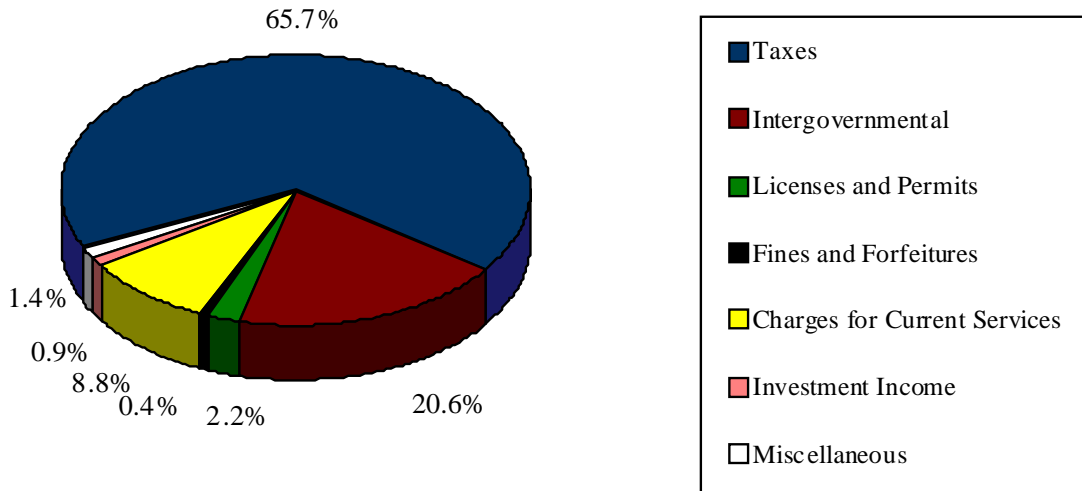
As noted earlier, the City uses fund accounting to ensure and demonstrate compliance with finance-related legal requirements. As of June 30, 2010, governmental funds reported a combined fund balance of \$115.6 million, a decrease of approximately \$21.1 million. We have noted 0.4% revenue growth in FY 2010, particularly due to an increase in intergovernmental revenue for federally funded stimulus grants. Overall operating expenditures have risen approximately \$11.4 million or 4.0% and debt service expenditures have decreased \$945 thousand or 3.5% in the current year. The current year transfers out exceeded transfers in by \$6.4 million to support other operations. Fund balance of \$37.7 million or 32.6% of the total amount has been reserved to indicate that it is not available for new spending due to commitments to (1) liquidate contracts and purchase orders of the previous year, 2) adhere to State statutes that limit the amount that may be appropriated by the governing board, 3) segregate funds for future capital projects or 4) for other restricted purposes. The remainder of fund balance represents unrestricted funds, known as unreserved fund balance.

The General Fund is the chief operating fund of the City. At the end of the current fiscal year, unreserved fund balance of the General Fund, \$29.5 million, represents 52% of the total General Fund fund balance. Of this amount, \$4.9 million is designated for appropriation in next year's budget, \$1.6 million is designated for hazardous waste material collection, and \$22.9 million or 9% of the subsequent years' budget is undesignated and retained for working capital purposes as well as unforeseen emergencies. General Fund fund balance decreased by approximately \$1.6 million as a result of several cost savings measures to help offset an approximate \$5.9 million overall revenue shortfall compared to budget.

The Debt Service Fund has a total fund balance of \$10,912,856 compared to \$14,932,157 in the prior year. The decline is due to reduced interest earnings and less transferred from the General Fund to support debt service costs. Of this amount, \$8.7 million is designated 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 \$275,824,596 for the fiscal year ended June 30, 2010 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 \$153,324,377. The current year rate of collections as of the end of the fiscal year was 98.07%, with collections for levies in previous years approximating 99%.

There was no increase in the General Fund or the Transit Fund tax rate for FY 2009-10, although the budget for FY 2011 was adopted with a ¼ cent tax decrease.

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

	<u>2010</u>	<u>2009</u>	<u>2008</u>	<u>2007</u>
General Fund	\$.6000	\$.6000	\$.6000	\$.5800
Transit Authority	_.0350	_.0350	_.0350	_.0350
Total Tax Rate	<u>\$.6350</u>	<u>\$.6350</u>	<u>\$.6350</u>	<u>\$.6150</u>

The local option sales tax collection amounted to \$35,673,454 as compared to the previous year's collection of \$37,410,417 a decrease of \$1,736,963 or 4.6% from last year as a result of continued slow economic growth in the region. 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 property tax policies of each of the municipalities within the County, compared to the total collected. Local option sales taxes represent approximately 12.9% of overall general government revenues in FY 2010.

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 is scheduled to decrease 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 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 \$52,735,531 as compared to previous year revenues of \$46,676,173, an increase of 13% from last year largely due to funding of workforce and transportation initiatives and other federal stimulus programs. State-shared and grant revenues are a major source of funding for municipal operations and services, with intergovernmental revenues comprising 19.1% of total general governmental revenues, as compared to 17% in the previous year.

Licenses and permits amounted to \$6,054,678 compared to previous year revenues of \$6,715,858 a decrease of 9.8% due to lower collection of building and other construction permit fees resulting from the downturn in economic conditions that have impacted the region since December 2007.

Fines and forfeitures amounted to \$968,660 as compared to the previous year's collection of \$1,136,282 a decrease of 14.8% over last year. The decrease is primarily due to less City code violation fees collected.

Charges for current services amounted to \$24,898,485 as compared to the previous year's revenue of \$26,261,928. The 5.2% decrease is primarily due to less revenue recorded for commercial solid waste collections due to declining economic factors, reduced building permit fees, lower than anticipated water system connection fees and capacity use fees and an approximate \$400,000 planned reduction in household hazardous waste disposal fees charged to citizens.

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 2009-10 was adopted at \$255,627,763 (excluding carry-forward encumbrances) and represents a decrease of 0.2% compared to the adopted FY 2008-09 budget. Encumbrances of \$1,876,538 were carried forward from FY 2009 commitments. Significant variances from the *original* and *final amended* budget follow:

- The General Fund budget decreased by only \$139,882 from original to final amended in FY 2010 due to a reduction of energy usage due to the installation of an energy infrastructure in 46 City buildings and four parking facilities. These significant savings allowed for increases in some service related areas such as Field Operations, Stormwater Street Maintenance and Parks and Recreation. No other significant variances were noted.

The net increases were funded from available beginning fund balance and current year revenues.

As of June 2010, the City had collected approximately \$246.5 million or 97.7% of its budgeted General Fund revenues and had incurred \$248 million or 95.8% of its budgeted expenditures. Significant differences between *actual results* and the *final amended* budget are highlighted below:

- Revenues decreased for local option sales taxes, beer and wine taxes and charges for service, primarily due to a slowing economy. Expenditures decreased due to significant reductions in spending in general government functions across the board in all departments in response to the current economic challenges particularly in Engineering and Park and Recreation departments.

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, 2010, amounts to \$1,071,695,632 (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 \$17,796,907(restated) or 1.7% over the prior year.

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

	Governmental		Business-Type		Total	
	Activities		Activities			
	2010	2009*	2010	2009*	2010	2009*
Land	\$ 71,737	\$ 69,667	\$ 30,432	\$ 30,432	\$ 102,169	\$ 100,099
Construction in Progress	12,764	5,733	26,597	21,245	39,361	26,978
Intangible Assets-Easements			18,415	17,094	18,415	17,094
Buildings	92,009	93,259	173,218	168,364	265,227	261,623
Land Improvements	10,298	9,704	6,130	6,457	16,428	16,161
Improvements Other Than Buildings	6	6	6,150	6,504	6,156	6,510
Furniture, Fixtures, and Equipment	34,456	38,941	6,715	7,689	41,171	46,630
Infrastructure	139,900	142,182	358,378	353,597	498,278	495,779
Intangible Assets	844	553	83,646	82,471	84,490	83,024
Total Capital Assets	\$ 362,014	\$ 360,045	\$ 709,681	\$ 693,853	\$ 1,071,695	\$ 1,053,898

*FY 2009 restated due to the implementation of GASB#51

This year's major capital asset additions included:

- Business Activities assets increased primarily due to building improvements at Townsend Water Treatment Plant which totaled \$3,867,032 and construction in progress for a fluidized bed incinerator at the Osborne Wastewater Treatment Plant which totaled \$5,116,185. Developers also donated more than \$3 million of water and sewer infrastructure lines.

Construction in progress for governmental-type and business-type capital assets totaled \$12,764,309 and \$26,596,809, respectively as of June 30, 2010. No major demolitions were recorded this year.

The City adopted the FY 2010-2016 Capital Improvements Program (CIP) totaling \$597,452,035 or a 24.9% decrease from the prior year plan amounts, due to delays in projects previously approved and the current economic climate. Funding for major improvements is allocated as follows:

Table C-2
CIP Expenditures – 5 Year Plan

<u>CIP Expenditure Category by Service Area</u>	<u>% of Total CIP</u>
Environmental Protection	50%
Transportation	34%
Culture and Recreation	7%
Economic and Community Development	7%
Public Safety	2%
	<u>100%</u>

Table C-3
CIP Funding Sources – 5 Year Plan

<u>CIP Funding Source</u>	<u>% of Total CIP</u>
Authorized Bonds	36%
Revenue Bonds	34%
Enterprise Funds	14%
Grants/Other	12%
Unauthorized Bonds	2%
Miscellaneous Sources	2%
	<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, 2010, the City had total bonded debt outstanding of \$446,245,000, with \$170,955,000 backed by the full faith, credit and taxing power of the City, \$264,465,000 backed by a revenue pledge of the Water Resources utility system and \$10,825,000 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)

	<u>Governmental</u>		<u>Business-Type</u>		<u>Total</u>	
	<u>Activities</u>		<u>Activities</u>			
	<u>2010</u>	<u>2009</u>	<u>2010</u>	<u>2009</u>	<u>2010</u>	<u>2009</u>
General Obligation Bonds	\$ 161,210	\$ 178,463	\$	\$ 82	\$ 161,210	\$ 178,545
General Obligation BANS	3,745		6,000		9,745	
Special Obligation Bonds			10,825	12,700	10,825	12,700
Revenue Bonds			264,465	272,935	264,465	272,935
Total	\$ 164,955	\$ 178,463	\$ 281,290	\$ 285,717	\$ 446,245	\$ 464,180

The City's total outstanding long-term liabilities increased by \$9.745 million during the current fiscal year due to the issuance of general obligation bond anticipation notes and scheduled debt service retirements were also noted for the City's outstanding bonds. The issuance of notes supports continued enhancements to the City's parks and recreation facilities, public transportation systems, neighborhood redevelopment, fire stations and aquatic center.

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 \$1,523,641,939. The City has \$220,255,000 in authorized, but unissued bonds at June 30, 2010 which includes \$149.5 million for Street Improvements, \$455 thousand for Public Transportation, \$22.73 million for Parks and Recreational Facilities and \$1 million for Housing Bonds, \$815 thousand for Neighborhood Development, \$13.955 million for Fire Stations, \$3.8 million for Library Facilities, \$8 million for Economic Development and \$20 million for Natural Science Center Bonds. Each referendum item was voted on separately. \$40 million in General Obligation bonds within the above purposes were subsequently issued in October 2010.

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. Unemployment decreased to 10.4% in July 2010 compared to 10.9% in July 2009; 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 declined 3.7% from the previous year compared to a 10.5% decline noted in FY 2009. We have noted gains in occupancy taxes, however, in each of the five months ending June 2010.

The City's adopted FY 2011 budget increased 0.44% to approximately \$423.8 million. Growth in the overall assessed base value of all real and personal property is projected at 1.0%, with actual growth of 0.7% noted in FY 2010. The FY 2011 budget was adopted with a property tax rate of \$.6325 cents per \$100 of assessed value and includes 3.5 cents and .5975 cents to fund transit and general government initiatives, respectively, a decrease of .25 cents from the prior year.

During the FY 2011 budget process, City Council suspended the Household Hazardous Waste Fee again for the second year for a period of one year, effective July 1, 2010. This fee reduction amounted to approximately \$400,000. Water and sewer rates were raised 6% for FY 2011, beginning July 1, 2010.

City Council has reaffirmed its intention to continue to maintain the undesignated fund balance of the General Fund at 9% of the 2011 fiscal year budget.

Budget Highlights for the Fiscal Year Ending June 30, 2011

Governmental Activities:

For FY 2011, City Council gave direction for the elimination of approximately 70 full-time equivalent positions. Four General Fund departments reduced a total of 55 positions with reductions also in Water Resources, Stormwater Management and Housing and Community Development Funds which resulted in a net reduction of 30. This budget includes 15 additional Fire Department positions for the opening of the Vandalia Fire Station and four positions for Gateway Gardens. Also, 15 positions serving with Guilford Metro 911 were transitioned from Guilford County to the City of Greensboro. This transition completes the consolidation of all former county 911 positions within the Guilford Metro 911 organization. There is no merit salary adjustments budgeted for employees for the second year, resulting in a budget reduction of approximately \$2.4 million. There is also minimal impact on overall City-wide service delivery budgeted for the organization.

Business-Type Activities:

The Water Resources budget decreased by \$1.2 million (1.3% compared to FY 2010) by optimizing pay-as-you-go capital improvement financing, decreasing purchased water supply, along with delaying future bond issues for capital improvement program. Water Resources implemented a 6% rate increase (average residential customer) in July 2010 to maintain appropriate debt service coverage while offsetting reductions in capacity use fees and connection fees. The FY 2011 budget is decreasing by approximately \$1.5 million (7.7%) for the Solid Waste Management enterprise, largely due to a reduction in debt service of \$1.1 million in two-thirds bonds that were anticipated to be sold in FY 2010 for landfill closure and postclosure care, but were postponed.

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, 2010**

<u>ASSETS</u>	<u>Primary Government</u>			
	<u>Governmental Activities</u>	<u>Business-Type Activities</u>	<u>Total</u>	<u>Component Units</u>
Cash and Cash Equivalents/Investments	\$ 138,530,290	\$ 54,781,146	\$ 193,311,436	\$ 5,547,050
Receivables, Net				
Taxes	6,252,903		6,252,903	793,456
Accounts, Notes and Mortgages	30,515,870	14,938,806	45,454,676	97,877
Assessments	67,868		67,868	
Intergovernmental	20,050,201	599,706	20,649,907	4,815,375
Interest	798,670	266,961	1,065,631	1,199,217
Real Estate Foreclosed	613,939		613,939	
Internal Balances	(7,545,369)	7,545,369		
Due from Component Unit	607,601		607,601	
Inventories	1,769,791	3,850,572	5,620,363	3,244,883
Miscellaneous	322,318	4,587,530	4,909,848	170,206
Assets Held for Resale	5,407,009		5,407,009	316,190
Self-Funded Retention Deposits	15,817,491		15,817,491	
Deferred Charges	836,988		836,988	
Long-Term Note Receivable				13,177,344
Restricted Assets:				
Temporarily Restricted:				
Cash and Cash Equivalents/Investments	33,503,852	64,766,375	98,270,227	
Receivables, (Net):				
Accounts, Notes and Mortgages	189,533		189,533	
Assessments		327,667	327,667	
Intergovernmental		464,502	464,502	1,892,028
Interest		95,057	95,057	
Miscellaneous		3,909,580	3,909,580	
Permanently Restricted:				
Cash and Cash Equivalents/Investments	2,152,191		2,152,191	
Net Pension Asset	4,155,772		4,155,772	
Net Other Postemployment Benefits Asset	164,502	32,739	197,241	797
Deferred Outflow for Derivative Instrument	1,144,496	3,834,457	4,978,953	
Capital Assets, Net				
Non-Depreciable:				
Land	71,737,359	30,432,316	102,169,675	3,378,047
Construction in Progress	12,764,309	26,596,809	39,361,118	1,996,512
Intangible Assets - Easements		18,415,395	18,415,395	
Depreciable:				
Land Improvements	22,445,279	19,994,586	42,439,865	2,022
Accumulated Depreciation	(12,147,464)	(13,864,303)	(26,011,767)	(1,112)
Buildings	145,440,335	266,992,624	412,432,959	23,228,025
Accumulated Depreciation	(53,431,875)	(93,775,072)	(147,206,947)	(4,662,887)
Improvements Other than Buildings	11,108	9,923,962	9,935,070	252,311
Accumulated Depreciation	(5,019)	(3,774,321)	(3,779,340)	(217,516)
Furniture, Fixtures, Machinery and Equipment	129,636,654	28,459,282	158,095,936	20,283,257
Accumulated Depreciation	(95,180,799)	(21,743,789)	(116,924,588)	(8,265,147)
Infrastructure	248,395,145	577,545,826	825,940,971	
Accumulated Depreciation	(108,494,748)	(219,168,027)	(327,662,775)	
Intangible Assets	9,102,942	87,437,779	96,540,721	135
Accumulated Amortization	(8,258,951)	(3,791,710)	(12,050,661)	(135)
Total Assets	617,370,191	869,681,824	1,487,052,015	67,247,935

LIABILITIES	Primary Government			Component Units
	Governmental Activities	Business-Type Activities	Total	
Accounts Payable	\$ 9,299,002	\$ 3,028,492	\$ 12,327,494	\$ 2,020,779
Contracts/Retainage Payable	1,493,333	1,528,897	3,022,230	1,087,493
Notes Payable				62,850
Intergovernmental Payable	4,728,963	625,226	5,354,189	179
Pollution Remediation Payable	110,553	1,675,843	1,786,396	
Accrued Interest Payable	1,447,419	68,481	1,515,900	
Accrued Landfill Liability		500,000	500,000	
Due to Primary Government				607,601
Miscellaneous	82,522	16,967	99,489	55,718
Liabilities Payable from Restricted Assets:				
Accounts Payable	1,336		1,336	14,877
Contracts/Retainage Payable	2,715,000		2,715,000	325,908
Miscellaneous	885,570		885,570	
Noncurrent Liabilities:				
Due Within One Year:				
General Obligation Bonds Payable	19,658,405		19,658,405	
General Obligation BANS Payable	3,745,000	6,000,000	9,745,000	
Lease Purchase and Other Financing Agreements Payable	4,840,081	378,169	5,218,250	
Revenue Bonds Payable		10,214,403	10,214,403	
Special Obligation Bonds Payable		1,945,000	1,945,000	
Certificates of Participation Payable	2,870,000		2,870,000	
Federal Loan Obligation		254,403	254,403	
Interest Payable		1,070,368	1,070,368	
Customer Deposits Payable	179,929	2,435,178	2,615,107	2,250
Compensated Absences	7,319,015	1,632,937	8,951,952	38,963
Due in More Than One Year:				
Payable from Restricted Assets:				
Accounts Payable		32,924	32,924	
Contracts/Retainage Payable		5,756,488	5,756,488	
Intergovernmental Payable		1,424	1,424	
Derivative Instrument Liability	1,144,496	3,834,457	4,978,953	
General Obligation Bonds Payable	141,551,595		141,551,595	
Lease Purchase and Other Financing Agreements Payable	19,898,135	6,007,936	25,906,071	
Revenue Bonds Payable		254,250,596	254,250,596	
Special Obligation Bonds Payable		8,880,000	8,880,000	
Certificates of Participation Payable	8,405,000		8,405,000	
Premium on Debt	4,435,223	8,510,178	12,945,401	
Federal Loan Obligation		1,272,018	1,272,018	
Notes Payable				814,478
Compensated Absences	4,076,412	488,797	4,565,209	16,013
Accrued Landfill Liability		21,659,625	21,659,625	
Unearned Revenues	8,424,055	526,903	8,950,958	122,263
Miscellaneous				173,102
Total Liabilities	247,311,044	342,595,710	589,906,754	5,342,474
NET ASSETS				
Invested in Capital Assets, Net of Related Debt	195,433,730	441,825,003	637,258,733	36,137,300
Restricted for:				
Highway Improvements	153,040		153,040	
Transportation				1,551,243
Culture and Recreation	555,522		555,522	
Capital Projects		29,922,858	29,922,858	
Community Development	4,653,183		4,653,183	115,488
Public Safety	204,049		204,049	
Engineering and Building Maintenance	12,370		12,370	
Workforce Training	62,987		62,987	
Self-Funded Retention Deposits	15,817,491		15,817,491	
Perpetual Care:				
Permanent	2,152,191		2,152,191	
Unrestricted	151,014,584	55,338,253	206,352,837	24,101,430
Total Net Assets	\$ 370,059,147	\$ 527,086,114	\$ 897,145,261	\$ 61,905,461

**City of Greensboro
Statement of Activities
For the Fiscal Year Ended June 30, 2010**

<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	\$ 27,231,281	\$ 8,168,892	\$ 14,019	\$ 15,853
Public Safety	115,548,081	9,726,921	4,854,659	375,915
Transportation	9,631,320	804,257	1,692,944	2,662,283
Engineering and Building Maintenance	20,512,818	2,909,682		
Field Operations	35,481,049	7,554,180	6,569,694	
Environmental Services	887,370	55,629	143,866	
Culture and Recreation	33,898,349	4,483,902	2,640,362	947,621
Community Development & Housing	11,136,694		474,770	6,369,261
Economic Opportunity	5,838,078		5,112,261	
Interest, Fees on Long-Term Debt	7,055,137			
Total Governmental Activities	<u>267,220,177</u>	<u>33,703,463</u>	<u>21,502,575</u>	<u>10,370,933</u>
Business-Type Activities:				
Water Operations	34,439,616	42,471,612		1,649,712
Sewer Operations	38,116,445	44,459,293		1,649,712
Stormwater Management	8,500,088	9,261,022		2,392
War Memorial Coliseum	15,972,753	11,092,666		
Solid Waste Management	17,495,893	12,938,822		
Parking Facilities	1,721,333	2,037,980		
Total Business-Type Activities	<u>116,246,128</u>	<u>122,261,395</u>		<u>3,301,816</u>
Total Primary Government	<u>\$ 383,466,305</u>	<u>\$ 155,964,858</u>	<u>\$ 21,502,575</u>	<u>\$ 13,672,749</u>
Component Units:				
Greensboro Housing Dev. Partnership	\$ 76,996	\$ 76,996		
Greensboro Transit Authority	21,293,604	2,094,280	1,153,510	12,174,321
Greensboro ABC Board	24,930,527	25,677,522		
Total Component Units	<u>\$ 46,301,127</u>	<u>\$ 27,848,798</u>	<u>\$ 1,153,510</u>	<u>\$ 12,174,321</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	
\$ (19,032,517)	\$	\$ (19,032,517)	\$
(100,590,586)		(100,590,586)	
(4,471,836)		(4,471,836)	
(17,603,136)		(17,603,136)	
(21,357,175)		(21,357,175)	
(687,875)		(687,875)	
(25,826,464)		(25,826,464)	
(4,292,663)		(4,292,663)	
(725,817)		(725,817)	
(7,055,137)		(7,055,137)	
<u>(201,643,206)</u>		<u>(201,643,206)</u>	
	9,681,708	9,681,708	
	7,992,560	7,992,560	
	763,326	763,326	
	(4,880,087)	(4,880,087)	
	(4,557,071)	(4,557,071)	
	316,647	316,647	
	<u>9,317,083</u>	<u>9,317,083</u>	
<u>(201,643,206)</u>	<u>9,317,083</u>	<u>(192,326,123)</u>	
			(5,871,493)
			746,995
			<u>(5,124,498)</u>
146,133,091		146,133,091	8,565,264
35,673,454		35,673,454	
200,669		200,669	
			1,148,208
2,658,362		2,658,362	
8,493,396		8,493,396	
1,956,362		1,956,362	
8,105,412		8,105,412	
1,180,020		1,180,020	
376,418		376,418	
102,283		102,283	
2,541,608		2,541,608	
165,718		165,718	
4,091,457	2,095,895	6,187,352	1,293,800
1,104,183	1,595,969	2,700,152	
212,782,433	3,691,864	216,474,297	11,007,272
(8,185,989)	8,185,989		
<u>204,596,444</u>	<u>11,877,853</u>	<u>216,474,297</u>	<u>11,007,272</u>
<u>2,953,238</u>	<u>21,194,936</u>	<u>24,148,174</u>	<u>5,882,774</u>
366,946,688	505,687,348	872,634,036	56,022,687
159,221	203,830	363,051	
<u>367,105,909</u>	<u>505,891,178</u>	<u>872,997,087</u>	<u>56,022,687</u>
<u>\$ 370,059,147</u>	<u>\$ 527,086,114</u>	<u>\$ 897,145,261</u>	<u>\$ 61,905,461</u>

BALANCE SHEET

Governmental Funds

June 30, 2010

ASSETS	(1)			
	GENERAL	DEBT. SERVICE	OTHER GOVERNMENTAL FUNDS	TOTAL GOVERNMENTAL FUNDS
Cash and Cash Equivalents/Investments	\$ 42,440,041	\$ 10,730,544	\$ 12,710,518	\$ 65,881,103
Receivables:				
Taxes	6,241,523		11,380	6,252,903
Accounts, Notes and Mortgages	4,178,170		26,337,700	30,515,870
Assessments	21,676		46,192	67,868
Intergovernmental	16,736,434	182,312	2,592,039	19,510,785
Real Estate Foreclosed	613,939			613,939
Internal Receivables	571,000		659,000	1,230,000
Due from Component Unit	607,601			607,601
Inventories	1,057,657			1,057,657
Miscellaneous	216,798			216,798
Assets Held for Resale			3,212,764	3,212,764
Restricted Assets:				
Cash and Cash Equivalents/Investments	885,570		35,266,165	36,151,735
Receivables:				
Accounts, Notes and Mortgages			189,533	189,533
Total Assets	<u>\$ 73,570,409</u>	<u>\$ 10,912,856</u>	<u>\$ 81,025,291</u>	<u>\$ 165,508,556</u>
LIABILITIES AND FUND BALANCES				
Liabilities:				
Accounts Payable	\$ 1,137,987	\$	\$ 271,353	\$ 1,409,340
Contracts/Retainage Payable	475,314		1,017,969	1,493,283
Intergovernmental Payable	2,840,986			2,840,986
Customer Deposits Payable	166,830			166,830
Internal Payable			1,230,000	1,230,000
Deferred Revenues	11,269,248		27,653,248	38,922,496
Miscellaneous			82,522	82,522
Liabilities Payable From Restricted Assets:				
Accounts Payable			1,336	1,336
Contracts/Retainage Payable			2,715,000	2,715,000
Deferred Revenues			178,983	178,983
Miscellaneous	885,570			885,570
Total Liabilities	<u>16,775,935</u>		<u>33,150,411</u>	<u>49,926,346</u>
Fund Balances:				
Reserved by State Statute	20,204,262	182,312	4,595,733	24,982,307
Reserved for Encumbrances	2,431,649	3,200	286,946	2,721,795
Reserved for Inventories	1,057,657			1,057,657
Reserved for Assets Held for Resale			3,212,764	3,212,764
Reserved for Capital Projects	3,557,413			3,557,413
Reserved for Perpetual Care			2,152,191	2,152,191
Total Reserved Fund Balance	<u>27,250,981</u>	<u>185,512</u>	<u>10,247,634</u>	<u>37,684,127</u>
Unreserved, Reported In:				
Designated for Subsequent Year's Expenditures:				
General Fund	4,949,820			4,949,820
Special Revenue Funds			1,965,552	1,965,552
Debt Service Fund		8,731,150		8,731,150
Total Unreserved-Subsequent Year's Expenditures	<u>4,949,820</u>	<u>8,731,150</u>	<u>1,965,552</u>	<u>15,646,522</u>
Designated for Debt Service:				
Debt Service Fund		1,996,194		1,996,194
Designated for Specific Purposes:				
General Fund - Household Hazardous Waste Program	1,648,497			1,648,497
Special Revenue Funds - Capital Projects/ Equipment			3,442,377	3,442,377
Capital Projects Funds - Capital Outlay			31,504,597	31,504,597
Total Unreserved-Specific Purposes	<u>1,648,497</u>		<u>34,946,974</u>	<u>36,595,471</u>
Undesignated:				
General Fund	22,945,176			22,945,176
Special Revenue Funds			714,720	714,720
Total Unreserved-Undesignated	<u>22,945,176</u>		<u>714,720</u>	<u>23,659,896</u>
Total Fund Balances	<u>56,794,474</u>	<u>10,912,856</u>	<u>47,874,880</u>	<u>115,582,210</u>
Total Liabilities and Fund Balances	<u>\$ 73,570,409</u>	<u>\$ 10,912,856</u>	<u>\$ 81,025,291</u>	<u>\$ 165,508,556</u>

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

City of Greensboro
Reconciliation of the Balance Sheet of Governmental Funds
To the Statement of Net Assets
June 30, 2010

Total fund balances - governmental funds	\$ 115,582,210
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.	329,250,559
Other long-term assets are not available to pay for current-period expenditures and, therefore, are deferred in the funds.	30,677,424
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.	87,737,195
Long-term liabilities including bonds payable, are not due and payable in the current period and therefore are not reported in the funds.	(198,036,487)
Miscellaneous adjustments to net assets include investment income receivable and pension assets not reported in the governmental funds.	<u>4,848,246</u>
Net assets of governmental activities	<u><u>\$ 370,059,147</u></u>

STATEMENT OF REVENUES, EXPENDITURES AND CHANGES IN FUND BALANCES

Governmental Funds

For the Fiscal Year Ended June 30, 2010

	GENERAL	DEBT SERVICE	OTHER GOVERNMENTAL FUNDS	TOTAL GOVERNMENTAL FUNDS
Revenues:				
Taxes	\$ 180,837,145	\$	\$ 3,387,555	\$ 184,224,700
Assessments			152,466	152,466
Intergovernmental	33,161,637	102,283	19,471,611	52,735,531
Licenses and Permits	6,054,678			6,054,678
Fines and Forfeitures	968,660			968,660
Charges for Current Services	20,838,266		4,060,219	24,898,485
Investment Income		2,259,202	351,344	2,610,546
Miscellaneous	2,130,096	268,031	1,781,403	4,179,530
Total Revenues	<u>243,990,482</u>	<u>2,629,516</u>	<u>29,204,598</u>	<u>275,824,596</u>
Expenditures:				
Current:				
General Government	22,843,346		869,693	23,713,039
Public Safety	106,116,379		11,104,805	117,221,184
Transportation	8,428,840		4,485,719	12,914,559
Engineering and Building Maintenance	13,610,677		6,330,422	19,941,099
Field Operations	35,297,044		177,627	35,474,671
Environmental Services	893,909			893,909
Culture and Recreation	27,432,715		11,674,419	39,107,134
Community Development and Housing	317,000		10,962,526	11,279,526
Economic Opportunity	726,641		5,225,610	5,952,251
Intergovernmental	1,700,955			1,700,955
Debt Service:				
Principal Retirement		16,969,424	2,690,000	19,659,424
Interest, Fees on Long-Term Debt		6,274,249	201,449	6,475,698
Total Expenditures	<u>217,367,506</u>	<u>23,243,673</u>	<u>53,722,270</u>	<u>294,333,449</u>
Excess of Revenues Over (Under)				
Expenditures	<u>26,622,976</u>	<u>(20,614,157)</u>	<u>(24,517,672)</u>	<u>(18,508,853)</u>
Other Financing Sources (Uses):				
Debt Issuances:				
General Obligation Bonds/BANs Issued			3,745,000	3,745,000
Premium on Debt			900	900
Transfers In	2,496,310	16,691,700	7,962,798	27,150,808
Transfers Out	<u>(30,669,254)</u>	<u>(96,844)</u>	<u>(2,771,515)</u>	<u>(33,537,613)</u>
Total Other Financing Sources (Uses)	<u>(28,172,944)</u>	<u>16,594,856</u>	<u>8,937,183</u>	<u>(2,640,905)</u>
Net Change in Fund Balances	(1,549,968)	(4,019,301)	(15,580,489)	(21,149,758)
Fund Balances - July 1	<u>58,344,442</u>	<u>14,932,157</u>	<u>63,455,369</u>	<u>136,731,968</u>
Fund Balances - June 30	<u>\$ 56,794,474</u>	<u>\$ 10,912,856</u>	<u>\$ 47,874,880</u>	<u>\$ 115,582,210</u>

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, 2010

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

Net change in fund balances----total governmental funds.	\$ (21,149,758)
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.	6,855,072
Revenues in the statement of activities that do not provide current financial resources are not reported as revenues in the funds.	2,690,141
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.	17,529,143
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.	(505,285)
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.	568,888
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>(3,034,963)</u>
Change in net assets of governmental activities	<u><u>\$ 2,953,238</u></u>

General Fund

Statement of Revenues, Expenditures and Changes in Fund Balance - Budget and Actual
For the Fiscal Year Ended June 30, 2010

	<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	\$ 144,304,000	\$ 144,304,000	\$ 142,709,477	\$ (1,594,523)
Ad Valorem Taxes-Prior Year	1,290,800	1,290,800	1,768,037	477,237
Penalties and Interest	455,000	455,000	604,188	149,188
Local Option Sales Tax	38,047,010	38,047,010	35,554,774	(2,492,236)
Vehicle Gross Receipts Tax	327,000	327,000	200,669	(126,331)
Total Taxes	<u>184,423,810</u>	<u>184,423,810</u>	<u>180,837,145</u>	<u>(3,586,665)</u>
Intergovernmental:				
State Grants:				
Powell Bill	6,700,000	6,700,000	6,708,735	8,735
Libraries	297,303	297,303	306,713	9,410
State-Shared:				
Utility Taxes:				
Electric Franchise Tax	8,025,277	8,025,277	8,493,396	468,119
Piped Natural Gas Excise Tax	1,996,911	1,996,911	1,956,362	(40,549)
PEG Channel Support	61,000	61,000	60,748	(252)
Telecommunications Sales Tax	5,322,380	5,322,380	4,795,995	(526,385)
Video Programming/Telecommunications				
Service Sales Tax	3,349,275	3,349,275	3,248,669	(100,606)
Beer and Wine Tax	1,201,408	400,468	376,418	(24,050)
State Reimbursements/Other:				
Sales Tax Hold Harmless Payment	863,000	1,180,020	1,180,020	
Court Fees	132,100	132,100	111,829	(20,271)
Payment In Lieu of Taxes	308,575	308,575	308,584	9
Local Grants:				
PEG Channel Support			14,019	14,019
Parks and Recreation	2,500	2,500		(2,500)
Libraries	1,783,300	1,783,300	1,782,465	(835)
School Resource Officer Programs	1,097,910	1,155,555	1,132,209	(23,346)
Environmental Programs	70,000	70,000	143,867	73,867
ABC Board Profit Distribution	2,909,800	2,909,800	2,541,608	(368,192)
Total Intergovernmental	<u>34,120,739</u>	<u>33,694,464</u>	<u>33,161,637</u>	<u>(532,827)</u>
Licenses and Permits:				
Privilege Licenses:				
Privilege Licenses-Current Year	3,220,000	3,220,000	3,016,444	(203,556)
Penalties on Privilege Licenses	62,000	62,000	58,256	(3,744)
Privilege Licenses-Prior Years	32,000	32,000	32,491	491
Penalties on Prior Years' Licenses	7,500	7,500	9,039	1,539
Motor Vehicle Licenses	715,000	715,000	641,627	(73,373)
Cable TV Access Licenses			249,853	249,853
Other Licenses and Permits	439,000	439,000	423,581	(15,419)
Construction Permits:				
Building Permits	819,060	819,060	620,085	(198,975)
Electrical Permits	482,000	482,000	345,174	(136,826)
Plumbing Permits	333,000	333,000	227,321	(105,679)
Mechanical Permits	440,000	440,000	430,807	(9,193)
Total Licenses and Permits	<u>6,549,560</u>	<u>6,549,560</u>	<u>6,054,678</u>	<u>(494,882)</u>

General Fund

Statement of Revenues, Expenditures and Changes in Fund Balance - Budget and Actual
For the Fiscal Year Ended June 30, 2010

	<u>Original Budget</u>	<u>Final Budget</u>	<u>Actual</u>	<u>Variance with Final Budget- Positive (Negative)</u>
Fines and Forfeitures:				
Parking Violations	\$ 600,000	\$ 600,000	\$ 546,498	\$ (53,502)
Library Fines	185,600	185,600	189,506	3,906
City Code Violations	65,000	65,000	85,830	20,830
False Burglar Alarm Fines	195,000	195,000	146,826	(48,174)
Total Fines and Forfeitures	<u>1,045,600</u>	<u>1,045,600</u>	<u>968,660</u>	<u>(76,940)</u>
Charges for Current Services:				
Planning:				
Preliminary Plan Reviews	130,000	130,000	54,520	(75,480)
Final Plats/Declarations	13,000	13,000	4,640	(8,360)
Rezoning Applications	65,000	65,000	29,500	(35,500)
Other Planning Fees	7,000	7,000	10,865	3,865
Police Department:				
Police Department Services	31,500	31,500	31,271	(229)
Tow-In Services	40,000	40,000	32,561	(7,439)
Off-Duty Employment	2,325,000	2,325,000	1,895,372	(429,628)
Contracted Services	538,400	538,400	935,333	396,933
Fire Department:				
Hazardous Material Fees	20,000	20,000	10,418	(9,582)
Fire Department Plan Reviews	50,000	50,000	53,552	3,552
Fire Code Reinspections	38,000	38,000	27,735	(10,265)
Miscellaneous Permits	109,450	109,450	109,480	30
Rental and Lease			15,320	15,320
Inspections:				
Fire Code Reinspections	10,605	10,605	165	(10,440)
Vacant Lot Cleaning Fees	102,010	102,010	156,455	54,445
Junked Auto Fees	26,260	26,260	22,657	(3,603)
Boarding Vacant Houses	17,170	17,170	24,033	6,863
Transportation:				
State Highway System:				
Signals, Signs and Lights	499,205	499,205	446,072	(53,133)
Ridesharing Revenue	125,000	125,000	74,326	(50,674)
Monthly Parking Fees	12,000	12,000	12,452	452
Field Operations:				
Maintenance Service-Local Agencies	23,200	23,200	20,787	(2,413)
State Highway System:				
Highway Maintenance	240,000	240,000	482,918	242,918
Mowing Services	75,000	75,000	86,216	11,216
Waste/Trash Collection	6,857,000	6,857,000	5,990,550	(866,450)
ABC Recycling Fees	58,000	58,000	65,130	7,130
Engineering and Building Maintenance:				
Plan Review/Water and Sewer/Roadways	250,000	250,000	79,146	(170,854)
Rental and Lease	379,100	379,100	403,604	24,504
Environmental Services:				
Hazardous Waste Disposal Fees			124	124
Parks and Recreation:				
Maintenance Service-Local Agencies	47,780	47,780	47,780	
Admissions and Charges	2,393,755	2,393,755	2,367,266	(26,489)
Rental and Lease	500,935	500,935	532,146	31,211
Catering Services	62,500	62,500	27,840	(34,660)

General Fund

Statement of Revenues, Expenditures and Changes in Fund Balance - Budget and Actual
For the Fiscal Year Ended June 30, 2010

	<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	\$ 260,950	\$ 260,950	\$ 263,910	\$ 2,960
Concessions-Alcoholic Beverages	11,300	11,300	7,871	(3,429)
Fishing, Hunting and Boating Fees	36,300	36,300	39,507	3,207
Guilford County:				
Bur-Mil Reimbursement	439,297	439,297	473,178	33,881
Hagan Stone Reimbursement	168,000	168,000	141,105	(26,895)
Other Parks and Recreation Revenue	146,115	146,115	98,120	(47,995)
Library Fees	17,300	17,300	16,763	(537)
Interdepartmental Charges:				
Administrative Charges	4,204,165	4,204,165	3,768,005	(436,160)
Engineering Services	1,370,000	1,370,000	1,453,000	83,000
Rents	<u>546,375</u>	<u>546,375</u>	<u>526,573</u>	<u>(19,802)</u>
Total Charges for Current Services	<u>22,246,672</u>	<u>22,246,672</u>	<u>20,838,266</u>	<u>(1,408,406)</u>
Miscellaneous:				
Sale of Assets	318,400	318,400	351,143	32,743
Miscellaneous Receivables Revenue	44,500	44,500	5,766	(38,734)
Assessments			3,922	3,922
Donations and Private Contributions	120,000	161,037	105,282	(55,755)
Contracted Construction Projects	652,984	667,284	755,407	88,123
Service Charges	4,450	4,450	4,082	(368)
Other Revenue	<u>742,950</u>	<u>742,950</u>	<u>904,494</u>	<u>161,544</u>
Total Miscellaneous	<u>1,883,284</u>	<u>1,938,621</u>	<u>2,130,096</u>	<u>191,475</u>
Appropriated Fund Balance	<u>6,051,226</u>	<u>6,545,146</u>		<u>(6,545,146)</u>
Total Revenues	<u>256,320,891</u>	<u>256,443,873</u>	<u>243,990,482</u>	<u>(12,453,391)</u>

General Fund

Statement of Revenues, Expenditures and Changes in Fund Balance - Budget and Actual
For the Fiscal Year Ended June 30, 2010

	<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	\$ 222,165	\$ 222,165	\$ 243,865	\$ (21,700)
Clerk of Governing Body	345,217	345,217	321,163	24,054
Elections	360,000	384,265	384,265	
Total Legislative	<u>927,382</u>	<u>951,647</u>	<u>949,293</u>	<u>2,354</u>
Executive:				
City Manager	1,278,555	1,368,555	1,327,853	40,702
Internal Audit	386,199	386,199	358,141	28,058
Minority and Women's Business Enterprises	251,314	251,314	292,043	(40,729)
Total Executive	<u>1,916,068</u>	<u>2,006,068</u>	<u>1,978,037</u>	<u>28,031</u>
Public Affairs	<u>2,127,145</u>	<u>2,100,061</u>	<u>1,812,319</u>	<u>287,742</u>
Human Relations	<u>521,025</u>	<u>535,325</u>	<u>508,216</u>	<u>27,109</u>
Human Resources:				
Administration	912,961	923,818	790,024	133,794
Employment	514,683	530,910	495,673	35,237
HRIS/Compensation/Compliance	167,352	150,832	140,348	10,484
Benefits	291,419	307,939	272,589	35,350
Employee Safety and Health	133,766	133,766	126,255	7,511
Learning & Development	701,242	701,242	525,632	175,610
Total Human Resources	<u>2,721,423</u>	<u>2,748,507</u>	<u>2,350,521</u>	<u>397,986</u>
Budget and Evaluation	<u>697,565</u>	<u>697,565</u>	<u>693,857</u>	<u>3,708</u>
Planning	<u>2,110,288</u>	<u>2,110,288</u>	<u>1,953,175</u>	<u>157,113</u>
Finance:				
Administration	725,134	725,134	624,042	101,092
Accounting	512,145	512,145	487,630	24,515
Purchasing and Supply	511,156	511,156	440,822	70,334
Collections	1,533,671	1,533,671	1,332,270	201,401
Treasury Management	587,165	587,165	566,896	20,269
Financial Reporting	328,946	328,946	302,973	25,973
Total Finance	<u>4,198,217</u>	<u>4,198,217</u>	<u>3,754,633</u>	<u>443,584</u>
Legal	<u>1,117,949</u>	<u>1,117,949</u>	<u>1,040,281</u>	<u>77,668</u>
Information Technology:				
Administration	443,203	443,203	417,762	25,441
Application Services	265,657	265,657	240,872	24,785
IT-Public Safety	3,008,812	2,999,349	3,092,014	(92,665)
Total Information Technology	<u>3,717,672</u>	<u>3,708,209</u>	<u>3,750,648</u>	<u>(42,439)</u>
Enterprise Solutions:				
Enterprise Services	614,247	614,247	631,631	(17,384)
Geographic Information Services	619,998	619,998	572,346	47,652
Application Services	2,141,233	2,141,233	1,995,084	146,149
Total Enterprise Solutions	<u>3,375,478</u>	<u>3,375,478</u>	<u>3,199,061</u>	<u>176,417</u>

General Fund

Statement of Revenues, Expenditures and Changes in Fund Balance - Budget and Actual
For the Fiscal Year Ended June 30, 2010

	<u>Original Budget</u>	<u>Final Budget</u>	<u>Actual</u>	<u>Variance with Final Budget- Positive (Negative)</u>
Other General Government:				
NC Metropolitan Coalition	\$ 12,000	\$ 12,000	\$ 12,980	\$ (980)
Nondepartmental	997,610	921,968	840,325	81,643
Total Other General Government	<u>1,009,610</u>	<u>933,968</u>	<u>853,305</u>	<u>80,663</u>
Total General Government	<u>24,439,822</u>	<u>24,483,282</u>	<u>22,843,346</u>	<u>1,639,936</u>
Public Safety:				
Police:				
Administration	2,753,829	2,758,829	2,775,117	(16,288)
Resource Management	11,865,639	11,766,393	11,180,032	586,361
Field Operations	27,732,082	27,619,846	26,029,760	1,590,086
Criminal Investigations	6,157,868	6,173,868	6,429,039	(255,171)
Special Operations	2,272,668	2,322,359	2,708,339	(385,980)
Investigative Support	5,766,711	5,768,216	5,753,756	14,460
Vice/Narcotics	2,607,012	2,607,012	2,705,678	(98,666)
Professional Standards	508,212	508,212	562,039	(53,827)
Organizational Development	925,154	925,154	3,020,938	(2,095,784)
Information and Technology	1,609,947	1,609,947	1,411,810	198,137
Total Police	<u>62,199,122</u>	<u>62,059,836</u>	<u>62,576,508</u>	<u>(516,672)</u>
Fire:				
Administration	3,932,823	3,912,823	3,944,377	(31,554)
Training	915,430	935,430	955,272	(19,842)
Fire Prevention	1,539,968	1,539,968	1,523,865	16,103
Emergency Services	28,248,639	28,273,664	27,970,698	302,966
Regulatory/Fleet Repair Service	4,728,393	4,703,368	4,611,928	91,440
Stations and Buildings	274,534	624,913	589,638	35,275
Total Fire	<u>39,639,787</u>	<u>39,990,166</u>	<u>39,595,778</u>	<u>394,388</u>
Inspections:				
Building Inspections	3,314,758	3,314,758	2,933,614	381,144
Local Ordinance Enforcement	1,268,597	1,168,597	1,010,479	158,118
Total Inspections	<u>4,583,355</u>	<u>4,483,355</u>	<u>3,944,093</u>	<u>539,262</u>
Total Public Safety	<u>106,422,264</u>	<u>106,533,357</u>	<u>106,116,379</u>	<u>416,978</u>
Transportation:				
Administration	1,353,285	1,559,184	1,339,301	219,883
Traffic Operations	4,045,303	4,045,303	3,131,351	913,952
Traffic Engineering	3,800,570	3,800,570	3,632,690	167,880
Transportation Planning	339,767	339,767	325,498	14,269
Total Transportation	<u>9,538,925</u>	<u>9,744,824</u>	<u>8,428,840</u>	<u>1,315,984</u>

General Fund

Statement of Revenues, Expenditures and Changes in Fund Balance - Budget and Actual
For the Fiscal Year Ended June 30, 2010

	<u>Original Budget</u>	<u>Final Budget</u>	<u>Actual</u>	<u>Variance with Final Budget- Positive (Negative)</u>
Engineering and Building Maintenance:				
Administration	\$ 803,602	\$ 803,602	\$ 777,920	\$ 25,682
Engineering	4,719,266	4,710,766	4,189,093	521,673
Business and Technology	727,789	720,513	632,518	87,995
Facilities Engineering	558,372	513,342	492,534	20,808
Central City Maintenance	2,903,228	3,755,769	3,165,649	590,120
Building Maintenance	3,510,799	4,518,058	3,870,525	647,533
Energy	3,018,226	443,639	388,469	55,170
Franchise Administration	155,783	155,783	93,408	62,375
Streets and Structures	13,523	13,523	561	12,962
Total Engineering and Building Maintenance	<u>16,410,588</u>	<u>15,634,995</u>	<u>13,610,677</u>	<u>2,024,318</u>
Field Operations:				
Administration	3,672,272	3,672,272	3,238,299	433,973
Materials Recovery Facility	986,391	982,608	747,122	235,486
Stormwater Utility Fee	2,192,335	2,192,335	2,192,855	(520)
Solid Waste Collections	20,390,217	19,306,217	18,673,749	632,468
Streets - Stormwater Maintenance	5,484,723	5,785,723	5,343,171	442,552
Right of Way Maintenance	4,539,673	5,322,673	5,101,848	220,825
Total Field Operations	<u>37,265,611</u>	<u>37,261,828</u>	<u>35,297,044</u>	<u>1,964,784</u>
Environmental Services	<u>1,031,882</u>	<u>1,031,882</u>	<u>893,909</u>	<u>137,973</u>
Culture and Recreation:				
Parks and Recreation:				
Administration	1,980,090	1,937,820	1,757,110	180,710
Planning	172,871	172,871	143,006	29,865
Bryan Park Operations	870,611	856,111	693,183	162,928
Gillespie Golf Course	495,096	550,139	523,898	26,241
Greensboro Sportsplex	984,298	1,100,687	1,007,734	92,953
City Arts	774,644	781,308	761,937	19,371
Program and Community Services	1,021,128	1,021,973	995,640	26,333
Neighborhood Playgrounds and Centers	2,282,184	2,647,735	2,534,922	112,813
Swimming Pools	564,627	660,027	591,025	69,002
Memorial Stadium	413,827	335,417	343,446	(8,029)
Hagan Stone Park	424,736	424,736	392,950	31,786
Hester Park	306,172	300,272	274,337	25,935
Country Park	368,174	367,955	368,229	(274)
Jaycee Park	223,720	219,720	211,351	8,369
Athletics	738,129	738,129	653,977	84,152
Turf/Athletic Field Maintenance	1,429,347	1,406,838	1,363,378	43,460
Regional Parks	136,518	136,518	138,281	(1,763)
Bur-Mil Club	1,062,527	1,062,527	1,004,720	57,807
Lake Wardens	608,782	614,182	500,538	113,644
Barber Park	436,028	435,912	350,615	85,297
Equipment Maintenance	149,508	149,508	127,812	21,696
Development and Maintenance	1,050,046	1,001,140	898,763	102,377
Landscape and Beautification	1,225,603	1,235,950	1,140,109	95,841
Tannenbaum Park	15,636	22,036	22,622	(586)
Carolyn Allen Park	535,281	510,281	525,956	(15,675)
Price Park	2,040	2,040	1,858	182
David Caldwell Historic Park	112,234			
Keeley Park Operations	8,605	59,386	57,569	1,817
Trails and Greenways	284,568	284,568	307,817	(23,249)
Hilltop Road Park		1,250	612	638

General Fund

Statement of Revenues, Expenditures and Changes in Fund Balance - Budget and Actual
For the Fiscal Year Ended June 30, 2010

	<u>Original Budget</u>	<u>Final Budget</u>	<u>Actual</u>	<u>Variance with Final Budget- Positive (Negative)</u>
Culture and Recreation (Continued):				
Tennis	\$ 127,193	\$ 127,422	\$ 126,711	\$ 711
Simkins Indoor Sports Pavilion	133,838	161,254	158,524	2,730
Senior Programs			535	(535)
Youth First			759	(759)
Total Parks and Recreation	<u>18,938,061</u>	<u>19,325,712</u>	<u>17,979,924</u>	<u>1,345,788</u>
Library:				
Administration	2,764,955	2,775,615	2,118,899	656,716
Main Library	1,714,049	1,714,049	1,643,946	70,103
Extension Services	27,693	27,693	21,849	5,844
Collection Inventory	833,567	839,807	665,988	173,819
Benjamin Branch Library	408,600	422,932	400,207	22,725
Vance H. Chavis Branch Library	372,629	384,454	364,824	19,630
Hemphill Branch Library	461,423	461,423	488,023	(26,600)
Glenwood Branch Library	365,502	384,216	359,651	24,565
Kathleen Clay Edwards Branch Library	489,759	489,759	461,457	28,302
McGirt-Horton Branch Library	366,973	385,503	356,356	29,147
Historical Museum	704,961	818,495	814,752	3,743
Total Library	<u>8,510,111</u>	<u>8,703,946</u>	<u>7,695,952</u>	<u>1,007,994</u>
Other Culture and Recreation:				
Historic Preservation Commission	3,000	3,000	3,000	
Natural Science Center of Greensboro	1,085,000	1,085,000	1,085,000	
Greensboro Sports Commission	112,500	112,500	112,500	
Eastern Music Festival	10,000	10,000	10,000	
Fun Fourth - Grassroots	10,000	20,000	20,000	
Downtown Banners/Grassroots	15,000	15,000	15,000	
Blandwood Mansion	10,000	10,000	10,000	
Greensboro Jaycees	20,000	20,000	20,000	
Festival of Lights	17,000	18,735	18,735	
Center City Park	200,000	200,000	200,000	
Public Access - GCTV	174,895	174,895	181,085	(6,190)
Barber Park Environmental Cleanup	71,159	118,534	51,519	67,015
Greensboro Bicentennial	30,000	30,000	30,000	
Total Other Culture and Recreation	<u>1,758,554</u>	<u>1,817,664</u>	<u>1,756,839</u>	<u>60,825</u>
Total Culture and Recreation	<u>29,206,726</u>	<u>29,847,322</u>	<u>27,432,715</u>	<u>2,414,607</u>
Community Development and Housing:				
Downtown Greensboro, Inc.	100,000	100,000	100,000	
East Market Street Development Corporation	40,000	40,000	40,000	
Architectural Salvage	22,000	22,000	22,000	
Downtown Development	180,000	180,000	155,000	25,000
Total Community Development and Housing	<u>342,000</u>	<u>342,000</u>	<u>317,000</u>	<u>25,000</u>
Economic Opportunity:				
Economic Development	1,409,786	1,178,603	489,441	689,162
Chamber of Commerce	200,000	200,000	200,000	
Piedmont Triad Partnership	37,200	37,200	37,200	
Total Economic Opportunity	<u>1,646,986</u>	<u>1,415,803</u>	<u>726,641</u>	<u>689,162</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, 2010

	<u>Original Budget</u>	<u>Final Budget</u>	<u>Actual</u>	<u>Variance with Final Budget- Positive (Negative)</u>
Intergovernmental:				
Guilford County:				
Animal Shelter and Animal Control	\$ 1,188,300	\$ 1,188,300	\$ 1,190,089	\$ (1,789)
Tax Collections	405,590	405,590	407,593	(2,003)
Environmental Health Control	7,500	7,500		7,500
National Guard Armory	3,000	3,000		3,000
Educational Access Guilford County Schools	44,980	44,980	51,170	(6,190)
Piedmont Council of Governments	49,836	52,103	52,103	
Total Intergovernmental	<u>1,699,206</u>	<u>1,701,473</u>	<u>1,700,955</u>	<u>518</u>
Total Expenditures	<u>228,004,010</u>	<u>227,996,766</u>	<u>217,367,506</u>	<u>10,629,260</u>
Excess of Revenues Over Expenditures	<u>28,316,881</u>	<u>28,447,107</u>	<u>26,622,976</u>	<u>(1,824,131)</u>
Other Financing Sources (Uses):				
Transfers In:				
State, Federal and Local Grants Fund		16,900	16,900	
Street Improvements Bond Fund	370,000	370,000	370,000	
Equipment Services Fund	2,000,000	2,000,000	2,000,000	
Information Systems Fund	109,410	109,410	109,410	
Total Transfers In	<u>2,479,410</u>	<u>2,496,310</u>	<u>2,496,310</u>	
Transfers Out:				
Cemetery Operating Fund	299,224	299,224	299,224	
Housing Partnership Revolving Fund	1,782,771	1,782,771	1,782,771	
State and Federal Grants Fund	70,000	75,943	6,781	69,162
Guilford Metro 911	4,461,025	4,461,025	4,461,025	
General Capital Improvements Fund		141,183	141,182	1
State Highway Capital Project Fund	1,283,082	1,283,082	1,078,082	205,000
Debt Service Fund	16,691,700	16,691,700	16,691,700	
War Memorial Coliseum Fund	1,800,000	1,800,000	1,800,000	
Solid Waste Management Fund	4,408,489	4,408,489	4,408,489	
Total Transfers Out	<u>30,796,291</u>	<u>30,943,417</u>	<u>30,669,254</u>	<u>274,163</u>
Total Other Financing Sources (Uses)	<u>(28,316,881)</u>	<u>(28,447,107)</u>	<u>(28,172,944)</u>	<u>274,163</u>
Excess of Revenues and Other Financing Sources Under Expenditures and Other Financing Uses	<u>\$</u>	<u>\$</u>	<u>(1,549,968)</u>	<u>(1,549,968)</u>
Fund Balance - July 1			<u>58,344,442</u>	<u>58,344,442</u>
Fund Balance - June 30			<u>\$ 56,794,474</u>	<u>\$ 56,794,474</u>

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

Statement of Net Assets

Proprietary Funds

June 30, 2010

	Business-Type Activities - Enterprise Funds			
	Water Resources	Stormwater Management	War Memorial Coliseum	Solid Waste Management
ASSETS				
Current Assets:				
Cash and Cash Equivalents/Investments	\$ 33,083,276	\$ 5,699,000	\$ 5,953,924	\$ 8,944,557
Receivables (Net):				
Accounts, Notes and Mortgages	13,547,839	253,144	556,544	563,921
Intergovernmental	370,005	12,706	102,860	95,746
Interest	174,235	22,092	29,041	35,535
Inventories	3,751,551		70,199	28,822
Miscellaneous	4,491,707		977	94,846
Total Current Assets	<u>55,418,613</u>	<u>5,986,942</u>	<u>6,713,545</u>	<u>9,763,427</u>
Noncurrent Assets:				
Restricted:				
Cash and Cash Equivalents/ Investments	49,983,458	7,870,633	4,423,402	1,583,633
Receivables (Net):				
Assessments	327,667			
Intergovernmental	464,502			
Interest	58,779	28,299		7,979
Miscellaneous	3,909,580			
Assets Held for Resale				
Self-Funded Retention Deposits				
Net Other Postemployment Benefits Asset	20,402	5,217	4,357	2,178
Deferred Outflow for Derivative Instrument	3,834,457			
Capital Assets:				
Non-Depreciable:				
Land	15,514,271	965,152	4,026,005	5,953,501
Construction in Progress	22,718,510	911,206	2,483,529	483,564
Intangible Assets:				
Easements	17,211,636	1,203,759		
Depreciable/Amortizable:				
Land Improvements	2,945,952	30,613	107,873	16,853,208
Buildings	173,244,838	4,127	65,917,381	7,809,422
Improvements Other than Buildings	9,487,977		249,437	21,327
Furniture, Fixtures, Machinery and Equipment	16,797,716	159,344	8,713,980	1,830,912
Infrastructure	473,341,186	104,204,640		
Less Accumulated Depreciation	(236,477,829)	(54,876,042)	(35,572,391)	(14,483,849)
Intangible Assets:				
Software and Licenses	3,988,489	238,533		
Water Rights	83,161,539			
Less Accumulated Amortization	(3,613,021)	(168,845)		
Total Noncurrent Assets	<u>636,920,109</u>	<u>60,576,636</u>	<u>50,353,573</u>	<u>20,061,875</u>
Total Assets	<u>692,338,722</u>	<u>66,563,578</u>	<u>57,067,118</u>	<u>29,825,302</u>

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

Other Enterprise Fund	(1) Totals	Internal Service Funds
\$ 1,100,389	\$ 54,781,146	\$ 71,763,617
17,358	14,938,806	
18,389	599,706	539,416
6,058	266,961	270,698
	3,850,572	712,134
	4,587,530	105,520
<u>1,142,194</u>	<u>79,024,721</u>	<u>73,391,385</u>
905,249	64,766,375	389,878
	327,667	
	464,502	
	95,057	
	3,909,580	
		2,194,245
		15,817,491
585	32,739	
	3,834,457	
3,973,387	30,432,316	1,660,541
	26,596,809	220,090
	18,415,395	
56,940	19,994,586	830,156
20,016,856	266,992,624	2,925,977
165,221	9,923,962	11,108
957,330	28,459,282	111,956,936
	577,545,826	
(10,915,401)	(352,325,512)	(85,247,199)
49,218	4,276,240	5,986,695
	83,161,539	
(9,844)	(3,791,710)	(5,580,588)
<u>15,199,541</u>	<u>783,111,734</u>	<u>51,165,330</u>
<u>16,341,735</u>	<u>862,136,455</u>	<u>124,556,715</u>

Statement of Net Assets (continued)

Proprietary Funds

June 30, 2010

	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	\$ 1,208,283	\$	\$ 1,783,830	\$ 36,379
Contracts/Retainage Payable	177,147	15,360	517,840	818,550
Intergovernmental Payable	614,941		10,285	
General Obligation BANs Payable			6,000,000	
Premium - General Obligation BANs Payable			1,440	
Revenue Bonds Payable	10,214,403			
Special Obligation Bonds Payable				1,945,000
Lease-Purchase and Other				
Financing Agreements Payable	185,113		193,056	
Federal Loan Obligation	254,403			
Accrued Landfill Liability				500,000
Accrued Pollution Remediation Liability				1,675,843
Interest Payable	1,070,368		16,145	52,336
Customer Deposits Payable	2,391,144			
Compensated Absences Payable	1,079,226	232,583	168,354	126,232
Miscellaneous		16,800	167	
Total Current Liabilities	<u>17,195,028</u>	<u>264,743</u>	<u>8,691,117</u>	<u>5,154,340</u>
Noncurrent Liabilities:				
Payable from Restricted Assets:				
Accounts Payable	32,924			
Contracts/Retainage Payable	5,694,040	19,950		42,498
Intergovernmental Payable	1,424			
Derivative Instrument Liability	3,834,457			
General Obligation Bonds Payable				
Premium-General Obligation Bonds Payable				
Revenue Bonds Payable	254,250,596			
Premium-Revenue Bonds Payable	8,387,512			
Special Obligation Bonds Payable				8,880,000
Premium-Special Obligation Bonds Payable				121,226
Lease-Purchase and Other				
Financing Agreements Payable	388,075		5,619,861	
Federal Loan Obligation	1,272,018			
Accrued Landfill Liability				21,659,625
Compensated Absences Payable	224,165	37,479	163,556	36,531
Unearned Revenues			526,903	
Total Noncurrent Liabilities	<u>274,085,211</u>	<u>57,429</u>	<u>6,310,320</u>	<u>30,739,880</u>
Total Liabilities	<u>291,280,239</u>	<u>322,172</u>	<u>15,001,437</u>	<u>35,894,220</u>
NET ASSETS				
Invested in Capital Assets, Net of Related Debt	328,813,360	52,672,487	38,523,590	7,521,859
Restricted for:				
Capital Projects	19,603,023	7,862,182	11,269	1,541,135
Self-Funded Retention Deposits				
Unrestricted	52,642,100	5,706,737	3,530,822	(15,131,912)
Total Net Assets	<u>\$ 401,058,483</u>	<u>\$ 66,241,406</u>	<u>\$ 42,065,681</u>	<u>\$ (6,068,918)</u>

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

<u>Other Enterprise Fund</u>	<u>Totals</u> ⁽¹⁾	<u>Internal Service Funds</u>
\$	\$ 3,028,492	\$ 7,889,662
	1,528,897	50
	625,226	
	6,000,000	293,405
	1,440	
	10,214,403	
	1,945,000	
	378,169	4,328,002
	254,403	
	500,000	
	1,675,843	
	1,138,849	145,498
44,034	2,435,178	13,099
26,542	1,632,937	319,493
	16,967	
70,576	31,375,804	12,989,209
	32,924	
	5,756,488	
	1,424	
	3,834,457	
		3,262,940
		224,801
	254,250,596	
	8,387,512	
	8,880,000	
	121,226	
	6,007,936	12,689,184
	1,272,018	
	21,659,625	
27,066	488,797	108,017
	526,903	
27,066	311,219,906	16,284,942
97,642	342,595,710	29,274,151
14,293,707	441,825,003	12,355,262
905,249	29,922,858	
		15,817,491
1,045,137	47,792,884	67,109,811
\$ 16,244,093	\$ 519,540,745	\$ 95,282,564

City of Greensboro
Reconciliation of the Statement of Net Assets-Proprietary Funds
To the Statement of Net Assets
June 30, 2010

Net assets - proprietary funds	\$ 519,540,745
Amounts reported for business-type activities in the statement of net assets are different because:	
Internal service funds	<u>7,545,369</u>
Net assets of business-type activities	<u>\$ 527,086,114</u>

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

Proprietary Funds

For the Fiscal Year Ended June 30, 2010

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	\$ 84,900,579	\$ 9,261,022	\$ 11,092,666	\$ 12,938,822
Other Operating Revenues	1,825,070	70,583	1,264,225	236,798
Total Operating Revenues	<u>86,725,649</u>	<u>9,331,605</u>	<u>12,356,891</u>	<u>13,175,620</u>
Operating Expenses:				
Personal Services	13,275,580	2,609,200	4,345,395	1,331,952
Fringe Benefits	5,337,489	1,196,892	1,164,120	538,855
Maintenance and Operations	29,198,722	2,945,133	8,023,355	14,542,053
Claims and Expenses				
Depreciation/Amortization	16,764,175	1,748,863	2,135,904	608,789
Total Operating Expenses	<u>64,575,966</u>	<u>8,500,088</u>	<u>15,668,774</u>	<u>17,021,649</u>
Operating Income (Loss)	<u>22,149,683</u>	<u>831,517</u>	<u>(3,311,883)</u>	<u>(3,846,029)</u>
Nonoperating Revenues (Expenses):				
Investment Income	1,167,731	248,796	415,391	228,478
Miscellaneous Nonoperating Revenue	205,254		2,378	2,680
Interest Expense	(7,053,508)		(102,793)	(514,682)
Loss on Inventory	(15,661)			
Loss on Disposal of Capital Assets	(253,933)			
Amortization of Underwriters' Expense	(595,810)			(20,107)
Miscellaneous Nonoperating Expense	(595,541)		(2,131)	(44,070)
Total Nonoperating Revenues (Expenses)	<u>(7,141,468)</u>	<u>248,796</u>	<u>312,845</u>	<u>(347,701)</u>
Income (Loss) Before Contributions and Transfers	15,008,215	1,080,313	(2,999,038)	(4,193,730)
Capital Contributions	3,299,424	2,392		
Transfers In			3,800,000	4,408,489
Transfers Out	(15,000)	(7,500)		
Change in Net Assets	<u>18,292,639</u>	<u>1,075,205</u>	<u>800,962</u>	<u>214,759</u>
Net Assets - July 1	382,653,409	65,074,806	41,264,719	(6,283,677)
Prior Period Adjustment	112,435	91,395		
Net Assets - July 1, restated	<u>382,765,844</u>	<u>65,166,201</u>	<u>41,264,719</u>	<u>(6,283,677)</u>
Net Assets - June 30	<u>\$ 401,058,483</u>	<u>\$ 66,241,406</u>	<u>\$ 42,065,681</u>	<u>\$ (6,068,918)</u>

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

Other Enterprise Fund	Totals	Internal Service Funds
\$ 2,037,980	\$ 120,231,069	\$ 69,928,211
19,305	3,415,981	1,883,058
<u>2,057,285</u>	<u>123,647,050</u>	<u>71,811,269</u>
301,736	21,863,863	4,312,688
118,833	8,356,189	1,534,067
719,494	55,428,757	17,678,000
		34,510,979
595,962	21,853,693	12,490,576
<u>1,736,025</u>	<u>107,502,502</u>	<u>70,526,310</u>
321,260	16,144,548	1,284,959
35,499	2,095,895	1,733,620
	210,312	206,539
	(7,670,983)	(1,047,018)
	(15,661)	
	(253,933)	(349,451)
	(615,917)	(31,482)
	(641,742)	(48,656)
<u>35,499</u>	<u>(6,892,029)</u>	<u>463,552</u>
356,759	9,252,519	1,748,511
	3,301,816	
	8,208,489	464,377
	(22,500)	(2,263,561)
<u>356,759</u>	<u>20,740,324</u>	<u>(50,673)</u>
15,887,334	498,596,591	95,333,237
	203,830	
<u>15,887,334</u>	<u>498,800,421</u>	<u>95,333,237</u>
<u>\$ 16,244,093</u>	<u>\$ 519,540,745</u>	<u>\$ 95,282,564</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, 2010

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

Net change in fund balances----total proprietary funds.	\$ 20,740,324
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>454,612</u>
Change in net assets of business-type activities	<u><u>\$ 21,194,936</u></u>

Statement of Cash Flows
Proprietary Funds
For the Fiscal Year Ended June 30, 2010

	Business-Type Activities - Enterprise Funds			
	Water Resources	Stormwater Management	War Memorial Coliseum	Solid Waste Management
Cash Flows from Operating Activities:				
Receipts from Customers	\$ 83,841,260	\$ 9,575,388	\$ 12,056,511	\$ 12,895,441
Payments to Suppliers	(29,858,425)	(2,945,489)	(9,641,753)	(12,444,062)
Payments to Employees	(18,971,091)	(3,815,763)	(5,504,517)	(1,869,841)
Other Receipts (Disbursements)	2,018,534	70,583	1,264,225	236,898
Net Cash Provided by (Used for) Operating Activities	<u>37,030,278</u>	<u>2,884,719</u>	<u>(1,825,534)</u>	<u>(1,181,564)</u>
Cash Flows from Noncapital Financing Activities:				
Subsidies and Transfers In			3,800,000	4,408,489
Subsidies and Transfers Out	(15,000)	(7,500)		
Net Cash Provided by (Used for) Noncapital Financing Activities	<u>(15,000)</u>	<u>(7,500)</u>	<u>3,800,000</u>	<u>4,408,489</u>
Cash Flows from Capital and Related Financing Activities:				
Capital Debt Issued			6,001,440	
Acquisition and Construction of Capital Assets	(29,784,472)	(878,579)	(2,271,913)	(433,859)
Proceeds from Sale of Capital Assets			(320,672)	(1,875,000)
Principal Paid on Capital Debt	(9,038,791)		(104,056)	(583,028)
Interest and Fiscal Charges Paid on Capital Debt	(8,302,632)			
Net Cash Provided by (Used) for Capital and Related Financing Activities	<u>(47,125,895)</u>	<u>(878,579)</u>	<u>3,304,799</u>	<u>(2,891,887)</u>
Cash Flows from Investing Activities:				
Interest	1,265,721	274,365	420,880	241,132
Net Increase (Decrease) in Cash and Cash Equivalents	(8,844,896)	2,273,005	5,700,145	576,170
Balances - July 1	91,911,630	11,296,628	4,677,181	9,952,020
Balances - June 30	<u>\$ 83,066,734</u>	<u>\$ 13,569,633</u>	<u>\$ 10,377,326</u>	<u>\$ 10,528,190</u>
Reconciliation of Cash and Cash Equivalents/Investments:				
Cash and Cash Equivalents/Investments - Current	\$ 33,083,276	\$ 5,699,000	\$ 5,953,924	\$ 8,944,557
Cash and Cash Equivalents/Investments - Restricted	49,983,458	7,870,633	4,423,402	1,583,633
Total Cash and Cash Equivalents/Investments - June 30	<u>\$ 83,066,734</u>	<u>\$ 13,569,633</u>	<u>\$ 10,377,326</u>	<u>\$ 10,528,190</u>

Other Enterprise Fund	Totals	Internal Service Funds
\$ 2,047,339	\$ 120,415,939	\$ 68,565,679
(720,894)	(55,610,623)	(53,768,920)
(416,235)	(30,577,447)	(5,824,717)
19,305	3,609,545	1,883,058
<u>929,515</u>	<u>37,837,414</u>	<u>10,855,100</u>
	8,208,489	464,377
	<u>(22,500)</u>	<u>(2,263,561)</u>
	8,185,989	(1,799,184)
	6,001,440	
(49,219)	(33,418,042)	(7,791,600)
		193,661
	(11,234,463)	(4,246,797)
	<u>(8,989,716)</u>	<u>(990,867)</u>
(49,219)	<u>(47,640,781)</u>	<u>(12,835,603)</u>
34,524	2,236,622	1,879,112
914,820	619,244	(1,900,575)
1,090,818	118,928,277	74,054,070
<u>\$ 2,005,638</u>	<u>\$ 119,547,521</u>	<u>\$ 72,153,495</u>
\$ 1,100,389	\$ 54,781,146	\$ 71,763,617
905,249	64,766,375	389,878
<u>\$ 2,005,638</u>	<u>\$ 119,547,521</u>	<u>\$ 72,153,495</u>

Statement of Cash Flows

Proprietary Funds

For the Fiscal Year Ended June 30, 2010

	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)	\$ 22,149,683	\$ 831,517	\$ (3,311,883)	\$ (3,846,029)
Adjustments to Reconcile Operating Income (Loss) to Net Cash Provided by (Used for)				
Operating Activities:				
Depreciation/Amortization	16,764,175	1,748,863	2,135,904	608,789
Change in Assets and Liabilities:				
(Increase) Decrease in Receivables	(1,059,319)	314,366	1,469,621	(43,381)
(Increase) Decrease in Inventories	250,817		(17,540)	11,578
(Increase) Decrease in Intergovernmental Receivables	662,399	(230)	(37,527)	(15,994)
Increase (Decrease) in Miscellaneous Assets	(1,579,040)	(5,172)	2,151	
Increase (Decrease) in Accounts Payable	4,724	(171)	(1,565,478)	(625)
Increase in Landfill Liability				2,152,189
Increase (Decrease) in Compensated Absences Payable	(29,639)	(4,379)	20,316	3,894
Decrease in Pollution Remediation Liability				(49,157)
Decrease in Intergovernmental Payable	(357,676)		(10,661)	
Increase in Customer Deposits Payable				
Increase (Decrease) in Miscellaneous Payable	30,690	(75)	(510,437)	(2,928)
Increase in Other Receipts (Disbursements)	193,464			100
Total Adjustments	<u>14,880,595</u>	<u>2,053,202</u>	<u>1,486,349</u>	<u>2,664,465</u>
Net Cash Provided by (Used for) Operating Activities	<u>\$ 37,030,278</u>	<u>\$ 2,884,719</u>	<u>\$ (1,825,534)</u>	<u>\$ (1,181,564)</u>
Noncash Investing, Capital and Financing Activities:				
Lease-Purchase and Other Capital Financing Agreements	\$	\$	\$	\$
Donated Assets	3,299,424	2,392		
Total Noncash Investing, Capital and Financing Activities	<u>\$ 3,299,424</u>	<u>\$ 2,392</u>	<u>\$</u>	<u>\$</u>

Other Enterprise Fund	Totals	Internal Service Funds
\$ 321,260	\$ 16,144,548	\$ 1,284,959
595,962	21,853,693	12,490,576
9,359	690,646	249,187
(1,350)	244,855	8,043
(50)	607,298	(143,216)
4,083	(1,582,061)	(469,580)
	(1,561,600)	(1,226,938)
	2,152,189	
	(5,725)	22,242
	(49,157)	
	(368,337)	
		2,359
251	(482,499)	(1,362,532)
608,255	193,564	9,570,141
<u>\$ 929,515</u>	<u>\$ 37,837,414</u>	<u>\$ 10,855,100</u>
\$	\$	\$ (355,411)
<u>\$</u>	<u>\$ 3,301,816</u>	<u>\$ (355,411)</u>
<u>\$</u>	<u>\$ 3,301,816</u>	<u>\$ (355,411)</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, 2010

	<u>Pension Benefit Trust</u>	<u>Other Postemployment Benefit Trust</u>	<u>Total</u>
ASSETS			
Cash and Cash Equivalents/Investments, Restricted for:			
Pension and Other Postemployment Benefits			
Cash and Cash Equivalents	\$ 522,429	\$	\$ 522,429
US Government Agencies	4,749,050		4,749,050
Certificates of Deposits	366,222		366,222
Money Market Mutual Funds	225,539		225,539
State Other Postemployment Benefit Trust:			
Short-Term Investment Fund (STIF)		499,415	499,415
Short-Term OPEB Fund		145,663	145,663
Long-Term OPEB Fund		62,427	62,427
OPEB Equity Fund		332,943	332,943
Interest Receivable	22,773		22,773
Total Assets	5,886,013	1,040,448	6,926,461
Net Assets Held in Trust for:			
Pension Benefits - Police Special Separation Allowance	5,886,013		5,886,013
Other Postemployment Benefits		1,040,448	1,040,448
Total Net Assets	\$ 5,886,013	\$ 1,040,448	\$ 6,926,461

City of Greensboro
Statement of Changes in Fiduciary Net Assets
Fiduciary Funds
For the Fiscal Year Ended June 30, 2010

	Pension Benefit Trust	Other Postemployment Benefit Trust	Total
ADDITIONS			
Employer Contributions	\$ 2,075,956	\$ 5,211,079	\$ 7,287,035
Employee Contributions		1,650,525	1,650,525
Investment Income	<u>109,439</u>	<u>41,146</u>	<u>150,585</u>
Total Additions	<u>2,185,395</u>	<u>6,902,750</u>	<u>9,088,145</u>
DEDUCTIONS			
Benefits Paid		6,361,604	6,361,604
Separation Allowance	1,959,671		1,959,671
Administrative Expenses	<u>1,433</u>	<u>865</u>	<u>2,298</u>
Total Deductions	<u>1,961,104</u>	<u>6,362,469</u>	<u>8,323,573</u>
Change in Net Assets	224,291	540,281	764,572
Net Assets - Beginning of the Year	<u>5,661,722</u>	<u>500,167</u>	<u>6,161,889</u>
Net Assets - End of the Year	<u>\$ 5,886,013</u>	<u>\$ 1,040,448</u>	<u>\$ 6,926,461</u>

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

Statement of Net Assets

Component Units

June 30, 2010

ASSETS	Greensboro Housing Dev. Partnership	Greensboro Transit Authority	Greensboro ABC Board	Total Component Units
Cash and Cash Equivalents/Investments	\$ 206,377	\$ 3,480,822	\$ 1,859,851	\$ 5,547,050
Receivables, Net				
Taxes		793,456		793,456
Accounts, Notes and Mortgages		88,866	9,011	97,877
Intergovernmental	21,785	4,793,590		4,815,375
Interest		1,199,217		1,199,217
Inventories		184,452	3,060,431	3,244,883
Miscellaneous	570		169,636	170,206
Assets Held for Resale	316,190			316,190
Long-Term Note Receivable		13,177,344		13,177,344
Restricted Assets:				
Temporarily Restricted:				
Receivables, (Net):				
Intergovernmental		1,892,028		1,892,028
Net Other Postemployment Benefits Asset		797		797
Capital Assets:				
Non-Depreciable:				
Land		2,923,192	454,855	3,378,047
Construction in Progress		1,996,512		1,996,512
Depreciable:				
Land Improvements		2,022		2,022
Accumulated Depreciation		(1,112)		(1,112)
Buildings		20,778,065	2,449,960	23,228,025
Accumulated Depreciation		(3,881,342)	(781,545)	(4,662,887)
Improvements Other than Buildings		13,612	238,699	252,311
Accumulated Depreciation		(2,123)	(215,393)	(217,516)
Furniture, Fixtures, Machinery and Equipment	3,723	18,430,299	1,849,235	20,283,257
Accumulated Depreciation	(3,723)	(6,787,513)	(1,473,911)	(8,265,147)
Intangible Asset - Software and Licenses	135			135
Accumulated Amortization	(135)			(135)
Total Assets	544,922	59,082,184	7,620,829	67,247,935
LIABILITIES				
Accounts Payable		81,260	1,939,519	2,020,779
Contracts/Retainage Payable		1,087,493		1,087,493
Intergovernmental Payable		179		179
Note Payable			62,850	62,850
Due to Primary Government			607,601	607,601
Miscellaneous			55,718	55,718
Liabilities Payable from Restricted Assets:				
Accounts Payable		14,877		14,877
Contracts/Retainage Payable		325,908		325,908
Noncurrent Liabilities:				
Due Within One Year:				
Compensated Absences		38,963		38,963
Customer Deposits Payable		2,250		2,250
Due in More Than One Year:				
Note Payable	429,434		385,044	814,478
Compensated Absences		16,013		16,013
Unearned Revenue		122,263		122,263
Miscellaneous			173,102	173,102
Total Liabilities	429,434	1,689,206	3,223,834	5,342,474
NET ASSETS				
Invested in Capital Assets, Net of Related Debt		33,471,612	2,665,688	36,137,300
Restricted for:				
Transportation		1,551,243		1,551,243
Community Development	115,488			115,488
Unrestricted		22,370,123	1,731,307	24,101,430
Total Net Assets	\$ 115,488	\$ 57,392,978	\$ 4,396,995	\$ 61,905,461

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, 2010**

	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	\$ 76,996	\$ 76,996	\$
Total Greensboro Housing Dev. Partnership	76,996	76,996	
Greensboro Transit Authority			
Business -Type Activities:			
Transit Operations	21,293,604	2,094,280	1,153,510
Total Greensboro Transit Authority	21,293,604	2,094,280	1,153,510
Greensboro ABC Board			
Business -Type Activities:			
ABC Board Operations	24,930,527	25,327,027	
Total Greensboro ABC Board	24,930,527	25,327,027	
Total	\$ 46,301,127	\$ 27,498,303	\$ 1,153,510

General Revenues:
 Taxes:
 Property Tax
 Motor Vehicle Tax
 Investment Income
 Gain on Sale of Capital Assets

Total General Revenues

Change in Net Assets

Net Assets - July 1

Net Assets - June 30

Net (Expenses) Revenue and Changes in Net Assets			
<u>Greensboro Housing Dev. Partnership</u>	<u>Greensboro Transit Authority</u>	<u>Greensboro ABC Board</u>	<u>Totals</u>
\$	\$	\$	\$
	(5,871,493)		(5,871,493)
	(5,871,493)		(5,871,493)
		396,500	396,500
		396,500	396,500
	(5,871,493)	396,500	(5,474,993)
	8,565,264		8,565,264
	1,148,208		1,148,208
	1,293,800		1,293,800
		350,495	350,495
	11,007,272	350,495	11,357,767
	5,135,779	746,995	5,882,774
115,488	52,257,199	3,650,000	56,022,687
<u>\$ 115,488</u>	<u>\$ 57,392,978</u>	<u>\$ 4,396,995</u>	<u>\$ 61,905,461</u>

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

JUNE 30, 2010

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 Hotel/Motel Occupancy Tax Special Revenue Fund for financial statement purposes.

The Redevelopment Commission of Greensboro (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. The board is considered to be substantially the same as the City Council since 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 in the City's Housing Partnership Revolving Fund 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.

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 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 blended and 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 and the Redevelopment Commission are reported and audited during the City's annual audit. No separate financial statements are prepared for these entities.

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

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 than 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. The Powell Bill Fund is included as a part of the General Fund for reporting purposes. 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.

Debt Service Fund - The Debt Service Fund is used to account for 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 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 Water Resources Fund provides services to approximately 100,000 customers and is designed to be self-supporting. This fund also provides for principal and interest on all water and sewer debt. Combined Enterprise System revenue bonds as well as General Obligation bonds outstanding are recorded in this fund.

The War Memorial Coliseum Fund administers operation of a complex that brings top artists in entertainment, education, and sports to the City.

The Solid Waste Management Fund accounts for waste disposal and recycling operations of the City, as well as solid waste landfill improvements.

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 self-insurance transactions and major equipment purchases financed with lease-purchase agreements or certificates of participation 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 a government-wide level. 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, Coliseum Improvements Fund 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 Capital Leasing 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 \$211,088. The net General Fund receivable of \$6,241,523 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.

Assets Held for Resale of the Redevelopment Commission in the amount of \$3,117,585 are reported at net realizable value, based on staff estimates and County property tax assessed valuations. Sales of property, located in Eastside Park and in the Asheboro redevelopment areas, occurred during FY2010. Other Assets Held for Resale amount to \$95,179 and \$2,194,245 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, are classified as restricted assets on the balance sheet because they are maintained in separate bank accounts and/or their use is limited by applicable bond/lease covenants, grantor or enabling legislative restrictions.

5. Intangible Assets

Intangible Assets of \$83,161,539 as of June 30, 2010 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 of which \$1,070,291 in contributions were

recorded in Fiscal Year 2010, toward the City’s administrative and operating allocation. Upon completion of the project in October 2010, the water rights will be amortized over a period of 50 years.

Other Intangible Assets are recorded as follows:

	<u>Easements</u>	<u>Software & Licenses</u>	<u>Accumulated Amortization</u>
<u>Governmental Activities:</u>			
General Fund	\$ -	\$ 3,116,247	\$ 2,678,363
Capital Leasing Fund	-	5,986,695	5,580,588
Total	<u>\$ -</u>	<u>\$ 9,102,942</u>	<u>\$ 8,258,951</u>
<u>Business-Type Activities:</u>			
Water Resources Fund	\$ 17,211,636	3,988,489	\$ 3,613,021
Stormwater Mgt. Fund	1,203,759	238,533	168,845
Other Enterprise Fund	-	49,218	9,844
Total	<u>\$ 18,415,395</u>	<u>\$ 4,276,240</u>	<u>\$ 3,791,710</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, 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 include software and licenses, easements, and the City’s future water rights. Software and licenses are amortized over a period of 3-7 years and easements are considered as having an indefinite useful life. The City’s future water rights represent water allocations from the Randleman Dam Project, which began pumping water to Greensboro in October 2010. Since the water treatment plant is completed and operational, we will begin amortizing the rights over a 50 year period, beginning in FY2011.

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, 2010 are composed of the following:

	Fund Financial Statements	
	General Fund	Other Non-Major Governmental Funds
Deferred Revenue:		
Taxes Receivable	\$ 6,252,903	\$ 11,380
Prepaid Taxes Not Yet Earned	447,240	493
Prepaid Assessments Not Yet Earned		86,297
Prepaid Privilege Licenses Revenues	1,537,015	
Other Prepaid Deferred Revenues	302,115	2,602,702
Notes and Mortgages Receivable	2,100,000	25,085,167
Other Deferred Revenues	629,975	46,192
	<u>\$ 11,269,248</u>	<u>\$ 27,832,231</u>

	Government-wide Financial Statements	
	Governmental Activities	Business-Type Activities
Unearned Revenue		
Prepaid Taxes Not Yet Earned	\$ 447,733	\$
Prepaid Assessments Not Yet Earned	86,297	
Prepaid Privilege Licenses Not Yet Earned	1,537,015	
Other Prepaid Deferred Revenues	2,904,817	526,903
Other Deferred Revenues	3,448,193	
	<u>\$ 8,424,055</u>	<u>\$ 526,903</u>

Unearned revenues of the GTA consist of \$122,263 for prepaid taxes not yet earned 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.

9. Fund Equity

In the fund financial statements, governmental funds report reservations of fund balance for amounts that are not available for appropriation or are legally restricted by outside parties for use for a specific purpose. Designations of fund balance represent tentative management plans that are subject to change. Fund balances are segregated into the following classifications:

- a. Reserved by State Statute – This represents the amount of fund balance, which cannot be appropriated by the governing board. North Carolina General Statutes limit the amount that each local government may commit for purposes of future expenditures 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 Fiscal Year.
- b. Reserved for Encumbrances – This represents commitments outstanding at June 30, 2010 related to purchase orders and unperformed contracts.
- c. Reserved for Inventories – This represents that portion of fund balance segregated for inventories of supplies; these are current assets which do not represent available spendable resources.
- d. Reserved for Assets Held for Resale – This represents a portion of fund balance segregated for an inventory of properties that will be resold and does not represent spendable resources.
- e. Reserved for Capital Projects – This represents the proceeds of bond sales used to finance major capital improvements not yet completed and funds accumulated for future capital projects.
- f. Reserved for Perpetual Care – This represents a portion of fund balance segregated for maintenance of the City's cemeteries.
- g. Designated for Subsequent Year's Expenditures – This represents the amount of fund balance appropriated by the City Council to the budget for the year ending June 30, 2011.
- h. Designated for Debt Service – This represents amounts held for the future payment of general long-term debt principal and interest.
- i. Designated for Specific Purposes – This represents that portion of fund balance which has been specifically set aside by the City for use in future periods.
- j. Undesignated – This represents the amount of fund balance which is available for future appropriations.

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. The net related debt is also reduced by an associated unamortized deferred cost, typically for bond issuance costs.

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, 2010, net assets restricted by enabling legislation include:

Water Resources Capital Reserve Fund	\$ 9,896,375
Solid Waste Capital Reserve Fund	510,536
Hotel/Motel Occupancy Tax Fund	425,033

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 designated for management’s specific internal purposes.

11. Accounting Changes and Reclassifications

Effective July 1, 2009, the City adopted GASB Statement No. 51, *Accounting and Financial Reporting for Intangible Assets*. Accordingly, Beginning Net Assets of the Governmental Activities and the Business-Type Activities in the Statement of Net Assets were restated by \$159,221 and \$203,830 respectively upon implementation of this accounting standard. The City’s intangible assets comprise water rights, software and licenses and certain easements.

The City adopted GASB Statement No. 53, *Accounting and Financial Reporting for Derivative Instruments* for three swap arrangements the City entered into during FY 2003. All three arrangements were deemed to be effective hedges and accordingly the transactions were recorded on the City’s financial statements at estimated fair market value as of June 30, 2010. The City has total Deferred Outflow of Resources of \$4,978,953 and a corresponding Derivative Instrument Liability of \$1,144,496 and \$3,834,457 recorded in the Governmental Activities and the Business-Type Activities, respectively, as of June 30, 2010.

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 a 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 \$198,036,487 difference are as follows:

Bonds and Notes Payable (including Premium of \$4,435,223 and including Deferred Issuance Cost of \$836,988)	\$ 164,882,642
Intergovernmental Payable	1,887,977
Accrued Interest Payable	1,301,921
Certificate of Participation Payable	11,275,000
Compensated Absence	10,967,917
Lease Purchase and Other Financing Agreements Payable	7,721,030
Combined Adjustment	<u><u>\$ 198,036,487</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 \$6,855,072 difference are as follows:

Capital Outlay	\$ 17,795,361
Contributed Capital	445,887
Disposal	(732,807)
Depreciation/Amortization Expense	(10,653,369)
Combined Adjustment	<u>\$ 6,855,072</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 \$17,529,143 difference are as follows:

Issuance of Debt	\$ (1,448,656)
Principal Expenditure	19,659,424
Interest Expenditure	(467,579)
Salary Expense	(181,530)
Miscellaneous Expense	(32,516)
Combined Adjustment	<u>\$ 17,529,143</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 Guilford Metro 911 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.

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.

Supplemental budgetary amendments increased the General Fund appropriation by \$130,791, primarily for programs being funded by local government grants or donations. No expenditures exceeded appropriations at the legal level of control during Fiscal Year 2010.

B. Deficit Fund Equity

The following funds report deficit fund balances as of June 30, 2010:

Community Development Block Grant Fund	\$ (436,962)
Hope VI Housing and Community Development Fund	(13,008)
South Elm Street Redevelopment Fund	(168,730)
Parks and Recreation Facility Bond - Aquatic Center	(1,200)

These deficits will be eliminated with future reimbursements of federal grants and issuance of General Obligation Bonds in October 2010.

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, 2010, the City's deposits had a carrying amount of \$24,208,537 and a bank balance of \$28,253,683. 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, 2010, the ABC Board's carrying amount of deposits was \$1,824,351 and the bank balance was \$1,950,043. 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, 2010 of \$206,377. 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. 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 1.6 years. General Statute 147-69.4 allows the City to establish an Other Postemployment Benefit (OPEB) Trust 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).

Interest income earned in the Capital Projects funds, amounting to \$461,895 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	\$ 194,817,599	3.311
Certificates of Deposit	15,000,000	0.254
Money Markets	30,594,859	0.003
NCCMT Cash Portfolio	38,456,921	
Total Fair Value	<u>\$ 278,869,379</u>	
Portfolio Weighted Average Maturity		2.298

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 2 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, we follow NCGS 159-30, and in effect the City limits its investment types to those with top ratings issued by NRSRS. As of June 30, 2010, the City had investments in the NCCMT Cash Portfolio which is rated AAAM by Standard and Poor's. The City also invests in U. S. Government Agencies, all of which are AAA rated by Standard and Poor's. Investments in commercial paper by the City are rated either A1/P1 by Standard and Poor's or Moody's Investors Service.

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, 2010, 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	23.20%
Federal Home Loan Bank	22.73
Federal Home Loan Mortgage Corporation	33.76
Federal Farm Credit Bank	9.17

At June 30, 2010, the City OPEB Plan had \$1,040,448 invested in the State Treasurer's Local Government Other Post-Employment Benefits (OPEB) 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) 27.04%; State Treasurer's Long Term Investment Fund (LTIF) 11.38% and BlackRock's Global Ex-US Alpha Tilts Fund B and BlackRock's Russell 3000 Alpha Tilts Fund B 61.58% (the equities were split with 75% in domestic securities and 25% in international securities).

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

Swap1 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 \$13,250,000 as of June 30, 2010. 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 \$22,405,000, as of June 30, 2010. 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, 2010 than at the date of the execution of the swaps, the swaps had estimated fair values as of June 30, 2010 of (\$383,377) (Swap 1), (\$761,119) (Swap 2) and (\$3,834,457) (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, 2010, the City is exposed to credit risk in the amount of the derivatives' 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). The maximum amount of loss due to credit risk is \$4,978,953 as of June 30, 2010 if the counterparty to the hedging derivative instruments failed to perform according to the terms of the contract. 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 counterparty 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 for the period ending June 30, 2010 of 3.08% (Swap 1) and 3.57% (Swap 2). As of June 30, 2010, the rate on the City's bonds was 0.25%, whereas .20% for Swap 1 and Swap 2 respectively whereas 67% of 1 Month LIBOR was 0.23%.

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 for the period ending June 30, 2010 of 5.14%. As of June 30, 2010, the rate on the City's bonds was 0.30%, whereas 72% of 1 Month LIBOR was 0.22%.

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 are 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, 2010.

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, 2010 is \$13,177,344. Interest income of \$12,643,284 will be recognized by the effective yield method over the remaining 17-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, 2010.

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, 2010 was as follows:

	<u>Beginning Balance</u>	<u>Restatement</u>	<u>Increases</u>	<u>Decreases</u>	<u>Ending Balance</u>
Governmental Activities:					
Capital Assets, Non-depreciable:					
Land	\$ 69,667,630	\$	\$ 2,529,113	\$ (459,384)	\$ 71,737,359
Construction in Progress	5,732,752		8,818,071	(1,786,514)	12,764,309
Total Capital Assets Non-Depreciable	<u>75,400,382</u>		<u>11,347,184</u>	<u>(2,245,898)</u>	<u>84,501,668</u>
Capital Assets, Depreciable:					
Buildings	143,672,923		2,647,182	(879,770)	145,440,335
Improvements Other Than Buildings	21,388,383		1,303,433	(235,429)	22,456,387
Furniture, Fixtures, Machinery and Equipment	134,850,016	(7,991,355)	9,240,289	(6,462,296)	129,636,654
Infrastructure	245,680,042		2,715,103		248,395,145
Intangible Assets - Software & Licenses		8,310,478	792,464		9,102,942
Total Capital Assets, Depreciable	<u>545,591,364</u>	<u>319,123</u>	<u>16,698,471</u>	<u>(7,577,495)</u>	<u>555,031,463</u>
Less Accumulated Depreciation for:					
Buildings	(50,413,668)		(3,671,083)	652,876	(53,431,875)
Improvements Other Than Buildings	(11,678,214)		(694,755)	220,486	(12,152,483)
Furniture, Fixtures, Machinery and Equipment	(95,515,478)	7,597,472	(13,280,001)	6,017,208	(95,180,799)
Infrastructure	(103,498,219)		(4,996,529)		(108,494,748)
Intangible Asset - Software & Licenses		(7,757,374)	(501,577)		(8,258,951)
Total Accumulated Depreciation	<u>(261,105,579)</u>	<u>(159,902)</u>	<u>(23,143,945)</u>	<u>6,890,570</u>	<u>(277,518,856)</u>
Total Capital Assets, Depreciable, Net Governmental Activities	<u>284,485,785</u>	<u>159,221</u>	<u>(6,445,474)</u>	<u>(686,925)</u>	<u>277,512,607</u>
Capital Assets, Net	<u>\$ 359,886,167</u>	<u>\$ 159,221</u>	<u>\$ 4,901,710</u>	<u>\$ (2,932,823)</u>	<u>\$ 362,014,275</u>

	<u>Beginning Balance</u>	<u>Restatement</u>	<u>Increases</u>	<u>Decreases</u>	<u>Ending Balance</u>
<u>Business-Type Activities:</u>					
Capital Assets, Non-depreciable:					
Land	\$ 47,525,976	\$ (17,093,660)	\$	\$	\$ 30,432,316
Construction in Progress	21,244,734		17,671,683	(12,319,608)	26,596,809
Intangible Assets - Easements		17,093,660	1,321,735		18,415,395
Total Capital Assets Non-Depreciable	<u>68,770,710</u>		<u>18,993,418</u>	<u>(12,319,608)</u>	<u>75,444,520</u>
Capital Assets, Depreciable:					
Buildings	255,264,868		11,773,805	(46,049)	266,992,624
Improvements Other Than Buildings	30,262,848			(344,300)	29,918,548
Furniture, Fixtures, Machinery and Equipment	37,035,231	(3,529,745)	389,868	(5,436,072)	28,459,282
Infrastructure	559,857,489		17,807,771	(119,434)	577,545,826
Intangible Assets	82,091,248	3,916,289	1,430,242		87,437,779
Total Capital Assets, Depreciable	<u>964,511,684</u>	<u>386,544</u>	<u>31,401,686</u>	<u>(5,945,855)</u>	<u>990,354,059</u>
Less Accumulated Depreciation, Amortization					
for: Buildings	(86,901,160)		(6,830,950)	(42,962)	(93,775,072)
Improvements Other Than Buildings	(17,301,332)		(569,381)	232,089	(17,638,624)
Furniture, Fixtures, Machinery and Equipment	(29,169,907)	3,353,018	(1,277,116)	5,350,216	(21,743,789)
Infrastructure	(206,260,488)		(12,920,268)	12,729	(219,168,027)
Intangible Assets: Water Rights, Software & Licenses		(3,535,732)	(255,978)		(3,791,710)
Total Accumulated Depreciation	<u>(339,632,887)</u>	<u>(182,714)</u>	<u>(21,853,693)</u>	<u>5,552,072</u>	<u>(356,117,222)</u>
Total Capital Assets, Depreciable					
Net Business-Type Activities	<u>624,878,797</u>	<u>203,830</u>	<u>9,547,993</u>	<u>(393,783)</u>	<u>634,236,837</u>
Capital Assets, Net	<u>\$ 693,649,507</u>	<u>\$ 203,830</u>	<u>\$ 28,541,411</u>	<u>\$ (12,713,391)</u>	<u>\$ 709,681,357</u>

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

Governmental Activities:	
General Government	\$ 354,545
Public Safety	1,775,858
Transportation, including depreciation of general infrastructure assets	5,168,969
Field Operations	22,968
Engineering and Building Maintenance	794,787
Culture and Recreation	2,536,242
Capital assets held by the government's Internal Service Funds are charged to the various functions based on their usage of the assets	12,490,576
Total depreciation, amortization expense - Governmental Activities	<u>\$ 23,143,945</u>
Business Activities:	
Water Resources Fund including depreciation of infrastructure assets	\$ 16,764,175
Stormwater Management Fund	1,748,863
War Memorial Coliseum Fund	2,135,904
Parking Facilities Fund	595,962
Solid Waste Management Fund	608,789
Total depreciation, amortization expense - Business-Type Activities	<u>\$ 21,853,693</u>

Construction Commitments

The City has construction contract commitments on capital projects at June 30, 2010 as follows:

Governmental Funds:	
Special Revenue	\$ 8,234,782
Capital Projects	<u>12,955,350</u>
Total Governmental Funds	<u>21,190,132</u>
Enterprise Funds:	
Water Resources	38,784,085
War Memorial Coliseum	<u>17,600,425</u>
Total Enterprise Funds	<u>56,384,510</u>
	<u>\$ 77,574,642</u>

Discretely Presented Component Units:

Activity for GHDP for the year ended June 30, 2010, 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	\$ 390,440	\$	\$ (74,250)	\$ 316,190
Capital Assets, Depreciable, Amortized:				
Equipment	3,723			3,723
Software	135			135
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)			(135)
Total Accumulated Depreciation, Amortization	<u>(3,858)</u>			<u>(3,858)</u>
Total Capital Assets, Depreciable, Amortized-Net				
GHDP Capital Assets, Net	<u>\$ 390,440</u>	<u>\$</u>	<u>\$ (74,250)</u>	<u>\$ 316,190</u>

Activity for GTA for the year ended June 30, 2010, was as follows:

	<u>Beginning Balance</u>	<u>Increases</u>	<u>Decreases</u>	<u>Ending Balance</u>
Capital Assets, Non-depreciable:				
Land	\$ 2,914,504	\$ 8,688	\$	\$ 2,923,192
Construction in Progress	548,594	1,447,918		1,996,512
Total Capital Assets, Non-depreciable	<u>3,463,098</u>	<u>1,456,606</u>		<u>4,919,704</u>
Capital Assets, Depreciable:				
Buildings	20,784,910		(6,845)	20,778,065
Improvements Other Than Buildings	15,634			15,634
Furniture, Fixtures, Machinery and Equipment	16,473,810	2,452,688	(496,199)	18,430,299
Total Capital Assets, Depreciable	<u>37,274,354</u>	<u>2,452,688</u>	<u>(503,044)</u>	<u>39,223,998</u>
Less Accumulated Depreciation for:				
Buildings	(3,363,004)	(520,049)	1,711	(3,881,342)
Improvements Other Than Buildings	(2,793)	(442)		(3,235)
Furniture, Fixtures, Machinery and Equipment	(5,337,830)	(1,758,401)	308,718	(6,787,513)
Total Accumulated Depreciation	<u>(8,703,627)</u>	<u>(2,278,892)</u>	<u>310,429</u>	<u>(10,672,090)</u>
Total Capital Assets, Depreciable-Net	<u>28,570,727</u>	<u>173,796</u>	<u>(192,615)</u>	<u>28,551,908</u>
GTA Capital Assets, Net	<u>\$ 32,033,825</u>	<u>\$ 1,630,402</u>	<u>\$ (192,615)</u>	<u>\$ 33,471,612</u>

Activity for ABC Board for the year ended June 30, 2010, was as follows:

	<u>Beginning Balance</u>	<u>Increases</u>	<u>Decreases</u>	<u>Ending Balance</u>
Capital Assets, Non-depreciable:				
Land	\$ 514,855	\$	\$ (60,000)	\$ 454,855
Total Capital Assets, Depreciable	<u>514,855</u>		<u>(60,000)</u>	<u>454,855</u>
Capital Assets, Depreciable:				
Buildings	2,570,111		(120,151)	2,449,960
Improvements Other Than Buildings	233,326	5,373		238,699
Furniture, Fixtures, Machinery and Equipment	1,838,977	10,258		1,849,235
Total Capital Assets, Depreciable	<u>4,642,414</u>	<u>15,631</u>	<u>(120,151)</u>	<u>4,537,894</u>
Less Accumulated Depreciation for:				
Buildings	(814,476)		32,931	(781,545)
Improvements Other Than Buildings	(207,519)	(7,874)		(215,393)
Furniture, Fixtures, Machinery and Equipment	(1,379,254)	(94,657)		(1,473,911)
Total Accumulated Depreciation	<u>(2,401,249)</u>	<u>(102,531)</u>	<u>32,931</u>	<u>(2,470,849)</u>
Total Capital Assets, Depreciable-Net	<u>2,241,165</u>	<u>(86,900)</u>	<u>(87,220)</u>	<u>2,067,045</u>
ABC Board Capital Assets, Net	<u>\$ 2,756,020</u>	<u>\$ (86,900)</u>	<u>\$ (147,220)</u>	<u>\$ 2,521,900</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 \$22,159,625 reported as landfill closure and post closure care liability at June 30, 2010 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 46.2% 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, 2010, the City had expended \$3,876,035 to complete closure of the White Street facility, Phase II. The balance of closure costs, estimated at \$13,360,079, and an estimated \$8,799,546 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 \$110,553 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 \$1,675,843 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.

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, 2010.

In addition, we estimate no recoveries to potentially reduce the recorded pollution liabilities in Fiscal Year 2010.

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, 2010:

1. Internal Receivables/Payables:

	<u>General Fund</u>	<u>Housing Partnership Revolving Fund</u>	<u>Total</u>
<u>Current Receivable By:</u>			
Non-Major Governmental Funds	\$ 571,000	\$ 659,000	\$ 1,230,000
<hr/>			
<u>Current Payable From:</u>			
Non-Major Governmental Funds			
Workforce Investment Act	\$ 571,000	\$	\$ 571,000
Community Development		493,000	493,000
South Elm Street Redevelopment		152,000	152,000
Hope VI Program		14,000	14,000
Total	\$ 571,000	\$ 659,000	\$ 1,230,000
<hr/>			

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

	<u>Receivable By:</u>
	<u>General Fund</u>
Payable From: Component Unit - ABC Board	<u>\$ 607,601</u>

Internal receivables and payable were recorded due to timing in receipt of funds from outside parties. Current internal balances represent amounts advanced to the Community Development Fund (\$493,000), Workforce Investment Act (WIA) Fund (\$571,000), South Elm Street Redevelopment Fund (\$152,000) and the Hope VI Program Fund (\$14,000) pending reimbursement receipts from grantor agencies in the next fiscal year.

3. Interfund Transfers:

	<u>General Fund</u>	<u>Non-major Governmental Funds</u>	<u>Internal Service Fund</u>
<u>Transfers From:</u>	<u>\$ (30,669,254)</u>	<u>\$ (2,771,515)</u>	<u>\$ (2,263,561)</u>
<u>Transfers To:</u>			
General Fund	\$	\$ 386,900	\$ 2,109,410
Debt Service	16,691,700		
Non-major Governmental Funds	7,769,065		154,151
Enterprise Funds			
War Memorial Coliseum	1,800,000	2,000,000	
Solid Waste Management	4,408,489		
Internal Service Funds		352,533	
Fiduciary Funds		32,082	
Total	<u>\$ 30,669,254</u>	<u>\$ 2,771,515</u>	<u>\$ 2,263,561</u>

	<u>Debt Service Fund</u>	<u>Water Resources Fund</u>	<u>Stormwater Management Fund</u>	<u>Total</u>
<u>Transfers From:</u>	<u>\$ (96,844)</u>	<u>\$ (15,000)</u>	<u>\$ (7,500)</u>	<u>\$ (35,823,674)</u>
<u>Transfers To</u>				
General Fund	\$	\$	\$	\$ 2,496,310
Debt Service				16,691,700
Non-Major Governmental Funds			7,500	7,930,716
Enterprise Funds:				
War Memorial Coliseum				3,800,000
Solid Waste Management				4,408,489
Internal Service Funds	96,844	15,000		464,377
Fiduciary Funds				32,082
Total	<u>\$ 96,844</u>	<u>\$ 15,000</u>	<u>\$ 7,500</u>	<u>\$ 35,823,674</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 \$2,541,608 to the General Fund in Fiscal Year 2010, which was recorded as Intergovernmental 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, 2010 is \$1,523,641,939. 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 3.0% to 5.0%. The outstanding tax-exempt and taxable variable rate bonds are reported at .20% and .35%, respectively as of June 30, 2010. Principal is payable annually in varying amounts through 2028. One June 29, 2010, the City issued \$3,745,000 fixed rate General Obligation Public Improvement Bond Anticipation Notes payable at .4303% due on November 3, 2010. The original issue premium amounted to \$2,340. The proceeds of these notes will be used for public transportation, neighborhood redevelopment, parks and recreation, and a fire station. Principal and interest requirements will be provided by an appropriation in the year in which they become due.

General Obligation Bonds	\$157,653,655
Bond Anticipation Notes Payable	<u>3,745,000</u>
	161,398,655

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	3,556,345
--------------------------	-----------

3. Enterprise Improvement General Obligation Bond Anticipation Notes

One June 29, 2010, the City issued \$6,000,000 fixed rate General Obligation Public Improvement Bond Anticipation Notes payable at .4303% due on November 3, 2010. These General Obligation Bond Anticipation Notes were issued for construction of an aquatic center on the Coliseum site.

Bond Anticipation Notes Payable	<u>6,000,000</u>
	<u>\$170,955,000</u>

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, 2010, \$39,920,000 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 page 160.

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

<u>Fiscal Year</u>	<u>Governmental Activities</u>		
	<u>Annual Requirements</u>		
	<u>Principal</u>	<u>Interest</u>	<u>Total</u>
2010-11	\$ 27,110,000	\$ 5,049,645	\$ 32,159,645
2011-12	14,615,000	4,421,434	19,036,434
2012-13	11,420,000	3,971,507	15,391,507
2013-14	11,595,000	3,675,437	15,270,437
2014-15	8,645,000	3,372,033	12,017,033
2015-20	46,610,000	10,846,831	57,456,831
2020-25	38,140,000	2,310,748	40,450,748
2025-28	12,820,000	72,795	12,892,795
	<u>\$ 170,955,000</u>	<u>\$ 33,720,430</u>	<u>\$ 204,675,430</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, 2010 is 5.97. The City demonstrated compliance with bond covenants during Fiscal Year 2009-10.

Special Obligation Bonds Debt Service Requirements to Maturity are:

<u>Fiscal Year</u>	<u>Business-Type Activities</u>		
	<u>Annual Requirements</u>		
	<u>Principal</u>	<u>Interest</u>	<u>Total</u>
2010-11	\$ 1,945,000	\$ 399,491	\$ 2,344,491
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
2014-19	3,425,000	706,150	4,131,150
2019-20	785,000	39,249	824,249
	<u>\$ 10,825,000</u>	<u>\$ 2,003,275</u>	<u>\$ 12,828,275</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 \$7,225,000 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 City has \$6,555,000 fixed rate 2001A bonds bearing interest rates from 5.0% to 5.50% maturing in 2014. The \$20,190,000 Series 2001B variable rate tax-exempt Combined Enterprise System Revenue Bonds mature in 2026. A portion of the 2001B bonds were issued to defease \$10,000,000 Variable Rate 1995B tax-exempt bonds.

The Combined Enterprise System is currently comprised of the City's water and sanitary sewer system. Principal and interest requirements will be provided by and appropriation in the year in which they become due. The outstanding tax-exempt variable rate bonds are reported from .20% to .30% as of June 30, 2010.

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 \$38,402,185 to provide a coverage ratio of 2.34 at June 30, 2010. The City was in compliance with all such covenants during Fiscal Year 2009-10.

Revenue Bonds Debt Service Requirements to Maturity are:

<u>Fiscal Year</u>	<u>Business-Type Activities</u>		
	<u>Principal</u>	<u>Interest</u>	<u>Total</u>
2010-11	\$ 9,960,000	\$ 8,580,388	\$ 18,540,388
2011-12	10,425,000	8,208,620	18,633,620
2012-13	10,845,000	7,829,241	18,674,241
2013-14	11,360,000	7,419,365	18,779,365
2014-15	11,890,000	7,017,805	18,907,805
2015-20	68,340,000	27,648,408	95,988,408
2020-25	70,680,000	14,452,804	85,132,804
2025-30	51,500,000	4,463,701	55,963,701
2030-34	19,465,000	268,820	19,733,820
	<u>\$ 264,465,000</u>	<u>\$ 85,889,152</u>	<u>\$ 350,354,152</u>

8. Certificates of Participation

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. Outstanding certificates bear interest payable semi-annually at variable rates reported at .35% as of the end of June 30, 2010. Principal is payable annually in varying amounts through FY 2016. 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, 2010 were issued for Coliseum purposes.

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, 2010, \$7,775,000 of outstanding certificates are considered defeased.

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

<u>Fiscal Year</u>	<u>Governmental Activities</u>		
	<u>Principal</u>	<u>Interest</u>	<u>Total</u>
2010-11	\$ 2,870,000	\$ 36,243	\$ 2,906,243
2011-12	3,040,000	26,198	3,066,198
2012-13	1,220,000	15,558	1,235,558
2013-14	1,295,000	11,288	1,306,288
2014-15	1,380,000	6,755	1,386,755
2015-16	1,470,000	5,145	1,475,145
	<u>\$ 11,275,000</u>	<u>\$ 101,187</u>	<u>\$ 11,376,187</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 5.92% and redevelopment projects that bear interest from 2.7% to 8.12%. Interest and principal are payable monthly and quarterly through 2024. 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 \$11,216,700. One of the agreements is with RBC Bank (USA) for certain energy improvements in the amount of \$5,846,700, 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 \$5,556,903 for equipment purchases at a fixed rate of 3.246%, maturing in 2013. In addition, the City has outstanding master lease agreements of \$1,107,228 with Bank of America. The City entered into the initial equipment lease agreement of \$4,200,000 at a fixed rate of 3.657% in December 2006 that matures in 2011. 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 \$2,572,917 is outstanding. The City has outstanding a total of \$20,453,748 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 \$5,055,000. 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 \$2,358,000 maturing in 2024. Interim and current year additional notes bear interest at a rate of 3 Month LIBOR plus 20 basis points which approximated .80% at June 30, 2010. Total notes outstanding for HUD funding is \$7,413,000 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, 2010 is \$308,030.

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 \$1,526,421 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:

Fiscal Year	Governmental Activities		Business-Type Activities		Total
	Annual Requirements		Annual Requirements		
	Principal	Interest	Principal	Interest	
2010-11	\$ 4,840,081	\$ 1,061,414	\$ 632,572	\$ 291,397	\$ 6,825,464
2011-12	3,448,364	886,487	645,447	270,144	5,250,442
2012-13	3,015,247	763,371	661,501	248,371	4,688,490
2013-14	3,100,301	653,629	3,742,978	229,565	7,726,473
2014-15	939,022	501,316	521,653	77,927	2,039,918
2015-20	5,812,705	1,690,399	1,708,375	161,151	9,372,630
2020-24	3,582,496	213,981			3,796,477
	<u>\$ 24,738,216</u>	<u>\$ 5,770,597</u>	<u>\$ 7,912,526</u>	<u>\$ 1,278,555</u>	<u>\$ 39,699,894</u>

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

Long-term liability activity for the year ended June 30, 2010, was as follows:

	Beginning <u>Balance</u>	<u>Additions</u>	<u>Reductions</u>	Ending <u>Balance</u> ⁽¹⁾	Due Within <u>One Year</u>
Governmental Activities:					
<i>Bonds and Notes Payable:</i>					
General Obligation Bonds	\$ 178,462,931	\$	\$ (17,252,931)	\$ 161,210,000	\$ 15,913,405
General Obligation Bond Anticipation Notes		3,745,000		3,745,000	3,745,000
Certificates of Participation	13,965,000		(2,690,000)	11,275,000	2,870,000
Section 108 HUD Loan	7,888,000		(475,000)	7,413,000	485,000
Fire Station Loan	333,641		(25,611)	308,030	27,084
Master Lease Agreement	18,604,120		(3,963,289)	14,640,831	3,127,812
<i>Plus Deferred Amounts:</i>					
For Issuance Premium	5,511,106	900	(1,076,783)	4,435,223	814,866
Total Debt Payable	<u>224,764,798</u>	<u>3,745,900</u>	<u>(25,483,614)</u>	<u>203,027,084</u>	<u>26,983,167</u>
<i>Other Liabilities</i>					
Capital Leases	2,731,766	909,510	(1,264,921)	2,376,355	1,200,185
Compensated Absences ⁽²⁾	<u>11,191,655</u>	<u>8,152,902</u>	<u>(7,949,130)</u>	<u>11,395,427</u>	<u>7,319,015</u>
Governmental Activity					
Long-Term Liability ⁽¹⁾	<u>\$ 238,688,219</u>	<u>\$ 12,808,312</u>	<u>\$ (34,697,665)</u>	<u>\$ 216,798,866</u>	<u>\$ 35,502,367</u>

	Beginning <u>Balance</u>	<u>Additions</u>	<u>Reductions</u>	Ending <u>Balance</u>	Due Within <u>One Year</u>
Business-Type Activities:					
<i>Bonds and Notes Payable:</i>					
General Obligation Bonds	\$ 82,069	\$	\$ (82,069)	\$	\$
General Obligation Bond Anticipation Notes		6,000,000		6,000,000	6,000,000
Special Obligation Bonds	12,700,000	5,720,000	(7,595,000)	10,825,000	1,945,000
Revenue Bonds	272,935,000		(8,470,000)	264,465,000	10,214,403
Certificates of Participation	150,000		(150,000)		
Master Lease Agreement	5,983,589		(170,672)	5,812,917	193,056
State Water Revolving Loan	1,780,824		(254,403)	1,526,421	254,403
Watershed Protection Bonds	805,508		(232,320)	573,188	185,113
<i>Plus Deferred Amounts:</i>					
For Issuance Discounts	(285)		285		
For Issuance Premiums	9,505,426	1,440	(996,688)	8,510,178	998,130
Total Debt Payable	<u>303,942,131</u>	<u>11,721,440</u>	<u>(17,950,867)</u>	<u>297,712,704</u>	<u>19,790,105</u>
<i>Other Liabilities</i>					
Accrued Landfill Liability	20,007,436	2,152,189		22,159,625	500,000
Compensated Absences	<u>2,127,459</u>	<u>1,720,962</u>	<u>(1,726,687)</u>	<u>2,121,734</u>	<u>1,632,937</u>
Business-Type Activity					
Long-Term Liability	<u>\$ 326,077,026</u>	<u>\$ 15,594,591</u>	<u>\$ (19,677,554)</u>	<u>\$ 321,994,063</u>	<u>\$ 21,923,042</u>

The gross amount of assets acquired under capital leases at June 30, 2010, (\$909,510) 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.

	<u>Ending Balance</u>
Internal Service Funds:	
Bonds and Notes Payable:	
General Obligation Bonds Payable	\$ 3,556,345
Premium - General Obligation Bonds Payable	224,801
Total Debt Payable	<u>3,781,146</u>
Other Liabilities:	
Capital Leases	2,376,355
Other Financing Agreements	14,640,831
Compensated Absences	427,510
Internal Service Fund	
Long-Term Liability	<u>\$ 21,225,842</u>

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

Hedging Derivatives and Associated Hedged Debt

Using rates as of June 30, 2010, 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	<u>Variable Rate Bonds</u>		<u>Hedging Derivatives, Net</u>	
	<u>Principal</u>	<u>Interest</u> ⁽¹⁾	<u>Net</u> ⁽²⁾	<u>Total</u>
2011	\$ 3,755,000	\$ 97,490	\$ 1,448,548	\$ 5,301,038
2012	3,960,000	87,100	1,306,514	5,353,614
2013	4,175,000	76,145	1,156,817	5,407,962
2014	4,345,000	64,595	998,984	5,408,579
2015	2,470,000	52,560	834,121	3,356,681
2016	2,600,000	45,150	717,064	3,362,214
2017	2,735,000	37,350	593,847	3,366,197
2018	2,880,000	29,145	464,232	3,373,377
2019	5,775,000	20,505	327,745	6,123,250
2020	2,960,000	5,920	95,506	3,061,426
	<u>\$ 35,655,000</u>	<u>\$ 515,960</u>	<u>\$ 7,943,378</u>	<u>\$ 44,114,338</u>

(1) Computed at 0.25%, 0.20%, and 0.30% on Swap 1, Swap 2 and Swap 3 at June 30, 2010

(2) Computed at (2.92% less 67% of 1 Month LIBOR at June 30, 2010-Swap 1) and (3.46% less 67% of 1 Month LIBOR at June 30, 2010-Swap 2) and (4.99% less 72% of 1 Month LIBOR at June 30, 2010-Swap 3)

Derivative Instrument Summary

At June 30, 2010 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 6/30/10</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	\$ (246,640)	\$ 13,250,000	10/8/2002	4/1/2014 and 4/1/2020	Debt	\$ (1,144,496)

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	\$ (249,376)	\$ 22,405,000	6/1/2005	6/1/2019	Debt	\$ (3,834,457)

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, 2010 amounted to \$13,517,161 of which \$11,395,427 relates to Governmental Activities and \$2,121,734 relates to Business-Type Activities. Changes in accumulated annual leave are as follows:

<u>Fund Type</u>	<u>Balance 7/1/2009</u>	<u>Current Year</u>		<u>Balance 6/30/2010</u>	<u>Due Within One Year</u>
		<u>Increase</u>	<u>Decrease</u>		
Governmental Activities	\$ 11,191,655	\$ 8,152,902	\$ (7,949,130)	\$ 11,395,427	\$ 7,319,015
Business-Type Activities	2,127,459	1,720,962	(1,726,687)	2,121,734	1,632,937
	<u>\$ 13,319,114</u>	<u>\$ 9,873,864</u>	<u>\$ (9,675,817)</u>	<u>\$ 13,517,161</u>	<u>\$ 8,951,952</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, 2010. GTA leave liability is \$54,976.

City employees had accumulated sick leave benefits of \$47,981,296 at June 30, 2010, 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 \$4,800,000 per occurrence, with an aggregated available for the City of \$9,356,155 as of June 30, 2010. Additional amounts of \$3,073,247 are recorded in the Excess Liability Fund – Tier 1 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, 2010 is \$1,480,351. 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. Accordingly, a total of \$13,909,753 is included in the City’s General Risk Retention Fund as insurance deposits. A portion of the Excess Liability Fund – Tier 1, \$1,011,046 is also available to be used as a “run-off” account for any unsettled claims which occurred as of December 31, 1999 and were reported by January 7, 2000. This amount will be handled under the old fund structure and will be shared by members in accordance with the original bylaws. In addition, the City recorded \$1,143,738 in deposits in the Employee Risk Retention Fund to reflect amounts held by the ELF to pay employer’s liability and workers’ compensation claims.

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 2010, the City contributed \$50,000 to the Property Deductible Fund. At June 30, 2010 following distribution of net earnings to individual accounts for respective members, the fund held deposits of \$383,610 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 Excess Liability Fund – Tier 1, 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 2010 and 2009 are as follows:

	Employee Risk <u>Retention</u>	General Risk <u>Retention</u>	Total <u>2009-10</u>	Total <u>2008-09</u>
Balance-July 1	\$ 7,561,139	\$ 1,296,981	\$ 8,858,120	\$ 8,019,639
Add: Incurred Claims (including IBNR's and Changes in Estimates	26,618,790	1,095,958	27,714,748	28,647,873
Deduct: Claims Payments	(27,661,518)	(1,086,270)	(28,747,788)	(27,809,392)
Balance - June 30	<u>\$ 6,518,411</u>	<u>\$ 1,306,669</u>	<u>\$ 7,825,080</u>	<u>\$ 8,858,120</u>

B. Subsequent Events

We have evaluated subsequent events through November 4, 2010 and have provided the following disclosures.

On September 8, 2010, the City received a \$16.3 million payment as settlement of a claim brought by a general contractor in connection with construction of one of the City’s wastewater treatment plants. The general contractor was terminated by the City for lack of performance, and the general contractor sued the City on several grounds, including breach of contract, wrongful termination and negligent misrepresentation. The City filed a counterclaim against the general contractor and its surety provider for its costs to remedy the contractor’s faulty work, which resulted in a judgment favorable to the City, and corresponding receipt.

On September 30, 2010, the Greensboro Center City Corporation issued \$7 million in Certificates of Participation to partially fund construction of the Greensboro Aquatic Center, a \$19 million project which is currently underway at the Greensboro Coliseum site. Proceeds of the City’s Hotel/Motel Occupancy tax and donations from the Greensboro Area Convention and Visitor’s Bureau will be used to pay debt service on the GCCC’s obligation. The Certificates were rated AA+, AA, and Aa2 by Standard and Poor’s, Fitch Ratings and Moody’s Investors Service, respectively.

On October 13, 2010, the City issued \$40 million in 2010A and B General Obligation bonds and \$15.505 million in 2010C General Obligation Refunding bonds to refund 2003A general obligations, scheduled to close on November 2, 2010. A portion of the transaction is structured with taxable Build America Bonds and the City will receive a direct interest subsidy of 35% on the

related debt service. The 2010 series bonds, affirmed as AAA by each of the three nationally recognized credit rating agencies above, are being issued for the following purposes and amounts:

Street Improvements	\$18,240,000
Parks and Recreational Facilities	13,580,000
Economic Development	4,000,000
Natural Science Center	1,735,000
Neighborhood Redevelopment	1,300,000
Public Transportation	500,000
Fire Station	345,000
Library Facilities	<u>300,000</u>
	<u>\$40,000,000</u>

On November 3, 2010, General Obligation Bond Anticipation Notes totaling, \$9,745,000 also matured and were replaced by the long-term general obligation debt described above.

C. Commitments and Contingencies

1. Legalities

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, 2010 are comprised of the following:

	<u>Project Authorization</u>	<u>Expended Through June 30, 2010</u>	<u>Unexpended Authorization</u>
Governmental Funds:			
General Fund ⁽¹⁾	\$ 7,030,605	\$ 6,812,643	\$ 217,962
Special Revenue	2,348,741	444,237	1,904,504
Capital Projects	465,390,856	233,724,094	231,666,762
	<u>\$ 474,770,202</u>	<u>\$ 240,980,974</u>	<u>\$ 233,789,228</u>
Enterprise Funds:			
Water Resources	\$ 191,912,975	\$ 127,215,075	\$ 64,697,900
Coliseum	31,648,992	12,960,851	18,688,141
Stormwater Management	8,879,778	2,143,136	6,736,642
Solid Waste Management	6,242,050	5,327,035	915,015
	<u>\$ 238,683,795</u>	<u>\$ 147,646,097</u>	<u>\$ 91,037,698</u>

(1) Powell Bill Transportation Projects.

3. Financial Assistance Programs

The City participates in a number of Federal and State financial assistance programs. For the Fiscal Year ended June 30, 2010, 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, 2010 totaled \$293,931. Future lease payments, less payments under sublease agreement, are as follows:

<u>Fiscal Year</u>	<u>Lease Payments</u>
2010-11	\$ 382,400
2011-12	310,300
2012-13	253,500
2013-14	149,900
2014-15	16,300
	<u>\$ 1,112,400</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, 2010 totaled \$1,646,994. Future lease payments are as follows:

<u>Fiscal Year</u>	<u>Lease Payments</u>
2010-11	\$ 1,254,551
2011-12	663,595
2012-13	228,394
2013-14	39,103
	<u>\$ 2,185,643</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.

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 Greensboro investment of \$83,161,539, as of June 30, 2010. The City contributed annual member dues in the amount of \$1,070,291 in FY 2010 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. We expect to pump 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, which should begin to be amortized 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 2009-10, the City levied \$3,316,307 in room occupancy taxes, of which \$657,945 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 pay the future overall cost of coverage for these benefits by entering into a trust arrangement with the North Carolina Department of State Treasurer. General Statute 147-69.4 allows the City to establish an OPEB Trust Fund under the management of the State Treasurer and G.S. 159-30(g) allows the City to make contributions to the Fund. At June 30, 2010 the Plan had \$1,040,448 invested in the State Treasurer's Local Government Other Post-Employment Benefits (OPEB) 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 held in the State Treasurer's Short Term Investment Fund (STIF), 48%, OPEB Long-Term Fund, 6%, OPEB Short-Term Fund, 14% and OPEB Equity Fund, 32%. Allowable STIF investments are detailed in G.S. 147-69.1. A separate report was not issued for the Plan.

Membership of the Plan consisted of the following at December 31, 2007, the date of the latest actuarial valuation:

	General Employees	Law Enforcement Officers	Retirees	Total
Retirees receiving benefits			938	938
Active plan members	2,427	571		2,998
Total	<u>2,427</u>	<u>571</u>	<u>938</u>	<u>3,936</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 \$4,999,407, is 3.78% of annual covered payroll. For the current year, the City contributed \$5,221,079 (or 104.2% of annual coverage payroll) toward actual benefit payments. 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, 2010. Certain longer term securities are valued at estimated market value, as determined by the State Treasurer. Administration costs of the Plan 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 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 and includes a net asset of \$797 for GTA:

Annual Required Contribution	\$ 4,999,407
Interest on Net Pension Obligation	199,976
Adjustment to Annual Required Contribution	<u>(199,976)</u>
Annual OPEB Cost (expense)	4,999,407
Contributions Made	<u>(5,211,079)</u>
Increase (decrease) in Net OPEB Obligation	(211,672)
Net OPEB Obligation-Beginning of Year	<u>13,634</u>
Net OPEB Asset-End of Year	<u>\$ (198,038)</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:

<u>Fiscal Year</u> <u>Ending</u>	<u>Annual OPEB</u> <u>Cost</u>	<u>Percentage of Annual</u> <u>OPEB Cost Contributed</u>	<u>Net OPEB</u> <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)

Funded Status and Funding Progress

As of the December 31, 2007 report, the most recent actuarial valuation date, the Plan was partially funded \$1,040,448 or 1.8%. The actuarial accrued liability for benefits was \$57,187,696 and the unfunded actuarial accrued liability (UAAL) was \$56,147,248. The covered payroll (annual payroll of active employees covered by the Plan) was \$132,329,610, and the ratio of the UAAL to the covered payroll was 42.4%. Actuarial valuations of an ongoing plan involve estimates of the value of reported amounts and assumptions about the probability of occurrence of events far into the future. 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, 2007 actuarial valuation, the projected unit credit actuarial cost method was used. The actuarial assumptions included a 4.00 percent investment rate of return which is the expected long-term investment return on the employer's own investments calculated based on the funded level of the Plan at the valuation date, and an annual medical cost trend increase of 11.00 to 5.00 percent annually. Both rates included a 3.75 percent 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 an open basis. The remaining amortization period at December 31, 2007, was 30 years. Since the City's contribution to the trust arrangement first occurred at the end of June 2009, the City's own investment rate of return was used in the calculations. However, subsequent actuarial valuations will consider the effect of the pre-funding and the interest component of the calculation will be adjusted going forward.

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 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, 2010 was \$71,188,830.

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, 2010 was \$139,118,588 and the City's total payroll was \$149,108,646.

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, 2010, 2009, and 2008 were \$5,191,463, \$5,176,302, and \$5,095,563, 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 4.90% and 4.87% of covered payroll, respectively.

The System also provides retirement benefits to permanent Greensboro ABC Board employees. Covered employees contribute 6% of their individual salaries. Effective July 1, 2005, the Board's mandatory contribution was 4.9%. The Board contributions to the System for the years ended June 30, 2010, 2008 and 2007 were \$380,988, \$383,908, and \$378,790, 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, 2010. The contribution requirements of employee's 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, 2010 was \$33,172,014. The City's total payroll was \$149,108,646.

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	116
Active plan members	<u>650</u>
Total	<u><u>766</u></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	23.20%
Federal Home Loan Bank	22.73
Federal Home Loan Mortgage Corporation	33.76
Federal Farm Credit Bank	9.17

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 \$2,075,955 or 6.26% of annual covered payroll. Current contributions equaled 136% of the actuarially required amounts in Fiscal Year 2009-10. 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, 2008 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, 2008 was 22 years.

Fiscal Year Ending	Annual Pension Cost (APC)	Percentage of APC Contributed	Net Pension Asset
6/30/2008	\$ 1,484,635	128.00	\$ (2,983,092)
6/30/2009	1,385,522	143.58	(3,586,884)
6/30/2010	1,507,067	137.75	(4,155,772)

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

Annual Required Contribution	\$ 1,524,588
Interest on Net Pension Obligation	(215,213)
Adjustment to Annual Required Contribution	197,692
Annual Pension Cost	<u>1,507,067</u>
Contributions Made	<u>(2,075,955)</u>
Decrease in Net Pension Obligation	(568,888)
Net Pension Asset-Beginning of Year	<u>(3,586,884)</u>
Net Pension Asset-End of Year	<u><u>\$ (4,155,772)</u></u>

d. Funded Status and Funding Progress

As of December 31, 2009, 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 \$20,222,331 and \$14,510,536, respectively. The covered payroll (annual payroll of active employees covered by the plan) was \$33,925,054, and the ratio of the UAAL to the covered payroll was 42.77 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, 2011 is calculated as of December 31, 2009. In the December 31, 2008 actuarial valuation used to calculate the FY2010 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, 2009 was 21 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, 2010 were calculated using a covered payroll (base salary) in the amount of \$31,575,270. The City's total payroll was \$149,108,646. Total contributions were \$3,496,708, which consisted of \$1,578,763 from the City and \$1,917,945 from the law enforcement officers. The City's required contributions and the officer's voluntary contributions represented 5.0% and 6.07% 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, 2000 - 2009

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)	
12/31/00	*	\$3,244,197	\$14,006,640	23.2%	\$10,762,443	\$21,823,165	49.3%
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

* Reflects changes in actuarial assumptions.

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, 2001 - 2010

Year Ended 6/30	Annual Required Contribution	Percentage Contributed
2001	#####	146.2%
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

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	12/31/2008
Actuarial Cost Method	Projected Unit Credit
Amortization Method	Level Dollar Closed
Remaining Amortization Period	22 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, 2007

<u>Actuarial Valuation Date</u>	<u>Actuarial Value of Assets (a)</u>	<u>Actuarial Accrued Liability - Projected Unit Credit (b)</u>	<u>Funded Ratio (a) / (b)</u>	<u>Unfunded Actuarial Accrued Liability (b) - (a)</u>	<u>Covered Payroll (c)</u>	<u>Unfunded Actuarial Accrued Liability as a Percentage of Covered Payroll (b - a) / c)</u>
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

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, 2010

Year Ended 6/30	Annual Required Contribution	Percentage Contributed
2008	#####	100.0%
2009	4,999,407	99.7
2010	4,999,407	104.2

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	12/31/2007
Actuarial Cost Method	Projected Unit Credit
Amortization Method	Level percent of pay, open
Remaining Amortization Period	30 Years
Asset Valuation Method	Market Value
Actuarial Assumptions:	
Investment Rate of Return (1)	4.0%
Medical Cost Trend Rate	11.0% - 5.0%
Year of Ultimate Trend Rate	2016

(1) Includes inflation at: 3.75%

COMBINING BALANCE SHEET

Nonmajor Governmental Funds

June 30, 2010

ASSETS	SPECIAL REVENUE FUNDS	CAPITAL PROJECTS FUNDS	PERMANENT FUND PERPETUAL CARE	TOTAL NONMAJOR GOVERNMENTAL FUNDS
Cash and Cash Equivalents/Investments	\$ 11,592,409	\$ 1,118,109	\$	\$ 12,710,518
Receivables:				
Taxes	11,380			11,380
Accounts, Notes and Mortgages	26,337,700			26,337,700
Assessments	46,192			46,192
Intergovernmental	2,592,039			2,592,039
Internal Receivables	659,000			659,000
Assets Held for Resale	3,212,764			3,212,764
Restricted Assets:				
Cash and Cash Equivalents/Investments		33,113,974	2,152,191	35,266,165
Receivables:				
Accounts, Notes and Mortgages	10,000	179,533		189,533
Total Assets	<u>\$ 44,461,484</u>	<u>\$ 34,411,616</u>	<u>\$ 2,152,191</u>	<u>\$ 81,025,291</u>
LIABILITIES AND FUND BALANCES				
Liabilities:				
Accounts Payable	\$ 271,353	\$	\$	\$ 271,353
Contracts/Retainage Payable	1,006,269	11,700		1,017,969
Internal Payable	1,230,000			1,230,000
Miscellaneous	82,522			82,522
Deferred Revenues	27,653,248			27,653,248
Liabilities Payable from Restricted Assets:				
Accounts Payable		1,336		1,336
Contracts/Retainage Payable		2,715,000		2,715,000
Deferred Revenues		178,983		178,983
Total Liabilities	<u>30,243,392</u>	<u>2,907,019</u>		<u>33,150,411</u>
Fund Balances:				
Reserved by State Statute	4,595,733			4,595,733
Reserved for Encumbrances	286,946			286,946
Reserved for Assets Held for Resale	3,212,764			3,212,764
Reserved for Perpetual Care			2,152,191	2,152,191
Total Reserved Fund Balance	<u>8,095,443</u>		<u>2,152,191</u>	<u>10,247,634</u>
Unreserved, Reported In:				
Designated for Subsequent Year's Expenditures:				
Special Revenue Funds	1,965,552			1,965,552
Designated for Specific Purposes:				
Special Revenue Funds - Capital Projects/ Equipment	3,442,377			3,442,377
Capital Projects Funds - Capital Outlay		31,504,597		31,504,597
Total Unreserved-Specific Purposes	<u>3,442,377</u>	<u>31,504,597</u>		<u>34,946,974</u>
Undesignated:				
Special Revenue Funds	714,720			714,720
Total Fund Balances	<u>14,218,092</u>	<u>31,504,597</u>	<u>2,152,191</u>	<u>47,874,880</u>
Total Liabilities and Fund Balances	<u>\$ 44,461,484</u>	<u>\$ 34,411,616</u>	<u>\$ 2,152,191</u>	<u>\$ 81,025,291</u>

COMBINING BALANCE SHEET

Nonmajor Special Revenue Funds
June 30, 2010

ASSETS	STREET AND SIDEWALK REVOLVING	CEMETERY	HOTEL/MOTEL OCCUPANCY TAX	SPECIAL TAX DISTRICTS
Cash and Cash Equivalents/Investments	\$ 3,107,557	\$ 222,787	\$ 198,240	\$ 1,560,196
Receivables:				
Taxes				11,380
Accounts, Notes and Mortgages		16,963		
Assessments	46,192			
Intergovernmental	1,049	4,656	226,793	31,807
Internal Receivables				
Assets Held for Resale	95,179			
Restricted Assets:				
Receivables:				
Accounts, Notes and Mortgages				
Total Assets	\$ 3,249,977	\$ 244,406	\$ 425,033	\$ 1,603,383
LIABILITIES AND FUND BALANCES				
Liabilities:				
Accounts Payable	\$	\$	\$	\$
Contracts/Retainage Payable				37,500
Internal Payable				
Miscellaneous	1,693			
Deferred Revenues	132,489	9,513		11,873
Total Liabilities	134,182	9,513		49,373
Fund Balances:				
Reserved by State Statute	96,228	12,106	226,793	31,807
Reserved for Encumbrances	21,722	6,453		17,008
Reserved for Assets Held for Resale	95,179			
Unreserved Fund Balance:				
Designated for Subsequent Year's Expenditures	647,226	108,439	73,641	149,000
Designated for Specific Purposes - Capital Projects/ Equipment	2,255,440			
Undesignated		107,895	124,599	1,356,195
Total Fund Balances	3,115,795	234,893	425,033	1,554,010
Total Liabilities and Fund Balances	\$ 3,249,977	\$ 244,406	\$ 425,033	\$ 1,603,383

<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>	<u>STATE AND FEDERAL GRANTS</u>
\$ 1,015,794	\$ 716	\$ 61,291	\$ 992	\$ 781	\$ 995	\$ 1,484,717
13,965,364	4,762,789	6,175,033		55,150		1,362,401
93,633	112,792	205,340		682,306	192,000	851,584
659,000						
3,117,585						
						10,000
<u>\$ 18,851,376</u>	<u>\$ 4,876,297</u>	<u>\$ 6,441,664</u>	<u>\$ 992</u>	<u>\$ 738,237</u>	<u>\$ 192,995</u>	<u>\$ 3,708,702</u>
\$ 2,000	\$ 9,750	\$ 55,128	\$	\$ 86,058	\$	\$ 98,041
	493,000		14,000	18,192	17,725	507,049
12,119	64,235			571,000	152,000	4,475
<u>13,965,364</u>	<u>4,746,274</u>	<u>6,175,033</u>			<u>192,000</u>	<u>2,420,702</u>
<u>13,979,483</u>	<u>5,313,259</u>	<u>6,230,161</u>	<u>14,000</u>	<u>675,250</u>	<u>361,725</u>	<u>3,030,267</u>
752,633	129,307	205,340		737,455		2,213,985
137,410						
3,117,585						
553,209						
<u>311,056</u>	<u>(566,269)</u>	<u>6,163</u>	<u>(13,008)</u>	<u>(674,468)</u>	<u>(168,730)</u>	<u>(1,535,550)</u>
<u>4,871,893</u>	<u>(436,962)</u>	<u>211,503</u>	<u>(13,008)</u>	<u>62,987</u>	<u>(168,730)</u>	<u>678,435</u>
<u>\$ 18,851,376</u>	<u>\$ 4,876,297</u>	<u>\$ 6,441,664</u>	<u>\$ 992</u>	<u>\$ 738,237</u>	<u>\$ 192,995</u>	<u>\$ 3,708,702</u>

COMBINING BALANCE SHEET (continued)

Nonmajor Special Revenue Funds
June 30, 2010

ASSETS	STATE AND FEDERAL GRANTS (ARRA)	GUILFORD METRO 911	TOTAL NONMAJOR SPECIAL REVENUE FUNDS
Cash and Cash Equivalents/Investments	\$ 1,270,155	\$ 2,668,188	\$ 11,592,409
Receivables:			
Taxes			11,380
Accounts, Notes and Mortgages			26,337,700
Assessments			46,192
Intergovernmental	56,615	133,464	2,592,039
Internal Receivables			659,000
Assets Held for Resale			3,212,764
Restricted Assets:			
Receivables:			
Accounts, Notes and Mortgages			10,000
Total Assets	<u>\$ 1,326,770</u>	<u>\$ 2,801,652</u>	<u>\$ 44,461,484</u>
 LIABILITIES AND FUND BALANCES			
Liabilities:			
Accounts Payable	\$	\$ 32,126	\$ 271,353
Contracts/Retainage Payable	414,053		1,006,269
Internal Payable			1,230,000
Miscellaneous			82,522
Deferred Revenues			27,653,248
Total Liabilities	<u>414,053</u>	<u>32,126</u>	<u>30,243,392</u>
Fund Balances:			
Reserved by State Statute	56,615	133,464	4,595,733
Reserved for Encumbrances		104,353	286,946
Reserved for Assets Held for Resale			3,212,764
Unreserved Fund Balance:			
Designated for Subsequent Year's Expenditure		434,037	1,965,552
Designated for Specific Purposes - Capital Projects/ Equipment		1,186,937	3,442,377
Undesignated	856,102	910,735	714,720
Total Fund Balances	<u>912,717</u>	<u>2,769,526</u>	<u>14,218,092</u>
Total Liabilities and Fund Balances	<u>\$ 1,326,770</u>	<u>\$ 2,801,652</u>	<u>\$ 44,461,484</u>

COMBINING BALANCE SHEET

Nonmajor Capital Projects Funds
June 30, 2010

ASSETS	STREET AND SIDEWALK	STATE HIGHWAY ALLOCATION	GENERAL CAPITAL IMPROVEMENTS	PUBLIC IMPROVEMENTS SERIES 1990, 1992 1994 and 1998
Cash and Cash Equivalents/Investments	\$ 363,923	\$	\$ 754,186	\$
Restricted Assets:				
Cash and Cash Equivalents/Investments		2,568,958		27,901
Receivables:				
Accounts, Notes and Mortgages				
Total Assets	<u>\$ 363,923</u>	<u>\$ 2,568,958</u>	<u>\$ 754,186</u>	<u>\$ 27,901</u>
 LIABILITIES AND FUND BALANCES				
Liabilities:				
Contracts/Retainage Payable	\$	\$	\$ 11,700	\$
Liabilities Payable from Restricted Assets:				
Accounts Payable				
Contracts/Retainage Payable		66,250		
Deferred Revenue				
Total Liabilities Payable from Restricted Assets		<u>66,250</u>		
Total Liabilities		<u>66,250</u>	<u>11,700</u>	
Fund Balances:				
Unreserved Fund Balance:				
Designated for Capital Projects	<u>363,923</u>	<u>2,502,708</u>	<u>742,486</u>	<u>27,901</u>
Total Liabilities and Fund Balances	<u>\$ 363,923</u>	<u>\$ 2,568,958</u>	<u>\$ 754,186</u>	<u>\$ 27,901</u>

PUBLIC IMPROVEMENT SERIES 1998A	STREET IMPROVEMENT SERIES 2003, 2006 and 2008	PUBLIC TRANSPORTATION SERIES 2003, 2005A and 2008	PARKS & RECREATION SERIES 2003, 2005A & 2006A	LAW ENFORCEMENT BOND SERIES 2003
\$	\$	\$	\$	\$
603,581	13,230,741	85,353	4,234,694	280,896
<u>\$ 603,581</u>	<u>\$ 13,230,741</u>	<u>\$ 85,353</u>	<u>\$ 4,234,694</u>	<u>\$ 280,896</u>
\$	\$	\$	\$	\$
	1,336			
	1,685,904	377	84,878	
	<u>1,687,240</u>	<u>377</u>	<u>84,878</u>	
	<u>1,687,240</u>	<u>377</u>	<u>84,878</u>	
603,581	11,543,501	84,976	4,149,816	280,896
<u>\$ 603,581</u>	<u>\$ 13,230,741</u>	<u>\$ 85,353</u>	<u>\$ 4,234,694</u>	<u>\$ 280,896</u>

COMBINING BALANCE SHEET(continued)

Nonmajor Capital Projects Funds
June 30, 2010

ASSETS	<u>NEIGHBORHOOD REDEVELOPMENT SERIES 2005 and 2006A</u>	<u>LIBRARY FACILITIES SERIES 2008</u>	<u>HISTORICAL MUSEUM SERIES 2008</u>	<u>ECONOMIC DEVELOPMENT SERIES 2008</u>
Cash and Cash Equivalents/Investments	\$	\$	\$	\$
Restricted Assets:				
Cash and Cash Equivalents/Investments	326,010	2,165,103	1,815,086	1,778,571
Receivables:				
Accounts, Notes and Mortgages	<u>179,533</u>	<u></u>	<u></u>	<u></u>
Total Assets	<u>\$ 505,543</u>	<u>\$ 2,165,103</u>	<u>\$ 1,815,086</u>	<u>\$ 1,778,571</u>
 LIABILITIES AND FUND BALANCES				
Liabilities:				
Contracts/Retainage Payable	\$	\$	\$	\$
Liabilities Payable from Restricted Assets:				
Accounts Payable				
Contracts/Retainage Payable		441,131	269,858	
Deferred Revenues	<u>178,983</u>	<u></u>	<u></u>	<u></u>
Total Liabilities Payable from Restricted Assets	<u>178,983</u>	<u>441,131</u>	<u>269,858</u>	<u></u>
Total Liabilities	<u>178,983</u>	<u>441,131</u>	<u>269,858</u>	<u></u>
Fund Balances:				
Unreserved Fund Balance:				
Designated for Capital Projects	<u>326,560</u>	<u>1,723,972</u>	<u>1,545,228</u>	<u>1,778,571</u>
Total Liabilities and Fund Balances	<u>\$ 505,543</u>	<u>\$ 2,165,103</u>	<u>\$ 1,815,086</u>	<u>\$ 1,778,571</u>

FIRE STATION SERIES 2008	PUBLIC BUILDINGS SERIES 2008	WAR MEMORIAL STADIUM SERIES 2008	PARKS AND RECREATION SERIES 2010	TOTAL NONMAJOR CAPITAL PROJECTS FUNDS
\$	\$	\$	\$	\$ 1,118,109
4,302,371	139,503	1,553,015	2,191	33,113,974
				179,533
<u>\$ 4,302,371</u>	<u>\$ 139,503</u>	<u>\$ 1,553,015</u>	<u>\$ 2,191</u>	<u>34,411,616</u>
\$	\$	\$	\$	\$ 11,700
166,602				1,336
				2,715,000
				178,983
<u>166,602</u>				<u>2,895,319</u>
<u>166,602</u>				<u>2,907,019</u>
4,135,769	139,503	1,553,015	2,191	31,504,597
<u>\$ 4,302,371</u>	<u>\$ 139,503</u>	<u>\$ 1,553,015</u>	<u>\$ 2,191</u>	<u>\$ 34,411,616</u>

COMBINING STATEMENT OF REVENUES, EXPENDITURES AND CHANGES IN FUND BALANCES

Nonmajor Governmental Funds
For the Fiscal Year Ended June 30, 2010

	SPECIAL REVENUE FUNDS	CAPITAL PROJECTS FUNDS	PERMANENT FUND PERPETUAL CARE	TOTAL NONMAJOR GOVERNMENTAL FUNDS
Revenues:				
Taxes	\$ 3,387,555	\$	\$	\$ 3,387,555
Assessments	152,466			152,466
Intergovernmental	17,609,028	1,862,583		19,471,611
Charges for Current Services	4,060,219			4,060,219
Investment Income	326,901	24,443		351,344
Miscellaneous	1,413,571	367,832		1,781,403
Total Revenues	<u>26,949,740</u>	<u>2,254,858</u>		<u>29,204,598</u>
Expenditures:				
Current:				
General Government	15,853	853,840		869,693
Public Safety	9,801,031	1,303,774		11,104,805
Transportation	3,741,780	743,939		4,485,719
Engineering	137,357	6,193,065		6,330,422
Field Operations		177,627		177,627
Culture and Recreation	2,417,511	9,256,908		11,674,419
Community Development and Housing	10,630,730	331,796		10,962,526
Economic Opportunity	5,225,610			5,225,610
Debt Service:				
Principal Retirement	2,690,000			2,690,000
Interest	102,924			102,924
Fees and Other	98,525			98,525
Total Expenditures	<u>34,861,321</u>	<u>18,860,949</u>		<u>53,722,270</u>
Excess of Revenues Under Expenditures	<u>(7,911,581)</u>	<u>(16,606,091)</u>		<u>(24,517,672)</u>
Other Financing Sources (Uses):				
Debt Issuances:				
General Obligation Bonds/BANs Issued		3,745,000		3,745,000
Premium on Debt		900		900
Transfers In	6,608,932	1,321,784	32,082	7,962,798
Transfers Out	(48,982)	(2,722,533)		(2,771,515)
Total Other Financing Sources (Uses)	<u>6,559,950</u>	<u>2,345,151</u>	<u>32,082</u>	<u>8,937,183</u>
Net Change in Fund Balances	(1,351,631)	(14,260,940)	32,082	(15,580,489)
Fund Balances - July 1	<u>15,569,723</u>	<u>45,765,537</u>	<u>2,120,109</u>	<u>63,455,369</u>
Fund Balances - June 30	<u>\$ 14,218,092</u>	<u>\$ 31,504,597</u>	<u>\$ 2,152,191</u>	<u>\$ 47,874,880</u>

COMBINING STATEMENT OF REVENUES, EXPENDITURES AND CHANGES IN FUND BALANCES

Nonmajor Special Revenue Funds
For the Fiscal Year Ended June 30, 2010

	<u>STREET AND SIDEWALK REVOLVING</u>	<u>CEMETERY</u>	<u>HOTEL/MOTEL OCCUPANCY TAX</u>	<u>SPECIAL TAX DISTRICTS</u>
Revenues:				
Taxes	\$	\$	\$ 2,658,362	\$ 729,193
Assessments	10,054			
Intergovernmental				
Charges for Current Services		353,154		
Investment Income	93,818	47,911	3,137	32,902
Miscellaneous		2,794	450,000	669
Total Revenues	<u>103,872</u>	<u>403,859</u>	<u>3,111,499</u>	<u>762,764</u>
Expenditures:				
Current:				
General Government				
Public Safety				
Transportation	788,801			
Engineering				
Culture and Recreation		778,663	204,250	
Community Development and Housing				663,113
Economic Opportunity				
Debt Service:				
Principal Retirement			2,690,000	
Interest			102,924	
Fees and Other			98,525	
Total Expenditures	<u>788,801</u>	<u>778,663</u>	<u>3,095,699</u>	<u>663,113</u>
Excess of Revenues Over (Under)				
Expenditures	<u>(684,929)</u>	<u>(374,804)</u>	<u>15,800</u>	<u>99,651</u>
Other Financing Sources (Uses):				
Transfers In		299,224		
Transfers Out		<u>(32,082)</u>		
Total Other Financing Sources (Uses)		<u>267,142</u>		
Net Change in Fund Balances	(684,929)	(107,662)	15,800	99,651
Fund Balances - July 1	<u>3,800,724</u>	<u>342,555</u>	<u>409,233</u>	<u>1,454,359</u>
Fund Balances - June 30	<u>\$ 3,115,795</u>	<u>\$ 234,893</u>	<u>\$ 425,033</u>	<u>\$ 1,554,010</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>	<u>STATE AND FEDERAL GRANTS</u>
\$ 142,412	\$	\$	\$	\$	\$	\$
	2,246,658	1,469,770		5,112,261	441,159	5,679,766
42,642	319,242				720	
13,132	40,360	20,347		175,253	10,253	633,297
<u>198,186</u>	<u>2,606,260</u>	<u>1,552,595</u>		<u>5,287,514</u>	<u>452,132</u>	<u>6,313,063</u>
						15,853
						2,250,008
						1,699,434
						137,357
						1,432,108
2,677,013	2,634,617	1,570,749	9,825	5,225,610	586,270	1,982,808
<u>2,677,013</u>	<u>2,634,617</u>	<u>1,570,749</u>	<u>9,825</u>	<u>5,225,610</u>	<u>586,270</u>	<u>7,517,568</u>
<u>(2,478,827)</u>	<u>(28,357)</u>	<u>(18,154)</u>	<u>(9,825)</u>	<u>61,904</u>	<u>(134,138)</u>	<u>(1,204,505)</u>
1,782,771						14,281
<u>1,782,771</u>						<u>(16,900)</u>
(696,056)	(28,357)	(18,154)	(9,825)	61,904	(134,138)	(1,207,124)
<u>5,567,949</u>	<u>(408,605)</u>	<u>229,657</u>	<u>(3,183)</u>	<u>1,083</u>	<u>(34,592)</u>	<u>1,885,559</u>
<u>\$ 4,871,893</u>	<u>\$ (436,962)</u>	<u>\$ 211,503</u>	<u>\$ (13,008)</u>	<u>\$ 62,987</u>	<u>\$ (168,730)</u>	<u>\$ 678,435</u>

COMBINING STATEMENT OF REVENUES, EXPENDITURES AND CHANGES IN FUND BALANCES

Nonmajor Special Revenue Funds
For the Fiscal Year Ended June 30, 2010

(continued)	STATE AND FEDERAL GRANTS (ARRA)	GUILFORD METRO 911	TOTAL NONMAJOR SPECIAL REVENUE FUNDS
Revenues:			
Taxes	\$	\$	\$ 3,387,555
Assessments			152,466
Intergovernmental	2,659,414		17,609,028
Charges for Current Services		3,387,823	4,060,219
Investment Income		45,064	326,901
Miscellaneous	15,673	50,022	1,413,571
Total Revenues	2,675,087	3,482,909	26,949,740
Expenditures:			
Current:			
General Government			15,853
Public Safety		7,551,023	9,801,031
Transportation	1,253,545		3,741,780
Engineering			137,357
Culture and Recreation	2,490		2,417,511
Community Development and Housing	506,335		10,630,730
Economic Opportunity			5,225,610
Debt Service:			
Principal Retirement			2,690,000
Interest			102,924
Fees and Other			98,525
Total Expenditures	1,762,370	7,551,023	34,861,321
Excess of Revenues Over (Under)			
Expenditures	912,717	(4,068,114)	(7,911,581)
Other Financing Sources (Uses):			
Transfers In		4,512,656	6,608,932
Transfers Out			(48,982)
Total Other Financing Sources (Uses)		4,512,656	6,559,950
Net Change in Fund Balances	912,717	444,542	(1,351,631)
Fund Balances - July 1		2,324,984	15,569,723
Fund Balances - June 30	\$ 912,717	\$ 2,769,526	\$ 14,218,092

COMBINING STATEMENT OF REVENUES, EXPENDITURES AND CHANGES IN FUND BALANCES

Nonmajor Capital Projects Funds
For the Fiscal Year Ended June 30, 2010

	<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	\$ 53,889	\$	\$	\$
Investment Income			24,443	
Miscellaneous	49,800		126,000	
Total Revenues	<u>103,689</u>		<u>150,443</u>	
Expenditures:				
Current:				
General Government			214,321	65,654
Public Safety				
Transportation	581,091	88,748		
Engineering				
Field Operations		177,627		
Culture and Recreation			97,016	42,929
Community Development and Housing				
Total Expenditures	<u>581,091</u>	<u>266,375</u>	<u>311,337</u>	<u>108,583</u>
Excess of Revenues Under Expenditures	<u>(477,402)</u>	<u>(266,375)</u>	<u>(160,894)</u>	<u>(108,583)</u>
Other Financing Sources (Uses):				
Debt Issuances:				
General Obligation Bonds/BANs Issued				
Premium on Debt				
Transfers In		1,078,082	243,702	
Transfers Out			(2,000,000)	
Total Other Financing Sources (Uses)		<u>1,078,082</u>	<u>(1,756,298)</u>	
Net Change in Fund Balances	(477,402)	811,707	(1,917,192)	(108,583)
Fund Balances - July 1	<u>841,325</u>	<u>1,691,001</u>	<u>2,659,678</u>	<u>136,484</u>
Fund Balances - June 30	<u>\$ 363,923</u>	<u>\$ 2,502,708</u>	<u>\$ 742,486</u>	<u>\$ 27,901</u>

REDEVELOPMENT SERIES 1994	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
\$	\$	\$ 1,808,694	\$	\$	\$
(22,343)		158,092			
(22,343)		1,966,786			
		159,228			
		6,193,065	74,100		
				4,332,665	
		6,352,293	74,100	4,332,665	
(22,343)		(4,385,507)	(74,100)	(4,332,665)	
		(370,000)	45,000	2,840,000	
		(370,000)	11	682	
(22,343)		(4,755,507)	(29,089)	(1,491,983)	
22,343	603,581	16,299,008	114,065	5,641,799	280,896
<u>\$</u>	<u>\$ 603,581</u>	<u>\$ 11,543,501</u>	<u>\$ 84,976</u>	<u>\$ 4,149,816</u>	<u>\$ 280,896</u>

COMBINING STATEMENT OF REVENUES, EXPENDITURES AND CHANGES IN FUND BALANCES

Nonmajor Capital Projects Funds
For the Fiscal Year Ended June 30, 2010

(continued)	<u>NEIGHBORHOOD REDEVELOPMENT SERIES 2005 and 2006A</u>	<u>LIBRARY FACILITIES SERIES 2008</u>	<u>HISTORICAL MUSEUM SERIES 2008</u>	<u>ECONOMIC DEVELOPMENT SERIES 2008</u>
Revenues:				
Intergovernmental	\$	\$	\$	\$
Investment Income				
Miscellaneous	41,395		15,808	
Total Revenues	41,395		15,808	
Expenditures:				
Current:				
General Government				381,553
Public Safety				
Transportation				
Engineering				
Field Operations				
Culture and Recreation		2,122,409	2,606,203	
Community Development and Housing	331,796			
Total Expenditures	331,796	2,122,409	2,606,203	381,553
Excess of Revenues Under Expenditures	(290,401)	(2,122,409)	(2,590,395)	(381,553)
Other Financing Sources(Uses):				
Debt Issuances:				
General Obligation Bonds/BANs Issued	485,000			
Premium on Debt	117			
Transfers In				
Transfers Out				
Total Other Financing Sources (Uses)	485,117			
Net Change in Fund Balances	194,716	(2,122,409)	(2,590,395)	(381,553)
Fund Balances - July 1	131,844	3,846,381	4,135,623	2,160,124
Fund Balances - June 30	\$ 326,560	\$ 1,723,972	\$ 1,545,228	\$ 1,778,571

<u>FIRE STATION SERIES 2008</u>	<u>PUBLIC BUILDINGS SERIES 2008</u>	<u>WAR MEMORIAL STADIUM SERIES 2008</u>	<u>PARKS AND RECREATION SERIES 2010</u>	<u>TOTAL NONMAJOR CAPITAL PROJECTS FUNDS</u>
\$	\$	\$	\$	\$ 1,862,583
(920)				24,443
(920)				367,832
				2,254,858
1,303,774	33,084			853,840
				1,303,774
				743,939
				6,193,065
				177,627
		27,870	27,816	9,256,908
				331,796
<u>1,303,774</u>	<u>33,084</u>	<u>27,870</u>	<u>27,816</u>	<u>18,860,949</u>
(1,304,694)	(33,084)	(27,870)	(27,816)	(16,606,091)
345,000			30,000	3,745,000
83			7	900
(352,533)				1,321,784
(7,450)				(2,722,533)
			30,007	2,345,151
(1,312,144)	(33,084)	(27,870)	2,191	(14,260,940)
<u>5,447,913</u>	<u>172,587</u>	<u>1,580,885</u>		<u>45,765,537</u>
<u>\$ 4,135,769</u>	<u>\$ 139,503</u>	<u>\$ 1,553,015</u>	<u>\$ 2,191</u>	<u>\$ 31,504,597</u>

Balance Sheet

Blended Component Unit

June 30, 2010

ASSETS	GREENSBORO REDEVELOPMENT COMMISSION
Receivables, Net	
Accounts, Notes and Mortgages	\$ 2,497,150
Intergovernmental	68,414
Assets Held for Resale	<u>3,117,585</u>
 Total Assets	 <u><u>\$ 5,683,149</u></u>
 LIABILITIES AND FUND BALANCE	
Liabilities:	
Deferred Revenues	<u>\$ 2,497,150</u>
Fund Balances:	
Reserved by State Statute	68,414
Reserved for Assets Held for Resale	<u>3,117,585</u>
 Total Fund Balance	 <u>3,185,999</u>
 Total Liabilities and Fund Balance	 <u><u>\$ 5,683,149</u></u>

Statement of Revenues, Expenditures, and Changes in Fund Balance

Blended Component Unit
For the Fiscal Year Ended June 30, 2010

	GREENSBORO REDEVELOPMENT COMMISSION
Revenues:	
Intergovernmental Receipts	\$ 1,974,048
Investment Income	150
Total Revenues	<u>1,974,198</u>
Expenditures:	
Community Development and Housing:	
Relocation	195,510
Property Management	224,956
Contracted Rehabilitation	911,475
Environmental Assessment/Remediation	660,015
Disposition	237,019
Program Administration	90,412
Total Expenditures	<u>2,319,387</u>
Net Change in Fund Balance	(345,189)
Net Assets - July 1	<u>3,531,188</u>
Net Assets - June 30	<u>\$ 3,185,999</u>

Enterprise Funds

Schedule of Changes in Long-Term Debt and Water Resources Capital Assets
For the Fiscal Year Ended June 30, 2010

	Debt Outstanding July 1, 2009	Additions	Retirements	Debt Outstanding June 30, 2010
Water Resources:				
General Obligation Bonds	\$ 82,069	\$	\$ 82,069	\$
Revenue Bonds	272,935,000		8,470,000	264,465,000
Federal Loan Obligation	1,780,824		254,403	1,526,421
Other Financing Agreements	805,508		232,320	573,188
Compensated Absences	1,333,030	1,081,274	1,110,913	1,303,391
Total Water Resources	<u>276,936,431</u>	<u>1,081,274</u>	<u>10,149,705</u>	<u>267,868,000</u>
War Memorial Coliseum:				
General Obligation BANS		6,000,000		6,000,000
Certificates of Participation	150,000		150,000	
Other Financing Agreements	5,983,589		170,672	5,812,917
Compensated Absences	311,594	236,029	215,713	331,910
Total War Memorial Coliseum	<u>6,445,183</u>	<u>6,236,029</u>	<u>536,385</u>	<u>12,144,827</u>
Parking Facilities:				
Compensated Absences	49,525	26,348	22,265	53,608
Solid Waste Management:				
Special Obligation Bonds	12,700,000	5,720,000	7,595,000	10,825,000
Accrued Landfill Liability	20,007,436	4,665,981		24,673,417
Compensated Absences	158,869	118,709	114,815	162,763
Total Solid Waste Management	<u>32,866,305</u>	<u>10,504,690</u>	<u>7,709,815</u>	<u>35,661,180</u>
Stormwater Management:				
Compensated Absences	274,441	258,602	262,981	270,062
Total Enterprise Funds	<u>\$ 316,571,885</u>	<u>\$ 18,106,943</u>	<u>\$ 18,681,151</u>	<u>\$ 315,997,677</u>
Capital Assets				
	Capital Assets July 1, 2009, restated	Additions	Disposals	Capital Assets July 1, 2010
Water Resources Capital Assets:				
Land	\$ 15,514,271	\$	\$	\$ 15,514,271
Construction in Progress	20,816,455	14,221,663	12,319,608	22,718,510
Intangible Assets - Easements	15,927,390	1,284,246		17,211,636
Land Improvements	2,945,952			2,945,952
Buildings	161,668,416	11,622,470	46,048	173,244,838
Improvements Other Than Buildings	9,832,277		344,300	9,487,977
Furniture, Fixtures, Machinery and Equipment	21,862,292	321,501	5,386,077	16,797,716
Infrastructure	455,667,594	17,793,026	119,434	473,341,186
Intangible Assets - Water Rights, Software	85,795,004	1,355,024		87,150,028
Accumulated Depreciation/Amortization	(228,828,795)	(16,764,175)	(5,502,120)	(240,090,850)
Water Resources Capital Assets, Net	<u>\$ 561,200,856</u>	<u>\$ 29,833,755</u>	<u>\$ 12,713,347</u>	<u>\$ 578,321,264</u>

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

Component Unit

For the Fiscal Year Ended June 30, 2010

	GREENSBORO TRANSIT AUTHORITY
Operating Revenues:	
Charges for Current Services	\$ 2,094,280
Other Operating Revenues	1,091,384
Total Operating Revenues	<u>3,185,664</u>
Operating Expenses:	
Personal Services	470,102
Fringe Benefits	154,794
Maintenance and Operations	18,194,466
Depreciation	2,278,894
Total Operating Expenses	<u>21,098,256</u>
Operating Loss	<u>(17,912,592)</u>
Nonoperating Revenues (Expenses):	
Investment Income	1,293,800
Property Tax	8,565,264
Motor Vehicle Tax	1,148,208
Grants	12,174,321
In-Kind Services	62,126
Loss on Disposal of Capital Assets	(192,613)
Miscellaneous Nonoperating Expense	(2,735)
Total Nonoperating Revenues (Expenses)	<u>23,048,371</u>
Change in Net Assets	5,135,779
Net Assets - July 1	<u>52,257,199</u>
Net Assets - June 30	<u>\$ 57,392,978</u>

Statement of Cash Flows

Component Unit

For the Fiscal Year Ended June 30, 2010

	GREENSBORO TRANSIT AUTHORITY
Cash Flows from Operating Activities:	
Receipts from Customers	\$ 873,763
Payments to Suppliers	(19,347,673)
Payments to Employees	(627,259)
Other Receipts	23,041,303
Net Cash Provided by Operating Activities	<u>3,940,134</u>
Cash Flows from Capital and Related Financing Activities:	
Acquisition and Construction of Capital Assets	<u>(3,808,019)</u>
Cash Flows from Investing Activities:	
Interest	<u>1,330,666</u>
Net Increase in Cash and Cash Equivalents	1,462,781
Cash and Cash Equivalents/ Investments - July 1	2,018,041
Cash and Cash Equivalents/ Investments - June 30	<u>\$ 3,480,822</u>
Reconciliation of Cash and Cash Equivalents/ Investments:	
Cash and Cash Equivalents/ Investments - Current	\$ 3,480,822
Cash and Cash Equivalents/ Investments - Restricted	
Total Cash and Cash Equivalents/Investments - June 30	<u>\$ 3,480,822</u>

(continued)

**GREENSBORO
TRANSIT
AUTHORITY**

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

Operating Loss	<u>\$ (17,912,592)</u>
Adjustments to Reconcile Operating Loss to Net Cash Provided by Operating Activities:	
Depreciation	2,278,894
Change in Assets and Liabilities:	
Increase in Receivables	(1,226,217)
Increase in Inventories	(25,686)
Increase in Intergovernmental Receivables	(1,218,287)
Increase in Accounts Payable	90,766
Decrease in Annual Leave Accrual	(1,516)
Increase in Miscellaneous Payable	4,853
Other Receipts	<u>21,949,919</u>
Total Adjustments	<u>21,852,726</u>
Net Cash Provided by Operating Activities	<u>\$ 3,940,134</u>

Greensboro Transit Authority

Schedule of Revenues and Expenses - Budget and Actual (Non-GAAP)
For the Fiscal Year Ended June 30, 2010

	<u>Budget</u>	<u>Actual</u>	Variance Positive (Negative)
Operating Revenues:			
Charges for Current Services	\$ 2,123,775	\$ 2,094,280	\$ (29,495)
Other Operating Revenues	1,455,306	1,091,384	(363,922)
Total Operating Revenues	<u>3,579,081</u>	<u>3,185,664</u>	<u>(393,417)</u>
Operating Expenses:			
Personal Services	527,294	423,161	104,133
Fringe Benefits	172,795	138,468	34,327
Maintenance and Operations	18,230,560	16,659,945	1,570,615
Total Operating Expenses	<u>18,930,649</u>	<u>17,221,574</u>	<u>1,709,075</u>
Operating Loss	<u>(15,351,568)</u>	<u>(14,035,910)</u>	<u>1,315,658</u>
Nonoperating Revenues (Expenses):			
Investment Income	1,395,710	1,293,800	(101,910)
Property Tax Collections	8,389,000	8,565,264	176,264
Motor Vehicle Licenses	1,265,025	1,148,208	(116,817)
State and Federal Grants	5,517,139	6,611,034	1,093,895
Mortgage Note Principal Payment Collected	294,290	294,289	(1)
Miscellaneous Nonoperating Expense	(2,735)	(2,735)	(2,735)
Total Nonoperating Revenues (Expenses)	<u>16,861,164</u>	<u>17,909,860</u>	<u>1,048,696</u>
Excess of Revenues Over Expenses Before Other Financing Uses	<u>1,509,596</u>	<u>3,873,950</u>	<u>2,364,354</u>
Other Financing Uses:			
Transfers Out	<u>(1,795,500)</u>	<u>(1,600,588)</u>	<u>194,912</u>
Excess of Revenues Over (Under) Expenses and Other Financing Uses	(285,904)	2,273,362	2,559,266
Appropriated Fund Balance	<u>285,904</u>	<u> </u>	<u>(285,904)</u>
Excess of Revenues Over Expenses and Other Financing Uses	<u>\$</u>	<u>\$ 2,273,362</u>	<u>\$ 2,273,362</u>

Greensboro Transit Authority

Schedule of Revenues and Expenses - Budget and Actual (Non-GAAP)
For the Fiscal Year Ended June 30, 2010

Reconciliation of Modified Accrual Basis	
to Full Accrual Basis:	
Total Revenues	\$ 21,098,259
Total Expenses	<u>17,224,309</u>
Excess of Revenues Over Expenses	
Before Other Financing Uses	3,873,950
Adjustment to Full Accrual Basis:	
Depreciation	(1,104,071)
Compensated Absences	1,516
Mortgage Note Principal Payment	(294,289)
Transit Grant Project Funds Revenues and Expenses	2,836,702
Loss on Disposal of Capital Assets	<u>(178,029)</u>
Income Before Transfers	<u><u>\$ 5,135,779</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, 2010

	<u>Project Authorization</u>	<u>Actual</u>		
		<u>Prior Years</u>	<u>Current Year</u>	<u>Total To Date</u>
Revenues:				
Federal Grants	\$ 32,617,990	\$ 9,371,368	\$ 4,402,987	\$ 13,774,355
State Grants	3,359,821	46,741	1,160,300	1,207,041
Local Grants/ In Kind Services	1,133,604	555,135	62,126	617,261
Total Revenues	<u>37,111,415</u>	<u>9,973,244</u>	<u>5,625,413</u>	<u>15,598,657</u>
Expenses:				
Capital Improvements:				
Section 5307 / 5309 Capital Program	8,937,612	4,749,212	2,469,275	7,218,487
Preventive Maintenance Grant	625,000	625,000		625,000
Higher Education Area Transit (HEAT) / CMAQ	7,896,295	4,611,803	1,136,661	5,748,464
GTA Maintenance Facility	20,715,254	1,833,807	1,490,058	3,323,865
Technology Grant	744,646			
New Freedom Grant	406,128	214	35,964	36,178
Job Access and Reverse Commute Grant	769,862	57,451	251,293	308,744
Total Expenses	<u>40,094,797</u>	<u>11,877,487</u>	<u>5,383,251</u>	<u>17,260,738</u>
Excess of Revenues Over (Under) Expenses Before Other Financing Sources	<u>(2,983,382)</u>	<u>(1,904,243)</u>	<u>242,162</u>	<u>(1,662,081)</u>
Other Financing Sources:				
Transfers In	<u>2,983,382</u>	<u>1,382,794</u>	<u>1,600,588</u>	<u>2,983,382</u>
Excess of Revenues and Other Financing Sources Over (Under) Expenses	<u>\$</u>	<u>\$ (521,449)</u>	<u>\$ 1,842,750</u>	<u>\$ 1,321,301</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, 2010

	<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	\$	\$ 7,506,733
State Grants	1,043,521	938,342		938,342
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>8,973,515</u>
Expenses:				
Capital Improvements:				
Multi Modal Transportation Center	9,496,216	9,392,692		9,392,692
Total Capital Improvements	<u>9,496,216</u>	<u>9,392,692</u>		<u>9,392,692</u>
Excess of Revenues Under Expenses Before Other Financing Sources	<u>(394,522)</u>	<u>(419,177)</u>		<u>(419,177)</u>
Other Financing Sources:				
Transfers In	<u>394,522</u>	<u>394,522</u>		<u>394,522</u>
Excess of Revenues and Other Financing Sources Under Expenses	<u>\$</u>	<u>\$ (24,655)</u>	<u>\$</u>	<u>\$ (24,655)</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.

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 2009-10, the General Fund support to the Housing Partnership Revolving Fund was 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. The activities of the Redevelopment Commission are blended with this fund.

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.

Guilford Metro 911 Fund

This fund oversees Guilford Metro 911 Communications Department. Guilford Metro 911 became a separate City of Greensboro department on July 1, 2004. The Guilford Metro 911 fund has four divisions: Guilford Metro 911 Administration, Emergency Communications, Greensboro Emergency Management and Technical Services. The fund is supported by General Revenue and 911 Wired and Wireless 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, 2010

	<u>Final Budget</u>	<u>Actual</u>	<u>Variance Positive (Negative)</u>
Revenues:			
Assessments	\$ 50,000	\$ 10,054	\$ (39,946)
Investment Income	140,000	93,818	(46,182)
Appropriated Fund Balance	647,226		(647,226)
Total Revenues	<u>837,226</u>	<u>103,872</u>	<u>(733,354)</u>
Expenditures:			
Transportation:			
Street Construction and Maintenance	<u>837,226</u>	<u>788,801</u>	<u>48,425</u>
Excess of Revenues Under Expenditures	<u>\$</u>	(684,929)	(684,929)
Fund Balance - July 1		<u>3,800,724</u>	<u>3,800,724</u>
Fund Balance - June 30		<u>\$ 3,115,795</u>	<u>\$ 3,115,795</u>

Cemetery Fund

Schedule of Revenues, Expenditures and Changes in Fund Balance - Budget and Actual
For the Fiscal Year Ended June 30, 2010

	<u>Final Budget</u>	<u>Actual</u>	<u>Variance Positive (Negative)</u>
Revenues:			
Charges for Current Services:			
Forest Lawn Cemetery	\$ 225,000	\$ 223,353	\$ (1,647)
Maplewood Cemetery	63,250	88,790	25,540
Greenhill Cemetery	28,500	41,011	12,511
Total Charges for Current Services	<u>316,750</u>	<u>353,154</u>	<u>36,404</u>
Investment Income	<u>80,000</u>	<u>47,911</u>	<u>(32,089)</u>
Miscellaneous:			
Donations and Contributions	300		(300)
Fees		2,225	2,225
Other Miscellaneous Revenue		569	569
Total Miscellaneous	<u>300</u>	<u>2,794</u>	<u>2,494</u>
Appropriated Fund Balance	<u>118,662</u>		<u>(118,662)</u>
Total Revenues	<u>515,712</u>	<u>403,859</u>	<u>(111,853)</u>
Expenditures:			
Culture and Recreation:			
Cemeteries:			
Administration	278,014	281,505	(3,491)
Forest Lawn Cemetery	262,867	258,448	4,419
Maplewood Cemetery	18,615	18,755	(140)
Greenhill Cemetery	224,627	219,955	4,672
Total Expenditures	<u>784,123</u>	<u>778,663</u>	<u>5,460</u>
Excess of Revenues Under Expenditures	<u>(268,411)</u>	<u>(374,804)</u>	<u>(106,393)</u>
Other Financing Sources (Uses):			
Transfers In	299,224	299,224	
Transfers Out	<u>(30,813)</u>	<u>(32,082)</u>	<u>(1,269)</u>
Total Other Financing Sources (Uses)	<u>268,411</u>	<u>267,142</u>	<u>(1,269)</u>
Excess of Revenues and Other Financing Sources Under Expenditures and Other Financing Uses	<u>\$</u>	<u>(107,662)</u>	<u>(107,662)</u>
Fund Balance - July 1		<u>342,555</u>	<u>342,555</u>
Fund Balance - June 30		<u>\$ 234,893</u>	<u>\$ 234,893</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, 2010

	<u>Final Budget</u>	<u>Actual</u>	<u>Variance Positive (Negative)</u>
Revenues:			
Taxes:			
Room Occupancy Tax	\$ 2,830,000	\$ 2,658,362	\$ (171,638)
Investment Income	_____	3,137	3,137
Miscellaneous:			
Donations and Contributions	450,000	450,000	_____
Total Revenues	<u>3,280,000</u>	<u>3,111,499</u>	<u>(168,501)</u>
Expenditures:			
Culture and Recreation:			
Rental of Land and Buildings	225,000	204,250	20,750
Collection Service Fee		26,584	(26,584)
Debt Service:			
Principal Retirement	2,690,000	2,690,000	
Interest	587,000	102,924	484,076
Fees and Other	78,000	71,941	6,059
Total Expenditures	<u>3,580,000</u>	<u>3,095,699</u>	<u>484,301</u>
Excess of Revenues Over (Under) Expenditures	(300,000)	15,800	315,800
Other Financing Sources:			
Transfers In	300,000	_____	(300,000)
Excess of Revenues and Other Financing Sources Over Expenditures	<u>\$ _____</u>	15,800	15,800
Fund Balance - July 1		409,233	409,233
Fund Balance - June 30		<u>\$ 425,033</u>	<u>\$ 425,033</u>

Special Tax Districts Fund

Schedule of Revenues, Expenditures and Changes in Fund Balance - Budget and Actual
For the Fiscal Year Ended June 30, 2010

	<u>Final Budget</u>	<u>Actual</u>	<u>Variance Positive (Negative)</u>
Revenues:			
Taxes:			
Ad Valorem Taxes	\$ 556,000	\$ 610,513	\$ 54,513
Local Option Sales Tax	150,000	118,680	(31,320)
Miscellaneous	669	669	669
Total Taxes	<u>706,000</u>	<u>729,862</u>	<u>23,862</u>
Investment Income	<u> </u>	<u>32,902</u>	<u>32,902</u>
Appropriated Fund Balance	<u>171,899</u>	<u> </u>	<u>(171,899)</u>
Total Revenues	<u>877,899</u>	<u>762,764</u>	<u>(115,135)</u>
Expenditures:			
Community Development:			
Aycock Historic District	75,000	5,543	69,457
College Hill Historic District	172,899	27,570	145,329
Business Improvement District	<u>630,000</u>	<u>630,000</u>	<u> </u>
Total Expenditures	<u>877,899</u>	<u>663,113</u>	<u>214,786</u>
Excess of Revenues Over Expenditures	<u>\$</u>	99,651	99,651
Fund Balance - July 1		<u>1,454,359</u>	<u>1,454,359</u>
Fund Balance - June 30		<u>\$ 1,554,010</u>	<u>\$ 1,554,010</u>

Housing Partnership Revolving Fund

Schedule of Revenues, Expenditures and Changes in Fund Balance - Budget and Actual
For the Fiscal Year Ended June 30, 2010

	<u>Final Budget</u>	<u>Actual</u>	<u>Variance Positive (Negative)</u>
Revenues:			
Charges for Current Services:			
Mortgage Collections	\$ 280,000	\$ 142,412	\$ (137,588)
Other Revenue	8,233	13,116	4,883
Total Charges for Current Services	<u>288,233</u>	<u>155,528</u>	<u>(132,705)</u>
Miscellaneous:			
Sales and Use Tax Refund	<u> </u>	<u>16</u>	<u>16</u>
Investment Income	<u> </u>	<u>42,642</u>	<u>42,642</u>
Appropriated Fund Balance	<u>1,110,218</u>	<u> </u>	<u>(1,110,218)</u>
Total Revenues	<u>1,398,451</u>	<u>198,186</u>	<u>(1,200,265)</u>
Expenditures:			
Housing:			
Administration	1,623,095	1,529,120	93,975
Housing Programs	<u>1,558,127</u>	<u>802,704</u>	<u>755,423</u>
Total Expenditures	<u>3,181,222</u>	<u>2,331,824</u>	<u>849,398</u>
Excess of Revenues Under Expenditures	(1,782,771)	(2,133,638)	(350,867)
Other Financing Sources:			
Transfers In	<u>1,782,771</u>	<u>1,782,771</u>	<u> </u>
Excess of Revenues and Other Financing Sources Under Expenditures	<u>\$</u>	(350,867)	(350,867)
Fund Balance - July 1,		<u>2,036,761</u>	<u>2,036,761</u>
Fund Balance - June 30, without Blended Component Unit		1,685,894	1,685,894
Fund Balance - June 30, Redevelopment Commission		<u>3,185,999</u>	<u>3,185,999</u>
Fund Balance - June 30		<u>\$ 4,871,893</u>	<u>\$ 4,871,893</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, 2010

	<u>Project Authorization</u>	<u>Prior Years</u>	<u>Actual</u>	
			<u>Current Year</u>	<u>Total To Date</u>
Revenues:				
Intergovernmental:				
Federal Grants	\$ 26,446,737	\$ 21,497,534	\$ 2,246,658	\$ 23,744,192
Local Grants	85,637	85,637		85,637
Total Intergovernmental	<u>26,532,374</u>	<u>21,583,171</u>	<u>2,246,658</u>	<u>23,829,829</u>
Investment Income	<u>820,993</u>	<u>822,295</u>	<u>40,360</u>	<u>862,655</u>
Charges for Current Services:				
Program Income	209,239			
Rent	164,503	128,234	49,671	177,905
Mortgage Collections	3,717,127	3,784,370	118,216	3,902,586
Targeted Loan Pool Proceeds	149,690	191,381	36,924	228,305
NCHFA Willow Oaks Program Support	500	3,500	500	4,000
Sale of Real Estate	229,059	354,972	105,538	460,510
Other Revenue	142,681	151,710	8,393	160,103
Total Charges for Current Services	<u>4,612,799</u>	<u>4,614,167</u>	<u>319,242</u>	<u>4,933,409</u>
Total Revenues	<u>31,966,166</u>	<u>27,019,633</u>	<u>2,606,260</u>	<u>29,625,893</u>
Expenditures:				
Community Development:				
Block Grant:				
Administration	2,853,465	2,494,040	351,837	2,845,877
Community Planning	133,073	97,396		97,396
Fair Housing	129,000	110,012	18,500	128,512
Rental Rehabilitation	1,768,698	1,680,597	69,838	1,750,435
Citywide Housing Repair	40,722	30,982	277	31,259
Target Area Personnel	77,260	55,304	14,079	69,383
Targeted Loan Pool Program	1,210,799	846,957	3,920	850,877
Bessemer Center Redevelopment	450,000	450,000		450,000
Asheboro	1,386,535	919,122	73,435	992,557
Arlington Park	570,463	553,258	14,576	567,834
Rosewood	44,074	43,697	100	43,797
Section 108 Loan Principal Retirement	4,088,592	3,328,111	656,278	3,984,389
Eastside Park	621,147	592,616	7,774	600,390
Section 108 South Elm Street	50,000	50,000		50,000
South Elm Street	180,000	35,094	46,429	81,523
Gorrell Street	22,109	17,909	2,451	20,360
Willow Oaks	1,400,000	1,159,037	129,674	1,288,711
Housing Coalition	30,000	30,000		30,000
Magnolia House Motel	53,274	53,273		53,273
Episcopal Servant Center	144,913	101,032	43,881	144,913
Youth Focus	63,960	39,700	24,260	63,960
Homeowner Rehab	1,592,998	1,299,924	122,849	1,422,773
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, 2010

	<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	97,781		19,829	19,829
Family Service Emergency Shelter	24,751		20,267	20,267
Gulf Interfaith Emergency Shelter	16,502		16,502	16,502
Joseph's House Trans Shelter	43,881		43,881	43,881
Emergency Repair	24,865		16,197	16,197
CD Lead Remediation	246,032		245,932	245,932
Section 108 Project	1,640,000	1,639,999		1,639,999
Section 108 Project (ARRA)	510,817		165,767	165,767
International Civil Right Museum	500,000	101,307	398,693	500,000
Other Community Development:				
Kids, Inc. Day Care	101,080	45,689	16,571	62,260
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		2,007,543
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	1,619,871	604	1,620,475
HOPWA	1,228,000	1,160,044		1,160,044
Federal Emergency Shelter Grant	501,289	417,548	83,741	501,289
Bessemer Shopping Center	23,000		12,175	12,175
Total Expenditures	<u>31,981,551</u>	<u>27,443,623</u>	<u>2,634,617</u>	<u>30,078,240</u>
Excess of Revenues Under Expenditures	(15,385)	(423,990)	(28,357)	(452,347)
Other Financing Sources:				
Transfers In	<u>15,385</u>	<u>15,385</u>		<u>15,385</u>
Excess of Revenues and Other Financing Sources Under Expenditures	<u>\$</u>	(408,605)	(28,357)	(436,962)
Fund Balance - July 1			(408,605)	
Fund Balance - June 30		<u>\$ (408,605)</u>	<u>\$ (436,962)</u>	<u>\$ (436,962)</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, 2010

	<u>Project Authorization</u>	<u>Prior Years</u>	<u>Actual Current Year</u>	<u>Total To Date</u>
Revenues:				
Intergovernmental:				
Federal Grants	\$ 21,285,712	\$ 14,583,897	\$ 1,469,770	\$ 16,053,667
Investment Income	161,142	165,124	20,347	185,471
Miscellaneous:				
Mortgage Collections	552,889	542,112	62,478	604,590
Sale of Real Estate	41,878	41,878		41,878
Other Miscellaneous Revenue	18,461	19,151		19,151
Total Miscellaneous	613,228	603,141	62,478	665,619
Total Revenues	22,060,082	15,352,162	1,552,595	16,904,757
Expenditures:				
Housing:				
Greensboro Home Program	13,749,458	8,639,399	1,362,649	10,002,048
Greensboro Affordable Home Loans - ADDI	35,961	39,303	(3,342)	35,961
Guilford County Home Program	1,524,164	514,115	15,060	529,175
High Point Home Program	2,803,214	2,440,813		2,440,813
Burlington Home Program	2,698,436	2,385,447	164,975	2,550,422
Alamance County Home Program	1,233,464	1,088,043	31,407	1,119,450
Total Expenditures	22,044,697	15,107,120	1,570,749	16,677,869
Excess of Revenues Over (Under) Expenditures	15,385	245,042	(18,154)	226,888
Other Financing Uses:				
Transfers Out	(15,385)	(15,385)		(15,385)
Excess of Revenues Over (Under) Expenditures and Other Financing Uses	\$	229,657	(18,154)	211,503
Fund Balance - July 1			229,657	
Fund Balance - June 30		\$ 229,657	\$ 211,503	\$ 211,503

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, 2010

	<u>Project Authorization</u>	<u>Prior Years</u>	<u>Actual Current Year</u>	<u>Total To Date</u>
Revenues:				
Investment Income	\$ 67,757	\$ 123,731	\$ (1,063)	\$ 122,668
Miscellaneous:				
Mortgage Collections	139,391	38,189		38,189
Other Miscellaneous Revenue		13,338		13,338
Total Miscellaneous	<u>139,391</u>	<u>51,527</u>		<u>51,527</u>
Total Revenues	<u>207,148</u>	<u>175,258</u>	<u>(1,063)</u>	<u>174,195</u>
Expenditures:				
Community Development and Housing:				
Section 108 Project	7,461,000	7,439,556	3,857	7,443,413
Willow Oaks	<u>207,148</u>	<u>199,885</u>	<u>4,905</u>	<u>204,790</u>
Total Expenditures	<u>7,668,148</u>	<u>7,639,441</u>	<u>8,762</u>	<u>7,648,203</u>
Excess of Revenues Under Expenditures	<u>(7,461,000)</u>	<u>(7,464,183)</u>	<u>(9,825)</u>	<u>(7,474,008)</u>
Other Financing Sources:				
Debt Issuances:				
Federal Loan Program	<u>7,461,000</u>	<u>7,461,000</u>		<u>7,461,000</u>
Excess of Revenues and Other Financing Sources Under Expenditures	<u>\$</u>	(3,183)	(9,825)	(13,008)
Fund Balance - July 1			<u>(3,183)</u>	
Fund Balance - June 30		<u>\$ (3,183)</u>	<u>\$ (13,008)</u>	<u>\$ (13,008)</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, 2010

	<u>Project Authorization</u>	<u>Prior Years</u>	<u>Actual Current Year</u>	<u>Total To Date</u>
Revenues:				
Intergovernmental:				
Federal Grants:				
WIA Adult	\$ 4,125,003	\$ 3,053,383	\$ 775,202	\$ 3,828,585
WIA Adult (ARRA)	647,747		541,145	541,145
WIA Dislocated Worker	4,533,814	3,370,468	884,580	4,255,048
WIA Dislocated Worker (ARRA)	784,095		621,609	621,609
WIA Youth	4,522,241	3,374,123	612,078	3,986,201
WIA Youth (ARRA)	1,140,834	81,658	863,422	945,080
WIA 10% Statewide Activities	1,381,758	860,935	326,023	1,186,958
Administrative Cost Pools	1,350,411	975,982	197,473	1,173,455
Administrative Cost Pools (ARRA)	285,853		228,172	228,172
Hurricane Katrina 2005	217,324	217,324		217,324
Wired Grants	248,309	73,749	62,557	136,306
WIA Affordable Housing 09	55,000			
Total Federal Grants	<u>19,292,389</u>	<u>12,007,622</u>	<u>5,112,261</u>	<u>17,119,883</u>
Investment Income		(16,593)	(1,781)	(18,374)
Miscellaneous:				
Sale of Materials		3,472		3,472
Sale of Equipment		123		123
Other Miscellaneous Revenue	200,000	113,924	175,253	289,177
Total Miscellaneous	<u>200,000</u>	<u>117,519</u>	<u>175,253</u>	<u>292,772</u>
Total Revenues	<u>19,492,389</u>	<u>12,108,548</u>	<u>5,285,733</u>	<u>17,394,281</u>
Expenditures:				
Economic Opportunity:				
WIA Adult	4,125,003	3,053,383	775,202	3,828,585
WIA Adult (ARRA)	647,747		541,145	541,145
WIA Dislocated Worker	4,533,814	3,370,468	880,868	4,251,336
WIA Dislocated Worker (ARRA)	784,095		621,609	621,609
WIA Youth	4,722,241	3,473,966	705,552	4,179,518
WIA Youth (ARRA)	1,140,834	81,658	863,422	945,080
WIA 10% Statewide Activities	1,381,758	860,935	326,023	1,186,958
Administrative Cost Pools	1,350,411	975,982	197,474	1,173,456
Administrative Cost Pools (ARRA)	285,853		249,977	249,977
Hurricane Katrina 2005	205,468	205,469		205,469
Hurricane Katrina Administration 2005	11,856	11,855		11,855
Wired Grants	248,309	73,749	62,557	136,306
WIA Affordable Housing 09	55,000			
Total Expenditures	<u>19,492,389</u>	<u>12,107,465</u>	<u>5,223,829</u>	<u>17,331,294</u>
Excess of Revenues Over Expenditures	<u>\$</u>	1,083	61,904	62,987
Fund Balance - July 1			1,083	
Fund Balance - June 30		<u>\$</u>	<u>\$</u>	<u>\$</u>
		1,083	62,987	62,987

South Elm Street Redevelopment Fund

Schedule of Revenues and Expenditures - Budget and Actual
From Project Inception and For the Fiscal Year Ended June 30, 2010

	<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	\$ 153,736	\$ 263,276	\$ 417,012
South Elm Street BEDI - 2005	<u>2,000,000</u>	<u>1,822,117</u>	<u>177,883</u>	<u>2,000,000</u>
Total Intergovernmental Revenue	<u>2,600,000</u>	<u>1,975,853</u>	<u>441,159</u>	<u>2,417,012</u>
Investment Income		<u>(6,892)</u>	<u>720</u>	<u>(6,172)</u>
Miscellaneous:				
Rent		<u>20,658</u>	<u>10,253</u>	<u>30,911</u>
Total Revenues	<u>2,600,000</u>	<u>1,989,619</u>	<u>452,132</u>	<u>2,441,751</u>
Expenditures:				
Community Development and Housing:				
South Elm Street Section 108 Project	3,000,000	2,727,906	86,887	2,814,793
EPA Brownsfield Assessment	600,000	177,216	250,472	427,688
South Elm Street BEDI - 2005	<u>2,000,000</u>	<u>1,741,089</u>	<u>248,911</u>	<u>1,990,000</u>
Total Expenditures	<u>5,600,000</u>	<u>4,646,211</u>	<u>586,270</u>	<u>5,232,481</u>
Excess of Revenues Under Expenditures	(3,000,000)	(2,656,592)	(134,138)	(2,790,730)
Other Financing Sources:				
Debt Issuances:				
Federal Loan Program	<u>3,000,000</u>	<u>2,622,000</u>		<u>2,622,000</u>
Excess of Revenues and Other Financing Sources Under Expenditures	<u>\$</u>	(34,592)	(134,138)	(168,730)
Fund Balance - July 1			<u>(34,592)</u>	
Fund Balance - June 30		<u>\$ (34,592)</u>	<u>\$ (168,730)</u>	<u>\$ (168,730)</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, 2010

	Project Authorization	Actual		Total To Date
		Prior Years	Current Year	
Revenues:				
Intergovernmental:				
Federal Grants	\$ 11,453,524	\$ 4,250,766	\$ 3,525,479	\$ 7,776,245
State Grants	19,113,114	6,238,451	1,855,678	8,094,129
Local Grants	1,508,419	989,552	298,609	1,288,161
Total Intergovernmental	32,075,057	11,478,769	5,679,766	17,158,535
Investment Income	6,217	7,608	(805)	6,803
Miscellaneous:				
In-Kind and Matching Revenues	5,047,432	2,000,124	633,297	2,633,421
Total Revenues	37,128,706	13,486,501	6,312,258	19,798,759
Expenditures:				
General Government:				
Public Access Channel	637,450	550,492		550,492
E-NC Capital Expenditure Grant - 2008-09	25,000		15,853	15,853
Total General Government	662,450	550,492	15,853	566,345
Public Safety:				
Forfeiture Funds - 2006-07	887,500	540,329	4,799	545,128
Forfeiture Funds - 2008-09	713,000	465,448	161,771	627,219
Forfeiture Funds - 2009-10	439,000		100,621	100,621
State Drug Excise Fund - 2008-09	83,333	82,493	840	83,333
State Drug Excise Fund - 2009-10	778,492	60,000	147,918	207,918
RRT Homeland Security Grant - 2007	251,571	114,825	136,559	251,384
RRT Homeland Security Grant - 2008	205,714		35,269	35,269
RRT Homeland Security Grant - 2009	135,714		20,765	20,765
USAR Homeland Security Grant - 2007	167,000	163,265	3,735	167,000
USAR Homeland Security Grant - 2008	220,000		48,444	48,444
USAR Homeland Security Grant - 2009	50,000			
Byrne Justice Assistance Grant - 2007-08	183,902	162,099	20,792	182,891
Byrne Justice Assistance Grant - 2008-09	63,164			
Byrne Justice Assistance Grant - 2009-10	230,831		229,950	229,950
Governor's Crime Commission Grant -2008-09	250,000	247,480	(870)	246,610
Governor's Crime Commission Grant - 2009-10	256,475		241,381	241,381
PNRC Walmart Grant - 2005	2,000	1,920	80	2,000
PNRC Walmart Grant - 2008	1,000		453	453
PNRC Walmart Grant - 2009	1,000			
PNRC Walmart Grant - 2010	1,000		98	98
Violent Crime Task Force - 2007-08	21,000	19,437	1,494	20,931
Violent Crime Task Force - 2008-09	26,000	13,300	12,361	25,661
Violent Crime Task Force - 2009-10	15,000		14,871	14,871
Financial Crimes Task Force - 2008-09	5,000	1,872	1,033	2,905
Financial Crimes Task Force - 2009-10	4,000		2,639	2,639
NC Joint Terrorism Task Force - 2007-08	15,855	14,349	25	14,374
NC Joint Terrorism Task Force - 2008-09	16,329	12,246	2,722	14,968
NC Joint Terrorism Task Force - 2009-10	16,903		11,460	11,460
Safe Streets Task Force - 2008-09	32,658	16,329	14,360	30,689
Safe Streets Task Force - 2009-10	50,710		25,889	25,889
US Marshal - Joint Fugitive Task Force	6,630	4,537	2,093	6,630
US Marshal - Joint Fugitive Task Force 2009-10	16,000		12,576	12,576
NC - Joint Fugitive Task Force - 2008-09	7,800	4,033	3,767	7,800
Downtown ABC Enforcement	17,500	11,639	5,861	17,500
DNA Cold Cases	601,831	154,127	299,082	453,209
Police Museum Contribution	1,300	910	33	943
Police K-9 Vest	1,500		1,492	1,492
FBI Safe Streets Task Force	15,855	15,837		15,837
Paul Coverdell Forensic Science Grant	125,000		20,317	20,317
ATV Safety Training Grant	12,000		2,376	2,376
DHS Hazard Device Team Grant	57,000		55,285	55,285
Permanent Check Station Grant - 2010	1,000		424	424
Metro Medical Response System - 2003	880,557	479,809	37,503	517,312
Metro Medical Response System - 2007	258,145	4,070	237,442	241,512
Metro Medical Response System - 2008	321,221	11,408	280,623	292,031
Metro Medical Response System - 2009	311,585			
Public Health Grant	32,815	31,942	557	32,499
Regional Hazmat Response Team - 2008-09	57,000	50,685		50,685
Regional Hazmat Response Team - 2009-10	57,000		51,118	51,118
Regional Hazmat Response Team - 2010-11	57,000			
NC 911 Board Phone System Grant	502,197			
Homeland Security - ALERT & Supply Grant	73,500			
Total Public Safety	8,538,587	2,684,389	2,250,008	4,934,397

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, 2010

	Project Authorization	Actual		
		Prior Years	Current Year	Total To Date
Expenditures: (Continued)				
Transportation:				
Transportation Planning - 2008-09	\$ 774,192	\$ 439,384	\$ (822)	\$ 438,562
Transportation Planning - 2009-10	752,398		542,684	542,684
Eckerson US 29 Environmental Study	750,000	666,484	45,697	712,181
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
Hornaday Road Improvement	6,400,000	209,305	851,228	1,060,533
Wendover Avenue Improvement Project - 2006-07	1,450,000	1,097,584	6,042	1,103,626
Oka T. Hester Park Dam Construction	5,069,000	3,298,739		3,298,739
NCDOT Project - Pleasant Garden 2009-10	140,000		9,735	9,735
NCDOT Project - School Safe Route 2009-10	293,588			
Total Transportation	15,929,508	5,711,496	1,699,434	7,410,930
Engineering:				
Ballinger Road Bridge Replacement	625,000	148,340	77,683	226,023
Waste Reduction & Recycling Grant	22,700		22,700	22,700
Piedmont Triad Water Quality Yr 5	77,690	77,689		77,689
Piedmont Triad Water Quality Yr 6	39,255	32,426	6,828	39,254
Piedmont Triad Water Quality Yr 7	68,447		30,146	30,146
South Buffalo Habitat Enhancement	678,423			
Total Engineering	1,511,515	258,455	137,357	395,812
Culture and Recreation:				
Glenwood Resource Center	219,600	209,554	630	210,184
LSTA Project Planning	50,000		36,531	36,531
Juvenile Justice & Delinquency Prevention	62,500	62,500		62,500
Fit Community-Downtown Greenway Yr 1	4,375	4,375		4,375
Fit Community-Downtown Greenway Yr 2	133,025	65,625		65,625
Guilford County Community Collaboration	39,200	29,707		29,707
PARTF Grant - Keeley Park	1,000,000			
PARTF Grant - Gateway Gardens	1,000,000		507,065	507,065
Gateway Gardens GBI	946,814		669,920	669,920
Gateway Gardens GBI - Landscaping	322,903			
Title III D - Seniors Program	4,444	4,414	23	4,437
Title III D - Seniors Program 2009-10	5,000		5,000	5,000
Senior Center General Purpose	5,817	5,817		5,817
Senior Center General Purpose 2009-10	5,624		5,624	5,624
Hope Project Yr 1	200,000	164,011	35,989	200,000
Hope Project Yr 2	200,000		137,133	137,133
Hope Project Yr 3	200,000			
CHIF Grant Yr 1	3,000	1,260		1,260
CHIF Grant Yr 2	12,000	3,463	196	3,659
Stairwell Improvement Project	10,000	2,178		2,178
Bicentennial Arts & Cultural	7,600	7,600		7,600
Archery Program	500		500	500
Watershed Archery Program	500		500	500
NFL Youth Football Program	2,000	2,000		2,000
Teen Making Council	2,700	2,567	65	2,632
Reasons 2 Rhyme	70,000	2,170	1,885	4,055
MUSEP - 2008-09	15,000		15,000	15,000
United Arts Council - Cultural Partner 2009-10	3,750		3,750	3,750
Ruth Wicker - Memorial to Women Grant	900,000		8,307	8,307
Ezra Jacks Keats Theatre	1,800		1,800	1,800
Camille's Closet Teen	2,520		2,190	2,190
Total Culture and Recreation	5,430,672	567,241	1,432,108	1,999,349
Community Development and Housing:				
Education Committee Project Grant	5,000	4,925	75	5,000
UAC - Forum Theatre Grant 2008-09	3,100			
Fair Housing Assistance - 2003-09	98,330		55,040	55,040
Fair Housing Training Grant - 2007-08	46,058	23,593	7,763	31,356
Fair Housing Training Grant - 2009-10	52,892		111	111
Scattered Site Rehab - 2007	396,500	201,692	194,558	396,250
Duke Energy Loan Pool	150,000	98,689	51,311	150,000
Duke Energy Loan Pool 2010-11	150,000		45,828	45,828
NCHFA Urgent Repair Program - 2007-09	150,417	128,286	22,130	150,416
Historic Preservation Grant 2007-09	32,500	13,000	19,500	32,500
Lead Paint Grant - 2005-09	3,000,000	1,374,597	1,132,077	2,506,674
Single Family Rehab Grant	400,000	41,667	265,729	307,396
Operation Greensboro Cares	265,000	138,793	1,207	140,000
EPA RLF Brownsfield Cleanup Grant	1,000,000		186,674	186,674
Total Community Development and Housing	5,749,797	2,025,242	1,982,003	4,007,245
Total Expenditures	37,822,529	11,797,315	7,516,763	19,314,078
Excess of Revenues Over (Under) Expenditures	(693,823)	1,689,186	(1,204,505)	484,681

(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, 2010

	<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	710,723	196,373	14,281	210,654
Transfers Out	<u>(16,900)</u>	<u> </u>	<u>(16,900)</u>	<u>(16,900)</u>
Total Other Financing Sources (Uses)	<u>693,823</u>	<u>196,373</u>	<u>(2,619)</u>	<u>193,754</u>
Excess of Revenues and Other Financing Sources Over (Under) Expenditures and Other Financing Uses	<u>\$</u>	1,885,559	(1,207,124)	678,435
Fund Balance - July 1		<u> </u>	<u>1,885,559</u>	<u> </u>
Fund Balance - June 30		<u>\$ 1,885,559</u>	<u>\$ 678,435</u>	<u>\$ 678,435</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, 2010

	<u>Project Authorization</u>	<u>Prior Years</u>	<u>Actual Current Year</u>	<u>Total To Date</u>
Revenues:				
Intergovernmental:				
Federal Grants	\$ 11,322,033	\$	\$ 2,659,414	\$ 2,659,414
State Grants	29,764			
Total Intergovernmental	<u>11,351,797</u>		<u>2,659,414</u>	<u>2,659,414</u>
Investment Income			(121)	(121)
Miscellaneous:				
Sales Tax			15,673	15,673
Total Revenues	<u>11,351,797</u>		<u>2,674,966</u>	<u>2,674,966</u>
Expenditures:				
Culture and Recreation:				
RSS Site Security Upgrade	29,764		2,490	2,490
Total Culture and Recreation	<u>29,764</u>		<u>2,490</u>	<u>2,490</u>
Public Safety:				
2009 JAG Recovery Act Grant	949,814			
Total Public Safety	<u>949,814</u>			
Community Development and Housing:				
NSP (HERA)	2,625,000		38,860	38,860
HPRp Grant FY09-10	781,141		188,273	188,273
Energy Efficient Grant	250,000		151,832	151,832
Federal EPA Brownsfield	400,000		127,249	127,249
Total Community Development and Housing	<u>4,056,141</u>		<u>506,214</u>	<u>506,214</u>
Transportation:				
Street Resurfacing Project	1,501,890		795,337	795,337
Lake Jeanette HW/RW Improvements	3,168,674		281,566	281,566
Elm-Eugene RW/SW Improvements	1,645,514		176,642	176,642
Total Transportation	<u>6,316,078</u>		<u>1,253,545</u>	<u>1,253,545</u>
Total Expenditures	<u>11,351,797</u>		<u>1,762,249</u>	<u>1,762,249</u>
Excess of Revenues Over Expenditures	<u>\$</u>		912,717	912,717
Fund Balance - July 1				
Fund Balance - June 30		\$	\$ 912,717	\$ 912,717

Guilford Metro 911 Fund

Schedule of Revenues, Expenditures and Changes in Fund Balance - Budget and Actual
For the Fiscal Year Ended June 30, 2010

	<u>Final Budget</u>	<u>Actual</u>	<u>Variance Positive (Negative)</u>
Revenues:			
Charges for Current Services:			
Cost Recovery - Guilford County	\$ 1,925,677	\$ 1,925,677	\$
Cost Recovery - Gibsonville	50,000	50,000	
911 Surcharge	1,412,000	1,412,146	146
Total Charges for Current Services	<u>3,387,677</u>	<u>3,387,823</u>	<u>146</u>
Investment Income		45,064	45,064
Miscellaneous:			
Other Miscellaneous Revenue		50,022	50,022
Appropriated Fund Balance	491,262		(491,262)
Total Revenues	<u>3,878,939</u>	<u>3,482,909</u>	<u>(396,030)</u>
Expenditures:			
Public Safety:			
Metro Communications Administration	287,991	198,964	89,027
Communications	6,162,598	5,893,776	268,822
911 Wireless	1,711,025	1,352,883	358,142
Emergency Management	229,981	105,400	124,581
Total Expenditures	<u>8,391,595</u>	<u>7,551,023</u>	<u>840,572</u>
Excess of Revenues Under Expenditures	(4,512,656)	(4,068,114)	444,542
Other Financing Sources:			
Transfers In	4,512,656	4,512,656	
Excess of Revenues and Other Financing Sources Over Expenditures	<u>\$</u>	444,542	444,542
Fund Balance - July 1		2,324,984	2,324,984
Fund Balance - June 30		<u>\$ 2,769,526</u>	<u>\$ 2,769,526</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, 2010

	<u>Final Budget</u>	<u>Actual</u>	<u>Variance Positive (Negative)</u>
Revenues:			
Intergovernmental:			
Local Reimbursements:			
Payment In Lieu of Taxes	\$ 100,000	\$ 102,283	\$ 2,283
Investment Income	2,051,750	2,259,202	207,452
Miscellaneous:			
Sales and Use Tax Refund		23,030	23,030
Other Revenue	200,000	245,001	45,001
Total Miscellaneous	200,000	268,031	68,031
Appropriated Fund Balance	7,492,091		(7,492,091)
Total Revenues	9,843,841	2,629,516	(7,214,325)
Expenditures:			
Debt Service:			
Principal Retirement	16,969,430	16,969,424	6
Interest	8,516,167	5,999,986	2,516,181
Fees and Other	653,100	274,263	378,837
Total Expenditures	26,138,697	23,243,673	2,895,024
Excess of Revenues Under Expenditures	(16,294,856)	(20,614,157)	(4,319,301)
Other Financing Sources (Uses):			
Transfers In	16,691,700	16,691,700	
Transfers Out	(396,844)	(96,844)	300,000
Total Other Financing Sources (Uses)	16,294,856	16,594,856	300,000
Excess of Revenues and Other Financing Sources Under Expenditures	\$	(4,019,301)	(4,019,301)
Fund Balance - July 1		14,932,157	14,932,157
Fund Balance - June 30		\$ 10,912,856	\$ 10,912,856

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, 2010

	<u>Project Authorization</u>	<u>Prior Years</u>	<u>Actual Current Year</u>	<u>Total To Date</u>
Revenues:				
Intergovernmental:				
State Grant	\$ 7,603,662	\$	\$	\$
State Reimbursements - Transportation Projects	130,312	130,312	53,889	184,201
Miscellaneous:				
Donations and Private Contributions	100,000	100,000		100,000
Other Revenue	93,440	663,690	49,800	713,490
Total Intergovernmental	<u>7,927,414</u>	<u>894,002</u>	<u>103,689</u>	<u>997,691</u>
Charges for Current Services:				
Contracted Construction Projects	57,803	57,803		57,803
Total Revenues	<u>7,985,217</u>	<u>951,805</u>	<u>103,689</u>	<u>1,055,494</u>
Expenditures:				
Capital Improvements:				
Transportation:				
Transportation Improvements	10,778,294	1,012,175	581,091	1,593,266
Excess of Revenues Under Expenditures	<u>(2,793,077)</u>	<u>(60,370)</u>	<u>(477,402)</u>	<u>(537,772)</u>
Other Financing Sources:				
Transfers In	2,793,077	901,695		901,695
Total Other Financing Sources	<u>2,793,077</u>	<u>901,695</u>		<u>901,695</u>
Excess of Revenues and Other Financing Sources Over (Under) Expenditures	<u>\$</u>	841,325	(477,402)	363,923
Fund Balance - July 1			841,325	
Fund Balance - June 30		<u>\$ 841,325</u>	<u>\$ 363,923</u>	<u>\$ 363,923</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, 2010

	<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	\$ 5,343,733	\$ 3,233,165	\$ 177,627	\$ 3,410,792
Transportation:				
Transportation Improvements	1,334,050	470,535	88,748	559,283
Engineering:				
Sidewalk and Crosswalk Construction	<u>37,677</u>	<u>37,677</u>	<u> </u>	<u>37,677</u>
Total Expenditures	<u>6,715,460</u>	<u>3,741,377</u>	<u>266,375</u>	<u>4,007,752</u>
Other Financing Sources:				
Transfers In	<u>6,715,460</u>	<u>5,432,378</u>	<u>1,078,082</u>	<u>6,510,460</u>
Excess of Revenues and Other Financing Sources Over Expenditures	<u>\$</u>	1,691,001	811,707	2,502,708
Fund Balance - July 1			<u>1,691,001</u>	
Fund Balance - June 30		<u>\$ 1,691,001</u>	<u>\$ 2,502,708</u>	<u>\$ 2,502,708</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, 2010

	<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		77,425	24,443	101,868
Miscellaneous:				
Other Revenue	126,000		126,000	126,000
Total Revenues	<u>2,126,000</u>	<u>2,077,425</u>	<u>150,443</u>	<u>2,227,868</u>
Expenditures:				
Capital Improvements:				
Public Affairs	228,520		214,321	214,321
Culture and Recreation	717,761	34,883	97,016	131,899
Total Expenditures	<u>946,281</u>	<u>34,883</u>	<u>311,337</u>	<u>346,220</u>
Excess of Revenues Over (Under) Expenditures	<u>1,179,719</u>	<u>2,042,542</u>	<u>(160,894)</u>	<u>1,881,648</u>
Other Financing Sources (Uses):				
Transfers In	920,281	717,136	243,702	960,838
Transfers Out	<u>(2,100,000)</u>	<u>(100,000)</u>	<u>(2,000,000)</u>	<u>(2,100,000)</u>
Total Other Financing Sources (Uses)	<u>(1,179,719)</u>	<u>617,136</u>	<u>(1,756,298)</u>	<u>(1,139,162)</u>
Excess of Revenues and Other Financing Sources Over (Under) Expenditures and Other Financing (Uses)	<u>\$</u>	2,659,678	(1,917,192)	742,486
Fund Balance - July 1			2,659,678	
Fund Balance - June 30		<u>\$ 2,659,678</u>	<u>\$ 742,486</u>	<u>\$ 742,486</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, 2010

	<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				
	<u>1,281,720</u>	<u>1,281,720</u>		<u>1,281,720</u>
Expenditures:				
Capital Improvements:				
General Government:				
Public Buildings	2,131,350	2,128,071	65,654	2,193,725
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	70,563,841	70,512,055		70,512,055
Center City Improvements	2,927,699	2,927,687		2,927,687
Culture and Recreation:				
Recreation Centers	5,996,609	5,915,219	42,929	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>91,951,353</u>	<u>108,583</u>	<u>92,059,936</u>
Total Expenditures				
	<u>92,087,837</u>	<u>91,951,353</u>	<u>108,583</u>	<u>92,059,936</u>
Excess of Revenues Under Expenditures	<u>(90,806,117)</u>	<u>(90,669,633)</u>	<u>(108,583)</u>	<u>(90,778,216)</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)				
	<u>90,806,117</u>	<u>90,806,117</u>		<u>90,806,117</u>
Excess of Revenues and Other Financing Sources Over (Under) Expenditures and and Other Financing (Uses)	<u>\$</u>	136,484	(108,583)	27,901
Fund Balance - July 1			136,484	
Fund Balance - June 30		<u>\$ 136,484</u>	<u>\$ 27,901</u>	<u>\$ 27,901</u>

Redevelopment Bond Fund - Series 1994

Schedule of Revenues, Expenditures and Changes in Fund Balance - Budget and Actual
From Project Inception and For the Fiscal Year Ended June 30, 2010

	<u>Project Authorization</u>	<u>Prior Years</u>	<u>Actual Current Year</u>	<u>Total To Date</u>
Revenues:				
Miscellaneous:				
Mortgage Collections - Rehabilitation	\$ 238,729	\$ 238,729	\$	\$ 238,729
Interest Collected - Rehabilitation Mortgages	9,328	10,439		10,439
Rent	13,193	12,093		12,093
Sale of Real Estate	555,183	555,183		555,183
Donations and Private Contributions	20,000	20,000		20,000
Other Revenue	24,503	30,103	(22,343)	7,760
	<u>860,936</u>	<u>866,547</u>	<u>(22,343)</u>	<u>844,204</u>
Total Revenues				
Expenditures:				
Capital Improvements:				
Community Development and Housing:				
Neighborhood Renewal	8,161,408	8,144,676		8,144,676
	<u>8,161,408</u>	<u>8,144,676</u>		<u>8,144,676</u>
Excess of Revenues Under Expenditures	(7,300,472)	(7,278,129)	(22,343)	(7,300,472)
Other Financing Sources (Uses):				
Debt Issuances:				
General Obligation Bonds Issued	7,285,000	7,285,000		7,285,000
Transfers In	32,215	32,215		32,215
Transfers Out	(16,743)	(16,743)		(16,743)
	<u>7,300,472</u>	<u>7,300,472</u>		<u>7,300,472</u>
Total Other Financing Sources (Uses)				
Excess of Revenues and Other Financing Sources Over (Under) Expenditures and and Other Financing (Uses)	<u>\$</u>	22,343	(22,343)	
Fund Balance - July 1			22,343	
Fund Balance - June 30		<u>\$ 22,343</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, 2010

	<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	\$ 14,500,000	\$ 14,500,197	\$	\$ 14,500,197
Fire Station	1,500,000	1,499,804		1,499,804
Police Department	411,035			
Engineering:				
Municipal Buildings	2,000,000	1,805,912		1,805,912
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>22,180,878</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 Expenditures and Other Financing (Uses)	<u>\$</u>	603,581		603,581
Fund Balance - July 1			<u>603,581</u>	
Fund Balance - June 30		<u>\$ 603,581</u>	<u>\$ 603,581</u>	<u>\$ 603,581</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, 2010

	<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	\$ 1,320,339	\$ 74,100	\$ 1,394,439
Other Financing Sources (Uses):				
Debt Issuances:				
General Obligation Bonds/BANs Issued	2,000,000	1,500,000	45,000	1,545,000
Premium on Debt		42,581	11	42,592
Transfers Out	(108,177)	(108,177)		(108,177)
Total Other Financing Sources (Uses)	1,891,823	1,434,404	45,011	1,479,415
Excess of Other Financing Sources Over (Under) Expenditures and Other Financing (Uses)	<u>\$</u>	114,065	(29,089)	84,976
Fund Balance - July 1			114,065	
Fund Balance - June 30		<u>\$ 114,065</u>	<u>\$ 84,976</u>	<u>\$ 84,976</u>

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, 2010

	<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	\$ 769,730	\$ 759,279	\$	\$ 759,279
Barber Park Recreation Center	3,539,705	2,061,252	1,440,664	3,501,916
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	473,072	12,022	485,094
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	1,817,585	2,001,584	3,819,169
Northwest Walking Trail	184,630	184,629		184,629
Northeast Sports Center	6,150,905	6,147,575		6,147,575
Barber Park Master Plan	65,000	65,000		65,000
Gateway Garden Project	1,500,000	617,700	842,259	1,459,959
Short Farm Park	928,110	928,106		928,106
Caldwell Historic Park	92,740	23,437		23,437
Brightwood Neighborhood Park	93,560			
Ole Asheboro	115,275			
David Caldwell Center	44,875		22,437	22,437
Sunset Hills Foot Bridge	9,200		9,199	9,199
Southside Oval	4,500		4,500	4,500
General Administration - Parks and Recreation	244,652	195,681		195,681
Total Expenditures	<u>33,700,000</u>	<u>22,032,352</u>	<u>4,332,665</u>	<u>26,365,017</u>
Other Financing Sources (Uses):				
Debt Issuances:				
General Obligation Bonds/BANs Issued	34,200,000	27,600,000	2,840,000	30,440,000
Premium on Debt		74,151	682	74,833
Transfers Out	<u>(500,000)</u>			
Total Other Financing Sources (Uses)	<u>33,700,000</u>	<u>27,674,151</u>	<u>2,840,682</u>	<u>30,514,833</u>
Excess of Other Financing Sources Over (Under) Expenditures and Other Financing (Uses)	<u>\$</u>	5,641,799	(1,491,983)	4,149,816
Fund Balance - July 1			<u>5,641,799</u>	
Fund Balance - June 30		<u>\$ 5,641,799</u>	<u>\$ 4,149,816</u>	<u>\$ 4,149,816</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, 2010

	<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
Total Expenditures	<u>7,080,000</u>	<u>6,799,104</u>		<u>6,799,104</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 Expenditures	<u>\$</u>	280,896		280,896
Fund Balance - July 1			<u>280,896</u>	
Fund Balance - June 30		<u>\$ 280,896</u>	<u>\$ 280,896</u>	<u>\$ 280,896</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, 2010

	<u>Project Authorization</u>	<u>Actual</u>		<u>Total To Date</u>
		<u>Prior Years</u>	<u>Current Year</u>	
Revenues:				
Miscellaneous:				
Mortgage Collections - Rehabilitation	\$	\$ 202,607	\$ 2,140	\$ 204,747
Interest Collected - Rehabilitation Mortgages		18,055	13,797	31,852
Rent - Real Estate			2,500	2,500
Other Revenue			22,958	22,958
Total Revenues		220,662	41,395	262,057
Expenditures:				
Capital Improvements:				
Community Development and Housing	2,767,785	1,573,622	331,796	1,905,418
Excess of Revenues Under Expenditures	(2,767,785)	(1,352,960)	(290,401)	(1,643,361)
Other Financing Sources (Uses):				
Debt Issuances:				
General Obligation Bonds/BANs Issued	2,800,000	1,500,000	485,000	1,985,000
Premium on Debt		17,019	117	17,136
Transfer Out	(32,215)	(32,215)		(32,215)
Total Other Financing Sources (Uses)	2,767,785	1,484,804	485,117	1,969,921
Excess of Revenues and Other Financing Sources Over Expenditures and and Other Financing (Uses)	\$	131,844	194,716	326,560
Fund Balance - July 1			131,844	
Fund Balance - June 30		\$ 131,844	\$ 326,560	\$ 326,560

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, 2010

	<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	\$ 1,369,823	\$ 2,122,409	\$ 3,492,232
Other Financing Sources:				
Debt Issuances:				
General Obligation Bonds Issued	8,600,000	4,800,000		4,800,000
Premium on Debt		404,204		404,204
Transfer In	12,000	12,000		12,000
Total Other Financing Sources	8,612,000	5,216,204		5,216,204
Excess of Other Financing Sources Over (Under) Expenditures	\$	3,846,381	(2,122,409)	1,723,972
Fund Balance - July 1			3,846,381	
Fund Balance - June 30		\$ 3,846,381	\$ 1,723,972	\$ 1,723,972

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, 2010

	<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	1,610,690	2,606,203	4,216,893
Excess of Revenues Under Expenditures	(5,300,000)	(1,610,690)	(2,590,395)	(4,201,085)
Other Financing Sources:				
Debt Issuances:				
General Obligation Bonds Issued	5,300,000	5,300,000		5,300,000
Premium on Debt		446,313		446,313
Total Other Financing Sources	5,300,000	5,746,313		5,746,313
Excess of Revenues and Other Financing Sources Over (Under) Expenditures	\$	4,135,623	(2,590,395)	1,545,228
Fund Balance - July 1			4,135,623	
Fund Balance - June 30		\$ 4,135,623	\$ 1,545,228	\$ 1,545,228

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, 2010

	<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, 2010

	<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	\$ 8,294	\$ 381,553	\$ 389,847
Other Financing Sources:				
Debt Issuances:				
General Obligation Bonds Issued	10,000,000	2,000,000		2,000,000
Premium on Debt		168,418		168,418
Transfer Out	(1,000,000)			
Total Other Financing Sources (Uses)	9,000,000	2,168,418		2,168,418
Excess of Other Financing Sources Over (Under)				
Expenditures and Other Financing (Uses)	\$	2,160,124	(381,553)	1,778,571
Fund Balance - July 1			2,160,124	
Fund Balance - June 30		\$ 2,160,124	\$ 1,778,571	\$ 1,778,571

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, 2010

	<u>Project Authorization</u>	<u>Prior Years</u>	<u>Actual Current Year</u>	<u>Total To Date</u>
Revenues:				
Miscellaneous:				
Rent	\$	\$ 920	\$ (920)	\$
Expenditures:				
Capital Improvements:				
Public Safety	24,147,467	5,444,804	1,303,774	6,748,578
Excess of Revenues Under Expenditures	(24,147,467)	(5,443,884)	(1,304,694)	(6,748,578)
Other Financing Sources (Uses):				
Debt Issuances:				
General Obligation Bonds/BANs Issued	24,500,000	10,200,000	345,000	10,545,000
Premium on Debt		691,797	83	691,880
Transfer Out	(352,533)		(352,533)	(352,533)
Total Other Financing Sources (Uses)	24,147,467	10,891,797	(7,450)	10,884,347
Excess of Revenues and Other Financing Sources Over (Under) Expenditures and and Other Financing (Uses)	\$	\$ 5,447,913	(1,312,144)	4,135,769
Fund Balance - July 1			5,447,913	
Fund Balance - June 30		\$ 5,447,913	\$ 4,135,769	\$ 4,135,769

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, 2010

	<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	\$ 912,245	\$ 33,084	\$ 945,329
Other Financing Sources:				
Debt Issuances:				
General Obligation Bonds Issued	1,000,000	1,000,000		1,000,000
Premium on Debt		84,832		84,832
Total Other Financing Sources	1,000,000	1,084,832		1,084,832
Excess of Other Financing Sources Over (Under) Expenditures	\$	172,587	(33,084)	139,503
Fund Balance - July 1			172,587	
Fund Balance - June 30		\$ 172,587	\$ 139,503	\$ 139,503

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, 2010

	<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	\$ 46,360	\$ 27,870	\$ 74,230
Other Financing Sources:				
Debt Issuances:				
General Obligation Bonds Issued	1,500,000	1,500,000		1,500,000
Premium on Debt		127,245		127,245
Total Other Financing Sources	1,500,000	1,627,245		1,627,245
Excess of Other Financing Sources Over (Under) Expenditures	\$	1,580,885	(27,870)	1,553,015
Fund Balance - July 1			1,580,885	
Fund Balance - June 30		\$ 1,580,885	\$ 1,553,015	\$ 1,553,015

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, 2010

	<u>Project Authorization</u>	<u>Prior Years</u>	<u>Actual Current Year</u>	<u>Total To Date</u>
Expenditures:				
Capital Improvements:				
Transportation	\$ 134,000,000	\$	\$	\$
Other Financing Sources:				
Debt Issuances:				
General Obligation Bonds Issued	134,000,000			
Premium on Debt				
Total Other Financing Sources	134,000,000			
Excess of Other Financing Sources Over (Under) Expenditures	\$			
Fund Balance - July 1				
Fund Balance - June 30		\$	\$	\$

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, 2010

	<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	\$ 27,816
Other Financing Sources:				
Debt Issuances:				
General Obligation Bonds/BANs Issued	8,000,000		30,000	30,000
Premium on Debt			7	7
Total Other Financing Sources	8,000,000		30,007	30,007
Excess of Other Financing Sources Over Expenditures	\$		2,191	2,191
Fund Balance - July 1				
Fund Balance - June 30		\$	\$ 2,191	\$ 2,191

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, 2010

	<u>Project Authorization</u>	<u>Prior Years</u>	<u>Actual Current Year</u>	<u>Total To Date</u>
Expenditures:				
Capital Improvements:				
Culture and Recreation	\$ 1,000,000	\$	\$	\$
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>

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 Trust 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 101,150 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 as well as General Obligation 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 and meeting and exhibition facilities of 167,000 square feet. Construction is in progress for an aquatic center also located at the Coliseum site. Bond Anticipation Notes outstanding 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, 2010

	Final Budget	Actual	Variance Positive (Negative)
Operating Revenues:			
Charges for Current Services	\$ 87,309,358	\$ 83,900,535	\$ (3,408,823)
Other Operating Revenues	856,500	1,388,756	532,256
Other Operating Revenues - Capital Reserve Fund		435,179	435,179
Total Operating Revenues	<u>88,165,858</u>	<u>85,724,470</u>	<u>(2,441,388)</u>
Operating Expenses:			
Personal Services	13,638,203	13,152,397	485,806
Fringe Benefits	5,449,206	5,328,039	121,167
Maintenance and Repairs	7,011,614	3,742,996	3,268,618
Operations	27,786,288	24,774,630	3,011,658
Capital Outlay	2,314,304	947,026	1,367,278
Total Operating Expenses	<u>56,199,615</u>	<u>47,945,088</u>	<u>8,254,527</u>
Operating Income	<u>31,966,243</u>	<u>37,779,382</u>	<u>5,813,139</u>
Nonoperating Revenues:			
Investment Income	902,500	838,974	(63,526)
Investment Income - Capital Reserve Fund		328,757	328,757
Miscellaneous Nonoperating Revenue		193,464	193,464
Total Nonoperating Revenues	<u>902,500</u>	<u>1,361,195</u>	<u>458,695</u>
Nonoperating Expenses:			
Principal Maturities	9,038,793	9,038,791	2
Interest Expense	9,944,255	8,024,498	1,919,757
Miscellaneous Nonoperating Expense	727,500	266,410	461,090
Total Nonoperating Expenses	<u>19,710,548</u>	<u>17,329,699</u>	<u>2,380,849</u>
Excess of Revenues Over Expenses Before Contributions and Other Financing Sources (Uses)	<u>13,158,195</u>	<u>21,810,878</u>	<u>8,652,683</u>
Capital Contributions		<u>3,299,424</u>	<u>3,299,424</u>
Other Financing Sources (Uses):			
Transfers In - Capital Reserve Fund		4,650,718	4,650,718
Transfers Out	(17,315,385)	(17,315,385)	
Total Other Financing Sources (Uses)	<u>(17,315,385)</u>	<u>(12,664,667)</u>	<u>4,650,718</u>
Excess of Revenues and Contributions Over (Under) Expenses and Other Financing Sources (Uses)	<u>(4,157,190)</u>	<u>12,445,635</u>	<u>16,602,825</u>
Appropriated Fund Balance	<u>4,157,190</u>		<u>(4,157,190)</u>
Excess of Revenues Over Expenses	<u>\$</u>	<u>\$ 12,445,635</u>	<u>\$ 12,445,635</u>

Water Resources Fund

Schedule of Revenues and Expenses Budget and Actual (Non-GAAP)
For the Fiscal Year Ended June 30, 2010

Reconciliation of Modified Accrual Basis	
to Full Accrual Basis:	
Total Revenues	\$ 87,085,665
Total Expenses	<u>65,274,787</u>
Excess of Revenues Over Expenses Before	
Contributions and Other Financing Sources (Uses)	21,810,878
Adjustment to Full Accrual Basis:	
Depreciation	(16,764,175)
Principal Maturities	9,038,791
Loss on Disposal of Capital Assets	(253,933)
Inventory Gain (Loss)	(3,871)
Amortization of Underwriters' and Other Deferred Expense	(841,266)
Amortization of Bond Premiums	970,990
Capital Outlay	947,026
Payment to Piedmont Triad Regional Water Authority	1,070,291
Capital Project Net Expenses	(1,967,696)
Capital Project Cost Sharing and Other Reimbursements	<u>1,001,180</u>
Income Before Contributions and Transfers	<u>\$ 15,008,215</u>

Water Resources Bond Fund - Series 2010

Schedule of Revenues and Expenses - Budget and Actual (Non-GAAP)
 From Project Inception and For the Year Ended June 30, 2010

	<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	\$ 21,000,000	\$	\$ 4,339,076	\$ 4,339,076
Expenses Before Other Financing Sources	<u>(21,000,000)</u>		<u>(4,339,076)</u>	<u>(4,339,076)</u>
Other Financing Sources:				
Debt Issuances:				
Revenue Bonds Issued	21,000,000			
Excess of Other Financing Sources Under Expenses	<u>\$</u>	<u>\$</u>	<u>\$ (4,339,076)</u>	<u>\$ (4,339,076)</u>

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, 2010

	<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	\$ 185,924	\$ 61,268	\$ 247,192
Townsend Dam Replacement	40,064,929	18,294,590	8,152,542	26,447,132
Randleman Dam	8,471,675	339,123	6,455,699	6,794,822
Osborne Treatment Plant	2,138,596	777,109	777,109	777,109
Total Capital Improvements	<u>51,999,430</u>	<u>18,819,637</u>	<u>15,446,618</u>	<u>34,266,255</u>
Nonoperating Expenses:				
Interest Expense	2,369,878	335,106	2,034,772	2,369,878
Bond Issue Expense	709,132	696,631	696,631	696,631
Total Expenses	<u>55,078,440</u>	<u>19,851,374</u>	<u>17,481,390</u>	<u>37,332,764</u>
Nonoperating Revenues:				
Investment Income	<u>351,160</u>	<u>130,544</u>	<u>318,535</u>	<u>449,079</u>
Excess of Revenues Under Expenses Before Other Financing Sources	<u>(54,727,280)</u>	<u>(19,720,830)</u>	<u>(17,162,855)</u>	<u>(36,883,685)</u>
Other Financing Sources:				
Debt Issuances:				
Revenue Bonds Issued	53,180,000	53,180,000	53,180,000	53,180,000
Premium-Revenue Bonds	1,547,280	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>	<u>54,727,280</u>
Excess of Revenues and Other Financing Sources Over (Under) Expenses	<u>\$</u>	<u>\$ 35,006,450</u>	<u>\$ (17,162,855)</u>	<u>\$ 17,843,595</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, 2010

	<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	567,432	129,238	696,670
Sewer Mains	26,433,019	26,338,226		26,338,226
Sewer Pumping Stations	1,574,038			
Osborne Treatment Plant	8,941,509	5,221,658	1,021,890	6,243,548
Total Capital Improvements	<u>43,512,592</u>	<u>37,872,278</u>	<u>1,151,128</u>	<u>39,023,406</u>
Nonoperating Expenses:				
Interest Expense	2,903,027	2,027,696	8,093	2,035,789
Bond Issue Expense	568,365	566,365		566,365
Miscellaneous Bond Expenses	16,016	18,011	(9,639)	8,372
Total Expenses	<u>47,000,000</u>	<u>40,484,350</u>	<u>1,149,582</u>	<u>41,633,932</u>
Nonoperating Revenues:				
Investment Income	<u>923,898</u>	<u>1,145,512</u>	<u>8,150</u>	<u>1,153,662</u>
Excess of Revenues Under Expenses Before Other Financing Sources	<u>(46,076,102)</u>	<u>(39,338,838)</u>	<u>(1,141,432)</u>	<u>(40,480,270)</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>\$ 6,737,264</u>	<u>\$ (1,141,432)</u>	<u>\$ 5,595,832</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, 2010

	<u>Project Authorization</u>	<u>Prior Years</u>	<u>Actual Current Year</u>	<u>Total To Date</u>
Revenues:				
Guilford County Construction:				
Reimbursements	\$ 11,032,446	\$ 1,789,108	\$ 1,000,042	\$ 2,789,150
Expenses:				
Capital Improvements:				
Forest Oaks Estate	1,419,294	220,868	5,900	226,768
Lynwood Lakes	4,086,698	657,368	164,287	821,655
City/County Master Plan	1,043,211	585,245	457,965	1,043,210
Honda Jet Water and Sewer Project	370,000	57,311	263,093	320,404
GTCC Water and Sewer Project	4,907,931	5,221	372,819	378,040
Alamance Elementary School Water Project	1,288,846		101,450	101,450
Total Expenses	<u>13,115,980</u>	<u>1,526,013</u>	<u>1,365,514</u>	<u>2,891,527</u>
Excess of Revenues Over (Under) Expenses Before Other Financing Sources	(2,083,534)	263,095	(365,472)	(102,377)
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>\$ 1,346,629</u>	<u>\$ (365,472)</u>	<u>\$ 981,157</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, 2010

	<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	\$ 11,866,085	\$ 3,760,744	\$ 2,928,909	\$ 6,689,653
Chloramine Conversion Project	7,698,587	7,604,958	72,890	7,677,848
Automated Meter Reading Project	11,781,707	11,275,498	502,308	11,777,806
Sewer Line Construction	11,859,095	4,890,745	2,631,965	7,522,710
I-85 Bypass Stubouts	1,612,869	170,643	88,973	259,616
Annexation - FY 08-09	1,599,352	686,608	832,319	1,518,927
Annexation - FY 09-10	5,002,538		1,987,682	1,987,682
NCDOT Projects	357,394			
Total Capital Improvements	<u>51,777,627</u>	<u>28,389,196</u>	<u>9,045,046</u>	<u>37,434,242</u>
Other Operating Revenues:				
Sales Tax Refund		<u>2,044,053</u>	<u>1,137</u>	<u>2,045,190</u>
Excess of Revenues Under Expenses Before Other Financing Sources	<u>(51,777,627)</u>	<u>(26,345,143)</u>	<u>(9,043,909)</u>	<u>(35,389,052)</u>
Other Financing Sources (Uses):				
Transfers from Water Resources:				
Water Resources Operating Fund	52,861,161	40,211,506	12,649,665	52,861,171
Transfers to:				
County Construction Fund	<u>(1,083,534)</u>	<u>(1,083,534)</u>		<u>(1,083,534)</u>
Total Other Financing Sources (Uses)	<u>51,777,627</u>	<u>39,127,972</u>	<u>12,649,665</u>	<u>51,777,637</u>
Excess of Revenues and Other Financing Sources Over Expenses and Other Financing Uses	<u>\$</u>	<u>\$ 12,782,829</u>	<u>\$ 3,605,756</u>	<u>\$ 16,388,585</u>

Stormwater Management Fund

Schedule of Revenues and Expenses - Budget and Actual (Non-GAAP)
For the Fiscal Year Ended June 30, 2010

	<u>Final Budget</u>	<u>Actual</u>	<u>Variance Positive (Negative)</u>
<i>Operating Revenues:</i>			
Charges for Current Services	\$ 8,878,796	\$ 9,261,021	\$ 382,225
Other Operating Revenues	18,100	10,948	(7,152)
Total Operating Revenues	<u>8,896,896</u>	<u>9,271,969</u>	<u>375,073</u>
<i>Operating Expenses:</i>			
Personal Services	2,858,964	2,613,579	245,385
Fringe Benefits	1,269,845	1,196,891	72,954
Maintenance and Operations	3,688,088	2,947,729	740,359
Capital Outlay	145,530	110,437	35,093
Total Operating Expenses	<u>7,962,427</u>	<u>6,868,636</u>	<u>1,093,791</u>
Operating Income	<u>934,469</u>	<u>2,403,333</u>	<u>1,468,864</u>
<i>Nonoperating Revenues:</i>			
Investment Income	<u>90,000</u>	<u>106,186</u>	<u>16,186</u>
Excess of Revenues Over Expenses Before Other Financing Uses	<u>1,024,469</u>	<u>2,509,519</u>	<u>1,485,050</u>
<i>Other Financing Uses:</i>			
Transfers Out	<u>(1,608,000)</u>	<u>(1,607,500)</u>	<u>500</u>
Excess of Revenues Over (Under) Expenses and Other Financing Uses	(583,531)	902,019	1,485,550
Appropriated Fund Balance	<u>583,531</u>	<u> </u>	<u>(583,531)</u>
Excess of Revenues Over Expenses and Other Financing Uses	<u>\$</u>	<u>\$ 902,019</u>	<u>\$ 902,019</u>

Stormwater Management Fund

Schedule of Revenues and Expenses Budget and Actual (Non-GAAP)
For the Fiscal Year Ended June 30, 2010

Reconciliation of Modified Accrual Basis to Full Accrual Basis:	
Total Revenues	\$ 9,378,155
Total Expenses	<u>6,868,636</u>
Excess of Revenues Over Expenses Before Other Financing Uses	2,509,519
Adjustment to Full Accrual Basis:	
Depreciation	(1,748,863)
Capital Outlay	110,437
Compensated Absences	4,379
Other Postemployment Benefits Asset	5,292
Net Capital Project Revenues	<u>199,549</u>
Income Before Transfers	<u><u>\$ 1,080,313</u></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, 2010

	<u>Project Authorization</u>	<u>Prior Years</u>	<u>Actual Current Year</u>	<u>Total To Date</u>
Revenues:				
Miscellaneous:				
Other Revenue	\$ 21,720	\$ 28,536	\$ 59,635	\$ 88,171
Expenses:				
Capital Improvements:				
Water Resources:				
Stormwater Improvements	8,879,778	1,262,827	880,309	2,143,136
Nonoperating Revenues:				
Investment Income		796,292	142,610	938,902
Excess of Revenues Under Expenses Before				
Other Financing Sources	(8,858,058)	(437,999)	(678,064)	(1,116,063)
Other Financing Sources:				
Transfers In	8,858,058	7,258,066	1,600,000	8,858,066
Excess of Revenues and Other Financing				
Sources Over Expenses	\$	\$ 6,820,067	\$ 921,936	\$ 7,742,003

War Memorial Coliseum Fund

Schedule of Revenues and Expenses - Budget and Actual (Non-GAAP)
For the Fiscal Year Ended June, 30, 2010

	Final Budget	Actual	Variance Positive (Negative)
Operating Revenues:			
Charges for Current Services	\$ 11,531,970	\$ 11,242,666	\$ (289,304)
Other Operating Revenues	155,000	264,225	109,225
Total Operating Revenues	<u>11,686,970</u>	<u>11,506,891</u>	<u>(180,079)</u>
Operating Expenses:			
Personal Services	4,315,136	4,325,078	(9,942)
Fringe Benefits	1,190,428	1,164,120	26,308
Maintenance and Operations	7,758,329	7,630,114	128,215
Capital Outlay	376,433	288,644	87,789
Total Operating Expenses	<u>13,640,326</u>	<u>13,407,956</u>	<u>232,370</u>
Operating Loss	<u>(1,953,356)</u>	<u>(1,901,065)</u>	<u>52,291</u>
Nonoperating Revenues:			
Investment Income	125,000	77,884	(47,116)
Donations and Private Contributions	<u>125,000</u>	<u>77,884</u>	<u>(47,116)</u>
Total Nonoperating Revenues	<u>125,000</u>	<u>77,884</u>	<u>(47,116)</u>
Nonoperating Expenses:			
Principal Maturities	305,875	320,672	(14,797)
Interest Expense	122,100	102,508	19,592
Miscellaneous Nonoperating Expense	4,000	477	3,523
Total Nonoperating Expenses	<u>431,975</u>	<u>423,657</u>	<u>8,318</u>
Excess of Revenues Under Expenses Before Other Financing Sources	<u>(2,260,331)</u>	<u>(2,246,838)</u>	<u>13,493</u>
Other Financing Sources:			
Transfers In	<u>1,800,000</u>	<u>1,800,000</u>	<u></u>
Excess of Revenues and Other Financing Sources Under Expenses	(460,331)	(446,838)	13,493
Appropriated Fund Balance	<u>460,331</u>	<u></u>	<u>(460,331)</u>
Excess of Revenues and Other Financing Sources Under Expenses	<u>\$</u>	<u>\$ (446,838)</u>	<u>\$ (446,838)</u>

War Memorial Coliseum Fund

Schedule of Revenues and Expenses - Budget and Actual (Non-GAAP)
For the Fiscal Year Ended June 30, 2010

Reconciliation of Modified Accrual Basis to Full Accrual Basis:	
Total Revenues	\$ 11,584,775
Total Expenses	<u>13,831,613</u>
Excess of Revenues Under Expenses Before Contributions and Other Financing Sources	(2,246,838)
Adjustment to Full Accrual Basis:	
Depreciation	(2,135,904)
Principal Maturities	320,672
Capital Outlay	288,644
Inventory Gains (Losses)	724
Compensated Absences	(20,317)
Amortization of Bond Discount	(285)
Contracted Food Service Rent	(150,000)
Net Capital Project Revenue	<u>944,266</u>
Loss Before Contributions and Transfers	<u><u>\$ (2,999,038)</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, 2010

	<u>Project Authorization</u>	<u>Prior Years</u>	<u>Actual Current Year</u>	<u>Total To Date</u>
Revenues:				
Donations and Contributions	\$ 4,225,000	\$ 4,225,000	\$ 1,000,000	\$ 5,225,000
Rent		150,000	(150,000)	
Investment Income	220,000	339,082	337,506	676,588
Total Revenues	<u>4,445,000</u>	<u>4,714,082</u>	<u>1,187,506</u>	<u>5,901,588</u>
Expenses:				
Capital Improvements:				
Bond Issue Expense	40,000	14,327		14,327
Coliseum Complex Improvements	11,865,992	9,425,933	693,368	10,119,301
Total Expenses	<u>11,905,992</u>	<u>9,440,260</u>	<u>693,368</u>	<u>10,133,628</u>
Excess of Revenues Over (Under) Expenses Before Other Financing Sources (Uses)	<u>(7,460,992)</u>	<u>(4,726,178)</u>	<u>494,138</u>	<u>(4,232,040)</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	135,215	2,000,000	2,135,215
Transfer Out-Coliseum Operating Fund	(868,000)	(868,000)		(868,000)
Total Other Financing Sources (Uses)	<u>7,460,992</u>	<u>5,460,992</u>	<u>2,000,000</u>	<u>7,460,992</u>
Excess of Revenues and Other Financing Sources Over Expenses and Other Financing Uses	<u>\$</u>	<u>\$ 734,814</u>	<u>\$ 2,494,138</u>	<u>\$ 3,228,952</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, 2010

	<u>Project Authorization</u>	<u>Prior Years</u>	<u>Actual Current Year</u>	<u>Total To Date</u>
Expenses:				
Capital Improvements:				
Culture and Recreation:				
Bond Issue Expense	\$	\$	\$ 660	\$ 660
War Memorial Coliseum Complex - Aquatic Center	18,875,000		1,958,563	1,958,563
Total Expenses	<u>18,875,000</u>		<u>1,959,223</u>	<u>1,959,223</u>
Excess of Revenues Under Expenses Before				
Other Financing Sources	<u>(18,875,000)</u>		<u>(1,959,223)</u>	<u>(1,959,223)</u>
Other Financing Sources:				
General Obligation Bonds/BANs Issued	18,875,000		6,000,000	6,000,000
Premium - General Obligation Bonds/BANs			1,440	1,440
Total Other Financing Sources	<u>18,875,000</u>		<u>6,001,440</u>	<u>6,001,440</u>
Excess of Revenues and Other Financing				
Sources Over Expenses	<u>\$</u>	<u>\$</u>	<u>\$ 4,042,217</u>	<u>\$ 4,042,217</u>

Solid Waste Management Fund

Schedule of Revenues and Expenses - Budget and Actual (Non-GAAP)
For the Fiscal Year Ended June 30, 2010

	Final Budget	Actual	Variance Positive (Negative)
Operating Revenues:			
Charges for Current Services	\$ 13,875,000	\$ 12,938,822	\$ (936,178)
Other Operating Revenues	97,200	236,798	139,598
Total Operating Revenues	<u>13,972,200</u>	<u>13,175,620</u>	<u>(796,580)</u>
Operating Expenses:			
Personal Services	1,352,884	1,328,058	24,826
Fringe Benefits	555,363	538,855	16,508
Maintenance and Operations	15,306,454	12,389,864	2,916,590
Capital Outlay	162,873	45,442	117,431
Total Operating Expenses	<u>17,377,574</u>	<u>14,302,219</u>	<u>3,075,355</u>
Operating Loss	<u>(3,405,374)</u>	<u>(1,126,599)</u>	<u>2,278,775</u>
Nonoperating Revenues:			
Investment Income	155,000	190,645	35,645
Investment Income - Capital Reserve Fund		14,427	14,427
Miscellaneous Nonoperating Revenue		2,680	2,680
Total Nonoperating Revenues	<u>155,000</u>	<u>207,752</u>	<u>52,752</u>
Nonoperating Expenses:			
Principal Maturities	2,835,000	1,875,000	960,000
Interest Expense	610,946	540,382	70,564
Miscellaneous Nonoperating Expense	6,000	44,070	(38,070)
Total Nonoperating Expenses	<u>3,451,946</u>	<u>2,459,452</u>	<u>992,494</u>
Excess of Revenues Under Expenses			
Before Other Financing Sources (Uses)	<u>(6,702,320)</u>	<u>(3,378,299)</u>	<u>3,324,021</u>
Other Financing Sources (Uses):			
Debt Issuances:			
Proceeds of Refunding Bonds	5,720,000	5,720,000	
Payment to Escrow for Refunding of Debt	(5,720,000)	(5,720,000)	
Transfers In	4,408,489	4,408,489	
Transfers Out - Capital Reserve Fund	(1,425,000)	(1,425,000)	
Total Other Financing Sources (Uses)	<u>2,983,489</u>	<u>2,983,489</u>	
Excess of Revenues and Other Financing Sources Under Expenses and Other Financing Uses	<u>(3,718,831)</u>	<u>(394,810)</u>	<u>3,324,021</u>
Appropriated Fund Balance	<u>3,718,831</u>		<u>(3,718,831)</u>
Excess of Revenues Under Expenses	<u>\$</u>	<u>\$ (394,810)</u>	<u>\$ (394,810)</u>

Solid Waste Management Fund

Schedule of Revenues and Expenses - Budget and Actual (Non-GAAP)
For the Fiscal Year Ended June 30, 2010

Reconciliation of Modified Accrual Basis to Full Accrual Basis:	
Total Revenues	\$ 13,383,372
Total Expenses	<u>16,761,671</u>
Excess of Revenues Under Expenses	(3,378,299)
Adjustment to Full Accrual Basis:	
Depreciation	(608,789)
Capital Outlay	45,442
Principal Maturities	1,875,000
Amortization of Bond Premium	25,700
Amortization of Underwriters' Expense	(20,107)
Compensated Absences	(3,894)
Estimated Landfill Closure / Postclosure expense	(2,152,189)
Net Operating Expenses - Landfill Capital Project Funds	<u>23,406</u>
Loss Before Transfers	<u>\$ (4,193,730)</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, 2010

	<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	49,157
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	1,266,812	483,563	1,750,375
Total Expenses	<u>6,242,050</u>	<u>4,794,315</u>	<u>532,720</u>	<u>5,327,035</u>
Nonoperating Revenues:				
Investment Income		102,466	23,406	125,872
Excess of Revenues Under Expenses Before Other Financing Sources	(6,242,050)	(4,691,849)	(509,314)	(5,201,163)
Other Financing Sources:				
Transfers In	6,242,050	4,817,050	1,425,000	6,242,050
Excess of Revenues and Other Financing Sources Over Expenses	<u>\$</u>	<u>\$ 125,201</u>	<u>\$ 915,686</u>	<u>\$ 1,040,887</u>

Parking Facilities Fund

Schedule of Revenues and Expenses - Budget and Actual (Non-GAAP)
For the Fiscal Year Ended June 30, 2010

	<u>Final Budget</u>	<u>Actual</u>	<u>Variance Positive (Negative)</u>
<i>Operating Revenues:</i>			
Charges for Current Services	\$ 2,113,000	\$ 2,037,980	\$ (75,020)
Other Operating Revenues	17,000	19,305	2,305
Total Operating Revenues	<u>2,130,000</u>	<u>2,057,285</u>	<u>(72,715)</u>
<i>Operating Expenses:</i>			
Personal Services	330,537	297,654	32,883
Fringe Benefits	121,193	118,833	2,360
Maintenance and Operations	1,025,230	719,494	305,736
Capital Outlay	49,218	49,218	(49,218)
Total Operating Expenses	<u>1,476,960</u>	<u>1,185,199</u>	<u>291,761</u>
Operating Income	<u>653,040</u>	<u>872,086</u>	<u>219,046</u>
<i>Nonoperating Revenues:</i>			
Investment Income	<u>20,000</u>	<u>35,499</u>	<u>15,499</u>
Excess of Revenues Over Expenses Before Other Financing Sources (Uses)	<u>673,040</u>	<u>907,585</u>	<u>234,545</u>
<i>Other Financing Sources (Uses):</i>			
Transfers In - Capital Reserve Fund		905,249	905,249
Transfers Out - Operating Fund	<u>(905,249)</u>	<u>(905,249)</u>	
Total Other Financing Sources (Uses)	<u>(905,249)</u>		<u>905,249</u>
Excess of Revenues and Other Financing Sources Over (Under) Expenses and Other Financing Uses	(232,209)	907,585	1,139,794
Appropriated Fund Balance	<u>232,209</u>		<u>(232,209)</u>
Excess of Revenues and Other Financing Sources Over Expenses and Other Financing Uses	<u>\$</u>	<u>\$ 907,585</u>	<u>\$ 907,585</u>

Parking Facilities Fund

Schedule of Revenues and Expenses - Budget and Actual (Non-GAAP)
For the Fiscal Year Ended June 30, 2010

Reconciliation of Modified Accrual Basis to Full Accrual Basis:	
Total Revenues	\$ 2,092,784
Total Expenses	<u>1,185,199</u>
Excess of Revenues Under Expenses Before Other Financing Sources	907,585
Adjustment to Full Accrual Basis:	
Depreciation	(595,962)
Capital Outlay	49,218
Compensated Absences	<u>(4,082)</u>
Income Before Contributions and Transfers	<u>\$ 356,759</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.

Internal Service Funds

Combining Statement of Net Assets
June 30, 2010

ASSETS	Equipment Services	Technical Services	Information Systems	Graphic Services	Employee Risk Retention
Current Assets:					
Cash and Cash Equivalents/Investments	\$ 16,107,329	\$ 6,894,326	\$ 4,144,419	\$ 344,813	\$ 27,845,745
Receivables (Net):					
Intergovernmental	215,560	42,748	215,473	33,666	3,673
Interest	59,595	25,924	12,699	1,178	112,399
Inventories	637,158		40,238	34,738	
Miscellaneous	18,547	84,635			2,338
Total Current Assets	<u>17,038,189</u>	<u>7,047,633</u>	<u>4,412,829</u>	<u>414,395</u>	<u>27,964,155</u>
Noncurrent Assets:					
Restricted:					
Cash and Cash Equivalents/Investments					
Assets Held for Resale					
Self-Funded Retention Deposits					1,757,738
Capital Assets:					
Non-Depreciable:					
Land					
Construction in Progress	220,090				
Depreciable/Amortized:					
Land Improvements	80,254				
Buildings	1,604,880	167,458			
Improvements Other than Buildings		11,108			
Furniture, Fixtures, Machinery and Equipment	62,339,801	7,756,697	183,878	39,672	5,295
Less Accumulated Depreciation	(47,819,138)	(6,742,664)	(183,878)	(19,849)	(353)
Intangible Assets:					
Software and Licenses					
Less Accumulated Amortization					
Total Noncurrent Assets	<u>16,425,887</u>	<u>1,192,599</u>	<u>183,878</u>	<u>19,823</u>	<u>1,762,680</u>
Total Assets	<u>33,464,076</u>	<u>8,240,232</u>	<u>4,412,829</u>	<u>434,218</u>	<u>29,726,835</u>
LIABILITIES					
Current Liabilities:					
Accounts Payable	56,438		5,255	2,889	6,518,411
Contracts/Retainage Payable					
Interest Payable		32,959			
General Obligation Bonds Payable		293,405			
Lease-Purchase and Other					
Financing Agreements Payable					
Customer Deposits Payable					
Compensated Absences	186,452	47,087	35,507	50,447	
Total Current Liabilities	<u>242,890</u>	<u>373,451</u>	<u>40,762</u>	<u>53,336</u>	<u>6,518,411</u>
Noncurrent Liabilities:					
General Obligation Bonds Payable		3,262,940			
Premium-General Obligation Bonds Payable		224,801			
Lease-Purchase and Other					
Financing Agreements Payable					
Compensated Absences	47,757	1,502	56,367	2,391	
Total Noncurrent Liabilities	<u>47,757</u>	<u>3,489,243</u>	<u>56,367</u>	<u>2,391</u>	
Total Liabilities	<u>290,647</u>	<u>3,862,694</u>	<u>97,129</u>	<u>55,727</u>	<u>6,518,411</u>
NET ASSETS					
Invested in Capital Assets, Net of Related Debt	16,425,887	(2,630,105)		19,823	4,942
Restricted for Self-Funded Insurance Deposits					1,757,738
Unrestricted	16,747,542	7,007,643	4,315,700	358,668	21,445,744
Total Net Assets	<u>\$ 33,173,429</u>	<u>\$ 4,377,538</u>	<u>\$ 4,315,700</u>	<u>\$ 378,491</u>	<u>\$ 23,208,424</u>

General Risk Retention	Capital Leasing	Totals
\$ 12,918,022	\$ 3,508,963	\$ 71,763,617
	28,296	539,416
51,170	7,733	270,698
		712,134
		105,520
<u>12,969,192</u>	<u>3,544,992</u>	<u>73,391,385</u>
	389,878	389,878
	2,194,245	2,194,245
14,059,753		15,817,491
	1,660,541	1,660,541
		220,090
	749,902	830,156
	1,153,639	2,925,977
		11,108
	41,631,593	111,956,936
	(30,481,317)	(85,247,199)
	5,986,695	5,986,695
	(5,580,588)	(5,580,588)
<u>14,059,753</u>	<u>17,704,588</u>	<u>51,165,330</u>
<u>27,028,945</u>	<u>21,249,580</u>	<u>124,556,715</u>
1,306,669		7,889,662
	50	50
	112,539	145,498
		293,405
	4,328,002	4,328,002
13,099		13,099
		319,493
<u>1,319,768</u>	<u>4,440,591</u>	<u>12,989,209</u>
		3,262,940
		224,801
	12,689,184	12,689,184
		108,017
	<u>12,689,184</u>	<u>16,284,942</u>
<u>1,319,768</u>	<u>17,129,775</u>	<u>29,274,151</u>
	(1,465,285)	12,355,262
14,059,753		15,817,491
11,649,424	5,585,090	67,109,811
<u>\$ 25,709,177</u>	<u>\$ 4,119,805</u>	<u>\$ 95,282,564</u>

Internal Service Funds

Combining Statement of Revenues, Expenses and Changes in Fund Net Assets
For the Fiscal Year Ended June 30, 2010

	<u>Equipment Services</u>	<u>Technical Services</u>	<u>Information Systems</u>
<i>Operating Revenues:</i>			
Charges for Current Services-Internal	\$ 17,031,423	\$ 1,955,699	\$ 7,088,324
Charges for Current Services-External	28,822	180,747	
Total Charges for Current Services	<u>17,060,245</u>	<u>2,136,446</u>	<u>7,088,324</u>
Other Operating Revenues	303,512	953,740	22
Total Operating Revenues	<u>17,363,757</u>	<u>3,090,186</u>	<u>7,088,346</u>
<i>Operating Expenses:</i>			
Personal Services	2,268,468	500,528	825,831
Fringe Benefits	897,110	142,293	249,167
Maintenance and Operations	6,665,447	1,164,220	4,730,217
Claims and Expenses			
Depreciation/Amortization	6,291,165	552,397	
Total Operating Expenses	<u>16,122,190</u>	<u>2,359,438</u>	<u>5,805,215</u>
Operating Income (Loss)	<u>1,241,567</u>	<u>730,748</u>	<u>1,283,131</u>
<i>Nonoperating Revenues(Expenses):</i>			
Investment Income	283,450	129,534	68,049
Miscellaneous Nonoperating Revenue	196,276		10,263
Interest Expense		(145,257)	
Loss on Disposal of Capital Assets	(150,804)		
Amortization of Underwriters' Expense		(31,482)	
Miscellaneous Nonoperating Expense	(13,156)		(6,244)
Total Nonoperating Revenues(Expenses)	<u>315,766</u>	<u>(47,205)</u>	<u>72,068</u>
Income (Loss) Before Transfers	<u>1,557,333</u>	<u>683,543</u>	<u>1,355,199</u>
Transfers In	367,533		
Transfers Out	(2,000,000)	(51,631)	(109,410)
Total Transfers	<u>(1,632,467)</u>	<u>(51,631)</u>	<u>(109,410)</u>
Change in Net Assets	(75,134)	631,912	1,245,789
Net Assets - July 1	33,248,563	3,745,626	3,069,911
Net Assets -June 30	<u>\$ 33,173,429</u>	<u>\$ 4,377,538</u>	<u>\$ 4,315,700</u>

Graphic Services	Employee Risk Retention	General Risk Retention	Capital Leasing	Totals
\$ 993,603	\$ 33,826,609	\$ 1,966,805	\$ 6,568,647	\$ 69,431,110
287,532				497,101
<u>1,281,135</u>	<u>33,826,609</u>	<u>1,966,805</u>	<u>6,568,647</u>	<u>69,928,211</u>
	612,945	11,039	1,800	1,883,058
<u>1,281,135</u>	<u>34,439,554</u>	<u>1,977,844</u>	<u>6,570,447</u>	<u>71,811,269</u>
388,632	329,229			4,312,688
150,003	95,494			1,534,067
646,546			4,471,570	17,678,000
	32,798,695	1,712,284		34,510,979
1,984	353		5,644,677	12,490,576
<u>1,187,165</u>	<u>33,223,771</u>	<u>1,712,284</u>	<u>10,116,247</u>	<u>70,526,310</u>
93,970	1,215,783	265,560	(3,545,800)	1,284,959
7,037	558,645	632,854	54,051	1,733,620
				206,539
			(901,761)	(1,047,018)
			(198,647)	(349,451)
				(31,482)
			(29,256)	(48,656)
<u>7,037</u>	<u>558,645</u>	<u>632,854</u>	<u>(1,075,613)</u>	<u>463,552</u>
101,007	1,774,428	898,414	(4,621,413)	1,748,511
			96,844	464,377
			(102,520)	(2,263,561)
			(5,676)	(1,799,184)
101,007	1,774,428	898,414	(4,627,089)	(50,673)
277,484	21,433,996	24,810,763	8,746,894	95,333,237
<u>\$ 378,491</u>	<u>\$ 23,208,424</u>	<u>\$ 25,709,177</u>	<u>\$ 4,119,805</u>	<u>\$ 95,282,564</u>

Internal Service Funds

Combining Statement of Cash Flows
For the Fiscal Year Ended June 30, 2010

	Equipment Services	Technical Services	Information Systems
Cash Flows from Operating Activities:			
Receipts from Customers	\$ 17,060,245	\$ 2,136,446	\$ 7,088,324
Payments to Suppliers	(6,304,489)	(1,193,536)	(5,157,617)
Payments to Employees	(3,150,744)	(646,188)	(1,066,871)
Other Receipts (Disbursements)	303,512	953,740	22
Net Cash Provided by (Used for) Operating Activities	<u>7,908,524</u>	<u>1,250,462</u>	<u>863,858</u>
Cash Flows from Noncapital Financing Activities:			
Subsidies and Transfers In	367,533		
Subsidies and Transfers Out	(2,000,000)	(51,631)	(109,410)
Net Cash Used for Noncapital Financing Activities	<u>(1,632,467)</u>	<u>(51,631)</u>	<u>(109,410)</u>
Cash Flows from Capital and Related Financing Activities:			
Acquisition and Construction of Capital Assets	(4,694,720)	(149,606)	
Proceeds from Sale of Capital Assets	193,661		
Principal Paid on Capital Debt		(283,507)	
Interest and Fiscal Charges Paid on Capital Debt		(133,077)	
Net Cash Used for Capital and Related Financing Activities	<u>(4,501,059)</u>	<u>(566,190)</u>	
Cash Flows from Investing Activities:			
Interest	<u>319,212</u>	<u>142,092</u>	<u>71,845</u>
Net Increase (Decrease) in Cash and Cash Equivalents/Investments	2,094,210	774,733	826,293
Balances - July 1	<u>14,013,119</u>	<u>6,119,593</u>	<u>3,318,126</u>
Balances - June 30	<u>\$ 16,107,329</u>	<u>\$ 6,894,326</u>	<u>\$ 4,144,419</u>
Reconciliation of Operating Income (Loss) to Net Cash Provided by (Used for) Operating Activities:			
Operating Income (Loss)	<u>\$ 1,241,567</u>	<u>\$ 730,748</u>	<u>\$ 1,283,131</u>
Adjustments to Reconcile Operating Income (Loss) to Net Cash Provided by (Used for) Operating Activities:			
Depreciation	6,291,165	552,397	
Changes in Assets and Liabilities:			
Increase in Receivables	233,008	16,179	
Increase (Decrease) in Inventories	11,853		(6,888)
(Increase) Decrease in Intergovernmental Receivables	75,914	(14,013)	(185,710)
Decrease in Miscellaneous Assets		(31,482)	
Increase (Decrease) in Accounts Payable	40,183	(204)	(234,802)
Increase (Decrease) in Compensated Absences Payable	14,834	(3,163)	8,127
Increase in Customer Deposits Payable			
Decrease in Miscellaneous Payable			
Total Adjustments	<u>6,666,957</u>	<u>519,714</u>	<u>(419,273)</u>
Net Cash Provided by (Used for) Operating Activities	<u>\$ 7,908,524</u>	<u>\$ 1,250,462</u>	<u>\$ 863,858</u>
Noncash Investing, Capital and Financing Activities:			
Lease-Purchase and Other Capital Financing Agreements	<u>\$</u>	<u>\$</u>	<u>\$</u>

<u>Graphic Services</u>	<u>Employee Risk Retention</u>	<u>General Risk Retention</u>	<u>Capital Leasing</u>	<u>Totals</u>
\$ 1,281,135	\$ 33,826,609	\$ 1,966,805	\$ 5,206,115	\$ 68,565,679
(639,381)	(33,897,660)	(2,082,756)	(4,493,481)	(53,768,920)
(536,191)	(424,723)			(5,824,717)
	612,945	11,039	1,800	1,883,058
<u>105,563</u>	<u>117,171</u>	<u>(104,912)</u>	<u>714,434</u>	<u>10,855,100</u>
			96,844	464,377
			(102,520)	(2,263,561)
			(5,676)	(1,799,184)
	(5,295)		(2,941,979)	(7,791,600)
				193,661
			(3,963,290)	(4,246,797)
			(857,790)	(990,867)
	(5,295)		(7,763,059)	(12,835,603)
<u>6,881</u>	<u>619,731</u>	<u>661,687</u>	<u>57,664</u>	<u>1,879,112</u>
112,444	731,607	556,775	(6,996,637)	(1,900,575)
<u>232,369</u>	<u>27,114,138</u>	<u>12,361,247</u>	<u>10,895,478</u>	<u>74,054,070</u>
<u>\$ 344,813</u>	<u>\$ 27,845,745</u>	<u>\$ 12,918,022</u>	<u>\$ 3,898,841</u>	<u>\$ 72,153,495</u>
\$ 93,970	\$ 1,215,783	\$ 265,560	\$ (3,545,800)	\$ 1,284,959
1,984	353		5,644,677	12,490,576
				249,187
3,078				8,043
3,162	(658)		(21,911)	(143,216)
	(55,579)	(382,519)		(469,580)
925	(1,042,728)	9,688		(1,226,938)
2,444				22,242
		2,359		2,359
			(1,362,532)	(1,362,532)
<u>11,593</u>	<u>(1,098,612)</u>	<u>(370,472)</u>	<u>4,260,234</u>	<u>9,570,141</u>
<u>\$ 105,563</u>	<u>\$ 117,171</u>	<u>\$ (104,912)</u>	<u>\$ 714,434</u>	<u>\$ 10,855,100</u>
<u>\$</u>	<u>\$</u>	<u>\$</u>	<u>\$ (355,411)</u>	<u>\$ (355,411)</u>

Internal Service Funds

Schedule of Changes in Long-Term Debt
For the Fiscal Year Ended June 30, 2010

	Debt Outstanding July 1, 2009	Additions	Retirements	Debt Outstanding June 30, 2010
Equipment Services:				
Compensated Absences	\$ 219,375	\$ 206,818	\$ 191,984	\$ 234,209
Technical Services:				
General Obligation Bonds	4,085,432		304,286	3,781,146
Compensated Absences	51,752	43,268	46,431	48,589
Total Technical Services	4,137,184	43,268	350,717	3,829,735
Information Systems:				
Compensated Absences	83,747	53,031	44,904	91,874
Graphic Services:				
Compensated Absences	50,394	60,798	58,354	52,838
Capital Leasing:				
Capital Leases	2,731,766	909,510	1,264,921	2,376,355
Master Equipment Lease Agreement	18,604,120		3,963,289	14,640,831
Total Capital Leasing	21,335,886	909,510	5,228,210	17,017,186
Total Internal Service Funds	<u>\$ 25,826,586</u>	<u>\$ 1,273,425</u>	<u>\$ 5,874,169</u>	<u>\$ 21,225,842</u>

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, 2010

	<u>Budget</u>	<u>Actual</u>	<u>Variance Positive (Negative)</u>
Operating Revenues:			
Charges for Current Services	\$ 16,448,234	\$ 17,060,245	\$ 612,011
Other Operating Revenues	210,000	303,512	93,512
Total Operating Revenues	<u>16,658,234</u>	<u>17,363,757</u>	<u>705,523</u>
Operating Expenses:			
Personal Services	2,200,616	2,253,635	(53,019)
Fringe Benefits	871,414	897,110	(25,696)
Maintenance and Operations	8,029,378	6,665,447	1,363,931
Capital Outlay	7,798,549	4,758,773	3,039,776
Total Operating Expenses	<u>18,899,957</u>	<u>14,574,965</u>	<u>4,324,992</u>
Operating Income (Loss)	<u>(2,241,723)</u>	<u>2,788,792</u>	<u>5,030,515</u>
Nonoperating Revenues:			
Investment Income	150,000	283,450	133,450
Miscellaneous Nonoperating Revenue	755,000	196,276	(558,724)
Total Nonoperating Revenues	<u>905,000</u>	<u>479,726</u>	<u>(425,274)</u>
Nonoperating Expenses:			
Miscellaneous Nonoperating Expense	5,000		5,000
Total Nonoperating Expenses	<u>5,000</u>	<u></u>	<u>5,000</u>
Excess of Revenues Over (Under) Expenses Before Other Financing Sources (Uses)	<u>(1,341,723)</u>	<u>3,268,518</u>	<u>4,610,241</u>
Other Financing Sources(Uses):			
Transfers In	367,533	367,533	
Transfers Out	(2,000,000)	(2,000,000)	
Total Other Financing Sources (Uses)	<u>(1,632,467)</u>	<u>(1,632,467)</u>	<u></u>
Excess of Revenues and Other Financing Sources Over (Under) Expenses and Other Financing Uses	<u>(2,974,190)</u>	<u>1,636,051</u>	<u>4,610,241</u>
Appropriated Fund Balance	<u>2,974,190</u>	<u></u>	<u>(2,974,190)</u>
Excess of Revenues and Other Financing Sources Over Expenses and Other Financing Uses	<u>\$</u>	<u>\$ 1,636,051</u>	<u>\$ 1,636,051</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, 2010

Reconciliation of Modified Accrual Basis
to Full Accrual Basis:

Total Revenues	\$ 17,843,483
Total Expenses	<u>14,574,965</u>

Excess of Revenues Over Expenses
Before Other Financing Sources (Uses)

3,268,518

Adjustment to Full Accrual Basis:

Depreciation	(6,291,165)
Capital Outlay	4,758,773
Loss on Disposal of Capital Assets	(150,804)
Compensated Absences	(14,833)
Inventory Loss	<u>(13,156)</u>

Income Before Transfers

\$ 1,557,333

Technical Services Fund

Schedule of Revenues, Expenses and Changes in Fund Balance - Budget and Actual (Non-GAAP)
For the Fiscal Year Ended June 30, 2010

	<u>Budget</u>	<u>Actual</u>	<u>Variance Positive (Negative)</u>
Operating Revenues:			
Charges for Current Services	\$ 2,281,516	\$ 2,136,446	\$ (145,070)
Other Operating Revenues	900,000	953,740	53,740
Total Operating Revenues	<u>3,181,516</u>	<u>3,090,186</u>	<u>(91,330)</u>
Operating Expenses:			
Personal Services	506,734	503,690	3,044
Fringe Benefits	157,374	142,293	15,081
Maintenance and Operations	1,967,022	1,164,220	802,802
Capital Outlay	167,000	149,606	17,394
Total Operating Expenses	<u>2,798,130</u>	<u>1,959,809</u>	<u>838,321</u>
Operating Income	<u>383,386</u>	<u>1,130,377</u>	<u>746,991</u>
Nonoperating Revenues:			
Investment Income	<u>121,000</u>	<u>129,534</u>	<u>8,534</u>
Nonoperating Expenses:			
Principal Maturities	255,225	283,507	(28,282)
Interest Expense	228,910	145,257	83,653
Miscellaneous Nonoperating Expense	5,150		5,150
Total Nonoperating Expenses	<u>489,285</u>	<u>428,764</u>	<u>60,521</u>
Excess of Revenues Over Expenses Before Other Financing Uses	<u>15,101</u>	<u>831,147</u>	<u>816,046</u>
Other Financing Uses:			
Transfers Out	<u>(51,631)</u>	<u>(51,631)</u>	
Appropriated Fund Balance	<u>36,530</u>		<u>(36,530)</u>
Excess of Revenues Over Expenses and Other Financing Uses	<u>\$</u>	<u>\$ 779,516</u>	<u>\$ 779,516</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, 2010

Reconciliation of Modified Accrual Basis
to Full Accrual Basis:

Total Revenues	\$ 3,219,720
Total Expenses	<u>2,388,573</u>

Excess of Revenues Over Expenses

Before Other Financing Uses	831,147
-----------------------------	---------

Adjustment to Full Accrual Basis:

Depreciation	(552,397)
Principal Maturities	283,507
Capital Outlay	149,606
Compensated Absences	3,162
Amortization of Underwriters' Expense	<u>(31,482)</u>

Income Before Transfers

	<u>\$ 683,543</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, 2010

	<u>Budget</u>	<u>Actual</u>	<u>Variance Positive (Negative)</u>
<i>Operating Revenues:</i>			
Charges for Current Services	\$ 6,850,607	\$ 7,088,324	\$ 237,717
Other Operating Revenues	<u>22</u>	<u>22</u>	<u>22</u>
Total Operating Revenues	<u>6,850,607</u>	<u>7,088,346</u>	<u>237,739</u>
<i>Operating Expenses:</i>			
Personal Services	821,390	817,704	3,686
Fringe Benefits	250,895	249,167	1,728
Maintenance and Operations	5,881,310	4,730,217	1,151,093
Capital Outlay	<u>10,259</u>	<u>10,259</u>	<u>10,259</u>
Total Operating Expenses	<u>6,963,854</u>	<u>5,797,088</u>	<u>1,166,766</u>
Operating Income (Loss)	<u>(113,247)</u>	<u>1,291,258</u>	<u>1,404,505</u>
<i>Nonoperating Revenues:</i>			
Investment Income	<u>26,627</u>	<u>68,049</u>	<u>41,422</u>
Excess of Revenues Over (Under) Expenses Before Other Financing Uses	<u>(86,620)</u>	<u>1,359,307</u>	<u>1,445,927</u>
<i>Other Financing Uses:</i>			
Transfers Out	<u>(109,410)</u>	<u>(109,410)</u>	<u></u>
Excess of Revenues Over (Under) Expenses and Other Financing Uses	<u>(196,030)</u>	<u>1,249,897</u>	<u>1,445,927</u>
Appropriated Fund Balance	<u>196,030</u>	<u></u>	<u>(196,030)</u>
Excess of Revenues Over Expenses and Other Financing Uses	<u>\$</u>	<u>\$ 1,249,897</u>	<u>\$ 1,249,897</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, 2010

Reconciliation of Modified Accrual Basis to Full Accrual Basis:	
Total Revenues	\$ 7,156,395
Total Expenses	<u>5,797,088</u>
Excess of Revenues Over Expenses Before Other Financing Uses	1,359,307
Adjustment to Full Accrual Basis:	
Compensated Absences	(8,127)
Inventory Gain (Loss)	<u>4,019</u>
Income Before Transfers	<u><u>\$ 1,355,199</u></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, 2010

	<u>Budget</u>	<u>Actual</u>	<u>Variance Positive (Negative)</u>
<i>Operating Revenues:</i>			
Charges for Current Services	\$ 1,431,825	\$ 1,281,135	\$ (150,690)
Other Operating Revenues			
Total Operating Revenues	<u>1,431,825</u>	<u>1,281,135</u>	<u>(150,690)</u>
<i>Operating Expenses:</i>			
Personal Services	407,571	386,188	21,383
Fringe Benefits	165,877	150,003	15,874
Maintenance and Operations	850,730	646,546	204,184
Capital Outlay	10,000		10,000
Total Operating Expenses	<u>1,434,178</u>	<u>1,182,737</u>	<u>251,441</u>
Operating Income (Loss)	<u>(2,353)</u>	<u>98,398</u>	<u>100,751</u>
<i>Nonoperating Revenues:</i>			
Investment Income		<u>7,037</u>	<u>7,037</u>
Excess of Revenues Over (Under) Expenses	(2,353)	105,435	107,788
Appropriated Fund Balance	<u>2,353</u>		<u>(2,353)</u>
Excess of Revenues Over Expenses	<u>\$</u>	<u>\$ 105,435</u>	<u>\$ 105,435</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, 2010

Reconciliation of Modified Accrual Basis
to Full Accrual Basis:

Total Revenues	\$ 1,288,172
Total Expenses	<u>1,182,737</u>
Excess of Revenues Over Expenses	105,435
Adjustment to Full Accrual Basis:	
Depreciation	(1,984)
Compensated Absences	<u>(2,444)</u>
Income Before Transfers	<u>\$ 101,007</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, 2010

	<u>Budget</u>	<u>Actual</u>	<u>Variance Positive (Negative)</u>
<i>Operating Revenues:</i>			
Charges for Current Services	\$ 33,233,873	\$ 33,826,609	\$ 592,736
Miscellaneous Operating Revenues	475,000	612,945	137,945
Total Operating Revenues	<u>33,708,873</u>	<u>34,439,554</u>	<u>730,681</u>
<i>Operating Expenses:</i>			
Personal Services	404,248	329,229	75,019
Fringe Benefits	103,404	95,494	7,910
Claims and Expenses	36,212,258	32,798,695	3,413,563
Capital Outlay	5,295	5,295	
Total Operating Expenses	<u>36,725,205</u>	<u>33,228,713</u>	<u>3,496,492</u>
Operating Income (Loss)	<u>(3,016,332)</u>	<u>1,210,841</u>	<u>4,227,173</u>
<i>Nonoperating Revenues:</i>			
Investment Income	<u>890,000</u>	<u>558,645</u>	<u>(331,355)</u>
Excess of Revenues Over (Under) Expenses	<u>(2,126,332)</u>	<u>1,769,486</u>	<u>3,895,818</u>
Appropriated Fund Balance	<u>2,126,332</u>		<u>(2,126,332)</u>
Excess of Revenues Over Expenses	<u>\$</u>	<u>\$ 1,769,486</u>	<u>\$ 1,769,486</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, 2010

Reconciliation of Modified Accrual Basis
to Full Accrual Basis:

Total Revenues	\$ 34,998,199
Total Expenses	<u>33,228,713</u>

Excess of Revenues Over Expenses 1,769,486

Adjustment to Full Accrual Basis:

Depreciation	(353)
Capital Outlay	<u>5,295</u>

Income Before Transfers \$ 1,774,428

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, 2010

	<u>Budget</u>	<u>Actual</u>	<u>Variance Positive (Negative)</u>
<i>Operating Revenues:</i>			
Charges for Current Services	\$ 1,962,340	\$ 1,966,805	\$ 4,465
Other Operating Revenues		11,039	11,039
Total Operating Revenues	<u>1,962,340</u>	<u>1,977,844</u>	<u>15,504</u>
<i>Operating Expenses:</i>			
Claims and Expenses	<u>2,202,555</u>	<u>1,712,284</u>	<u>490,271</u>
Total Operating Expenses	<u>2,202,555</u>	<u>1,712,284</u>	<u>490,271</u>
Operating Income (Loss)	<u>(240,215)</u>	<u>265,560</u>	<u>505,775</u>
<i>Nonoperating Revenues:</i>			
Investment Income	<u>240,215</u>	<u>632,854</u>	<u>392,639</u>
Excess of Revenues Over Expenses		898,414	898,414
Appropriated Fund Balance	<u> </u>	<u> </u>	<u> </u>
Excess of Revenues Over Expenses	<u>\$ </u>	<u>\$ 898,414</u>	<u>\$ 898,414</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, 2010

Reconciliation of Modified Accrual Basis
to Full Accrual Basis:

Total Revenues	\$ 2,610,698
Total Expenses	<u>1,712,284</u>

Income Before Transfers	<u>\$ 898,414</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, 2010

	<u>Budget</u>	<u>Actual</u>	Variance Positive (Negative)
<i>Operating Revenues:</i>			
Charges for Current Services	\$ 6,594,426	\$ 6,568,647	\$ (25,779)
Other Operating Revenues	<u>1,800</u>	<u>1,800</u>	<u>1,800</u>
Total Operating Revenues	<u>6,594,426</u>	<u>6,570,447</u>	<u>(23,979)</u>
<i>Operating Expenses:</i>			
Maintenance and Operations	4,675,349	4,471,570	203,779
Capital Outlay	<u>4,100,577</u>	<u>3,104,220</u>	<u>996,357</u>
Total Operating Expenses	<u>8,775,926</u>	<u>7,575,790</u>	<u>1,200,136</u>
Operating Loss	<u>(2,181,500)</u>	<u>(1,005,343)</u>	<u>1,176,157</u>
<i>Nonoperating Revenues:</i>			
Investment Income	<u>54,051</u>	<u>54,051</u>	<u>54,051</u>
<i>Nonoperating Expenses:</i>			
Principal Maturities	5,313,295	5,228,211	85,084
Interest Expense	972,975	901,761	71,214
Miscellaneous Nonoperating Expense	<u>29,256</u>	<u>29,256</u>	<u>(29,256)</u>
Total Nonoperating Expenses	<u>6,286,270</u>	<u>6,159,228</u>	<u>127,042</u>
Excess of Revenues Under Expenses Before Other Financing Sources (Uses)	<u>(8,467,770)</u>	<u>(7,110,520)</u>	<u>1,357,250</u>
<i>Other Financing Sources (Uses):</i>			
Debt Issuances:			
Capitalized Leases	3,100,000	909,510	(2,190,490)
Transfers In	96,844	96,844	
Transfers Out	<u>(102,520)</u>	<u>(102,520)</u>	<u>(102,520)</u>
Total Other Financing Sources (Uses)	<u>3,094,324</u>	<u>903,834</u>	<u>(2,190,490)</u>
Excess of Revenues and Other Financing Sources Under Expenses and Other Financing Uses	<u>(5,373,446)</u>	<u>(6,206,686)</u>	<u>(833,240)</u>
Appropriated Fund Balance	<u>5,373,446</u>	<u>5,373,446</u>	<u>(5,373,446)</u>
Excess of Revenues and Other Financing Sources Under Expenses and Other Financing Uses	<u>\$</u>	<u>\$ (6,206,686)</u>	<u>\$ (6,206,686)</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, 2010

Reconciliation of Modified Accrual Basis to Full Accrual Basis:	
Total Revenues	\$ 6,624,498
Total Expenses	<u>13,735,018</u>
Excess of Revenues Under Expenses Before Other Financing Sources (Uses)	(7,110,520)
Adjustment to Full Accrual Basis:	
Depreciation	(5,644,677)
Principal Maturities	5,228,211
Capital Outlay	3,104,220
Loss on Disposal of Capital Assets	<u>(198,647)</u>
Loss Before Transfers	<u>\$ (4,621,413)</u>

Schedule of General Capital Assets

By Source

June 30, 2010

General Capital Assets:

Land	\$ 71,737,359
Improvements Other Than Buildings	22,456,387
Buildings	145,440,335
Furniture, Fixtures, Machinery and Equipment	129,636,654
Infrastructure	248,395,145
Intangible Assets - Software & Licenses	9,102,942
Construction in Progress	12,764,309
Accumulated Depreciation/Amortization	<u>(277,518,856)</u>
 Total General Capital Assets	 <u><u>\$ 362,014,275</u></u>

Investment in General Capital Assets by Source:

General Fund	\$ 169,196,754
General Obligation Bonds	87,206,659
Grant Funds	11,143,070
Infrastructure	248,395,145
Internal Service Funds	123,591,503
Accumulated Depreciation/Amortization	<u>(277,518,856)</u>
 Total Investment in General Capital Assets	 <u><u>\$ 362,014,275</u></u>

Schedule of General Capital Assets

By Function and Activity
June 30, 2010

	<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	60,400	33,897,580
Metro Communications	137,042	136,224	
Total Public Safety	<u>4,539,209</u>	<u>241,541</u>	<u>41,084,760</u>
Transportation	519,423	1,214,547	507,187
Infrastructure	40,584,664		
Total Transportation	<u>41,104,087</u>	<u>1,214,547</u>	<u>507,187</u>
Field Operations		5,000	102,752
Engineering and Building Maintenance	4,297,454	2,750,420	28,092,691
Culture and Recreation:			
Parks and Recreation	16,248,874	16,639,160	42,142,412
Library	2,848,479	44,067	26,308,156
Total Culture and Recreation	<u>19,097,353</u>	<u>16,683,227</u>	<u>68,450,568</u>
Internal Service Funds	1,660,541	841,264	2,925,977
Accumulated Depreciation/Amortization		(12,152,483)	(53,431,875)
Total General Capital Assets	<u>\$ 71,737,359</u>	<u>\$ 10,303,904</u>	<u>\$ 92,008,460</u>

<u>Furniture, Fixtures, Machinery and Equipment</u>	<u>Infrastructure</u>	<u>Intangible Assets - Software & Licenses</u>	<u>Construction In Progress</u>	<u>Total</u>
\$ 1,681,504	\$	\$ 2,767,293	\$	\$ 10,484,300
22,348				22,348
<u>1,703,852</u>		<u>2,767,293</u>		<u>10,506,648</u>
4,199,970			62,562	12,479,154
4,176,300		78,150	1,063,794	42,693,866
28,149				301,415
<u>8,404,419</u>		<u>78,150</u>	<u>1,126,356</u>	<u>55,474,435</u>
1,554,790				3,795,947
	248,395,145		6,017,511	294,997,320
<u>1,554,790</u>	<u>248,395,145</u>		<u>6,017,511</u>	<u>298,793,267</u>
327,245				434,997
<u>1,088,673</u>		<u>270,804</u>		<u>36,500,042</u>
3,653,230			3,439,733	82,123,409
947,509			1,960,619	32,108,830
<u>4,600,739</u>			<u>5,400,352</u>	<u>114,232,239</u>
111,956,936		5,986,695	220,090	123,591,503
(95,180,799)	(108,494,748)	(8,258,951)		(277,518,856)
<u>\$ 34,455,855</u>	<u>\$ 139,900,397</u>	<u>\$ 843,991</u>	<u>\$ 12,764,309</u>	<u>\$ 362,014,275</u>

Schedule of Changes in General Capital Assets

By Function and Activity

For the Fiscal Year Ended June 30, 2010

	General Capital Assets July 1, 2009	Restatement	Additions
General Government:			
Administration	\$ 9,831,498	\$ 71,908	\$ 656,742
Job Training Consortium	22,348		
Total General Government	<u>9,853,846</u>	<u>71,908</u>	<u>656,742</u>
Public Safety:			
Police	12,308,159		168,278
Fire	40,704,149		932,961
Metro Communications	301,415		
Total Public Safety	<u>53,313,723</u>		<u>1,101,239</u>
Transportation	2,538,739		66,550
Infrastructure	285,789,596		3,190,213
Total Transportation	<u>288,328,335</u>		<u>3,256,763</u>
Field Operations	<u>418,407</u>		<u>16,590</u>
Engineering and Building Maintenance	<u>37,639,461</u>	<u>247,215</u>	<u>23,588</u>
Culture and Recreation:			
Parks and Recreation	75,459,887		5,012,585
Library	28,882,125		977,542
Total Culture and Recreation	<u>104,342,012</u>		<u>5,990,127</u>
Internal Service Funds	<u>121,363,210</u>		<u>8,182,535</u>
Construction in Progress	<u>5,732,752</u>		<u>8,818,071</u>
Accumulated Depreciation/Amortization	<u>(261,105,579)</u>	<u>(159,902)</u>	<u>(23,143,945)</u>
Total General Capital Assets	<u>\$ 359,886,167</u>	<u>\$ 159,221</u>	<u>\$ 4,901,710</u>

Transfers		Deductions/ Disposals	General Capital Assets June 30, 2010
<u>In</u>	<u>Out</u>		
\$	\$	\$ 75,848	\$ 10,484,300
			22,348
		<u>75,848</u>	<u>10,506,648</u>
		59,845	12,416,592
		7,038	41,630,072
			301,415
		<u>66,883</u>	<u>54,348,079</u>
1,193,049		2,391	3,795,947
			288,979,809
<u>1,193,049</u>		<u>2,391</u>	<u>292,775,756</u>
			434,997
	1,302,759	107,463	36,500,042
109,711	407,969	1,490,538	78,683,676
407,968		119,424	30,148,211
<u>517,679</u>	<u>407,969</u>	<u>1,609,962</u>	<u>108,831,887</u>
		6,174,332	123,371,413
		1,786,514	12,764,309
(420,736)	420,736	6,890,570	(277,518,856)
<u>\$ 1,289,992</u>	<u>\$ 1,289,992</u>	<u>\$ 2,932,823</u>	<u>\$ 362,014,275</u>

Schedule of Long-Term Debt

June 30, 2010

<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	02/01/2020	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
TOTAL GENERAL OBLIGATION BONDS				
CERTIFICATES OF PARTICIPATION				
03/29/95	Coliseum Project 1995B Taxable	\$ 1,100,000	12/01/2009	5.30 var.
09/16/99	Coliseum Project 1999A Taxable	14,570,000	12/01/2009	5.50- 7.25
09/16/99	Coliseum Project 1999B Taxable	16,750,000	12/01/2015	5.30 var.
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	4.00var.
06/01/09	Combined Enterprise System 2009C Refunding	4,525,000	06/01/2012	2.00-5.00
TOTAL REVENUE BONDS				
SPECIAL OBLIGATION BONDS				
05/15/97	Special Obligation Bond Series 1997 Tax Exempt - Refunded	\$ 16,000,000	06/01/2013	4.50-5.20
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.

Governmental Activities	Business-Type Activities	Total Outstanding Balance 6/30/2010
\$ 7,550,000	\$	\$ 7,550,000
700,000		700,000
2,285,000		2,285,000
6,300,000		6,300,000
5,700,000		5,700,000
23,520,000		23,520,000
10,000,000		10,000,000
1,695,000		1,695,000
9,085,000		9,085,000
10,530,000		10,530,000
9,180,000		9,180,000
10,000,000		10,000,000
35,490,000		35,490,000
10,000,000		10,000,000
19,175,000		19,175,000
3,745,000	6,000,000	9,745,000
<u>\$ 164,955,000</u>	<u>\$</u>	<u>\$ 170,955,000</u>
\$	\$	\$
11,275,000		11,275,000
<u>\$ 11,275,000</u>	<u>\$</u>	<u>\$ 11,275,000</u>
\$	\$ 10,000,000	\$ 10,000,000
	6,555,000	6,555,000
	20,190,000	20,190,000
	7,225,000	7,225,000
	10,000,000	10,000,000
	26,665,000	26,665,000
	10,000,000	10,000,000
	22,405,000	22,405,000
	49,480,000	49,480,000
	35,705,000	35,705,000
	10,000,000	10,000,000
	43,180,000	43,180,000
	10,000,000	10,000,000
	3,060,000	3,060,000
<u>\$</u>	<u>\$ 264,465,000</u>	<u>\$ 264,465,000</u>
\$	\$	\$
	6,470,000	6,470,000
	4,355,000	4,355,000
<u>\$</u>	<u>\$ 10,825,000</u>	<u>\$ 10,825,000</u>
\$	\$ 1,526,421	\$ 1,526,421
<u>\$ 176,230,000</u>	<u>\$ 276,816,421</u>	<u>\$ 460,572,842</u>

Schedule of Changes in General Long-Term Debt

For the Fiscal Year Ended June 30, 2010

	Debt Outstanding <u>July 1, 2009</u>	<u>Additions</u>
Amount Available in Debt Service Fund for Retirement of Bonded Debt	\$ 14,772,277	\$
Amount to be Provided for Retirement of Bonded Debt	<u>163,690,654</u>	<u>3,745,000</u>
Total Amount to be Provided for Retirement of Bonded Debt	<u>178,462,931</u>	<u>3,745,000</u>
Amount Available in Special Revenue Fund for Retirement of Certificates of Participation	204,896	
Amount to be Provided for Retirement of Certificates of Participation	<u>13,760,104</u>	<u> </u>
Total Amount to be Provided for Retirement of Certificates of Participation	<u>13,965,000</u>	<u> </u>
Amount to be Provided for Retirement of Other Long-Term Debt:		
Lease-Purchase and Other Financing Agreements	29,557,527	909,510
Compensated Absences Payable	<u>11,191,655</u>	<u>8,152,902</u>
Total Amount to be Provided for Retirement of Other Long-Term Debt	<u>40,749,182</u>	<u>9,062,412</u>
Total Available and to be Provided	<u>\$ 233,177,113</u>	<u>\$ 12,807,412</u>
General Long-Term Debt Payable:		
General Obligation Bonds Payable	\$ 178,462,931	\$ 3,745,000
Lease-Purchase and Other Financing Agreements Payable	29,557,527	909,510
Certificates of Participation Payable	13,965,000	
Compensated Absences Payable	<u>11,191,655</u>	<u>8,152,902</u>
Total General Long-Term Debt Payable	<u>\$ 233,177,113</u>	<u>\$ 12,807,412</u>

<u>Transfers</u>	<u>Retirements</u>	<u>Debt Outstanding June 30, 2010</u>
\$ (4,044,933)	\$	\$ 10,727,344
<u>4,044,933</u>	<u>17,252,931</u>	<u>154,227,656</u>
	<u>17,252,931</u>	<u>164,955,000</u>
(6,656)		198,240
<u>6,656</u>	<u>2,690,000</u>	<u>11,076,760</u>
	<u>2,690,000</u>	<u>11,275,000</u>
	5,728,821	24,738,216
	<u>7,949,130</u>	<u>11,395,427</u>
	<u>13,677,951</u>	<u>36,133,643</u>
<u>\$</u>	<u>\$ 33,620,882</u>	<u>\$ 212,363,643</u>
\$	\$ 17,252,931	\$ 164,955,000
	5,728,821	24,738,216
	2,690,000	11,275,000
	<u>7,949,130</u>	<u>11,395,427</u>
<u>\$</u>	<u>\$ 33,620,882</u>	<u>\$ 212,363,643</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.	165-174
<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.	175-183
<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.	184-192
<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.	193-196
<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.	197-200

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.

Net Assets by Component

Fiscal Years Ended June 30, 2002-2010

(Accrual Basis of Accounting)

	Fiscal Year		
	<u>2002</u>	<u>2003</u>	<u>2004</u>
Governmental Activities			
Invested in Capital Assets, Net of Related Debt	\$ 188,504,748	\$ 217,732,109	\$ 193,892,058
Restricted	70,317,218	77,176,796	37,033,664
Unrestricted	<u>80,394,340</u>	<u>58,385,603</u>	<u>129,836,316</u>
Total Governmental Activities Net Assets	<u>339,216,306</u>	<u>353,294,508</u>	<u>360,762,038</u>
Business-Type Activities			
Invested in Capital Assets, Net of Related Debt	263,477,931	275,317,781	276,297,784
Restricted	33,078,797	16,820,517	7,745,393
Unrestricted	<u>66,437,784</u>	<u>59,261,985</u>	<u>70,405,736</u>
Total Business-Type Activities Net Assets	<u>362,994,512</u>	<u>351,400,283</u>	<u>354,448,913</u>
Primary Government			
Invested in Capital Assets, Net of Related Debt	451,982,679	493,049,890	470,189,842
Restricted	103,396,015	93,997,313	44,779,057
Unrestricted	<u>146,832,124</u>	<u>117,647,588</u>	<u>200,242,052</u>
Total Primary Government Net Assets	<u>\$ 702,210,818</u>	<u>\$ 704,694,791</u>	<u>\$ 715,210,951</u>

Note: The City began to report accrual information with the implementation of GASB Statement No. 34 in fiscal year 2002.

<u>2005</u>	<u>2006</u>	<u>2007</u>	<u>2008</u>	<u>2009</u>	<u>2010</u>
\$ 152,734,241	\$ 176,353,629	\$ 171,266,786	\$ 180,538,570	\$ 175,050,164	\$ 195,433,730
31,259,212	22,945,680	21,384,075	22,081,439	36,072,920	23,610,833
<u>117,076,363</u>	<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>301,069,816</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>
324,801,885	332,354,548	356,095,929	348,551,583	434,954,371	441,825,003
24,155,414	21,268,644	12,125,573	15,352,993	21,151,453	29,922,858
<u>85,953,333</u>	<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>434,910,632</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>
477,536,126	508,708,177	527,362,715	529,090,153	610,004,535	637,258,733
55,414,626	44,214,324	33,509,648	37,434,432	57,224,373	53,533,691
<u>203,029,696</u>	<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>\$ 735,980,448</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>

**Changes in Net Assets
Expenses, Program Revenues, and Net (Expenses)/Revenue**

Fiscal Years Ended June 30, 2002-2010
(Accrual Basis of Accounting)

	Fiscal Year		
	2002	2003	2004
Expenses			
Governmental Activities:			
General Government	\$ 29,080,769	\$ 27,282,032	\$ 34,062,155
Public Safety	74,515,961	77,976,977	80,930,044
Transportation	18,655,023	23,843,714	26,157,813
Engineering and Building Maintenance	15,428,170	13,571,422	15,608,886
Field Operations			
Environmental Services	992,715	1,818,177	1,110,412
Culture and Recreation	28,757,172	27,736,118	30,831,049
Community Development & Housing	10,711,099	9,587,987	9,414,260
Economic Opportunity	2,319,231	3,061,015	2,733,096
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
Arbitrage Rebates		547,509	
Total Governmental Activities Expenses	<u>190,778,368</u>	<u>193,129,372</u>	<u>211,818,260</u>
Business-Type Activities:			
Water Operations	23,823,484	39,576,801	23,993,587
Sewer Operations	24,803,716	26,034,854	28,068,664
Stormwater Management			
War Memorial Coliseum	15,268,981	16,533,293	17,561,959
Solid Waste Management	19,596,431	21,082,600	21,699,057
Parking Facilities	2,113,008	1,829,999	2,191,986
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>
Total Primary Government Expenses	<u>279,232,318</u>	<u>300,508,368</u>	<u>305,333,513</u>
Program Revenues			
Governmental Activities:			
Charges for Services:			
General Government	9,352,236	16,470,340	16,687,000
Public Safety	5,323,840	5,351,385	4,417,610
Transportation	4,647,080	3,009,583	3,260,909
Engineering and Building Maintenance	3,886,786	3,735,377	3,939,179
Field Operations			
Environmental Services	1,095,557	7,079,142	8,258,369
Culture and Recreation	3,756,132	3,225,247	3,432,392
Community Development & Housing	1,853,892	1,904,006	1,034,223
Economic Opportunity	1,351	(872)	4,766
Water Resources	2,426,196	1,563	20,398
Operating Grants and Contributions	15,407,595	18,137,075	18,290,377
Capital Grants and Contributions	929,760	2,999,728	5,049,099
Total Governmental Activities Program Revenues	<u>48,680,425</u>	<u>61,912,574</u>	<u>64,394,322</u>
Business-Type Activities:			
Charges for Services:			
Water Operations	24,428,735	23,487,145	27,493,144
Sewer Operations	22,740,074	24,429,889	27,735,090
Stormwater Management			
War Memorial Coliseum	10,698,668	12,897,136	11,842,974
Solid Waste Management	14,368,025	14,391,695	14,425,828
Parking Facilities	2,122,578	1,945,922	1,933,415
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
Total Business-Type Activities Program Revenues	<u>92,856,991</u>	<u>82,494,501</u>	<u>90,887,889</u>
Total Primary Government Revenues	<u>141,537,416</u>	<u>144,407,075</u>	<u>155,282,211</u>
Net (Expense) Revenues			
Total Primary Government Net Expenses	<u>\$ (137,694,902)</u>	<u>\$ (156,101,293)</u>	<u>\$ (150,051,302)</u>

Note: The City began to report accrual information with the implementation of GASB Statement No. 34 in fiscal year 2002.

<u>2005</u>	<u>2006</u>	<u>2007</u>	<u>2008</u>	<u>2009</u>	<u>2010</u>
\$ 22,174,027	\$ 22,444,548	\$ 19,316,426	\$ 20,445,048	\$ 22,012,751	\$ 27,231,281
93,857,087	95,834,284	106,553,071	110,374,709	119,253,979	115,548,081
22,356,011	15,391,728	8,214,454	8,609,244	11,895,426	9,631,320
25,468,682	21,457,646	27,741,428	23,031,984	16,837,128	20,512,818
		34,496,472	35,133,315	38,265,818	35,481,049
662,457	707,369	830,889	813,534	927,973	887,370
37,177,821	34,313,605	30,036,856	28,203,221	32,954,737	33,898,349
9,827,924	10,397,115	12,138,398	9,758,386	10,354,021	11,136,694
3,101,682	4,430,040	4,259,595	3,536,396	3,784,776	5,838,078
8,029,110	7,829,150	8,643,600	7,631,422	6,961,556	7,055,137
<u>222,654,801</u>	<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>
26,562,064	29,166,789	31,495,666	36,349,337	35,756,187	34,439,616
33,138,469	32,739,122	34,965,138	38,035,321	39,405,299	38,116,445
8,563,728	8,168,619	7,975,538	8,551,963	8,747,075	8,500,088
11,669,181	14,143,340	13,848,941	16,747,091	16,812,939	15,972,753
22,424,921	22,827,349	14,169,828	21,443,447	16,169,877	17,495,893
2,045,382	1,743,045	1,638,210	1,627,770	1,791,361	1,721,333
<u>104,403,745</u>	<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>327,058,546</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>
15,562,235	15,861,487	8,851,534	8,373,158	8,321,673	8,168,892
4,005,541	4,369,069	12,391,509	12,292,055	10,424,339	9,726,921
3,282,749	2,001,309	1,418,427	328,390	306,841	804,257
5,768,440	5,225,083	5,105,950	3,067,383	3,116,091	2,909,682
		6,374,531	6,567,720	8,132,719	7,554,180
573,946	520,650	452,212	399,075	429,691	55,629
3,933,363	4,321,963	4,352,826	4,505,514	5,500,146	4,483,902
1,987,527	692,039	(396,261)	776,970	1,354,060	
(4,470)	(6,079)	(5,168)	951	104,891	
19,046,269	21,567,402	25,517,199	24,843,390	23,373,274	21,502,575
<u>5,073,643</u>	<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>59,229,243</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>
36,229,488	34,244,618	38,382,822	40,728,091	40,801,929	42,471,612
32,775,950	37,633,619	41,101,052	43,430,424	43,419,105	44,459,293
8,369,025	8,467,742	8,671,893	8,640,528	9,379,748	9,261,022
7,621,544	10,491,054	9,066,851	10,770,695	10,632,450	11,092,666
10,316,091	10,522,743	12,518,056	12,514,140	13,601,770	12,938,822
1,878,684	1,811,909	1,794,885	1,881,010	2,012,813	2,037,980
<u>11,083,364</u>	<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>108,274,146</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>167,503,389</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>\$ (159,555,157)</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>

Changes in Net Assets

General Revenues and Total Changes in Net Assets

Fiscal Years Ended June 30, 2002-2010
(Accrual Basis of Accounting)

	Fiscal Year		
	<u>2002</u>	<u>2003</u>	<u>2004</u>
Net (Expenses)/Revenue			
Total Primary Government Net Expense	\$ (137,694,902)	\$ (156,101,293)	\$ (150,051,302)
General Revenues and Other Changes in Net Assets			
Governmental Activities:			
Property Tax	93,811,694	99,838,501	100,304,791
Local Option Sales Tax	28,609,704	30,023,807	34,121,791
Vehicle Gross Receipts Tax	435,074	347,416	335,546
Hotel/Motel Occupancy Tax	2,493,777	2,623,791	2,572,272
Electric Franchise Tax	4,929,003	7,884,861	6,610,820
Piped Natural Gas Tax	500,854	344,673	2,025,281
Telecommunications Sales Tax	619,076	4,655,496	3,367,138
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
Beer and Wine Tax		955,526	980,199
Payment in Lieu of Taxes			
ABC Profit Distribution	2,165,175	2,214,504	2,384,836
License & Permits	7,383,422		
Intergovernmental - unrestricted	218,621	223,882	230,675
Grants and Contributions-Non Program Specific			
Investment Income	9,141,648	5,991,373	1,596,552
Insurance Refunds and Claims	363,184		
Miscellaneous	468,270	172,850	637,281
Transfers In (Out)	<u>(9,029,373)</u>	<u>(9,981,680)</u>	<u>(7,635,140)</u>
Total Governmental Activities	<u>147,635,888</u>	<u>145,295,000</u>	<u>149,118,407</u>
Business-Type Activities:			
Investment Income	3,314,772	1,731,471	402,160
Miscellaneous	1,274,083	1,577,115	2,405,640
Transfers In (Out)	<u>9,029,373</u>	<u>9,981,680</u>	<u>7,635,140</u>
Total Business-Type Activities	<u>13,618,228</u>	<u>13,290,266</u>	<u>10,442,940</u>
Total General Revenues and Transfers	<u>161,254,116</u>	<u>158,585,266</u>	<u>159,561,347</u>
Change in Net Assets			
Total Primary Government	<u>\$ 23,559,214</u>	<u>\$ 2,483,973</u>	<u>\$ 9,510,045</u>

Note: The City began to report accrual information with the implementation of GASB Statement No. 34 in fiscal year 2002.

<u>2005</u>	<u>2006</u>	<u>2007</u>	<u>2008</u>	<u>2009</u>	<u>2010</u>
\$ (159,555,157)	\$ (153,175,446)	\$ (169,844,381)	\$ (182,220,209)	\$ (182,220,209)	\$ (192,326,123)
115,805,629	115,905,412	127,579,363	135,373,493	145,189,852	146,133,091
35,542,429	38,365,460	40,349,395	41,356,587	37,410,417	35,673,454
322,227	285,450	300,608	304,701	296,219	200,669
2,734,573	2,920,404	2,878,116	3,053,140	2,760,548	2,658,362
6,764,970	7,149,137	7,449,510	7,847,727	7,858,247	8,493,396
1,968,825	1,835,739	1,946,025	1,884,996	1,965,020	1,956,362
3,612,340	3,527,728	5,293,114	4,570,597	8,325,847	8,105,412
			2,880,607		
1,012,047	820,924	344,184	61,619	228,572	1,180,020
1,024,673	1,029,986	1,072,401	1,113,676	1,154,957	376,418
				94,393	102,283
2,468,216	2,737,908	3,022,485	2,661,748	2,767,577	2,541,608
149,050	126,145	132,459	130,813	103,479	165,718
		380,000			
4,944,761	5,538,900	11,150,975	11,560,252	7,051,138	4,091,457
849,817	880,465	172,906	908,500	214,197	1,104,183
<u>(12,189,950)</u>	<u>(12,486,495)</u>	<u>(3,174,947)</u>	<u>(3,400,250)</u>	<u>(7,702,607)</u>	
<u>165,009,607</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>
1,758,810	1,947,658	4,474,133	5,248,275	2,171,501	2,095,895
1,366,287	2,177,854	373,972	1,731,548	2,061,965	1,595,969
<u>12,189,950</u>	<u>12,486,495</u>	<u>3,174,947</u>	<u>3,400,250</u>	<u>7,702,607</u>	
<u>15,315,047</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>180,324,654</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>\$ 20,769,497</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>

Fund Balances, Governmental Funds

Fiscal Years Ended June 30, 2002-2010

(Modified Accrual Basis of Accounting)

	Fiscal Year		
	<u>2002</u>	<u>2003</u>	<u>2004</u>
General Fund			
Reserved	\$ 26,483,944	\$ 24,980,276	\$ 27,892,238
Unreserved	27,259,715	28,790,143	30,219,181
Total General Fund	<u>\$ 53,743,659</u>	<u>\$ 53,770,419</u>	<u>\$ 58,111,419</u>
All Other Governmental Funds			
Reserved	\$ 7,563,570	\$ 8,526,879	\$ 11,434,924
Unreserved, Reported In:			
Special Revenue Funds	12,691,161	15,336,704	10,669,302
Capital Projects Funds	41,095,823	61,592,382	42,591,219
Debt Service Funds	16,572,271	16,106,751	13,649,034
Total All Other Governmental Funds	<u>\$ 77,922,825</u>	<u>\$ 101,562,716</u>	<u>\$ 78,344,479</u>

Note: The information is prepared as of implementation of GASB Statement No. 34 in fiscal year 2002.

<u>2005</u>	<u>2006</u>	<u>2007</u>	<u>2008</u>	<u>2009</u>	<u>2010</u>
\$ 30,873,608	\$ 27,699,887	\$ 28,017,010	\$ 27,447,658	\$ 29,518,487	\$ 27,250,981
28,042,697	28,676,068	27,634,261	30,489,633	28,825,955	29,543,493
<u>\$ 58,916,305</u>	<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>
\$ 6,236,448	\$ 5,257,515	\$ 7,375,508	\$ 5,833,807	\$ 10,728,084	\$ 10,433,146
7,745,203	10,245,286	7,454,273	9,241,366	7,121,628	6,122,649
38,113,572	35,226,506	18,131,613	55,411,583	45,765,537	31,504,597
12,801,938	11,288,321	12,630,628	16,973,266	14,772,277	10,727,344
<u>\$ 64,897,161</u>	<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>

Changes in Fund Balances, Governmental Funds

Fiscal Years Ended June 30, 2002-2010

(Modified Accrual Basis of Accounting)

	Fiscal Year		
	<u>2002</u>	<u>2003</u>	<u>2004</u>
Revenues			
Taxes	\$ 125,279,163	\$ 132,272,512	\$ 137,178,500
Assessments	141,511	94,922	72,064
Intergovernmental	29,789,517	34,107,196	39,921,275
Licenses and Permits	9,436,921	8,844,568	8,481,016
Fines and Forfeitures	849,289	723,536	823,071
Charges for Current Services	25,290,312	26,219,562	25,655,612
Investment Income	7,718,648	4,907,774	1,521,902
Miscellaneous	3,510,811	6,151,358	6,291,487
Total Revenues	<u>202,016,172</u>	<u>213,321,428</u>	<u>219,944,927</u>
Expenditures			
Current:			
General Government	26,353,877	28,368,650	29,574,624
Public Safety	75,083,942	76,171,096	80,146,449
Transportation	22,435,738	19,668,263	22,334,333
Engineering and Building Maintenance	8,268,473	13,369,391	15,400,304
Field Operations			
Environmental Services	(664,617)	(36,774)	(545,840)
Culture and Recreation	27,666,637	26,511,944	28,857,724
Community Development and Housing	10,761,099	9,893,342	9,412,480
Economic Opportunity	2,323,319	2,876,189	2,739,584
Water Resources	2,400,815	1,995,056	2,305,504
Intergovernmental	1,036,892	1,149,260	1,203,854
Capital Outlay	22,141,191	20,906,378	23,671,881
Debt Service:			
Principal Retirement	11,015,336	13,132,447	12,635,492
Interest	7,422,675	5,925,273	7,159,689
Fees/Arbitrage Rebates	191,802	800,643	421,169
Total Expenditures	<u>216,437,179</u>	<u>220,731,158</u>	<u>235,317,247</u>
Excess of Revenues Under Expenditures	<u>(14,421,007)</u>	<u>(7,409,730)</u>	<u>(15,372,320)</u>
Other Financing Sources (Uses)			
Debt Issuances:			
General Obligation Bonds		40,000,000	
Bond Anticipation Notes	10,000,000		
Refunding Certificates		1,092,256	
Refunding Bonds		19,833,494	
Premium, (Discount) on Debt	32,100	771,190	
Federal Loan Program	3,128,000	1,105,000	277,000
Loan Assumption			
Transfers In	25,607,228	19,357,902	21,428,764
Transfers Out	(35,240,221)	(29,525,002)	(29,499,304)
Payment to Escrow Agent for Refunded Debt		(21,529,823)	
Total Other Financing Sources (Uses)	<u>3,527,107</u>	<u>31,105,017</u>	<u>(7,793,540)</u>
Net Change in Fund Balances	<u>\$ (10,893,900)</u>	<u>\$ 23,695,287</u>	<u>\$ (23,165,860)</u>
Debt Service as a Percentage of Noncapital Expenditures	9.49%	9.77%	9.35%

Note: The information is prepared as of implementation of GASB Statement No. 34 in fiscal year 2002.

<u>2005</u>	<u>2006</u>	<u>2007</u>	<u>2008</u>	<u>2009</u>	<u>2010</u>
\$ 153,968,175	\$ 157,622,356	\$ 170,599,206	\$ 179,557,300	184,757,654	184,224,700
135,315	35,138	32,713	391,768	181,950	152,466
39,412,389	40,890,658	45,975,553	46,193,244	46,676,173	52,735,531
8,926,893	9,402,583	9,945,375	7,669,043	6,715,858	6,054,678
979,352	1,029,871	1,100,791	1,058,452	1,136,282	968,660
21,437,475	19,898,897	24,724,466	24,470,347	26,261,928	24,898,485
3,989,090	4,167,865	7,543,564	7,426,799	4,238,455	2,610,546
4,107,499	4,629,375	5,349,513	6,362,477	4,646,577	4,179,530
<u>232,956,188</u>	<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>
21,871,616	22,959,738	18,743,085	17,957,272	18,634,814	23,119,333
90,184,454	94,305,718	106,601,439	111,442,110	118,598,096	115,330,430
17,747,401	10,933,491	240,177	4,586,690	7,883,202	5,542,868
23,891,187	20,887,622	26,688,656	21,888,202	16,067,259	19,917,509
		34,496,472	35,097,685	38,102,465	35,458,081
655,149	709,272	837,980	822,562	887,908	893,909
34,078,493	32,317,884	28,222,020	29,607,979	30,625,884	31,208,104
10,126,921	10,765,672	12,513,588	10,056,877	10,707,088	11,279,526
2,992,840	4,503,052	4,387,612	3,664,806	3,873,908	5,952,251
1,325,930	1,426,149	1,476,317	1,508,637	1,724,188	1,700,955
17,826,084	32,523,826	26,619,338	13,969,354	8,764,932	17,795,361
14,772,770	15,191,850	16,558,017	17,015,171	19,290,436	19,659,424
6,557,977	7,671,250	8,285,101	7,065,043	7,532,470	6,102,910
390,567	186,737	181,281	298,780	256,978	372,788
<u>242,421,389</u>	<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>(9,465,201)</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>
14,580,000	22,000,000		70,349,877		
		4,300,000			3,745,000
30,572,711					
2,461,317	136,148	13,717	5,029,982		900
477,000	1,641,000	2,823,000	415,000	217,000	
	422,898				
31,645,707	28,877,314	34,159,890	30,725,520	29,402,517	27,150,808
(44,483,253)	(41,762,165)	(37,041,123)	(34,508,973)	(33,509,776)	(33,537,613)
<u>(33,058,668)</u>			<u>(21,674,808)</u>		
<u>2,194,814</u>	<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>(7,270,387)</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>
9.50%	10.31%	9.58%	9.36%	9.79%	9.33%

Tax Revenues By Source, Governmental Funds^(a)

Fiscal Years Ended June 30, 2001-2010

(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>
2001	\$ 90,637,797	\$ 29,764,504	\$ 2,728,134	\$ 411,890 ^(b)	\$ 123,542,325
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
Change: 2001-2010	60.7%	19.9%	-2.6%	-51.3%	49.1%

Notes:

(a) Includes General and Special Revenue Funds.

(b) First Year of Tax.

Analysis of Current Tax Levy

For the Fiscal Year Ended June 30, 2010

	<u>City - Wide</u>			<u>Total Levy</u>	
	<u>Property Valuation</u>	<u>Basic Rate</u>	<u>Total Levy</u>	<u>Property Excluding Registered Motor Vehicles</u>	<u>Registered Motor Vehicles</u>
Original Levy:					
Property taxed at current year's rate	\$ 23,672,371,914	\$ 0.6350	\$ 150,319,562	\$ 143,671,490	\$ 6,648,072
Property taxed at prior year's rate	638,809,400	0.6350	4,056,439	274	4,056,165
Registered motor vehicles taxed at prior year's rates	1,279,208	Various	8,123		8,123
Penalties			7,113	7,113	
Vehicle fee			1,927,520	1,927,520	
Business Improvement District		.0900	542,629	532,894	9,735
Historic Districts		.0500	74,585	71,353	3,232
Total	<u>24,312,460,522</u>		<u>156,935,971</u>	<u>146,210,644</u>	<u>10,725,327</u>
Discoveries:					
Current year taxes	97,827,581	0.6350	621,205	621,205	
Prior year taxes	48,879,352	Various	303,864	303,864	
Penalties			91,120	91,120	
Total	<u>146,706,933</u>		<u>1,016,189</u>	<u>1,016,189</u>	
Abatements	<u>111,016,243</u>		<u>1,610,035</u>	<u>1,455,931</u>	<u>154,104</u>
Total property valuation	<u>\$ 24,348,151,212</u>				
Net levy			156,342,125	145,770,902	10,571,223
Uncollected taxes at June 30, 2010			<u>3,017,748</u>	<u>1,750,304</u>	<u>1,267,444</u>
Current year's taxes collected			<u>\$ 153,324,377</u>	<u>\$ 144,020,598</u>	<u>\$ 9,303,779</u>
Current levy collection percentage			<u>98.07%</u>	<u>98.80%</u>	<u>88.01%</u>

Assessed Value and Estimated Actual Value of All Taxable Property

Fiscal Years Ended June 30, 2001-2010

<u>Fiscal Year Ended</u>	<u>Tax Year (b)</u>	<u>Real Property</u>	<u>Personal Property</u>	<u>Corporate Excess</u>	<u>Total Assessed Value (a)</u>
2001	2000	\$ 11,730,230,339	\$ 3,881,959,402	\$ 540,286,350	\$ 16,152,476,091
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

- (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
\$.5799	\$ 16,152,476,091
.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

Direct and Overlapping Property Tax Rates

Fiscal Years Ended June 30, 2001-2010

Fiscal Year Ended	City of Greensboro					Guilford County	
	General Fund Basic Rate	Transit Fund Basic Rate	Historic Districts Basic Rate	Business Improvement District Basic Rate	Total Weighted Average Rate	County-Wide Direct Rate	Combined Tax Rate
Tax Rate (Per \$100)							
2001	\$.5625	\$.0200	\$.0500	\$	\$.5799	\$.6372	\$1.2171
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

(a)

The 2006 Tax Rate has changed due to a correction in County-Wide Direct Rate and the Total Weighted Average Rate.

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 \$877,288 for 2009.

**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, 2010 and June 30, 2001

<u>Taxpayer</u>	<u>Type of Business</u>	<u>Current Year's Tax</u>	<u>2010</u>		
			<u>Taxable Assessed Value</u>	<u>Rank</u>	<u>Percentage of Total City Taxable Assessed Value^(a)</u>
Koury Corporation	Real Estate Development	\$ 1,755,702	\$ 276,488,444	1	1.13%
Lorillard Tobacco Company	Cigarette Manufacturing	1,689,131	266,004,864	2	1.09
Duke Energy Corporation	Electric Utility	1,234,278	194,374,514	5	0.80
RF Micro Devices, Inc.	Service Communications	1,216,840	191,628,364	3	0.79
CBL, LLC	Real Estate Development	1,203,679	189,555,731	4	0.78
Proctor & Gamble Mfg. Co.	Chemicals	1,133,611	178,521,431	6	0.73
TYCO Electronics (AMP, Inc.)	Electronics Manufacturing	835,779	131,618,808	7	0.54
Highwoods/Forsyth Ltd.	Real Estate Development	783,342	123,361,000	8	0.51
GGP Four Seasons LLC	Real Estate Development	775,928	122,193,399	9	0.50
BellSouth	Service Communications	708,569	111,585,705	10	0.46
Koury Ventures LTD	Real Estate Development	661,572	104,184,541	12	0.43
Lincoln Financial Group	Insurance	660,251	103,976,535	11	0.43
Colonial Pipeline Co.	Petroleum Carrier	485,556	76,465,536	13	0.31
Wal-Mart Stores Inc.	Retail	474,669	74,750,954	15	0.31
Evonik Stockhausen, Inc.	Specialty Chemicals	450,060	70,875,663	14	0.29
Harris-Teeter	Food Distribution	428,250	67,440,946	16	0.28
Time Warner	Media & Communications	376,130	59,233,075	19	0.24
VF (Wrangler)	Textile Manufacturing	375,914	59,199,037	17	0.24
Syngenta (Novartis, CIBA)	Research & Development	375,559	59,143,168	18	0.24
Piedmont Natural Gas	Natural Gas Utility	329,218	51,845,301	20	0.21
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				
American Express Travel	Credit Card Service Center				
Totals			<u>\$ 2,512,447,016</u>		<u>10.32%</u>

(a) Total Fiscal Year 2010 Taxable Assessed Value is \$24,348,151,212

(b) Total Fiscal Year 2001 Taxable Assessed Value was \$16,152,476,091

Source: Guilford County Tax Department

2001		
Taxable Assessed Value	Rank	Percentage of Total City Taxable Assessed Value^(b)
\$ 316,844,847	1	1.96%
190,593,595	2	1.18
140,821,165	3	0.87
113,026,803	8	0.70
113,703,771	7	0.70
131,817,610	6	0.82
140,324,700	4	0.87
138,507,152	5	0.86
85,921,349	12	0.53
85,067,986	13	0.53
100,120,205	9	0.62
52,962,801	20	0.33
99,779,578	10	0.62
60,398,355	16	0.37
95,976,844	11	0.59
71,818,826	14	0.44
69,279,322	15	0.43
59,132,835	17	0.37
54,157,352	18	0.34
54,101,871	19	0.33
\$ 2,174,356,967		13.46%

Property Tax Levies and Collections

Fiscal Years Ended June 30, 2001-2010

<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>
2001	\$ 95,992,859	\$ 137,276	\$ 96,130,135	\$ 94,809,679	98.63%
2002	98,928,643	(65,540)	98,863,103	97,679,465	98.80
2003	104,974,280	(189,155)	104,785,125	103,741,401	99.00
2004	106,015,920	(94,311)	105,921,609	104,456,282	98.62
2005	121,697,513	(934,023)	120,763,490	119,223,482	98.72
2006	123,108,607	(218,669)	122,889,938	120,956,549	98.43
2007	137,751,955	(180,092)	137,571,863	135,614,966	98.58
2008	145,905,434	(155,883)	145,749,551	142,749,178	97.94
2009	156,210,545	(91,047)	156,119,498	152,391,990	97.61
2010	156,342,125	-	156,342,125	153,324,377	98.07

Collections in Subsequent Years	Total Collections to Date	
	<u>Amount</u>	<u>Percentage of Levv</u>
\$ 675,838	\$ 95,485,517	99.33%
464,489	98,143,954	99.27
310,133	104,051,534	99.30
688,989	105,145,271	99.27
607,301	119,830,783	99.23
990,338	121,946,887	99.23
1,369,595	136,984,561	99.57
1,514,744	144,263,922	98.98
1,797,276	154,189,266	98.76
-	153,324,377	98.07

Ratios of Outstanding Debt by Type

Fiscal Years Ended June 30, 2001-2010

Fiscal Year	Governmental Activities				Business Activities	
	General Obligation Bonds	Certificates of Participation	Capital Leases	Other Financing	General Obligation Bonds	Water and Sewer Revenue Bonds
2001	\$ 148,635,000	\$ 44,451,624	\$ 824,008	\$	\$ 6,885,000	\$ 129,605,000
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

(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 2010 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. 30v-30cc.

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)
\$ 14,103,376	\$ 14,305,000	\$ 3,940,580	\$ 5,777,675	\$ 368,527,263	2.3%	8.8%	1,627
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

Ratio of Net General Obligation Bonded Debt

To Assessed Value and Net General Obligation Debt Per Capita

Fiscal Years Ended June 30, 2001-2010

Fiscal Year Ended	General Bonded Debt Outstanding		Less Amount Available in Debt Service Fund	Less Debt Payable from Water Resources and Other Revenues	Total Net Bonded Debt
	General Obligation Bonds Debt				
2001	\$ 155,520,000		\$ 13,305,006	\$ 6,885,000	\$ 135,329,994
2002	154,565,000		16,572,271	5,835,000	132,157,729
2003	181,630,000		16,106,751	4,857,797	160,665,452
2004	169,785,000		13,649,034	3,679,220	152,456,746
2005	169,080,000		12,801,938	2,530,003	153,748,059
2006	176,730,000		11,288,321	1,442,835	163,998,844
2007	165,975,000		12,630,628	851,407	152,492,965
2008	195,595,000		16,973,266	273,125	178,348,609
2009	178,545,000		14,772,277	82,069	163,690,654
2010	170,955,000		10,727,344	6,000,000 (c)	154,227,656

(a) Assessed valuation represents one hundred percent (100%) of estimated market value.

(b) Population 2001-09 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) Bonds for Aquatic Center will be paid from donations and contributions and collections from the City's 3% occupancy tax, as necessary.

Note: Details regarding the City's Outstanding Debt can found in the Notes to the Financial Statements, pgs. 30v-30cc.

	Actual Assessed Value of Property^(a)	Ratio of Net Bonded Debt To Assessed Valuation	Population(b)	Net Bonded Debt Per Capita
\$	16,152,476,091	0.8	226,467	\$ 598
	16,658,812,399	0.8	229,634	576
	16,735,458,325	1.0	231,740	693
	16,864,544,817	0.9	235,262	648
	20,958,789,781	0.7	238,440	645
	21,259,854,794	0.8	240,955	681
	22,054,637,868	0.7	244,610	623
	22,594,699,541	0.8	258,671	689
	24,184,833,849	0.7	257,997	634
	24,348,151,212	0.6	260,083	593

Computation of Direct and Overlapping Bonded Debt

General Obligation Bonds
Fiscal Year Ended June 30, 2010

<u>Governmental Unit</u>	<u>Bonded Debt Outstanding</u>	<u>Percent Applicable To City (b)</u>	<u>Estimated Share of Direct and Overlapping Debt</u>
Direct Debt - City of Greensboro (a)	\$ 170,955,000	100.00%	\$ 170,955,000
Overlapping Debt- Guilford County General Improvement Bonds	<u>813,410,000</u>	54.23%	<u>441,112,243</u>
Total Direct and Overlapping Debt	<u>\$ 984,365,000</u>		<u>\$ 612,067,243</u>

(a) This total does not include water and sewer bonds.

(b) Percentage of Direct and Overlapping Debt is based on 6/30/10 Assessed Valuation of Guilford County as compared to the 6/30/10 Assessed Valuation of the City of Greensboro.

Legal Debt Margin Information

Fiscal Years Ended June 30, 2001-2010

	Fiscal Year			
	<u>2001</u>	<u>2002</u>	<u>2003</u>	<u>2004</u>
Debt Limit	\$ 1,292,198,087	\$ 1,332,704,992	\$ 1,338,836,666	\$ 1,349,163,585
Total Net Debt Applicable to Limit	<u>347,249,564</u>	<u>336,958,763</u>	<u>320,301,785</u>	<u>299,254,674</u>
Legal Debt Margin	<u>\$ 944,948,523</u>	<u>\$ 995,746,229</u>	<u>\$ 1,018,534,881</u>	<u>\$ 1,049,908,911</u>
Legal Debt Margin as a Percentage of Debt Limit	73.13%	74.72%	76.08%	77.82%

(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 2010

Assessed Value	\$ 24,348,151,212
Debt Limit (8 % of assessed value)	1,947,852,097
Debt Applicable to Limit:	
Bonds Authorized and Unissued	220,255,000
General Obligation Bonds	170,955,000
Other Long Term Debt	43,925,742
Less: Amount Set Aside For Repayment of General Obligation and Other Debt	(10,925,584)
Statutory Deductions: Water Utility	-
Total Net Debt Applicable to Limit	<u>424,210,158</u>
Legal Debt Margin	<u>\$ 1,523,641,939</u>

Fiscal Year (Cont)

<u>2005^(a)</u>	<u>2006</u>	<u>2007</u>	<u>2008</u>	<u>2009</u>	<u>2010</u>
\$ 1,676,703,182	\$ 1,700,788,384	\$ 1,764,371,029	\$ 1,807,575,963	\$ 1,934,786,708	\$ 1,947,852,097
<u>283,143,444</u>	<u>266,354,361</u>	<u>310,569,931</u>	<u>286,841,815</u>	<u>425,933,103</u>	<u>424,210,158</u>
<u>\$ 1,393,559,738</u>	<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>
83.11%	84.34%	82.40%	84.13%	77.99%	78.22%

Pledged Revenue Coverage

Fiscal Years Ended June 30, 2001-2010

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	
2001	\$ 50,176,686	\$ 31,735,595	\$ 18,441,091	\$ 1,905,000	\$ 4,143,637	\$ 6,048,637	3.05
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

- (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	
\$	11,893,302	\$ 865,000	\$ 752,214	\$ 1,617,214	7.35
	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

Demographic and Economic Statistics

2001-2010

<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>	
2001	226,467	\$ 4,172,671	\$ 35,231	\$ 30,932	35	62,570	5.4	
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	(f)	(f)	70,968	11.3	
2010	260,083	4,752,848	44,743	(f)	(f)	70,710	10.5	(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 2010.

Principal Employers

June 30, 2010 and June 30, 2001

<u>Employer</u>	<u>Product or Service</u>	<u>2010</u>		<u>Percentage of Total Employment</u>
		<u>Employees</u>	<u>Rank</u>	
Guilford County Public Schools	Public Schools	10,394	1	4.00%
Moses H. Cone Health System & Affiliates	Health Care	7,278	2	2.80
City of Greensboro	Local Government	3,108	3	1.20
US Postal Service	Postal Service	2,800	4	1.08
Guilford County	Local Government	2,700	5	1.04
University of North Carolina, Greensboro	Education	2,499	6	0.96
High Point Regional Hospital	Health Care	2,320	7	0.89
Bank of America, N.A. (Nations Bank)	Banking Services	2,000	8	0.77
American Express, Inc.	Financial Services	2,000	9	0.77
TYCO Electronics (AMP, Inc.)	Shipping	2,000	10	0.77
Sears Regional Credit Card Center	Regional Card Center			
Totals		<u>37,099</u>		<u>14.26%</u>

Source: North Carolina Employment Security Commission, Greensboro Chamber of Commerce
 Employees presented are based on calendar years, and may be grouped differently, according to source.
 The 2010 total is 260,083
 The 2001 total is 225,302

2001		
<u>Employees</u>	<u>Rank</u>	<u>Percentage of Total Employment</u>
8,000	1	3.55%
6,200	2	2.75
2,874	6	1.28
2,180	8	0.97
3,000	5	1.33
2,025	9	0.90
1,975	10	0.88
2,800	7	1.24
4,115	3	1.83
3,000	4	1.33
<u>36,169</u>		<u>16.05%</u>

Full-Time Equivalent City Government Employees by Function/Program

Fiscal Years Ended June 30, 2000-2010

<u>Function/Program</u>	<u>2000</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>
General Government	298	311	309	309	317	314	250	254	253	248	259
Public Safety	1,098	1,133	1,160	1,156	1,165	1,217	1,270	1,323	1,344	1,405	1,396
Transportation	139	135	139	140	140	143	143	72	72 (a)	64	77
Engineering and Building Maintenance	82	82	85	83	86	86	151	150	149	146	143
Field Operations								268	265 (a)	271	270
Environmental Services	17	17	17	17	17	17	17	17	17	17	17
Culture and Recreation	424	441	440	434	404	421	422	359	358 (a)	351	342
Community Development & Housing	20	23	23	26	26	27	29	29	30	30	30
Economic Opportunity	57	64	65	63	63	65	65	63	67	64	62
Water Operations	125	135	136	139	139	145	147	148	149	145	146
Sewer Operations	156	164	164	164	165	174	176	179	179	175	174
Stormwater Management	81	84	78	76	77	77	76	76	76	79	78
War Memorial Coliseum	76	96	95	87	87	75	71	71	71	69	69
Solid Waste Management (Disposal)	147	148	150	150	150	161	166	36	36 (a)	34	34
Parking Facilities	12	12	12	12	12	12	12	12	12	11	11
Total	<u>2,732</u>	<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>

(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 2010-11, pgs. 18-19.

Operating Indicators by Function

Fiscal Years Ended June 30, 2002-2010

Function	Fiscal Year					
	2002	2003	2004	2005	2006	2007
General Government						
Development plans submitted	832	770	600	700	274	225
Zoning violations investigated ⁽ⁱ⁾	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) 2009 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) As of FY2008, 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> ^(a)	<u>2010</u>
228	246	121
546	523	1,533
451	396	302
341,252	174,054	65,020
11,951	10,782	12,823
133,390	87,975	43,725
8,759	5,399	14,034
636,681	938,076	1,065,037
5,852	5,880	7,317
185,276	126,361	126,596
13:11	16:58	13:37
1,350	1,188	1,058
381	322	290
28,541	28,475	29,225
2.11	3.40	3.20
3.7	4.0	4.1
878	919	806
21,691	17,206	9,824
887	908	886
12,700	14,829	17,839
371,873	348,486	326,483
102,041	100,844	100,997
34	57	35
537,999	1,219,200	1,272,051
104,650	100,844	101,561
2,810	881	678
178	74	134
25	28	27
32	31	32
29	29	30
852	838	871
1.4	1.3	1.3
5,165	5,467	5,330
2,441	2,496	2,404
1,046	1,226	1,239
21	17	7
95,755	72,124	46,914
9,604	7,766	8,240
239,916	238,806	236,909
26,587	29,790	16,100

Capital Asset Statistics by Function
Fiscal Years Ended June 30, 2002-2010

Function	Fiscal Year					
	2002	2003	2004	2005	2006	2007 ⁽ⁱ⁾
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: ^(b)						
Police ^(b)						
Stations ^(k)	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(with Mini-Arena) Capacity in square feet	120,000	120,000	167,000	167,000	167,000	167,000
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) 2009 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> ⁽¹⁾	<u>2010</u>
131,475	131,475	131,475
156,757	156,757	156,757
35,316	35,316	35,316
119,000	119,000	119,000
6	6	6
4	4	4
254	254	280
23	23	23
30	30	37
21	21	30.0
1,003	1,015	1,015.0
405	432	432
406	438	443
25,029	25,431	25,561
578	598	608
7	7	7
1	1	1
492	491	491
6,477	6,068	6,068
6	6	6
14	13	13
3	2	3
111	111	111
7	6	6
96	96	96
45	45	45
4	4	4
46	42	42
41	41	41
1,458	1,465	1,469
1,456	1,395	1,400
56	56	56
874	977	1,042
23,500	23,500	23,500
2,400	2,400	2,400
167,000	167,000	167,000
1	1	1
93	94	94
415	415	415
706	706	706
417	417	417
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"), which is a discretely presented component unit, 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, 2010, which collectively comprises the City's basic financial statements, and have issued our report thereon dated November 4, 2010. 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 opinion, 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. The financial statements of the Board and the Partnership were not audited in accordance with *Government Auditing Standards*.

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 entity's financial statements will not be prevented, or detected and corrected on a timely basis.

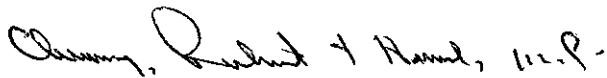
Our consideration of the internal control over financial reporting was for the limited purpose described in the first paragraph of this section and was not designed to identify all deficiencies in internal control over financial reporting that might be deficiencies, significant deficiencies or material 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 organization, 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." with a stylized flourish at the end.

Raleigh, North Carolina
November 4, 2010



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, 2010. 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, 2010.

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 in order 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 organization, 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.

Cherry, Bekaert & Holland, L.L.P.

Raleigh, North Carolina
November 4, 2010



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 compliance of 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, that are applicable to each of its major State programs for the year ended June 30, 2010. 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; 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 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, 2010. However, the results of our auditing procedures disclosed an instance of noncompliance with those requirements, which is required to be reported in accordance with applicable sections of OMB Circular A-133 and the State Single Audit Implementation Act and which is described in the accompanying schedule of findings and questioned costs as item 10-01.

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.

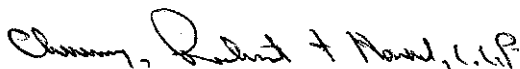
A deficiency in internal control over compliance exists when the design or operation of a control over compliance does not allow management or employees, in the normal course of performing their assigned functions, to prevent, or detect and correct, noncompliance with a type of compliance requirement 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.

The City's response to the finding identified in our audit is described in the accompanying schedule of findings and questioned costs. We did not audit the City's response and accordingly, we express no opinion on the response.

This report is intended solely for the information and use of management, others within the organization, 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.



Raleigh, North Carolina
November 4, 2010

**City of Greensboro, North Carolina
Schedule of Findings and Questioned Costs
For the Fiscal Year Ended June 30, 2010**

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
14.900	Lead Based Paint Grant
14.239	Home Investment Partnership Program
	<i>Federal Transit Cluster</i>
20.507	Section 5307 Capital Assistance and Planning
14.218	Community Development Block 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, 2010**

Dollar threshold used to distinguish
Between Type A and Type B Programs

\$ 812,480

Auditee qualified as low-risk auditee

___ yes

__X no

State Awards

Internal control over major State 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 State awards

___ yes

__X 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

__X yes

___ no

Identification of major State programs:

Program Name

Powell Bill

State Aid to Public Libraries

U-4750 Hornaday Road Extension

**City of Greensboro, North Carolina
Schedule of Findings and Questioned Costs
For the Fiscal Year Ended June 30, 2010**

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

State Aid to Libraries

Finding 10-01

NONMATERIAL NON-COMPLIANCE – Matching, Level of Effort, Earmarking

Criteria: Libraries must secure operational funds from local sources at least equal to the average amount budgeted and available for expenditure for the previous three years. Funds spent by local sources on behalf of a library (in-kind contributions) can be considered as local operating funds when determining Maintenance of Effort. A grant to a local library system from the Aid to Public Libraries Fund shall not be terminated but shall be reduced proportionately by the Department of Cultural Resources if the amount budgeted and available for expenditure by local sources is below the average of the previous three fiscal years. State funds shall not replace local funds budgeted and available for expenditure for public library operations. (Administrative Code, Title 7, Chapter 2, Subchapter 2E, Section .0301(4))

Condition: During testing it was noted that local sources had not appropriated enough funds to meet the local matching requirements for fiscal year 2010.

Questioned Costs: There were no questioned costs. The amount of aid received by the City was based on its actual appropriation.

Context: According to the Maintenance of Effort Report and Declaration form, local sources should have appropriated at least \$7,992,405 to the Library, not including capital outlay or State Aid appropriations. Upon reviewing the appropriations budgeted and available for expenditure, we noted only \$7,735,565 had been appropriated.

Effects: Local sources did not provide sufficient funding for the match portion which caused the State to reduce the amount of grant funds awarded to the Library for the current year.

Cause: Local sources did not appropriate enough funds in their annual budgets to meet the matching requirements of the grant.

Recommendation: Local sources should ensure that sufficient funds are appropriated in the annual budget to meet the State's matching requirement.

Management Response: In response to the State Aid to Public Libraries Finding, the City is in agreement with the findings.

**City of Greensboro, North Carolina
Schedule of Corrective Action Plan
For the Fiscal Year Ended June 30, 2010**

Finding: 10-01

Name of Contact Person: Sandy Neerman

Corrective Action: Annually the Greensboro Public Library makes a request to Guilford County based on the total adjusted Libraries cost. This request is derived from the rate of materials checked out by Guilford County residents living outside the City. The total adjusted Libraries cost based on the materials usage rate has never been awarded to the City for the support of Library Services. Beginning in FY09-10, Guilford County reduced its contribution for library services as costs to provide the service have risen. The FY 2010-11 contribution is less than the FY2009-10 contribution (FY 09-10, \$1,722,300 and FY10-11, \$1,335,688).

In May 2010 City Manager Rashad Young proposed a funding plan to Guilford County for Library services that was rejected. It is my understanding that both the City Council and County Commissioners have requested that the Greensboro Public Library funding levels be an issue to address before the next budget process.

Proposed Completion Date: Ongoing

**City of Greensboro, North Carolina
Summary Schedule of Prior Audit Findings
For the Fiscal Year Ended June 30, 2010**

Finding: 09-01

Status: Corrected

Federal Programs

Schedule of Expenditures of Federal Awards
For the Fiscal Year Ended June 30, 2010

<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-07-MC-37-0007
Community Development Block Grants	14.218	B-07-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	
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-07-DC-37-0206
Homes - 2009	14.239	M-07-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	
Emergency Shelter Grants Program - 2009	14.231	
HOPWA	14.241	NC19H02-F003
Brownfield Economic Development - 2003	14.246	B-03-BD-37-0041
Single Family Rehab	14.239	
Neighborhood Stabilization Program (HERA)	14.256	B-09-MY-37-007
HRRP Grant - FY09 -10 (HERA)	14.257	B-09-MY-37-007
Energy Efficient Grant (HERA)	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	
Fair Housing Assistance Program	14.401	
Fair Housing Assistance Program	14.401	
Total Office of Fair Housing & Equal Opportunity		
Office of Healthy Homes & Lead Hazard Control:		
Lead Based Paint Grant - 2009	14.900	NCLHB0186-04
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 - 2007-08	16.614	
Joint Terrorism Task Force - 2008-09	16.614	
Joint Terrorism Task Force - 2009-10	16.614	

Program or Award Amount	Expenditures		
	Prior Years	Current Year	Total to Date
\$ 3,156,580	\$ 2,985,245	\$ 46,747	\$ 3,031,992
2,812,713	2,593,629	499	2,594,128
2,882,132	2,870,542	7,069	2,877,611
2,233,072	2,035,765	23,283	2,059,048
2,829,182	2,500,810	118,332	2,619,142
2,541,837	1,707,903	468,066	2,175,969
2,029,223		1,691,764	1,691,764
12,101,000	11,807,462	90,743	11,898,205
510,817		165,767	165,767
20,265	12,762		12,762
20,020	10,464		10,464
20,265	13,012	335	13,347
20,265	9,451	4,954	14,405
20,265		11,282	11,282
207,148	199,885	4,905	204,790
23,000		12,175	12,175
178,000	178,000		178,000
<u>31,605,784</u>	<u>26,924,930</u>	<u>2,645,921</u>	<u>29,570,851</u>
987,000	987,000		987,000
651,870	651,870		651,870
756,955	756,955		756,955
2,013,117	2,007,543		2,007,543
1,786,215	1,786,215		1,786,215
1,442,832	1,442,832		1,442,832
1,591,000	1,590,396	604	1,591,000
1,786,979	1,723,260		1,723,260
1,810,327	1,798,502	420	1,798,922
1,940,013	1,874,028		1,874,028
2,014,039	2,022,990		2,022,990
1,785,540	1,388,762		1,388,762
2,711,561	2,080,399	33,186	2,113,585
2,057,811	1,600,378	26,409	1,626,787
2,222,088	1,363,330	451,294	1,814,624
1,882,891	790,065	482,554	1,272,619
1,741,831	465,406	159,529	624,935
1,945,780		417,357	417,357
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
1,228,000	1,160,044		1,160,044
2,000,000	1,741,089	248,911	1,990,000
400,000	41,667	265,729	307,396
2,625,000		38,860	38,860
781,141		188,273	188,273
250,000		151,832	151,832
<u>38,913,279</u>	<u>27,690,279</u>	<u>2,548,699</u>	<u>30,238,978</u>
46,058	23,593	7,763	31,356
67,264		41,122	41,122
31,066		13,918	13,918
52,892		111	111
<u>197,280</u>	<u>23,593</u>	<u>62,914</u>	<u>86,507</u>
<u>3,000,000</u>	<u>1,374,597</u>	<u>1,132,077</u>	<u>2,506,674</u>
<u>3,000,000</u>	<u>1,374,597</u>	<u>1,132,077</u>	<u>2,506,674</u>
<u>73,716,343</u>	<u>56,013,399</u>	<u>6,389,611</u>	<u>62,403,010</u>
2,039,500	1,005,777	267,191	1,272,968
15,855	14,349	25	14,374
16,329	12,246	2,722	14,968
16,903		11,460	11,460

Federal Programs

Schedule of Expenditures of Federal Awards
For the Fiscal Year Ended June 30, 2010

<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	16.614	
US Marshal-Joint Fugitive Task Force 09-10	16.614	
NC Joint Fugitive Task Force	16.614	
DNA Cold Cases	16.560	
FBI Safe Streets Task Force	16.579	
FBI Safe Streets Task Force 08-09	16.579	
FBI Safe Streets Task Force 09-10	16.579	
Paul Coverdell Forensic Science Grant	16.742	
Passed through NC Department of Crime Control and Public Safety and the City of High Point:		
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 - 2009 (ARRA)	16.804	
Total Passed through NC Department of Crime Control and Public Safety and the City of High Point		
Total Office of Justice		
Passed through NC Department of Crime Control and Public Safety		
Bureau of Alcohol, Tobacco and Firearms:		
Violent Crimes Task Force 2007-08	21.052	
Violent Crimes Task Force 2008-09	21.052	
Violent Crimes Task Force 2009-10	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 - 2008-09	21.100	
Financial Crimes Task Force - 2009-10	21.100	
Total U.S. Secret Service		
Federal Emergency Management Agency:		
Metro Medical Response System - 2003	97.071	233-01-0040
Total Federal Emergency Management Agency		
Passed through NC Department of Crime Control and Public Safety:		
Metro Medical Response System - 2007	97.071	
Metro Medical Response System - 2008	97.071	
Metro Medical Response System - 2009	97.071	
RRT Homeland Security Grant - 2007	97.067	
RRT Homeland Security Grant - 2008	97.067	
RRT Homeland Security Grant - 2009	97.067	
DHS Hazard Device Team Grant - 2008	97.067	
Homeland Security Grant - 2006	97.067	
USAR Homeland Security Grant - 2007	97.073	
USAR Homeland Security Grant - 2008	97.073	
USAR Homeland Security Grant - 2009	97.073	
Total Passed through NC Department of Crime Control and Public Safety		
Total Department of Homeland Security		
Department of Interior:		
Passed through NC Department of Cultural Resources		
Office of Archives and History:		
Historic Survey Grant - 2009	15.904	
Total Passed through NC Department of Cultural Resources		
Total Department of Interior		
Institute of Museum and Library Science		
Passed through NC Department of Cultural Resources		
LSTA Project Planning Grant	45.310	
Total Institute of Museum and Library Science		
Department of Labor:		
Employment and Training Administration:		
WIA Adult 2004	17.258	2004 2020 42
WIA Adult 2006	17.258	2006 2020 42
WIA Adult 2007	17.258	2007 2020 42
WIA Adult 2008	17.258	
WIA Adult 2008 (ARRA)	17.258	
WIA Adult 2009	17.258	
WIA Dislocated Worker 2004	17.260	2004 2030 42
WIA Dislocated Worker 2006	17.260	2006 2030 42
WIA Dislocated Worker 2007	17.260	2007 2030 42
WIA Dislocated Worker 2008	17.260	
WIA Dislocated Worker 2008 (ARRA)	17.260	
WIA Dislocated Worker 2009	17.260	
WIA Dislocated Emergency Rapid Response 2006	17.260	2006 2031 42
WIA Dislocated Emergency Rapid Response 2007	17.260	2007 2031 42
WIA Dislocated Emergency Rapid Response 2008	17.260	
WIA Dislocated Emergency Rapid Response 2009	17.260	
WIA Youth 2004	17.259	2004 2040 42
WIA Youth 2006	17.259	2006 2040 42
WIA Youth 2007	17.259	2007 2040 42
WIA Youth 2008	17.259	
WIA Youth 2008 (ARRA)	17.259	
WIA Youth 2009	17.259	
WIA 10% Statewide Activities 2005	17.258	2005 2050 42
	17.259	
	17.260	

Program or Award Amount	Expenditures		
	Prior Years	Current Year	Total to Date
\$ 6,630	\$ 4,537	\$ 2,093	\$ 6,630
16,000		12,576	12,576
7,800	4,033	3,767	7,800
310,800	154,127	128,163	282,290
15,855	15,837		15,837
32,658	16,329	14,360	30,689
50,710		25,889	25,889
125,000		20,317	20,317
183,902	162,099	20,792	182,891
63,164			
230,831		229,950	229,950
949,814			
1,427,711	162,099	250,742	412,841
4,081,751	1,389,334	739,305	2,128,639
21,000	19,437	1,494	20,931
26,000	13,300	12,361	25,661
15,000		14,871	14,871
62,000	32,737	28,726	61,463
4,143,751	1,422,071	768,031	2,190,102
5,000	1,872	1,033	2,905
4,000		2,639	2,639
9,000	1,872	3,672	5,544
880,557	479,809	37,503	517,312
880,557	479,809	37,503	517,312
258,145	4,070	237,442	241,512
321,221	11,408	280,623	292,031
311,585			
251,571	114,825	136,559	251,384
205,714		35,269	35,269
135,714		20,765	20,765
57,000		55,285	55,285
73,500			
167,000	163,265	3,735	167,000
220,000		48,444	48,444
50,000			
2,051,450	293,568	818,122	1,111,690
2,941,007	775,249	859,297	1,634,546
12,500	4,940	7,560	12,500
12,500	4,940	7,560	12,500
12,500	4,940	7,560	12,500
50,000		36,531	36,531
50,000		36,531	36,531
962,892	962,892		962,892
1,006,693	1,006,693	1,895	1,008,588
619,811	619,812		619,812
662,182	463,987	198,195	662,182
647,747		541,145	541,145
873,425		575,111	575,111
1,105,127	1,105,127		1,105,127
475,500	475,500		475,500
860,347	860,347		860,347
839,694	595,978	243,715	839,693
784,095		621,609	621,609
550,535		353,512	353,512
249,572	249,572		249,572
78,470	78,469		78,469
321,621	5,475	279,596	285,071
52,948		4,045	4,045
902,615	902,615		902,615
974,032	974,032		974,032
888,053	888,053		888,053
867,401	609,422	257,979	867,401
1,140,834	81,658	863,422	945,080
890,140		348,704	348,704
313,327	257,253		257,253
	37,103		37,103
	18,971		18,971

Federal Programs

Schedule of Expenditures of Federal Award:
For the Fiscal Year Ended June 30, 2010

<u>Federal Grantor/Pass-Through Grant or/Program Title</u>	<u>CFDA Number</u>	<u>Grant Award Number</u>
WIA 10% Statewide Activities 2006	17.258 17.259	2006 2050 42
WIA 10% Statewide Activities 2007	17.260 17.258 17.259	2007 2050 42
WIA 10% Statewide Activities 2008	17.260 17.258 17.259	2008 2050 42
WIA 10% Statewide Activities 2009	17.260 17.258 17.259	
2003 Administration Cost Pool	17.260 17.258 17.259	2003 2010 42
2006 Administration Cost Pool	17.260 17.258 17.259	2006 2010 42
2007 Administration Cost Pool	17.260 17.258 17.259	2007 2010 42
2008 Administration Cost Pool	17.260 17.258 17.259	2008 2010 42
2008 Administration Cost Pool (ARRA)	17.260 17.258 17.259	
2009 Administration Cost Pool	17.260 17.258 17.259	
Hurricane Katrina 2005	17.260	2005 2068 42
Hurricane Katrina Administration 2005	17.260	2005 2068 42
WIRED 07	17.268	
WIRED 08	17.268	
WIA Affordable Housing Management Grant - 2009	17.260	
Total 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	
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	
CMAQ/HEAT Year 3 - 2008-09	20.507	
CMAQ Extended Service Grant		
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	
Section 5307 Capital Assistance Grant - 2006	20.507	
Section 5307 Capital Assistance Grant - 2006	20.507	
Section 5307 Capital Assistance Grant - 2007	20.507	
Section 5307 Capital Assistance Grant - 2007	20.507	
Section 5307 Capital Assistance Grant - 2008	20.507	
Section 5307 Capital Assistance Grant - 2008	20.507	
Section 5307 Capital Assistance Grant - 2009	20.507	
Section 5307 Capital Assistance Grant - 2009	20.507	
Section 5307 Capital Assistance Grant - 2009	20.507	
Section 5307 Planning Grant - 2006	20.507	
Section 5307 Planning Grant - 2007	20.507	
Section 5307 Planning Grant - 2008	20.507	
Section 5307 Planning Grant - 2009	20.507	
Section 5307 Capital Assistance Grant - 2006	20.507	
STP-DA Preventative Maintenance - 2005-06	20.507	NC-95-X006
New GTA Maintenance Facility	20.500	
New GTA Maintenance Facility	20.500	
New Facility Grant	20.507	
Job Access and Reverse Commute - 2008	20.516	
Job Access and Reverse Commute - 2009	20.516	
New Freedom Grant - 2008	20.521	
New Freedom Grant - 2009	20.521	
Total Federal Transit Cluster		
Federal Highway Administration:		
FTA Capital - Surface Transportation	20.205	NC-90-X252
Total Federal Highway Administration		
Passed through NC Department of Transportation		
Ballinger Road Bridge Replacement	20.205	B-4695
Transportation Planning - 2008-09	20.205	
Transportation Planning - 2009-10	20.205	
Street Resurfacing Project (ARRA)	20.205	STM-000S (567)
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
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
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
\$ 262,179	\$ 139,724	\$	\$ 139,724
	82,367		82,367
	40,088		40,088
273,067	105,868		105,868
	84,995		84,995
	82,204		82,204
256,848	4,321	67,596	71,917
	5,676	89,358	95,034
	2,365	87,532	89,897
276,337		36,712	36,712
		22,259	22,259
		22,566	22,566
283,978	102,821		102,821
	74,752		74,752
	106,406		106,406
274,342	111,937		111,937
	109,156		109,156
	53,249		53,249
271,716	67,929		67,929
	103,252		103,252
	100,535		100,535
263,253	40,865	32,846	73,711
	52,541	44,863	97,404
	52,540	39,598	92,138
285,853		67,494	67,494
		107,490	107,490
		74,993	74,993
257,122		36,075	36,075
		21,645	21,645
		22,446	22,446
205,468	205,469		205,469
11,856	11,855		11,855
212,621			
35,688	73,749	62,557	136,306
55,000			
19,292,389	12,007,623	5,124,958	17,132,581
19,292,389	12,007,623	5,124,958	17,132,581
64,200		54,242	54,242
77,296		55,271	55,271
98,768		86,383	86,383
240,264		195,896	195,896
4,636,491		4,636,491	4,636,491
3,660,628	2,777,116	1,902	2,779,018
1,828,628	901,430	64,040	965,470
863,031		863,031	863,031
298,000	294,973		294,973
100,000	95,092	4,093	99,185
575,190	574,688		574,688
129,617	106,615	22,570	129,185
1,368,000	1,297,058		1,297,058
275,627	216,299	54,507	270,806
1,159,700		614,561	614,561
1,305,000		1,294,870	1,294,870
411,414			
141,153			
5,455,967		925,332	925,332
100,000	99,960		99,960
100,000		99,998	99,998
100,000			
1,100,264	1,097,798		1,097,798
500,000	500,000		500,000
3,861,794	1,467,045	409,255	1,876,300
593,662			
7,773,432			
299,503	28,725	76,571	105,296
155,118		68,014	68,014
232,306	171	24,060	24,231
93,958		4,778	4,778
37,218,483	9,456,970	9,164,073	18,621,043
7,556,173	7,506,732		7,506,732
7,556,173	7,506,732		7,506,732
500,000	118,672	62,146	180,818
611,354	351,507	(657)	350,850
593,918		434,147	434,147
1,501,890		795,337	795,337
3,168,674		281,566	281,566
1,645,514		176,642	176,642
2,869,600		1,808,694	1,808,694
1,067,507	26,404	270,530	296,934
1,229,000	364	(52)	312
1,651,000		312	312
923,855		74,441	74,441
494,600		28,974	28,974
813,000		40,251	40,251
1,424,700			
18,494,612	496,947	3,972,331	4,469,278
63,509,532	17,460,649	13,332,300	30,792,949
600,000	177,216	250,472	427,688
400,000		127,249	127,249
1,000,000		186,674	186,674
2,000,000	177,216	564,395	741,611
2,000,000	177,216	564,395	741,611
\$ 165,665,522	\$ 87,861,147	\$ 27,082,683	\$ 114,943,830

State Programs

Schedule of Expenditures of State Awards
For the Fiscal Year Ended June 30, 2010

<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 -2009 PARTF Grant - Keely Park PARTF Grant - Gateway Gardens Clean Water - S Buffalo Habitat Enhancement Total Department of Environmental Health and Natural Resources		0229 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 Public Health Grant NC 911 Board Phone System FY 10 Permanent Checking Station Total Division of Emergency Management Total Department of Crime Control and Public Safety		41-1-7-1-BN-369 NCAS:00477, 02477-09
Department of Juvenile Justice and Delinquency Prevention: Pass through Guilford County: Juvenile Justice and Delinquency Prevention Total Department of Juvenile Justice and Delinquency Prevention		36460-06/07-287
Rural Economic Development Center: e-NC Capital Expenditure Grant FY09 Total Rural Economic Development Center		2008-250-80315-102
Department of Revenue State Drug Excise Total Department of Revenue 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 - New GTA Facility Demonstration Grant New Facility Grant Technology Grant Total Federal Transit Administration	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
\$ 297,303	\$	\$ 306,713	\$ 306,713
297,303		306,713	306,713
297,303		306,713	306,713
60,000	60,000		60,000
60,000	60,000		60,000
12,000		2,376	2,376
12,000		2,376	2,376
29,764		2,490	2,490
29,764		2,490	2,490
18,917		18,917	18,917
500,000			
500,000		253,533	253,533
325,000			
1,343,917		272,450	272,450
506,475	247,480	240,511	487,991
57,000	50,685		50,685
57,000		51,118	51,118
57,000			
32,815	31,942	557	32,499
502,197			
1,000		424	424
1,213,487	330,107	292,610	622,717
1,213,487	330,107	292,610	622,717
50,000	50,000		50,000
50,000	50,000		50,000
25,000		15,853	15,853
25,000		15,853	15,853
861,825	142,493	148,758	291,251
861,825	142,493	148,758	291,251
2,000,000		161,411	161,411
2,000,000		161,411	161,411
8,025		6,780	6,780
9,662		6,909	6,909
12,346		10,798	10,798
539,944	183,381	51,157	234,538
275,780	83,550	191,987	275,537
971,679			
670,181			
2,487,617	266,931	267,631	534,562

State Programs

Schedule of Expenditures of State Awards
For the Fiscal Year Ended June 30, 2010

<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		
Total Department of Transportation		
Total State Financial Assistance		

<u>Program or Award Amount</u>	<u>Expenditures</u>		
	<u>Prior Years</u>	<u>Current Year</u>	<u>Total to Date</u>
\$ 164,880	\$ 150,808	\$ 48	\$ 150,856
57,151			
17,440	36,872		36,872
12,500	11,887	511	12,398
55,440	55,392		55,392
12,500	12,495		12,495
106,050	105,812		105,812
171,000	162,132		162,132
30,000	27,037	6,814	33,851
12,500		12,500	12,500
126,000		124,807	124,807
36,000		31,175	31,175
12,500			
111,778		59,235	59,235
12,500			
<u>938,239</u>	<u>562,435</u>	<u>235,090</u>	<u>797,525</u>
944,522	938,342		938,342
140,000		9,735	9,735
293,588			
750,000	666,484	45,697	712,181
<u>2,128,110</u>	<u>1,604,826</u>	<u>55,432</u>	<u>1,660,258</u>
6,400,000	209,305	851,228	1,060,533
1,450,000	1,097,584	6,042	1,103,626
51,000	9,277		9,277
<u>7,901,000</u>	<u>1,316,166</u>	<u>857,270</u>	<u>2,173,436</u>
5,069,000	3,298,739		3,298,739
2,093,733		1,974,543	1,974,543
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	3,256,502	4,181,440	7,437,942
6,708,735		2,527,295	2,527,295
<u>131,098,047</u>	<u>106,639,270</u>	<u>10,098,701</u>	<u>116,737,971</u>
<u>\$136,991,343</u>	<u>\$107,221,870</u>	<u>\$11,301,362</u>	<u>\$118,523,232</u>

Notes to the Schedule of Expenditures of Federal and State Awards

For the Fiscal Year Ended June 30, 2010

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, and Non-Profit Organizations. 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	\$163,216
Community Development Block Grant--Emergency Shelter Grant	14.231	83,741
e-NC Capital Expenditure Grant	2008-250-80315-102	3,353

City of
Greensboro
North Carolina



Office of the City Manager

City of Greensboro
Post Office Box 3136
Greensboro, NC 27402-3136
336.373.2002

**Office of Financial
& Administrative Services**

City of Greensboro
Post Office Box 3136
Greensboro, NC 27402-3136
336.373.2077