

2002
*Comprehensive
Annual
Financial
Report*

June 30, 2002

*City of Greensboro
North Carolina*



Comprehensive Annual Financial Report

For the Fiscal Year Ended
June 30, 2002



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CITY OF GREENSBORO
Comprehensive Annual Financial Report
For the Fiscal Year Ended June 30, 2002

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October 30, 2002

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, 2002, 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, 2002, 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 generally accepted accounting principles (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 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, 2002. 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.

The ***Comprehensive Annual Financial Report*** is presented in four sections: (1) Introductory Section; (2) Financial Section; (3) Statistical Section; and (4) Single Audit Section.

The ***Introductory Section*** includes this transmittal letter, the Certificate of Achievement for Excellence in Financial Reporting for the fiscal year ended June 30, 2001, the City's organization chart and a listing of the City's principal officials.

The **Financial Section** includes the independent auditors' report, the management's discussion and analysis (MD&A), the Basic Financial Statements composed of government-wide and fund financial statements, with supporting statements included, and notes to the financial statements deemed necessary to present fairly the financial position of the City. GAAP require that management provide a narrative introduction, overview, and analysis to accompany the Basic Financial Statements in the form of the MD&A. This letter of transmittal is designed to complement MD&A and should be read in conjunction with it. The City of Greensboro's MD&A can be found immediately following the report of the independent auditors.

In addition, *Supplementary Information* is presented in this section displaying all individual funds by classification of the City. Although these statements are not considered necessary for a fair presentation of the financial position or results of operations and cash flows, they are presented for supplementary analysis purposes and have been subjected to auditing procedures applied by the independent auditors in the audit of the Basic Financial Statements. *Required Supplementary Information* pertaining to contributions and funding progress of the City's Law Enforcement Officers' Special Separation Allowance is also included in this section.

The **Statistical Section** includes selected financial data trends of the City and its operations and local demographic and economic information.

The **Single Audit Section** presents information in conformity with provisions of the Federal and State Single Audit Acts, which establish audit requirements for state and local governments that receive federal and state financial assistance. It includes grant schedules and independent auditors' reports on the internal control structure and compliance with applicable laws and regulations.

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 Greensboro Center City Corporation is reported as a blended unit in the Proprietary 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 all three of these legally separate entities can be found in Note I. A.

CITY PROFILE

The City of Greensboro is located in central piedmont North Carolina, midway between Washington, D.C. and Atlanta. The City was incorporated in 1808 and is the county seat of Guilford County. Greensboro has a population of 229,634 and presently covers a land area of 114.3 square miles.

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.

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

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

The City provides services to its citizens in the following areas: police, fire, transportation, environmental services, 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 annual budget serves as the foundation for the City's financial planning and control. The North Carolina General Statutes require all governmental units to adopt a balanced budget by July 1 of each year for all funds for which an annual 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. Budgetary control is facilitated by the use of a personnel/payroll data system (PDS) and the encumbrance of outstanding purchase orders and contracts. The PDS system requires that every position, including applicable fringe benefits, be budgeted. The North Carolina General Statutes require an encumbrance system and a finance officer's certification that funds are available prior to the placement of all purchase orders and contracts. Outstanding purchase orders and contracts are reported as a reservation of fund balance at June 30, 2002.

The annual budget is prepared by fund, function (e.g. public safety), and department (e.g. police). The City Manager then presents the proposed budget to Council for review as well as to the citizens of Greensboro for questions and/or concerns. 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 of the governing council. Budget-to-actual comparisons are provided in this report for each individual governmental fund for which an appropriated annual budget has been adopted. For the General Fund and Housing Partnership Revolving Fund (*Special Revenue Fund*) budgetary comparisons are presented on pages 10 and 11 as part of the Basic Financial Statements pertaining to the governmental funds. For other funds with annual and project-length budgets, detailed budget to actual comparisons are presented in the supplementary information subsection of this report, which starts on page 33.

COUNCIL BUDGET PRIORITIES

- *Maintain a Stable Property Tax Rate*
- *Continue Basic City Services and Programs*
- *Develop New Revenue Sources for New Services and Programs*
- *Enhance Financial Condition and Continue Fund Balance Policies*
- *Maintain Enterprise Funds with User Fees*
- *Continue Productivity Improvements*

- *Provide Adequate Employee Compensation*

Within these priorities, five strategic issues will be the primary focus for FY 2002-03 funding:

- Protecting Natural Resources and Managing Growth
- Public Safety
- Community Relations
- Maintaining Existing Facilities and Assets
- Customer Service

FACTORS AFFECTING FINANCIAL CONDITION

A. Local Economy

Greensboro's diverse economy is attributed to its unique blend of trade, manufacturing and service businesses. Local industry is characterized by the production of a wide range of products, including machinery and electronics equipment, telecommunications supplies and equipment and tobacco. The 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. 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. In addition, the Urban Loop, a 40 mile beltway around Greensboro, is under construction, at a cost of \$900 million. The target date is 2009 for completion of the Eastern, Southern and Western Loops.

Located in the vicinity of Piedmont Triad International Airport are various major industrial and business parks covering about 700 acres. Existing office and industrial facilities located within 2 ½ 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.

County-wide inventories of industrial and office space are conducted quarterly. During the first quarter of 2002, rentable industrial space totaled 16.6 million square feet and rentable office space totaled 9.8 million square feet in Guilford County. The industrial vacancy rate increased to 21.2%, a 1% increase over the fourth quarter of 2001. The office market vacancy rate experienced a slight increase, 18.2% to 18.6% during the first three months of 2002.

Area businesses have experienced moderate growth and development overall in the past year, despite economic slowdowns at both the state and local level, as evidenced in the following statistics.

% Unemployment

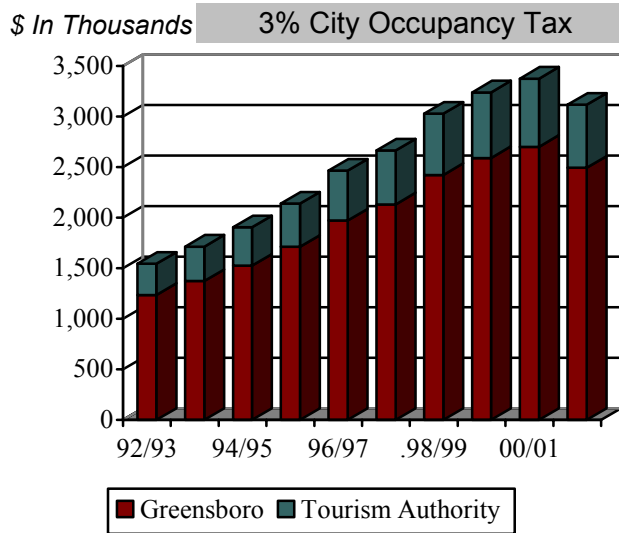
	<u>98</u>	<u>99</u>	<u>00</u>	<u>01</u>	<u>02</u>		<u>98</u>	<u>99</u>	<u>00</u>	<u>01</u>
Jan	3.5	2.5	2.9	3.7	6.3	July	2.9	2.6	3.1	5.0
Feb	3.3	2.6	3.2	3.9	6.4	Aug	2.9	2.9	2.9	5.2
Mar	3.1	2.3	2.7	3.7	6.5	Sept	2.6	2.4	3.0	5.1
Apr	2.6	2.0	2.2	3.9	6.3	Oct	2.5	2.6	2.9	5.2
May	2.8	2.3	2.7	4.2	6.7	Nov	2.3	2.6	3.3	6.2
Jun	2.9	2.5	3.0	4.8	7.2	Dec	1.9	2.3	2.9	5.9

Source: North Carolina Employment Security Commission

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

<u>Year</u>	<u>City</u>	<u>County</u>	<u>State</u>	<u>US</u>
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

Source: North Carolina Employment Security Commission

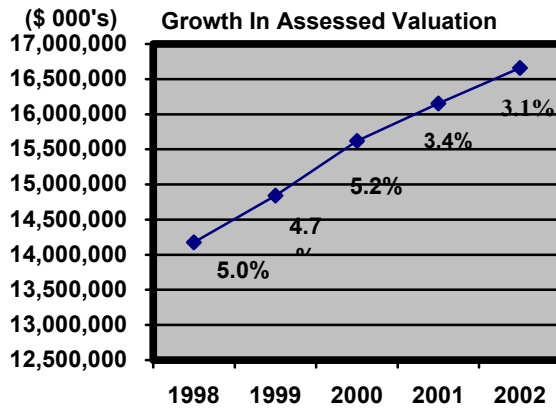


Throughout the City, three new hotels or motels either planned or under construction, will add more than 300 rooms to the City's current 8,584 listing. Receipts from the City's 3% occupancy tax totaled \$2,493,777 in FY 2001-02, decreasing by 7.7% over the prior year, with moderate growth expected next 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.

Greensboro Area Largest Employers

<u>Company</u>	<u>Product / Service</u>	<u>Approximate Number of Full-Time Employees</u>
Guilford County Public Schools	Education	8,000
Moses H. Cone Health System & Affiliates	Health Care	6,200
Tyco Electronics	Electronics	4,115
Sears, Roebuck & Company	Credit Card Operations Center	3,000
Guilford County	Government	3,000
City of Greensboro	Government	2,874
American Express, Inc.	Credit Card Services	2,800
U.S. Postal Service	Postal Service	2,180
The University of North Carolina	Education	2,025
United Parcel Service	Transportation	1,900
VF (Vanity Fair) Corporation	Apparel	1,685
Lorillard Tobacco Company	Cigarettes	1,500
Gilbarco	Service Station Equipment	1,500
Cone Mills Corporation	Textile Manufacturing/Office	1,300
Procter & Gamble Corporation	Consumer Products	1,200
RE Micro Devices	Semiconductors	1,035

Source: Greensboro Chamber of Commerce, December 2001



Population Characteristics

	<u>Median Age</u>	<u>Median Household Income</u>	<u>% Households Earning >\$20,000</u>
Greensboro	36.3	\$35,231	74.6
Guilford County	34.9	36,817	75.4
North Carolina	35.3	34,225	72.4
United States	35.5	39,129	75.6

Source: Sales and Marketing Management Magazine

Business Investment FY2002 Summary

	<u>New Jobs</u>	<u>Investment</u>
Expanding Firms	230	\$ 7,500,000
New Firms	165	13,382,000
Total	395	\$20,882,000

Source: Greensboro Chamber of Commerce

Retail Sales Data

<u>Fiscal Year</u>	<u>Retail Sales</u>	<u>% Increase Over Previous Year</u>
1992	\$3,897,081,800	3.4
1993	4,172,198,401	7.1
1994	4,684,753,591	12.3
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	3.2
2002	5,929,164,086	(9.8)

Source: North Carolina Department of Revenue

Other economic development and new business announcements in FY 2001-02 include the following highlights.

Federal Express Corporation has received approval from the Federal Aviation Administration to construct an approximately \$300 million mid-Atlantic cargo hub adjacent to the airport, which is expected to be completed and operational in 2005. The Federal Express hub is projected to employ 1,500 people and operate 20 to 25 flights daily. The Piedmont Triad Airport Authority (PTIA) plans to construct a third runway parallel to the existing main runway to support the hub and to facilitate future expansion. As a result of the Federal Express hub, MWG-Biotech and Medi Manufacturing have announced plans to collectively invest \$7 million in facilities located in the airport area and employ more than 200 people. A final environmental impact statement report prepared by consultants for the Federal Aviation Administration has been approved. PTIA has received nearly \$11 million in federal grants to build the third runway, buy land and begin other construction tasks necessary for the cargo hub.

In over two years, the Piedmont Triad Airport has spent close to \$27 million to buy homes and land around the airport, much related to the FedEx project.

Atlanta-based Kinetic Biosystems, Inc. has selected the region for a \$40 million biomanufacturing facility for one of its divisions. This action could create nearly 500 highly paid jobs. The Triad facility will require up to a ten-acre site with at least 30,000 square feet of manufacturing space initially. Final confirmation of the plan is under review.

B. Long-Term Financial Planning

1) Water Resource Issues

The City continued to augment its water supply by entering into a contractual agreement with another neighboring municipality, Burlington, to purchase additional quantities of water, beginning in 2004. This agreement complements the existing purchase arrangement with three other municipalities, the Cities of Reidsville, Winston-Salem and High Point. In addition, another priority project consists of installing a water main and renovation of a pump station in the Haw River area at an estimated cost of \$10 million. Once complete, the raw water line will provide unfinished water to Lake Townsend for restoring City lake volumes during drought periods. The City also expects water to be available from the Randelman Dam, Reservoir, and Water Plant project in 2007.

2) Land Planning

Progress on the City's comprehensive plan continues. The Steering Committee has taken the Vision Statement adopted by City Council and has developed goals and policies that establish how we will make the Vision Statement a reality. Work on the actual draft plan will be underway in FY 2003.

3) ERP

The City began implementation of an Enterprise Resource Planning (ERP) project during FY 2000-01. The organization's foundational computing systems such as the General Ledger, Payroll, Procurement and Human Resources will be combined into one basic suite of products that are highly integrated. This comprehensive project will adapt mainframe systems, internally developed in the 1960s, to an industry supportable networked environment. The total estimated cost of the project is \$6.2 million dollars and is being financed over a three-year period. The estimated date for completion of the ERP project is January 2003.

4) Plans for Debt Issuances

The City plans to issue approximately \$45 to \$50 million in general obligation bonds in February 2003. The City currently has \$138,400,000 in authorized and unissued general obligation bonds to fund various governmental projects. The loss of traditional state shared revenues this year plus the negative growth in sales tax revenue has made it necessary to postpone the initial sale of bonds to begin projects authorized by the 2000 bond referendum. The City also plans to issue \$45 to \$50 million in revenue bonds in June 2003 for additional water and sewer improvements.

5) Capital Improvements

Bond-financed and other major capital projects completed, or in progress at year end included street and bridge projects, additional fire stations and public safety training facilities, water and sewer system upgrades, renovations of existing facilities and landfill expansion.

- Construction is in progress of the \$14.5 million Public Safety Training Facility, funded from general obligation bonds issued in 1998. Its anticipated completion is November 2002. Three new police service centers are planned in support of the police service district concept. The first center on Maple Street opened in FY 1999-00. The other two, located in the southeastern and western sections of the City, are expected to be functional within one to three years.
- Cultural and Recreation projects, largely conceptualized in the Parks and Recreation Master Plan, account for approximately 13% of the planned capital program. Projects scheduled include replacement of the Barber Park Tennis Pavilion Roof, the opening of Carolyn Allen Park and heating and air conditioning upgrades at various recreation centers. Other notable projects in this service area include construction of two regional libraries.
- Improvements to Hilltop and New Garden Road, totaling over \$5.5 million, will be funded from transportation bonds issued in 1998. Planning and design are underway for 2000 referendum projects such as Franklin Boulevard, Creek Ridge Road, Lake Jeanette Road and East Market Street and Church Street Streetscape Projects. Improvements are also in progress for the Multi-Modal Transportation Center, scheduled for completion in June 2003. This facility will house a City bus transfer center, rail station and commercial bus service providers in downtown Greensboro.
- Expansion of Phase III of the Osborne Wastewater Treatment plant, estimated at a total cost of \$40 million, was completed in June 2001 for an additional 10 million gallons per day (mgd). The project has increased the plant's sewage treatment capacity to 30 mgd. Phase IV will increase the plant's sewage treatment capacity to 40 mgd and is expected to be completed in March 2003.
- The City is currently participating with the Greensboro Housing Authority in the HOPE VI housing project in order to revitalize the Willow Oaks neighborhood in southeast Greensboro. The total project cost is estimated to be \$97 million. Our commitment is \$12.4 million, primarily for site assembly and infrastructure work. The project is expected to be complete in fall 2007.

The proposed six-year Capital Improvement Plan includes approximately \$377 million for projects that will be undertaken during FY 2002-2008 and will be funded primarily with the proceeds of authorized or proposed bond sales, state and federal grants and enterprise fund revenues.

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, 2002 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 \$10,444,187 for the fiscal year ended June 30, 2002 as compared to \$16,854,886 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 excluding repurchase agreements totaled \$258,606,444 during the year. The City's average yield on investments for the year was 4.0%. Interest earnings showed a decrease over the prior year largely due to the market conditions. Interest earned on bond proceeds was used to offset the cost of debt service. Interest earnings were the equivalent of nearly 6.3 cents on the tax rate for FY 2001-02.

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 basis. The actuarial present value of the total accrued actuarial liabilities as of December 31, 2001, the date of the last actuarial valuation, amounted to

\$14,890,819 of which 26.7% was funded. The valuation projects that an annual contribution of 5.46% of law enforcement payroll or \$1,258,964 is required in FY 2003 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 City contributions to \$1,511,435 in FY 2001-02, which represents 123% of the required amount. This amount was funded in the current year.

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.

The City of Greensboro also provides postretirement health benefits for qualifying retirees until age 65. As of the end of the current fiscal year, there were 447 retirees receiving these benefits, which are financed on a pay-as-you-go basis. GAAP do not require governments to report a liability in the financial statements in connection with an employer's obligation to provide these benefits.

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.

AWARDS AND ACKNOWLEDGMENTS

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 twenty-seven consecutive years, (1975 through 2001). 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.

Other Major Achievements

The City of Greensboro Parks and Recreation Department has been awarded the 2002 National Gold Medal Award for excellence in park and recreation administration by the National Sporting Goods Association's (NSGA) Sports Foundation, Inc. Greensboro won for cities between 100,000 - 250,000. The award is given based upon service improvement, continuing development, extent of future planning and degree of involvement and acceptance by the community. Greensboro Parks & Recreation has won this distinguished award twice before, and was also selected as a National Finalist on a third occasion in 1977.

The City of Greensboro Southside Development Plan has been awarded a recent American Planning Association (APA) National Planning Award for Implementation. The APA award honors the most outstanding efforts in planning and serve as a showcase for cutting-edge achievements in the profession. The Southside Development consists of 10 acres located at the corner of Martin Luther King Jr. Drive and Gorrell Street, and is an example of a "traditional

neighborhood”, one that is walkable and has a mix of housing types and small businesses. Southside reflects APA’s slogan “Making Great Communities Happen” and the award was specifically given for Southside’s significant achievement in accomplishing a positive change with long-term measurable results, notably the re-establishment of this grand turn-of-the-century neighborhood.

During the past five years, the Greensboro Fire Department was one of the first five fire departments to be accredited by the Commission on Fire Accreditation International, Inc (CFAI). As of August 2002, the Department is now the first to ever be reaccredited by CFAI. Greensboro is one of only two fire departments in the nation to achieve both this accreditation and the ISO Class 1 Rating.

The Greensboro Police Department was the first in North Carolina to be accredited by the Commission on Accreditation for Law Enforcement Agencies, Inc. and was recently reaccredited for the fifth time. Greensboro complied with all 442 requirements and is one of only 24 agencies in North Carolina to receive this recognition. Only 23% of law enforcement agencies in the United States are accredited.

To conclude, a review of the financial statements of the City will indicate a sound financial position and responsible actions in response to statewide slowing of the economy and loss of state-shared revenues. The financial outlook for FY 2002-03 is good, with moderate growth in revenue categories forecasted. 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 are 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 and Accounting Divisions of the Finance Department and the Internal Audit staff. 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,

J. Edward Kitchen
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, 2001

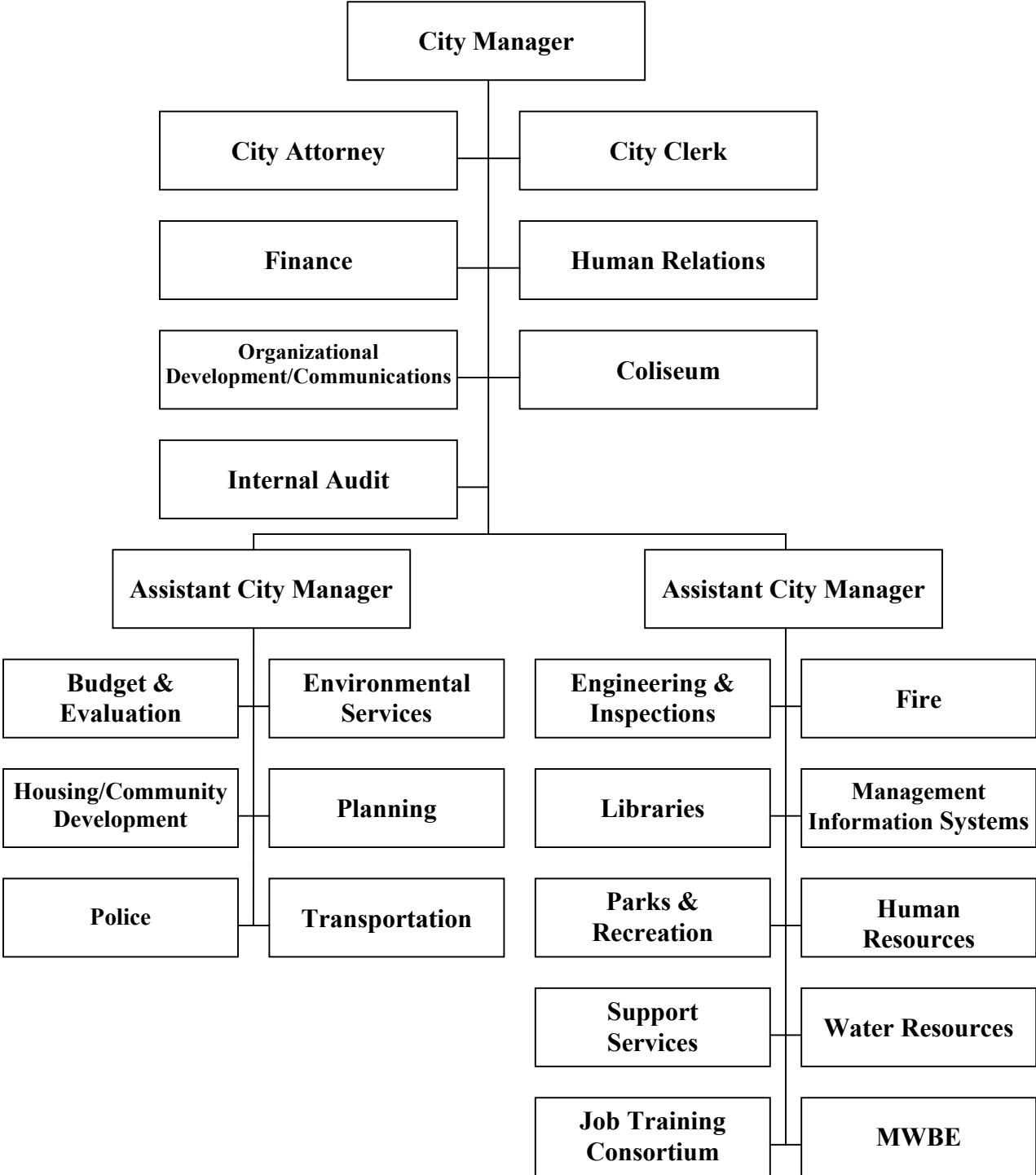
A Certificate of Achievement for Excellence in Financial Reporting is presented by the Government Finance Officers Association of the United States and Canada to government units and public employee retirement systems whose comprehensive annual financial reports (CAFRs) achieve the highest standards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



Timothy A. Crave
President

Jeffrey L. Esser
Executive Director

CITY OF GREENSBORO ORGANIZATIONAL CHART

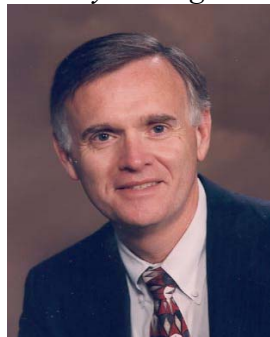


Greensboro City Council



Keith A. Holiday, Mayor
Yvonne J. Johnson, Mayor Pro Tem
Thomas M. Phillips, At Large
Donald R. Vaughan, At Large
Belvin J. Jessup, District 1
Claudette Burroughs-White, District 2
Robert V. Perkins, District 3
Florence F. Gatten, District 4
Sandra G. Carmany, District 5

City Manager



J. Edward Kitchen

Finance Director



Richard L. Lusk



Independent Auditor's Report

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

We have audited the accompanying financial statements of the governmental activities, the business-type activities, the discretely presented component units, each major fund, and the aggregate remaining fund information of the City of Greensboro, North Carolina, as of and for the year ended June 30, 2002, 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 of Greensboro's management. Our responsibility is to express opinions on these basic financial statements based on our audit. We did not audit the financial statements of the City of Greensboro ABC Board. 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 City of Greensboro ABC Board, is based solely on the reports of the other auditors.

We conducted our audit in accordance with auditing standards generally accepted in the United States of America and the standards applicable to financial audits contained in *Government Auditing Standards*, issued by the Comptroller General of the United States. Those standards require that we plan and perform the audit to obtain reasonable assurance about whether the basic financial statements are free of material misstatement. 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 report of the other auditors provide a reasonable basis for our opinions.

In our opinion, based on our audit and the report of the other auditors, the financial statements referred to above present fairly, in all material respects, the financial position of the governmental activities, the business-type activities, the discretely presented component units, each major fund, and the aggregate remaining fund information of the City of Greensboro, North Carolina as of June 30, 2002, and the respective changes in financial position and cash flows, where appropriate, thereof and the respective budgetary comparison for the General Fund and the Housing Partnership Revolving Special Revenue Fund for the year then ended in conformity with accounting principles generally accepted in the United States of America.

As described in Note 1 to the financial statements, the City adopted Governmental Accounting Standards Board (GASB) Statement Number 34 during the year ended June 30, 2002.

Management's Discussion and Analysis and the Law Enforcement Officers' Special Separation Allowance Schedule of Funding Progress and Schedule of Employer Contributions are not a required part of the basic financial statements but are 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 this information and express no opinion thereon.

In accordance with *Government Auditing Standards*, we have also issued our report dated October 30, 2002 on our consideration of City of Greensboro's internal control over financial reporting and our tests of its compliance with certain provisions of laws, regulations, contracts and grants. That report is an integral part of an audit performed in accordance with *Government Auditing Standards* and should be read in conjunction with this report in considering the results of our audit.

Our audit was performed for the purpose of forming an opinion on the basic financial statements of the City of Greensboro, North Carolina, taken as a whole. The individual fund financial statements and schedules, 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, and the statistical information 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 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.

Cherry, Beaufort & Holland, L.L.C.

Greensboro, North Carolina
October 30, 2002

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, 2002. 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 on pages i-xi 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 \$702.2 million (*net assets*).
- ❖ The City's net assets increased by \$23.5 million (3.5%) compared to FY 2001. The governmental net assets increased by \$5.5 million (1.7%) and the business-type net assets increased by \$18 million (5.2%) primarily due to equity recognized for contributions made to the Piedmont Triad Regional Water Authority (PTRWA) for the City's interest in the Randleman Dam project.
- ❖ The governmental activities revenue decreased by \$8.6 million, a decrease of 4.2% from last year, primarily due to significant mid-year reductions in state funding. In the City's business-type activities, program revenues increased by \$13.9 million or 17.6% to \$92.9 million. The change in business-type activities is largely due to recording of infrastructure assets, (*water/sewer lines*) donated by developers and income associated with the City's equity interest in PTRWA. City-wide, charges for services increased \$3.1 million or 2.9%.
- ❖ During the year, the City's governmental expenses were \$190.8 million, an increase of \$5.4 million or 2.9% from last year while expenses decreased 1% in the City's business-type activities. Most notable declines in business-type activity expenses were seen in the Coliseum operations due to promotion of fewer events in FY 2002.
- ❖ Of the City's various service areas, Water Resources and Stormwater Services generated sufficient revenues in their programs to cover program expenses as well as the Parking Facilities fees from operations covered operating expenses. No significant new funding sources were noted in FY 2002.
- ❖ The total cost of all City programs increased by \$4.5 million or 1.6% compared to FY 2001.
- ❖ As of the close of the current fiscal year, the City's governmental funds reported combined ending fund balances of \$131.7 million, a decrease of approximately \$10 million in comparison with the prior year. Approximately 63% of this total amount, or \$83.5 million is unreserved, less amounts appropriated for next year's budget. The overall decline in fund balance is largely due to spending of funds previously set aside for certain capital projects, such as the construction of a new public safety training facility. Although the State of North Carolina withheld certain reimbursements due to local government units as a result of statewide budgetary pressures this year, the City accommodated this loss in funding by making corresponding reductions in expenditures in FY 2002. See a discussion of budgetary issues later in this report.

- ❖ At the end of the current fiscal year, the total unreserved fund balance for the General Fund specifically was \$27.3 million, or 15.5% of total general fund expenditures for the fiscal year. Of this balance, \$9.1 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 appropriation. This amounted to \$17.0 million as of June 30, 2002.
- ❖ Charges for services for the City's largest enterprise activity, Water Resources Fund, comprising water and sewer operations increased less than 1% in FY 2002. Although higher user rates were implemented, effective January 1, 2002, water conservation efforts and City-imposed water restrictions due to the ongoing drought conditions in the region, impacted the operating results. The City purchased a water supply from three neighboring municipalities in the current year for approximately \$2.7 million and entered into a water purchase contract arrangement with a fourth community. Payments of \$10.0 million were also made to the PTRWA for construction of the Randleman Dam which should be operational by 2007. 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 equity interest in the Randleman Dam project is \$36.3 million as of June 30, 2002.
- ❖ Deficits of \$143,485 and \$102,580 were reported in the Public Transportation, Series 2003 and the Parks and Recreation, Series 2003 Capital Project Funds and \$116,438 and \$106,950 in the Job Training Consortium and Community Development Grant Funds as of the end of the fiscal year. The City plans to issue general obligation bonds in January 2003 to reimburse costs of capital projects that have already commenced. In addition, the remaining deficits will be funded by reimbursements from other governmental agencies in FY 2003.
- ❖ The General Fund budget for the fiscal year ended June 30, 2002 was adopted with a \$.5825 per \$100 assessed valuation property tax rate, the same tax rate in effect for the prior three fiscal years. This rate includes a levy of \$.02 per \$100 assessed valuation to improve and expand the public transit system.
- ❖ As of June 30, 2002, the City had collected approximately \$172 million or 95% of its amended budgeted General Fund revenues and had incurred \$177 million or 91% of its budgeted expenditures. The net result is a decrease in General Fund fund balance of approximately \$4.6 million. In February 2002, the Governor of the State of North Carolina announced that, among actions taken to address an expected shortfall in the State budget, the State was withholding \$95 million in reimbursements to local governments for inventory and intangible taxes. In addition, more than \$100 million of revenues collected by the State for local governments, including franchise, alcohol and other taxes, were put into escrow. The Governor's actions reduced General Fund receipts for the fiscal year ended June 30, 2002 by almost \$9 million, or approximately 5% of the total General Fund budgeted revenues. Specific actions were authorized by City Council and were aimed directly at reducing expenditures during the balance of the fiscal year ended June 30, 2002. These actions included imposing a hiring and travel/discretionary training expenditure freeze as well as postponing certain capital projects and delaying issuance of debt for the City's bond projects.
- ❖ General Fund budget amendments during FY 2002 netted to approximately \$367,000 with individual increases (decreases) by functional area noted below:

General Government increased by \$5,056,000 to set aside savings generated in other functional areas in response to the state funding shortfalls

Public Safety decreased by (\$3,571,000) primarily in the Staff Services area
 Transportation decreased by (\$868,000)
 Culture and Recreation decreased by (\$645,000)
 Transfers Out decreased (\$28,000)
 Other functional areas increased \$56,000

❖ Key Ratios

	<u>2002</u>	<u>2001</u>	<u>2000</u>
\$ Bonded Debt Per Capita	\$576	\$598	\$696
% Debt Service to General Governmental Expenditures	8.1	9.2	9.9
% Property Tax Collections	98.74	98.77	98.65
% Increase in Assessed Property Valuation	3.1	3.4	5.2

❖ The City's total bonded debt increased by \$1,366,351 and includes issuance of \$10 million in bond anticipation notes due to mature in February 2003 and scheduled principal retirements. The City intends to issue approximately \$45 to \$50 million in General Obligation Bonds in January 2003 that are part of the \$135.9 million bond referendum approved by voters in November 2000. In September 2002, the City also took advantage of historically low interest rates and refunded a portion of its Parking Facilities Certificates of Participation and achieved a present value interest savings of \$1,012,388 over the remaining term of the certificates which mature on December 1, 2008. Interest rates on the City's variable rate debt were 1.25% and 1.95% respectively for tax-exempt and taxable obligations at June 30, 2002.

❖ The City of Greensboro maintained its AAA and Aa1 general obligation credit rating from Standard & Poor's and Moody's Investors Service. Ratings for other types of debt obligations were re-affirmed as follows:

Standard & Poor's

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

Moody's

General Obligation Bonds	Currently Aa1	Target	Aaa
Certificates of Participation	Currently Aa2	Target	Aa1
Enterprise System Revenue Bonds	Currently Aa3	Target	Aa1

Fitch IBCA

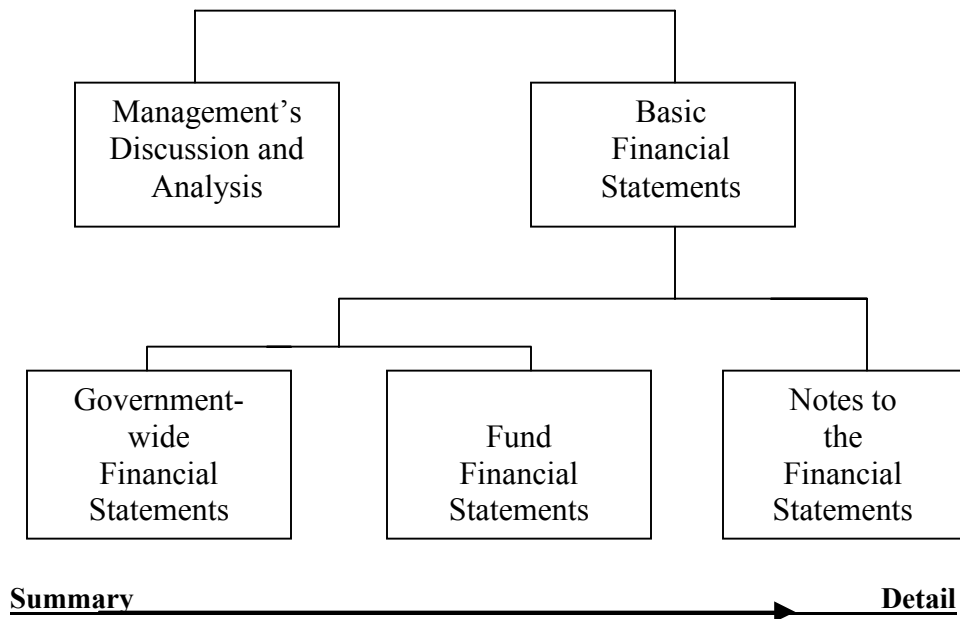
Enterprise System Revenue Bonds	Currently AA	Target	AA+
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OVERVIEW OF THE FINANCIAL STATEMENTS

This discussion and analysis are intended to serve as an introduction to the City of Greensboro's basic financial statements. The new financial statements, implemented in FY 2002, 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 which 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 and state and federal grants finance most of these activities.

Business-Type Activities- The City charges fees to customers to help it cover the costs of certain services it provides. The City's water and sewer system, parking facilities, solid waste facilities, coliseum, and water resources are included here as well as certain golf course operations.

Component Units- The City includes three other discretely presented component entities in its report—Greensboro Housing Partnership Development, Inc., the Alcoholic Beverage Control (ABC) Board and the Greensboro Transit Authority. The activities of Greensboro Center City Corporation 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 extensive board member appointments by City officials.

The government-wide financial statements can be found on pages 2 - 5 of this report.

B. Fund Financial Statements

The fund financial statements provide more detailed information about the City's major funds while focusing on the fiscal accountability. Funds are accounting devices that the City uses to keep track of specific sources of funding, such as those required by state law and bond covenants, and spending for particular purposes. 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, 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 basic governmental fund financial statements can be found on pages 6 - 11 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 126 – 147.

The basic proprietary fund financial statements can be found on pages 12 - 19 of this report.

Fiduciary Funds- The City is the trustee, or fiduciary, for its Police Special Separation Allowance Pension Trust. The City is responsible for ensuring that the assets reported in this fund 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 25 - 26 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 30 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 to certain of its employees. Required supplementary information can be found on pages 31 - 32 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. Combining and individual fund statements and schedules can be found on pages starting on page 33 of this report.

GOVERNMENT-WIDE FINANCIAL ANALYSIS

The government-wide financial statements for the fiscal year ended June 30, 2002 represent a new look for the City of Greensboro. Prior to this year, 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 are mandated by the Governmental Accounting Standards Board (GASB). GASB Statement No. 34 dictated the changes you see in the City of Greensboro's financial reports as well as those of many other units of government. While the City of Greensboro was required to implement these changes for the fiscal year ended June 30, 2002, other units may not be required to implement until 2003 or 2004.

Because of the new reporting model, comparative data for all parts of this report may not be available. When comparative numbers are accessible, they have been included. Future years' reports will have more comparative data that will allow more opportunities for comparative analysis.

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 \$702,210,818 at the close of June 30, 2002 compared to \$678,651,604 in the previous year. The net assets for the City as a whole increased 3.5% at June 30, 2002. This increase of \$24 million represents \$18 million due to accounting for the City's equity interest in its contributions to the PTRWA for construction of the Randleman Dam and an additional \$6 million more resulting from governmental activities.

The largest portion of the City of Greensboro's net assets \$451,982,679 (64%) represents its investment in capital assets (e.g. land, building, machinery, and equipment), less any related debt used to acquire those assets that is still outstanding. The resources needed to repay the debt must be provided from sources other than capital assets, since it cannot be used to liquidate the liabilities.

An additional portion of the City of Greensboro's net assets \$103,396,015 (15%), represents resources that are subject to 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 \$111,750,467 at June 30, 2001 to \$146,832,124 (21%) at the end of this year. However, it should be noted that of this total reported "unrestricted" amount, only approximately \$26 million is available and unobligated to finance additional day-to-day governmental activities or unforeseen circumstances in the future.

Several particular aspects of the City's financial operations positively influenced total governmental net assets. Despite loss of state funding this year and as a consequence reduced levels of expenditures in FY 2002, the City's taxes from other governmental sources generated sufficient resources to cover basic service delivery, without significant service reductions. However, the amount of excess revenues recorded this year compared to previous years, narrowed considerably. Lower "restricted" net assets and increased investment in capital assets, net of related debt is largely a function of the City's expansive construction activity funded by prior bond proceeds.

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

	Governmental		Business-Type		Total		Total Percent Change 01-02
	Activities		Activities				
	2001	2002	2001	2002	2001	2002	
Current and Other Assets	\$236,856	\$229,828	\$136,436	\$137,501	\$ 373,292	\$ 367,329	(1.6)%
Capital Assets, Net	317,633	339,997	401,741	412,986	719,374	752,983	4.7%
Total Assets	<u>554,489</u>	<u>569,825</u>	<u>538,177</u>	<u>550,487</u>	<u>1,092,666</u>	<u>1,120,312</u>	2.5%
Long-Term Debt Outstanding	193,911	201,190	173,003	167,090	366,914	368,280	.4%
Other Liabilities	26,900	29,419	20,200	20,402	47,100	49,821	5.8%
Total Liabilities	<u>220,811</u>	<u>230,609</u>	<u>193,203</u>	<u>187,492</u>	<u>414,014</u>	<u>418,101</u>	1.0%
Net Assets Invested in Capital Assets,	333,678	339,216	344,974	362,995	678,652	702,211	3.5%
Net of Related Debt	161,889	188,505	263,192	263,478	425,081	451,983	6.3%
Restricted	108,442	70,317	33,378	33,079	141,820	103,396	(27.1)%
Unrestricted	<u>63,347</u>	<u>80,394</u>	<u>48,404</u>	<u>66,438</u>	<u>111,751</u>	<u>146,832</u>	31.4%
Total Net Assets	<u>\$333,678</u>	<u>\$339,216</u>	<u>\$344,974</u>	<u>\$362,995</u>	<u>\$ 678,652</u>	<u>\$ 702,211</u>	3.5%

*For more detailed information, see the Statement of Net Assets on page 2.

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

	<u>Governmental</u> <u>Activities</u>		<u>Business-Type</u> <u>Activities</u>		<u>Total</u>	
	<u>2001</u>	<u>2002</u>	<u>2001</u>	<u>2002</u>	<u>2001</u>	<u>2002</u>
Revenues:						
Program Revenues:						
Charges for Services	\$27,999	\$32,343	\$77,623	\$76,470	\$105,622	\$108,813
Operating Grants and Contributions	17,386	15,408	2		17,388	15,408
Capital Grants and Contributions	1,017	930	1,355	16,387	2,372	17,317
General Revenues:						
Property Taxes	90,157	93,812			90,157	93,812
Other Taxes	53,281	43,112			53,281	43,112
Investment Income	14,721	9,142	5,671	3,314	20,392	12,456
Other	10,015	10,598	2,673	1,274	12,688	11,872
Total Revenues	214,576	205,345	87,324	97,445	301,900	302,790
Expenses:						
General Government	29,430	28,695			29,430	28,695
Public Safety	70,517	73,864			70,517	73,864
Transportation	18,467	18,655			18,467	18,655
Engineering and Inspections	9,701	15,428			9,701	15,428
Environmental Services	2,864	993			2,864	993
Culture and Recreation	29,820	28,757			29,820	28,757
Community Development and Housing	8,863	10,711			8,863	10,711
Economic Opportunity	1,803	2,319			1,803	2,319
Water Resources	2,461	2,401			2,461	2,401
Intergovernmental	973	1,037			973	1,037
Interest on Long-Term Debt	10,255	7,726			10,255	7,726
Fees, Other	201	192			201	192
Water Resources			47,457	48,627	47,457	48,627
War Memorial Coliseum			17,414	15,269	17,414	15,269
Solid Waste Management			19,767	19,596	19,767	19,596
Parking Facilities			2,268	2,113	2,268	2,113
Bryan Park			2,511	2,848	2,511	2,848
Total Expenses	185,355	190,778	89,417	88,453	274,772	279,231
Net Increase in Net Assets Before Transfers	29,221	14,567	(2,093)	8,992	27,128	23,559

	Governmental Activities		Business-Type Activities		Total	
	<u>2001</u>	<u>2002</u>	<u>2001</u>	<u>2002</u>	<u>2001</u>	<u>2002</u>
	Transfers	(9,707)	(9,029)	9,707	9,029	
Increase in Net Assets	19,514	5,538	7,614	18,021	27,128	23,559
Net Assets - July 1	314,164	333,678	337,360	344,974	651,524	678,652
Net Assets - June 30	<u>\$333,678</u>	<u>\$339,216</u>	<u>\$344,974</u>	<u>\$362,995</u>	<u>\$678,652</u>	<u>\$702,211</u>

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

	<u>FY 2001</u>	<u>FY2002</u>	<u>\$ Change</u>	<u>% Change</u>
Interest Revenue	\$14,721	\$9,142	\$(5,579)	(37.9)%
Interest Expense	<u>10,455</u>	<u>7,917</u>	<u>(2,538)</u>	(24.3)%
Net	\$ <u>4,266</u>	\$ <u>1,225</u>	\$ <u>(3,041)</u>	(71.3)%

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

	<u>FY 2001</u>	<u>FY2002</u>	<u>\$ Change</u>	<u>% Change</u>
Interest Revenue	\$5,671	\$ 3,315	\$(2,356)	(41.5)%
Interest Expense	<u>6,494</u>	<u>6,348</u>	<u>(146)</u>	(2.2)%
Net	\$ <u>(823)</u>	\$ <u>(3,033)</u>	\$ <u>(2,210)</u>	(168.5)%

A. Governmental Activities

Governmental activities increased the City's net assets by approximately \$6 million, thereby accounting for 23.5% of the total growth. Key elements of this increase are as follows:

While the net cost of program services increased by 4.4% or approximately \$6 million, savings in general government debt service due to interest rate declines helped to offset more than \$2.5 million of the difference. There was no change in the property tax rate in the current year, however, gains in assessed property valuation contributed more than \$3.7 million more in general revenues.

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

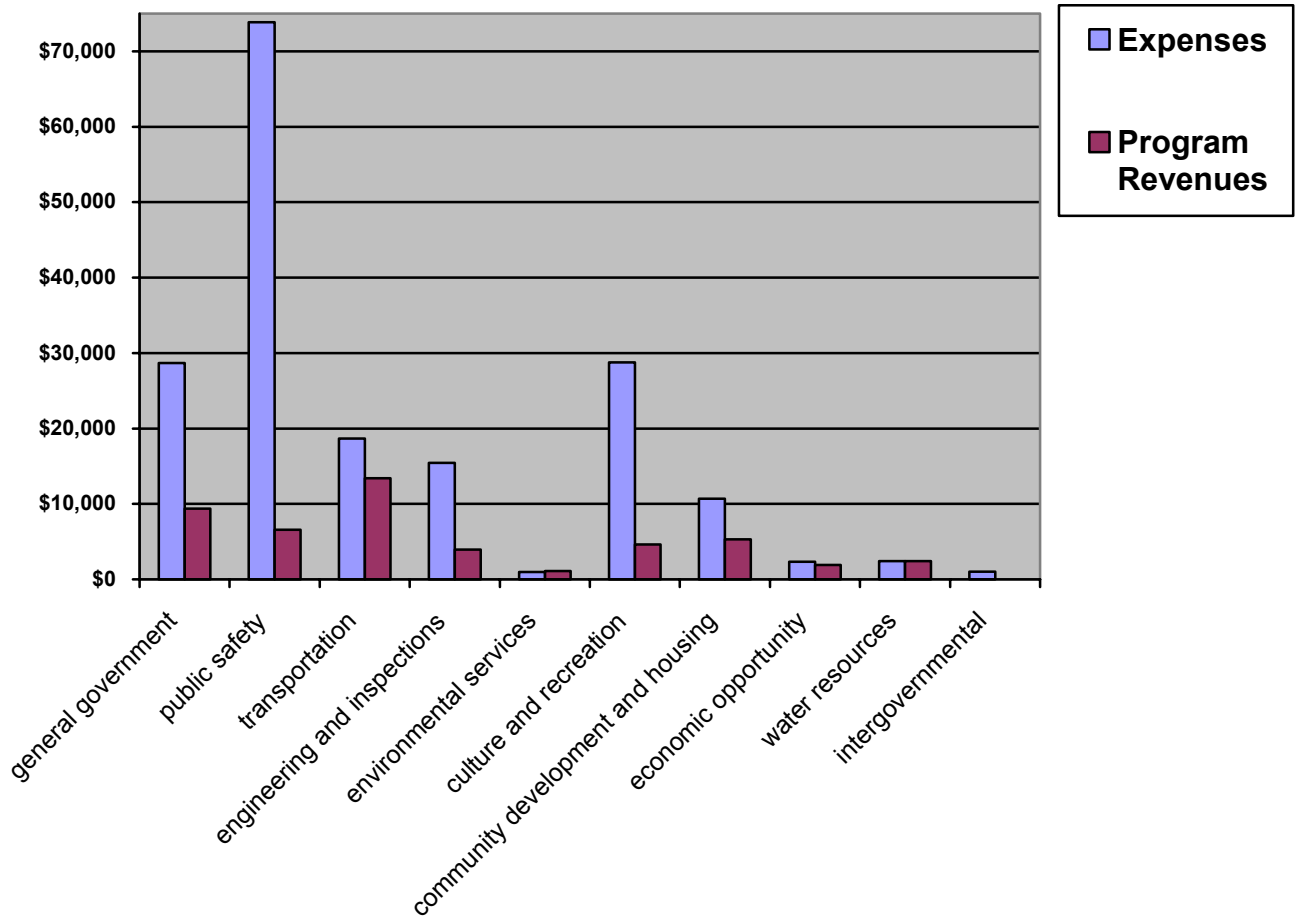


Table A-4
Net Cost – Governmental Activities
(In thousands of dollars)

	Total Cost of Services			% Change 01-02	Net Cost Of Services		% Change 01-02
	<u>2001</u>	<u>2002</u>			<u>2001</u>	<u>2002</u>	
	General Government	\$ 29,430	\$ 28,695		(2.5)	\$ (20,765)	
Public Safety	70,517	73,864	4.7	(65,364)	(67,283)	(2.9)	
Transportation	18,467	18,655	1.0	(7,625)	(5,263)	31.0	
Engineering and Inspections	9,701	15,428	59.0	(4,546)	(11,477)	(152.5)	
Environmental Services	2,864	993	(65.3)	(665)	112	117.0	
Culture and Recreation	29,820	28,757	(3.6)	(24,897)	(24,136)	3.1	
Community Development and Housing	8,863	10,711	20.9	(2,864)	(5,393)	(88.3)	
Economic Opportunity	1,803	2,319	28.6	(344)	(396)	(15.1)	
Water Resources	2,461	2,401	(2.4)	(472)	25	105.3	
Intergovernmental	973	1,037	6.6	(973)	(1,037)	(6.6)	
Total	<u>\$174,899</u>	<u>\$182,860</u>	4.6	<u>\$(128,515)</u>	<u>\$(134,181)</u>	(4.4)	

B. Business-Type Activities

Business-type activities increased the City of Greensboro’s net assets by \$18 million, and account for 51.7 % of the total \$702 million. Key elements of this increase are as follows.

1) *Enterprise Funds*

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

Depreciation is computed on all depreciable plant and equipment and is reflected as an operating expense. The following schedule reflects the change in net assets before and after depreciation 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>Enterprise Activities</u>	<u>Change in Net Assets</u> <u>Before Depreciation</u>		<u>Change in Net Assets</u> <u>After Depreciation</u>	
	<u>2001</u>	<u>2002</u>	<u>2001</u>	<u>2002</u>
	Water Resources	\$13,172	\$26,388	\$ 6,196
War Memorial Coliseum	(15)	(701)	(2,054)	(2,732)
Bryan Park	62	5	(107)	(259)
Parking Facilities	1,486	1,377	1,023	916
Solid Waste Management	3,534	2,598	2,204	1,413
Total	<u>\$18,239</u>	<u>\$29,667</u>	<u>\$7,262</u>	<u>\$16,323</u>

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 \$46,878,516 as compared to \$46,570,369 for the preceding year, an increase of .7%. Operating expenses totaled \$43,969,426 as compared to \$41,867,595 for the preceding year, an increase of 5%. A water rate increase was effective January 1, 2002, however, due to increased conservation and City-imposed water restrictions operating revenues increased only modestly. Water conservation efforts, along with securing agreements for additional water supply from neighboring cities will help alleviate any short-term demand on the system, as well as provide for future dry periods until the Randleman Dam is completed in 2007. Final permits for that project were received following final publication of the Corps of Engineers Environmental Impact Statement last year. The City has established a capital reserve account to provide for future water and sewer system needs. An account balance of \$25,965,436 is available in the restricted assets total of the Water Resources Fund. This reserve will be used primarily to fund contributions to the Piedmont Triad Regional Water Authority (PTRWA) for the Randleman Dam, Lake and Water Plant Project. PTRWA initiated construction of the Dam and spent more than \$18 million on the project in the current year. The significant change in net assets compared to the prior year resulted from a capital contribution of \$7.7 million for donated water and sewer lines from area developers and recognition of \$8.6 million in income from the City's equity interest in PTRWA, offset by decreased interest earnings.

3) *War Memorial Coliseum Fund*

Charges for current services totaled \$10,698,668 as compared to \$13,498,485 for the preceding year, a decrease of 21%. The Coliseum currently has lease agreements with an East Coast Hockey League team and an Arena Football 2 League team to play at the Coliseum venue. The total number of events in FY 2001-02 decreased from 892 to 728 with attendance at approximately 1 million compared to 1.4 last year. Operating expenses totaled \$14,595,830 as compared to \$17,083,308 for the preceding year, a decrease of 14.6%. The General Fund contributed \$1,750,000 toward Coliseum operating activities this year. Lower than normal attendance is largely due to the effects associated with the September 11, 2001 national tragedy.

The War Memorial Coliseum Fund is not charged with the retirement of its general long-term debt. City residents have voted to tax themselves for the cost of major bond-financed improvements. Proceeds of the Hotel/Motel Room Occupancy Tax will retire the debt on improvements financed with certificates of participation, except for catering kitchen improvements to be funded from catering revenues.

4) *Bryan Park Fund*

Charges for current services totaled \$2,112,020 as compared to \$1,966,232 for the preceding year, an increase of 7.4%. Operating expenses totaled \$2,874,563 as compared to \$2,455,276 for the preceding year, an increase of 17.1%. Operating transfers to the park totaled \$489,755 in order to support operations. The Bryan Park Complex consists of two 18-hole golf courses, driving range, pro shop and clubhouse accounted for as an Enterprise Fund.

5) *Parking Facilities Fund*

Charges for current services totaled \$2,122,578 as compared to \$2,198,185 for the preceding year, a decrease of 3.4%. Operating expenses totaled \$1,307,071 as compared to \$1,318,938 for the preceding year, a decrease of .9%. This fund incurs interest payments on outstanding debt for parking facilities certificates of participation. General Fund support in FY 2001-02 totaled \$846,325.

6) *Solid Waste Management Fund*

Charges for current services totaled \$14,368,025 as compared to \$13,389,932 for the preceding year, an increase of 7.3%. Automated collection fees and bulk container service fees were increased during FY 2001-02 with additional fee increases for residential and commercial customers planned for 2003 to support mandated improvements. Operating expenses totaled \$20,052,641 as compared to \$18,915,248 for the preceding year, an increase of 6%. The General Fund contributed \$6,833,333 million to finance the cost of solid waste collection.

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

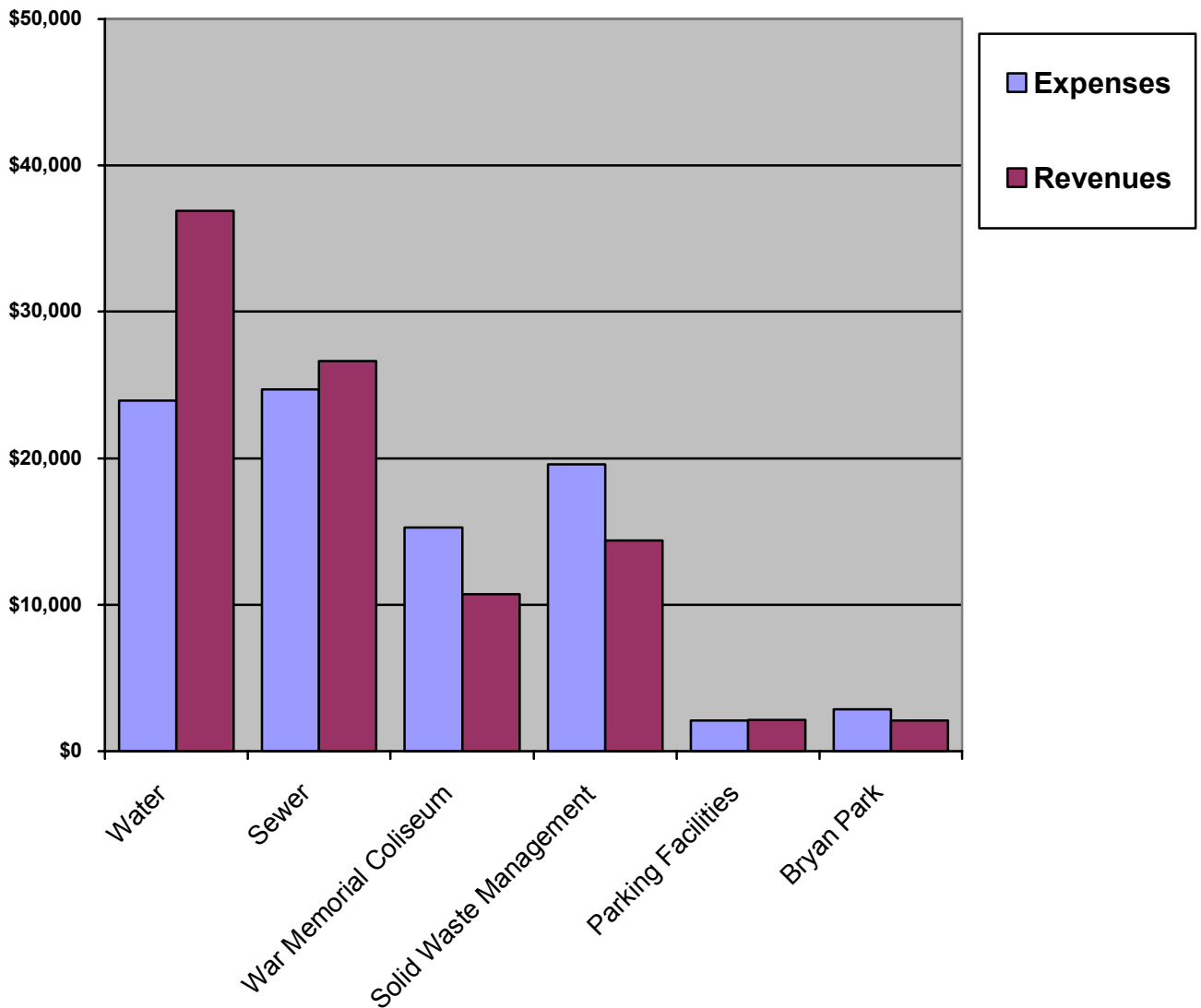
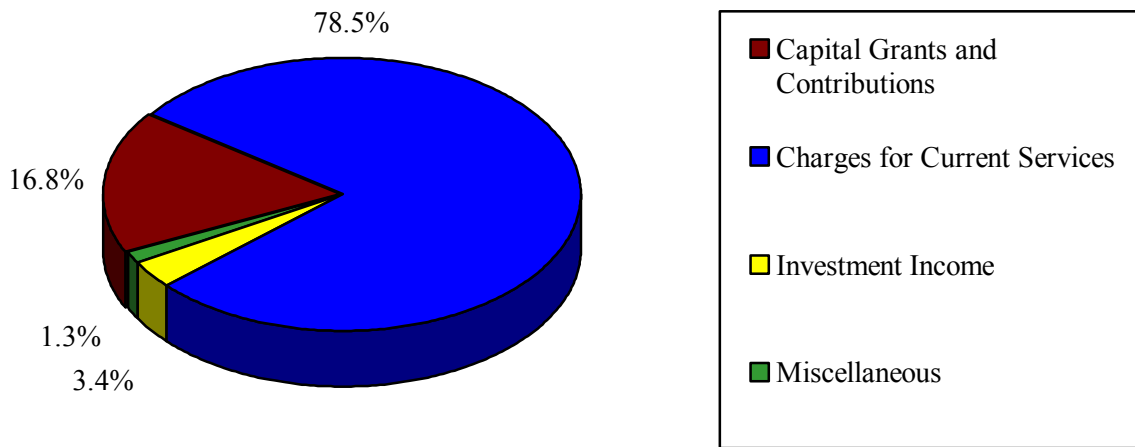


Figure 4
Revenues by Sources – Business-Type Activities



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, 2002, governmental funds reported a combined fund balance of \$131,666,484, a decrease of approximately \$10 million in comparison with June 2001. \$34,047,514 or 26% 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 the 911 wireless emergency system and 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, \$27,259,715, exemplifies 50.7% of the total General Fund fund balance. Of this amount, \$9,115,120 is designated for appropriation in next year's budget, \$1,161,852 is designated for hazardous waste material collection, and \$16,982,743 or 9% of the subsequent years' budget is undesignated and retained for working capital purposes as well as unforeseen emergencies.

The Debt Service Fund has a total fund balance of \$16,775,399 compared to \$13,392,017 in the prior year. All amounts are designated for debt service in FY 2003 (\$2,107,260) and succeeding years.

Key factors explaining the decrease of the City's overall fund balance are as follows:

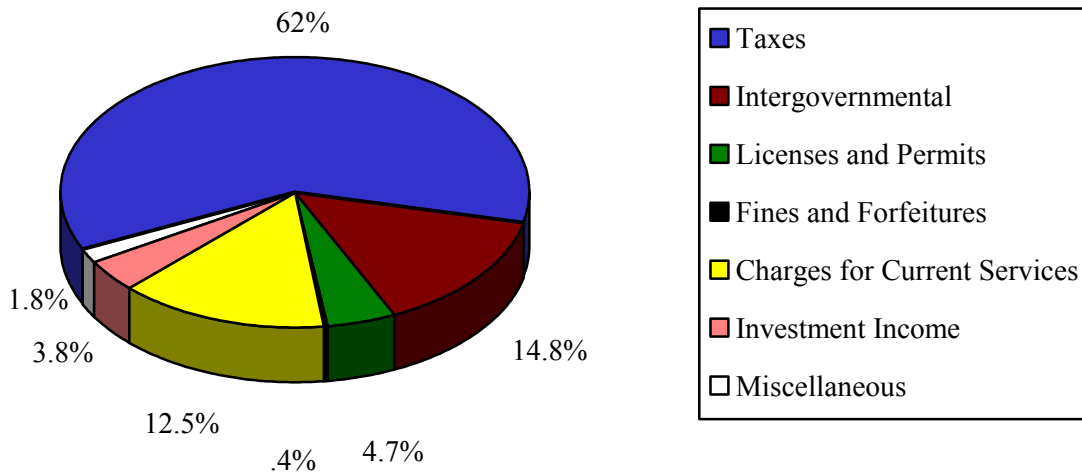
- ❖ Construction activity accounted for the largest use of cash in the governmental funds, with over \$20 million spent on ongoing bond-financed capital projects, primarily for Public Safety and Transportation needs. An additional \$10 million was also received in the current year from the proceeds of Bond Anticipation Notes to finance these projects prior to issuance of the General Obligation Bonds in spring 2003. Capital assets are not recorded in the

governmental fund financial statements as they do not represent available, spendable resources.

The increase of 4.3% in total general governmental expenditures in the amount of \$8.1 million is primarily attributable to increased police and fire funding as well as transportation improvements. Debt service on general government debt decreased \$1.8 million overall, due to a favorable interest rate environment.

Revenues for general governmental functions (General, Special Revenue and Debt Service Funds) amounted to \$201,983,220 for the fiscal year ended June 30, 2002 and are comprised of various sources as shown in the following graph:

Figure 5
Revenues by Sources – Governmental Activities



Property tax collections, including delinquent amounts, were \$98,651,708. The current year rate of collections decreased .03% as compared to the previous year, from 98.77% to 98.74%.

The property tax rate remained stable in FY 2001-02. Tax rates for the current and three preceding fiscal years were adopted, as follows:

	<u>2002</u>	<u>2001</u>	<u>2000</u>	<u>1999</u>
General Fund	\$.5625	\$.5625	\$.5675	\$.5675
Transit Authority	<u>.0200</u>	<u>.0200</u>	<u>.0150</u>	<u>.0150</u>
Total Tax Rate	<u>\$.5825</u>	<u>\$.5825</u>	<u>\$.5825</u>	<u>\$.5825</u>

The local option sales tax collection amounted to \$28,609,704 as compared to the previous year's collection of \$29,764,504 a decrease of \$1,154,800 or 3.9% from last year. This decrease is attributable to a weakened economy in the Triad region and the state during the past year. The distribution requires that 1% be distributed back to the point of sale while the remaining 1% is distributed statewide based upon population.

Intergovernmental Revenues amounted to \$29,789,517 as compared to previous year revenues of \$38,615,490, a decrease of 23% from last year. State-shared and grant revenues are a major source of funding for municipal operations and services, with intergovernmental revenues comprising 14.8% of total general governmental revenues, as compared to 18.5% in the previous year. The decline is attributable to State decisions to withhold approximately \$9 million in state reimbursements to the City in FY 2001-02 due to statewide budgetary constraints.

Licenses and permits amounted to \$9,436,921 compared to previous year revenues of \$9,370,223, an increase of .7%.

Fines and forfeitures amounted to \$849,289 as compared to the previous year's collection of \$951,892, a decrease of 12.1% over last year. The decrease is primarily due to a change in classification for reporting receipts from the Red Light Camera program. These receipts are now reported as "Charges for Current Services".

Charges for current services amounted to \$25,431,823 as compared to the previous year's revenue of \$22,650,699 an increase of 12.3% from last year. The increase is primarily attributable to additional collections in the General Fund and new receipts from the Red Light Camera program which generated approximately \$579,000 in net revenues since inception of the program in February 2001. These revenues have been used to purchase back-up generators for traffic signals and to fund the Police Department's Safety Town.

A. 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 and Major Special Revenue Fund Budgetary Highlights

The General Fund budget for FY 2001-02 was adopted at \$194,012,325 and represents an increase of 3.5% over the revised FY 2000-01 budget. Additional funding was provided for increased police and fire staff, public safety technology advances and renovations to a number of buildings and City facilities, including Parks and Recreational areas. The Housing Partnership Revolving Fund budget was adopted at \$3,199,335 or a decrease of 12% compared to the final budget in the prior year. General Fund support to the Housing Partnership Revolving Fund includes one cent 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. Approximately \$776,000 less than budgeted was spent on housing projects in the current year, primarily in the single family area due to fewer loan applications resulting from the economic trend and certain project delays.

Capital Asset and Debt Administration

A. Capital Assets

The City's investment in capital assets for both its governmental and business-type activities as of June 30, 2002, amounts to \$751,920,795 (net of accumulated depreciation). These assets include buildings, roads and bridges, land, machinery and equipment, park facilities and vehicles among other types of assets. This investment represents an increase of \$32,550,128 or 4.5% over the prior year.

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

	Governmental		Business-Type		Total	
	<u>Activities</u>		<u>Activities</u>			
	<u>2001</u>	<u>2002</u>	<u>2001</u>	<u>2002</u>	<u>2001</u>	<u>2002</u>
Land	\$ 45,133	\$ 46,794	\$ 36,031	\$ 34,371	\$81,164	\$81,165
Construction in Progress	15,951	36,371	41,711	48,693	57,662	85,064
Buildings	45,364	45,198	130,266	133,202	175,630	178,400
Improvements Other Than Buildings	1,197	2,164	14,338	13,226	15,535	15,390
Furniture, Fixtures, Machinery and Equipment	38,105	40,372	10,465	9,355	48,570	49,727
Infrastructure	171,880	168,036	168,930	174,139	340,810	342,175
Total Capital Assets	<u>\$317,630</u>	<u>\$338,935</u>	<u>\$401,741</u>	<u>\$412,986</u>	<u>\$719,371</u>	<u>\$751,921</u>

This year's major capital asset additions included:

- Expansion of Phase III of the Osborne Wastewater Treatment plant, estimated at a total cost of \$40 million along with various sediment basin improvements and sewer rehabilitation.
- Over \$6 million was spent on construction of the new Public Safety Training Facility which is scheduled for completion in November 2002.
- Transportation improvements were continued in development of GTA's Multi Modal Transportation Center in downtown Greensboro, at a total project budget of \$19 million.

Construction in progress for governmental-type and business-type capital assets total \$36,371,428 and \$48,693,020, respectively as of June 30,2002. No major demolitions were recorded this year.

The City adopted the FY 2002-2008 Capital Improvements Program (CIP) totaling \$377,388,036 or an 8% decline from the prior year plan amounts. 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	39%
Transportation	32%
Culture and Recreation	13%
Public Safety	8%
Economic and Community Development	6%
General Government	<u>2%</u>
	100%

Table C-3
CIP Funding Sources – 5 Year Plan

<u>CIP Funding Source</u>	<u>% of Total CIP</u>
Authorized Bonds	37%
Revenue Bonds	25%
Miscellaneous Sources	13%
Enterprise Funds	11%
Grants/Other	5%
Unauthorized Bonds	5%
General Fund/Capital Reserve	<u>4%</u>
	100%

Additional information on the City’s capital assets can be found in Note I.D.5 and IV.C of this report.

B. Long-Term Debt

As of June 30, 2002, the City had total bonded debt outstanding of \$295,565,000 million, with \$154,565,000 million backed by the full faith, credit and taxing power of the City.

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>2001</u>	<u>2002</u>	<u>2001</u>	<u>2002</u>	<u>2001</u>	<u>2002</u>
General Obligation Bonds	\$148,635	\$148,730	\$ 6,885	\$ 5,835	\$155,520	\$154,565
Special Obligation Bonds			14,305	13,400	14,305	13,400
Revenue Bonds			129,605	127,600	129,605	127,600
Total	<u>\$148,635</u>	<u>\$148,730</u>	<u>\$150,795</u>	<u>\$146,835</u>	<u>\$299,430</u>	<u>\$295,565</u>

The City’s total debt increased by \$17 million during the current fiscal year with \$10 million of new debt resulting from the issuance of public improvement bond anticipation notes. The issuance of these notes supports continued enhancements of the capital projects program. The short-term notes were issued in anticipation of the general obligation bonds to be issued in the spring of 2003. These bonds are for various capital projects including street improvements and several facilities such as a fire station, law enforcement facility and a library. To accommodate these and future projects and to help offset any further decreased funding from State sources, the property tax rate increased \$.035 per \$100 assessed valuation in FY 2003. The City also issued \$7 million in Certificates of Participation for the purchase of equipment.

The City of Greensboro has a general obligation bond rating of Aa1 from Moody’s Investor Service and an AAA rating from Standard and Poor’s Corporation. 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 a strong and diverse economy, 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 despite the State budget crisis. 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 \$995,746,229. The City has \$128,400,000 in bonds authorized but unissued at June 30, 2002, excluding \$10 million in Bond Anticipation Notes outstanding.

On September 18, 2002, the City issued \$11,770,000 in Certificates of Participation to refund all of the outstanding 1991 Parking Facilities Certificates and \$1,505,000 in additional funds to pay the costs of improvements to and renovation of an existing City-owned parking deck. The Certificates were issued with a 3% coupon and associated premium of \$200,362 and generated present value interest savings in excess of \$1 million over the life of the certificates, which mature in December 2008.

On October 8, 2002, the City entered into two master agreements to reduce interest rate exposure on the City's variable rate debt outstanding. An interest rate swap was executed pertaining to \$13,600,000 Series 1994B and \$5,700,000 Series 1998 Tax Exempt General Obligation Bonds. Terms of the agreement call for the City to make fixed interest payments to a third party until final maturity of the bonds as follows:

\$13,600,000	4/1/14	2.92%
5,700,000	4/1/19-20	3.46%

The City will receive payments associated with the bonds at 67% of the US 1-Month LIBOR Index. In addition, the City has executed an interest rate cap agreement at 6% for its \$6,300,000 Series 1998 Taxable General Obligation Bonds, terminating in five years. In August 2002, the City converted \$3,078,000 of its HUD Section 108 variable note to a fixed rate obligation with interest rates ranging from 1.75% to 6.12%, maturing in 2022.

In August 2002, the City authorized an additional loan guarantee in the amount of \$215,000 for GHDP in conjunction with the development of the Southside neighborhood. The guaranteed portion of the outstanding loan would be paid by GHDP with a pledge of 25% of the proceeds from the sale of each newly constructed home unit.

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

Economic Factors and Next Year's Budgets and Rates

The level of Greensboro unemployment has increased in the past year to 7.2%, up from 4.8% in June 2001. The most notable change is in the regional textile industry which has reported successive employment declines in recent years due to increased overseas manufacturing. The City's unemployment rate is higher compared to a statewide rate of 6.9%, but has begun to decline in FY 2003.

Durable spending in construction dollars, according to residential and commercial building permit activity increased by approximately \$452 million in FY 2002. Revenue generated from privilege licenses and construction permits within the City increased by 1.6% during the year.

The property tax base increased by 3.1% to \$16.7 billion in the fiscal year ended June 30, 2002. A slowing economy affected collection of sales tax receipts, with a decline of 3.9% reported in local option

sales tax revenue. The City also experienced a 7.7% decline in hotel/motel occupancy tax receipts for the fiscal year ended June 30, 2002.

The City's adopted budget for the fiscal year ending June 30, 2003 assumes that the City will not receive traditional reimbursements from the State that replace revenues lost due to the repealed inventory and intangibles tax and franchise reimbursements of approximately \$8 million. The adopted property tax increase of \$.035 per \$100 assessed valuation, along with approximately \$2 million of program cuts in the General Fund are expected to offset this revenue shortfall. There are no significant City service enhancements planned for the fiscal year ending June 30, 2003.

City management has reaffirmed its intention to continue to maintain the undesignated General Fund balance at 9% of the 2003 fiscal year budget.

Considering the above indicators when adopting the operating budget for the next fiscal year, the City's adopted FY 2002-03 budget decreased 3% or \$10.3 million to \$313,416,085.

Budget Highlights for the Fiscal Year Ending June 30, 2003

Governmental Activities:

In order to continue emphasizing the City's strategic priorities for Natural Resource/Growth Management, Public Safety, Maintenance of City Investments and Community Relations in FY 2003, certain funds from other projects needed to be reallocated, due to uncertainties surrounding State funding. Reductions amounted to over \$2 million in service cuts in the General Fund with a net reduction of approximately 17.5 full time equivalent positions. Funds were included in the FY 2003 budget to begin implementing upgrades to the Police Case Processing and Field Reporting Systems, the City's top technology project. Funding was also included to open the Public Safety Training Facility and a new Police Sub-station in District #3. Support will also be given to maintenance needs throughout the Park System and for operations of the new Carolyn Allen Park.

Business-Type Activities:

Bonds to be sold in 2003 will fund such projects as the Reedy Fork Lift Station Replacement, the Aycock Street Water Tank Replacement and major electrical and pump motor upgrades at the Lake Townsend Facility. Water service rates are projected to increase by approximately 10% to cover the costs of purchased water and to help offset debt service costs associated with these and previously sold revenue bonds.

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 Finance Department, P.O. Box 3136, Greensboro, North Carolina 27402-3136 or by calling (336) 373-2077.

**City of Greensboro
Statement of Net Assets
June 30, 2002**

ASSETS	Primary Government			Component Units
	Governmental Activities	Business-Type Activities	Total	
Cash and Cash Equivalents/Investments	\$ 112,726,371	\$ 31,532,082	\$ 144,258,453	\$ 1,566,866
Receivables, Net				
Taxes	2,696,212		2,696,212	73,174
Accounts, Notes and Mortgages	27,171,622	8,930,708	36,102,330	2,746,222
Assessments	130,955		130,955	
Intergovernmental	14,955,177	346,948	15,302,125	511,324
Interest	1,251,049	520,639	1,771,688	1,350,243
Real Estate Foreclosed	243,518		243,518	
Internal Receivables		2,628,006	2,628,006	
Due from Component Unit	518,559		518,559	
Inventories	1,328,256	1,129,565	2,457,821	1,938,425
Miscellaneous	500,623	1,182,570	1,683,193	111,894
Assets Held for Resale	95,180		95,180	
Self-Funded Retention Deposits	11,548,249		11,548,249	
Deferred Charges	2,500		2,500	
Internal Receivables-Long Term	117,488		117,488	
Long-Term Note Receivable				14,955,263
Investment in Joint Venture		36,254,465	36,254,465	
Restricted Assets:				
Temporarily Restricted:				
Cash and Cash Equivalents/Investments	54,625,681	52,648,190	107,273,871	
Receivables, (Net):				
Assessments	18,151	583,474	601,625	
Intergovernmental	29,865	230,442	260,307	
Miscellaneous	2,250	1,513,808	1,516,058	
Permanently Restricted:				
Cash and Cash Equivalents/Investments	1,866,141		1,866,141	
Capital Assets, Net				
Net Pension Asset	1,062,262		1,062,262	
Non-Depreciable:				
Land	46,793,731	34,371,266	81,164,997	1,607,057
Construction in Progress	36,371,428	48,693,020	85,064,448	9,375,621
Depreciable:				
Land Improvements	6,760,695	16,451,110	23,211,805	2,022
Accumulated Depreciation	(4,605,410)	(10,077,091)	(14,682,501)	(303)
Buildings	76,739,922	181,433,121	258,173,043	4,229,584
Accumulated Depreciation	(31,541,777)	(48,231,756)	(79,773,533)	(959,757)
Improvements Other than Buildings	11,108	9,124,179	9,135,287	200,319
Accumulated Depreciation	(2,797)	(2,271,964)	(2,274,761)	(161,564)
Furniture, Fixtures, Machinery and Equipment	94,646,170	38,174,306	132,820,476	6,491,319
Accumulated Depreciation	(54,274,046)	(28,819,729)	(83,093,775)	(3,232,227)
Infrastructure	283,228,435	270,223,627	553,452,062	
Accumulated Depreciation	(115,192,199)	(96,084,554)	(211,276,753)	
Total Assets	<u>\$ 569,825,369</u>	<u>\$ 550,486,432</u>	<u>\$ 1,120,311,801</u>	<u>\$ 40,805,482</u>

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

LIABILITIES	Primary Government			Component Units
	Governmental Activities	Business-Type Activities	Total (1)	
Accounts Payable	\$ 5,356,053	\$ 2,180,458	\$ 7,536,511	\$ 1,290,101
Contracts/Retainage Payable	1,330,577	732,779	2,063,356	1,135,691
Intergovernmental Payable	2,054,956	598,918	2,653,874	1,053
Customer Deposits Payable	5,000		5,000	
Accrued Interest Payable	1,597,813	68,415	1,666,228	
Internal Payable	2,628,006		2,628,006	
Due to Primary Government				518,559
Miscellaneous	74,668		74,668	54,450
Unearned Revenues	5,634,162		5,634,162	487,145
Liabilities Payable from Restricted Assets:				
Accounts Payable	3,129		3,129	
Contracts/Retainage Payable	2,434,239		2,434,239	
Intergovernmental Payable	169		169	
Accrued Interest Payable		534,174	534,174	
Accrued Landfill Liability		500,000	500,000	
Miscellaneous	612,883		612,883	
Noncurrent Liabilities:				
Due Within One Year:				
General Obligation Bonds	19,945,000	1,095,000	21,040,000	
Lease Purchase and Other Financing Agreements Payable	1,411,030	344,942	1,755,972	
Revenue Bonds		3,170,000	3,170,000	
Special Obligation Bonds Payable		950,000	950,000	
Certificates of Participation Payable	5,087,205	1,452,795	6,540,000	
Federal Loan Obligation		280,178	280,178	
Customer Deposits Payable		1,816,924	1,816,924	
Note Payable				320,734
Compensated Absences	4,680,148	1,316,204	5,996,352	
Miscellaneous		131,259	131,259	
Due in More Than One Year:				
Payable from Restricted Assets:				
Accounts Payable		470,174	470,174	
Contracts/Retainage Payable		3,407,724	3,407,724	
Intergovernmental Payable		206	206	
General Obligation Bonds	128,785,000	4,740,000	133,525,000	
Premium-General Obligation Bonds	32,100	3,247,487	3,279,587	
Lease Purchase and Other Financing Agreements Payable	4,383,492		4,383,492	
Revenue Bonds		124,430,000	124,430,000	
Premium - Revenue Bonds Payable		311,149	311,149	
Special Obligation Bonds Payable		12,450,000	12,450,000	
Discount - Special Obligation Bonds Payable		(72,157)	(72,157)	
Certificates of Participation Payable	41,546,225	11,283,775	52,830,000	
Discount - Certificates of Participation		(235,183)	(235,183)	
Federal Loan Obligation		3,642,319	3,642,319	
Compensated Absences	3,007,208	55,558	3,062,766	5,980
Accrued Landfill Liability		8,186,487	8,186,487	
Internal Payables - Long-Term		117,488	117,488	
Unearned Revenues		284,847	284,847	
Total Liabilities	230,609,063	187,491,920	418,100,983	4,613,663
NET ASSETS				
Invested in Capital Assets, Net of Related Debt	188,504,748	263,477,931	451,982,679	16,453,607
Restricted for:				
Highway Improvements	8,678,169		8,678,169	
Transportation	478,515		478,515	
Culture and Recreation	482,764		482,764	
Capital Projects	31,063,723	33,078,797	64,142,520	
Community Development	26,006,598		26,006,598	66,262
Public Safety	718,834		718,834	
Workforce Training	(39,788)		(39,788)	
Pension Benefits	1,062,262		1,062,262	
Perpetual Care:				
Nonexpendable	1,866,141		1,866,141	
Unrestricted	80,394,340	66,437,784	146,832,124	19,671,950
Total Net Assets	\$ 339,216,306	\$ 362,994,512	\$ 702,210,818	\$ 36,191,819

**City of Greensboro
Statement of Activities
For the Fiscal Year Ended June 30, 2002**

	<u>Expenses</u>	<u>Program Revenues</u>		
		<u>Charges for Services</u>	<u>Operating Grants and Contributions</u>	<u>Capital Grants and Contributions</u>
Functions/Programs				
Primary Government:				
Governmental Activities:				
General Government	\$ 28,695,422	\$ 9,352,236	\$	\$ 10,000
Public Safety	73,864,416	5,323,840	1,006,427	250,675
Transportation	18,655,023	4,647,080	8,199,795	545,012
Engineering and Inspections	15,428,170	3,886,786		64,682
Environmental Services	992,715	1,095,557		9,391
Culture and Recreation	28,757,172	3,756,132	814,914	50,000
Community Development & Housing	10,711,099	1,853,892	3,464,496	
Economic Opportunity	2,319,231	1,351	1,921,963	
Water Resources	2,400,815	2,426,196		
Intergovernmental	1,036,892			
Interest, Fees on Long-Term Debt	7,917,413			
Total Governmental Activities	190,778,368	32,343,070	15,407,595	929,760
Business-Type Activities:				
Water Operations	23,823,484	24,428,735		12,481,163
Sewer Operations	24,803,716	22,740,074		3,905,728
War Memorial Coliseum	15,268,981	10,698,668		
Solid Waste Management	19,596,431	14,368,025		
Parking Facilities	2,113,008	2,122,578		
Bryan Park	2,848,331	2,112,020		
Total Business-Type Activities	88,453,950	76,470,100		16,386,891
Total Primary Government	\$ 279,232,318	\$ 108,813,170	\$ 15,407,595	\$ 17,316,651
Component Units:				
Greensboro Housing Dev. Partnership	\$ 136,678	\$ 107,365	\$ 30,275	\$
Greensboro Transit Authority	9,404,258	1,174,736	2,588,232	6,409,900
Greensboro ABC Board	17,811,573	17,796,575		
Total Component Units	\$ 27,352,509	\$ 19,078,676	\$ 2,618,507	\$ 6,409,900

General Revenues:

Property Tax
Local Option Sales Tax
Vehicle Gross Receipts Tax
Hotel/Motel Occupancy Tax
Utility Franchise Tax
Piped Natural Gas Tax
Telecommunications Sales Tax
Inventories Tax Reimbursement
Intangibles Tax Reimbursement
Food Stamp Tax Reimbursement
ABC Profit Distribution
Licenses & Permits
Intergovernmental
Investment Income
Insurance Refunds and Claims
Miscellaneous
Transfers In (Out)

Total General Revenues and Transfers

Change in Net Assets
Net Assets - July 1
Net Assets - June 30

Net (Expenses) Revenue and Changes in Net Assets			
Primary Government			
Governmental Activities	Business-Type Activities	Total	Component Units
\$ (19,333,186)	\$	\$ (19,333,186)	\$
(67,283,474)		(67,283,474)	
(5,263,136)		(5,263,136)	
(11,476,702)		(11,476,702)	
112,233		112,233	
(24,136,126)		(24,136,126)	
(5,392,711)		(5,392,711)	
(395,917)		(395,917)	
25,381		25,381	
(1,036,892)		(1,036,892)	
(7,917,413)		(7,917,413)	
<u>(142,097,943)</u>		<u>(142,097,943)</u>	
	13,086,415	13,086,415	
	1,842,087	1,842,087	
	(4,570,313)	(4,570,313)	
	(5,228,406)	(5,228,406)	
	9,570	9,570	
	<u>(736,311)</u>	<u>(736,311)</u>	
	4,403,041	4,403,041	
<u>(142,097,943)</u>	<u>4,403,041</u>	<u>(137,694,902)</u>	
			962
			768,610
			<u>(14,998)</u>
			754,574
93,811,694		93,811,694	3,333,248
28,609,704		28,609,704	
435,074		435,074	
2,493,777		2,493,777	
4,929,003		4,929,003	
500,854		500,854	
619,076		619,076	
2,282,810		2,282,810	
3,174,949		3,174,949	112,769
68,000		68,000	
2,165,175		2,165,175	
7,383,422		7,383,422	
218,621		218,621	
9,141,648	3,314,772	12,456,420	1,465,775
363,184		363,184	
468,270	1,274,083	1,742,353	49,440
<u>(9,029,373)</u>	<u>9,029,373</u>		
<u>147,635,888</u>	<u>13,618,228</u>	<u>161,254,116</u>	<u>4,961,232</u>
5,537,945	18,021,269	23,559,214	5,715,806
333,678,361	344,973,243	678,651,604	30,476,013
<u>\$ 339,216,306</u>	<u>\$ 362,994,512</u>	<u>\$ 702,210,818</u>	<u>\$ 36,191,819</u>

BALANCE SHEET

Governmental Funds
June 30, 2002

ASSETS	(1)				
	GENERAL	HOUSING PARTNERSHIP REVOLVING	DEBT. SERVICE	OTHER GOVERNMENTAL FUNDS	TOTAL GOVERNMENTAL FUNDS
Cash and Cash Equivalents/ Investments	\$ 46,591,236	\$ 872,949	\$ 16,603,387	\$ 14,645,245	\$ 78,712,817
Receivables:					
Taxes	2,166,553			529,659	2,696,212
Accounts, Notes and Mortgages	1,802,351	17,024,574		8,344,697	27,171,622
Assessments				130,955	130,955
Intergovernmental	12,643,549	23,768	201,628	1,261,686	14,130,631
Real Estate Foreclosed	243,518				243,518
Internal Receivables	633,932			90,000	723,932
Due from Component Unit	518,559				518,559
Inventories	661,762				661,762
Miscellaneous	268,081			2,984	271,065
Assets Held for Resale				95,180	95,180
Restricted Assets:					
Cash and Cash Equivalents/ Investments				50,540,275	50,540,275
Receivables:					
Assessments				18,151	18,151
Intergovernmental				29,865	29,865
Miscellaneous				2,250	2,250
Total Assets	\$ 65,529,541	\$ 17,921,291	\$ 16,805,015	\$ 75,690,947	\$ 175,946,794
LIABILITIES AND FUND BALANCES					
Liabilities:					
Accounts Payable	\$ 1,509,143	\$ 3,941	\$ 29,616	\$ 58,460	\$ 1,601,160
Contracts/Retainage Payable	291,821			1,038,756	1,330,577
Intergovernmental Payable	1,003,540	3,158		18,037	1,024,735
Internal Payable				723,932	723,932
Miscellaneous		11,057		63,611	74,668
Deferred Revenues	8,369,451	17,024,574		11,080,793	36,474,818
Liabilities Payable From Restricted Assets:					
Accounts Payable				3,129	3,129
Contracts/Retainage Payable				2,434,239	2,434,239
Intergovernmental Payable				169	169
Miscellaneous	611,927			956	612,883
Total Liabilities	11,785,882	17,042,730	29,616	15,422,082	44,280,310
Fund Balances:					
Reserved by State Statute	12,326,521	23,768	201,628	1,779,663	14,331,580
Reserved for Encumbrances	2,122,205	421,665	1,500	3,174,025	5,719,395
Reserved for Inventories	661,762				661,762
Reserved for 911 Wireless	633,326				633,326
Reserved for Assets Held for Resale				95,180	95,180
Reserved for Capital Projects	10,740,130				10,740,130
Reserved for Perpetual Care				1,866,141	1,866,141
Total Reserved Fund Balance	26,483,944	445,433	203,128	6,915,009	34,047,514
Unreserved, Reported In:					
Designated for Subsequent Year's Expenditures:					
General Fund	9,115,120				9,115,120
Special Revenue Funds		51,135		2,849,670	2,900,805
Capital Projects Funds					
Debt Service Fund			2,107,260		2,107,260
Total Unreserved-Subsequent Year's Expenditures	<u>9,115,120</u>	<u>51,135</u>	<u>2,107,260</u>	<u>2,849,670</u>	<u>14,123,185</u>
Designated for Specific Purposes:					
General Fund	1,161,852				1,161,852
Special Revenue Funds				664,540	664,540
Capital Projects Funds				41,095,823	41,095,823
Debt Service Fund			14,465,011		14,465,011
Total Unreserved-Specific Purposes	<u>1,161,852</u>	<u></u>	<u>14,465,011</u>	<u>41,760,363</u>	<u>57,387,226</u>
Undesignated:					
General Fund	16,982,743				16,982,743
Special Revenue Funds		381,993		8,743,823	9,125,816
Total Unreserved-Undesignated	<u>16,982,743</u>	<u>381,993</u>	<u></u>	<u>8,743,823</u>	<u>26,108,559</u>
Total Fund Balances	53,743,659	878,561	16,775,399	60,268,865	131,666,484
Total Liabilities and Fund Balances	\$ 65,529,541	\$ 17,921,291	\$ 16,805,015	\$ 75,690,947	\$ 175,946,794

(1) After internal receivables and payables have been eliminated.
The notes to the financial statements are an integral part of this statement.

City of Greensboro
Reconciliation of the Balance Sheet of Governmental Funds
To the Statement of Net Assets
June 30, 2002

Total fund balances - governmental funds	\$ 131,666,484
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.	298,532,166
Other long-term assets are not available to pay for current-period expenditures and, therefore, are deferred in the funds.	30,840,924
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.	61,022,751
Long-term liabilities including bonds payable, are not due and payable in the current period and therefore are not reported in the funds.	(184,988,032)
Miscellaneous adjustments to net assets include investment income receivable and pension assets not reported in the governmental funds.	<u>2,142,013</u>
Net assets of governmental activities	<u>\$ 339,216,306</u>

STATEMENT OF REVENUES, EXPENDITURES AND CHANGES IN FUND BALANCES

Governmental Funds
For the Fiscal Year Ended June 30, 2002

	GENERAL	HOUSING PARTNERSHIP REVOLVING	DEBT SERVICE	OTHER GOVERNMENTAL FUNDS	TOTAL GOVERNMENTAL FUNDS
Revenues:					
Taxes	\$ 122,718,298	\$	\$	\$ 2,535,675	\$ 125,253,973
Assessments				141,511	141,511
Intergovernmental	15,640,306		122,889	14,026,322	29,789,517
Licenses and Permits	7,718,795			1,718,126	9,436,921
Fines and Forfeitures	849,289				849,289
Charges for Current Services	16,827,193			8,463,119	25,290,312
Investment Income		17,542	5,450,887	2,250,219	7,718,648
Miscellaneous	2,576,438	388,001	380,103	166,269	3,510,811
Total Revenues	166,330,319	405,543	5,953,879	29,301,241	201,990,982
Expenditures:					
Current:					
General Government	27,155,150			29,385	27,184,535
Public Safety	74,502,804			11,215,504	85,718,308
Transportation	12,840,005			9,648,793	22,488,798
Engineering and Inspections	8,088,963			7,451,250	15,540,213
Environmental Services	497,344			645,015	1,142,359
Culture and Recreation	26,811,883			2,399,145	29,211,028
Community Development and Housing		2,559,231		8,201,868	10,761,099
Economic Opportunity	332,000			1,991,319	2,323,319
Water Resources				2,400,815	2,400,815
Intergovernmental	1,036,892				1,036,892
Debt Service:					
Principal Retirement			9,697,142	1,318,194	11,015,336
Interest, Fees on Long-Term Debt			6,252,367	1,362,110	7,614,477
Total Expenditures	151,265,041	2,559,231	15,949,509	46,663,398	216,437,179
Excess of Revenues Over (Under) Expenditures	15,065,278	(2,153,688)	(9,995,630)	(17,362,157)	(14,446,197)
Other Financing Sources (Uses):					
Transfers In	5,459,900	2,092,988	12,596,130	5,458,210	25,607,228
Transfers Out	(25,168,828)			(10,071,393)	(35,240,221)
Debt Issuances:					
Bond Anticipation Notes Issued				10,000,000	10,000,000
Federal Loan Program				3,128,000	3,128,000
Premium, (Discount) on Debt				32,100	32,100
Total Other Financing Sources (Uses)	(19,708,928)	2,092,988	12,596,130	8,546,917	3,527,107
Net Change in Fund Balances	(4,643,650)	(60,700)	2,600,500	(8,815,240)	(10,919,090)
Fund Balances - July 1	58,387,309	939,261	13,392,017	69,084,105	141,802,692
Cumulative Effect of Change in Accounting for Interpretation #6 for Arbitrage Payable			782,882		782,882
Fund Balances, restated - July 1	58,387,309	939,261	14,174,899	69,084,105	142,585,574
Fund Balances - June 30	\$ 53,743,659	\$ 878,561	\$ 16,775,399	\$ 60,268,865	\$ 131,666,484

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, 2002

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

Net change in fund balances----total governmental funds.	\$ (10,919,090)
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.	13,982,086
Revenues in the statement of activities that do not provide current financial resources are not reported as revenues in the funds.	5,663,962
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.	(3,334,286)
Some expenses reported in the statement of activities do not require the use of current financial resources and, therefore, are not reported as expenditures in governmental funds. This amount represents interest expense.	275,400
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.	4,713,762
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.	279,034
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>(5,122,923)</u>
Change in net assets of governmental activities	<u><u>\$ 5,537,945</u></u>

CITY OF GREENSBORO
General Fund
Statement Of Revenues, Expenditures And Changes In Fund Balances - Budget And Actual
For the Fiscal Year Ended June 30, 2002

	<u>Budgeted Amounts</u>		<u>Actual Amounts</u>	<u>Variance with Final Budget- Over (Under)</u>
	<u>Original</u>	<u>Final</u>		
Revenues:				
Taxes	\$ 124,444,000	\$ 124,444,000	\$ 122,718,298	\$ (1,725,702)
Intergovernmental	24,766,390	24,766,390	15,640,306	(9,126,084)
Licenses and Permits	7,193,140	7,193,140	7,718,795	525,655
Fines and Forfeitures	853,035	853,035	849,289	(3,746)
Charges for Current Services	15,619,560	15,984,165	16,827,193	843,028
Miscellaneous	1,811,805	1,872,800	2,576,438	703,638
Appropriated Fund Balance	13,864,495	13,071,730		(13,071,730)
Total Revenues	<u>188,552,425</u>	<u>188,185,260</u>	<u>166,330,319</u>	<u>(21,854,941)</u>
Expenditures:				
Current:				
General Government	33,035,530	38,091,540	27,155,150	(10,936,390)
Public Safety	78,029,280	74,458,665	74,502,804	44,139
Transportation	14,689,570	13,821,475	12,840,005	(981,470)
Engineering and Inspections	9,096,150	8,776,750	8,088,963	(687,787)
Environmental Services	799,915	727,600	497,344	(230,256)
Culture and Recreation	29,351,085	28,708,435	26,811,883	(1,896,552)
Economic Opportunity	407,535	407,340	332,000	(75,340)
Intergovernmental	986,840	1,064,860	1,036,892	(27,968)
Total Expenditures	<u>166,395,905</u>	<u>166,056,665</u>	<u>151,265,041</u>	<u>(14,791,624)</u>
Excess of Revenues Over Expenditures	<u>22,156,520</u>	<u>22,128,595</u>	<u>15,065,278</u>	<u>(7,063,317)</u>
Other Financing Sources (Uses):				
Transfers In	5,459,900	5,459,900	5,459,900	
Transfers Out	(27,616,420)	(27,588,495)	(25,168,828)	2,419,667
Total Other Financing Sources (Uses)	<u>(22,156,520)</u>	<u>(22,128,595)</u>	<u>(19,708,928)</u>	<u>2,419,667</u>
Net Change in Fund Balances			(4,643,650)	(4,643,650)
Fund Balances - July 1			58,387,309	58,387,309
Fund Balances - June 30	<u>\$</u>	<u>\$</u>	<u>\$ 53,743,659</u>	<u>\$ 53,743,659</u>

CITY OF GREENSBORO
Housing Partnership Revolving
Statement Of Revenues, Expenditures And Changes In Fund Balances - Budget And Actual
For the Fiscal Year Ended June 30, 2002

	<u>Budgeted Amounts</u>		<u>Actual Amounts</u>	<u>Variance with Final Budget- Over (Under)</u>
	<u>Original</u>	<u>Final</u>		
Revenues:				
Charges for Current Services	\$ 340,425	\$ 340,425	\$ 380,079	\$ 39,654
Investment Income	12,810	12,810	17,542	4,732
Miscellaneous			7,922	7,922
Appropriated Fund Balance	562,840	698,840		(698,840)
Total Revenues	<u>916,075</u>	<u>1,052,075</u>	<u>405,543</u>	<u>(646,532)</u>
Expenditures:				
Current:				
Community Development and Housing	<u>3,199,335</u>	<u>3,335,335</u>	<u>2,559,231</u>	<u>(776,104)</u>
Excess of Revenues Under Expenditures	<u>(2,283,260)</u>	<u>(2,283,260)</u>	<u>(2,153,688)</u>	<u>129,572</u>
Other Financing Sources:				
Transfers In	<u>2,283,260</u>	<u>2,283,260</u>	<u>2,092,988</u>	<u>(190,272)</u>
Net Change in Fund Balances			(60,700)	(60,700)
Fund Balances - July 1			<u>939,261</u>	<u>939,261</u>
Fund Balances - June 30	<u>\$</u>	<u>\$</u>	<u>\$ 878,561</u>	<u>\$ 878,561</u>

Statement of Net Assets

Proprietary Funds
June 30, 2002

	Business-Type Activities - Enterprise Funds			
	Water Resources	War Memorial Coliseum	Solid Waste Management	Other Enterprise Funds
ASSETS				
Current Assets:				
Cash and Cash Equivalents/ Investments	\$ 21,251,413	\$ 2,228,164	\$ 6,609,637	\$ 1,442,868
Receivables (Net):				
Accounts, Notes and Mortgages	7,347,439	168,960	1,397,234	17,075
Intergovernmental	304,686	32	37,480	4,750
Interest	404,917	10,182	94,633	10,907
Inventories	919,692	122,263	87,610	
Miscellaneous	1,006,359	23,648	970	151,593
Total Current Assets	<u>31,234,506</u>	<u>2,553,249</u>	<u>8,227,564</u>	<u>1,627,193</u>
Noncurrent Assets:				
Restricted :				
Cash and Cash Equivalents/ Investments	45,100,013		7,548,177	
Receivables (Net):				
Assessments	583,474			
Intergovernmental	230,442			
Miscellaneous	1,390,534		123,274	
Internal Receivables-Long Term				
Self-Funded Retention Deposits				
Investment in Joint Venture	36,254,465			
Capital Assets:				
Non-Depreciable:				
Land	22,012,800	1,416,154	4,706,919	6,235,393
Construction in Progress	46,211,728	14,077	1,659,116	808,099
Depreciable:				
Land Improvements	1,753,057	47,549	10,235,768	4,414,736
Buildings	98,500,548	63,648,955	1,763,363	17,520,255
Improvements Other than Buildings	8,579,464	275,756	35,887	233,072
Furniture, Fixtures, Machinery and Equipme	24,680,224	8,411,971	3,853,138	1,228,973
Infrastructure	270,223,627			
Less Accumulated Depreciation	(146,739,784)	(19,403,290)	(10,604,882)	(8,737,138)
Total Noncurrent Assets	<u>408,780,592</u>	<u>54,411,172</u>	<u>19,320,760</u>	<u>21,703,390</u>
Total Assets	<u>\$ 440,015,098</u>	<u>\$ 56,964,421</u>	<u>\$ 27,548,324</u>	<u>\$ 23,330,583</u>

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

(1) <u>Totals</u>	<u>Internal Service Funds</u>
\$ 31,532,082	\$ 34,013,554
8,930,708	
346,948	756,546
520,639	
1,129,565	666,494
1,182,570	229,558
<u>43,642,512</u>	<u>35,666,152</u>
52,648,190	5,951,547
583,474	
230,442	
1,513,808	
	3,484,344
	11,548,249
36,254,465	
34,371,266	1,660,541
48,693,020	3,546,453
16,451,110	823,430
181,433,121	1,019,334
9,124,179	11,108
38,174,306	82,444,451
270,223,627	
(185,485,094)	(49,102,223)
<u>504,215,914</u>	<u>61,387,234</u>
<u>\$547,858,426</u>	<u>\$ 97,053,386</u>

Statement of Net Assets (continued)

Proprietary Funds

June 30, 2002

	Enterprise Funds			
	Water Resources	War Memorial Coliseum	Solid Waste Management	Other Enterprise Funds
LIABILITIES				
Current Liabilities:				
Accounts Payable	\$ 767,328	\$ 1,332,897	\$ 59,876	\$ 20,357
Contracts/Retainage Payable	402,402		279,894	50,483
Intergovernmental Payable	448,734	29,951	115,261	4,972
Customer Deposits Payable				
General Obligation Bonds Payable	1,095,000			
Revenue Bonds Payable	3,170,000			
Special Obligation Bonds Payable			950,000	
Lease-Purchase and Other				
Financing Agreements Payable	344,942			
Certificates of Participation Payable		65,000		1,387,795
Federal Loan Obligations	280,178			
Interest Payable	476,970	1,304	55,900	68,415
Accrued Landfill Liability			500,000	
Customer Deposits Payable	1,516,924	300,000		
Compensated Absences Payable	701,182	197,633	302,844	114,545
Miscellaneous			2,300	128,959
Total Current Liabilities	<u>9,203,660</u>	<u>1,926,785</u>	<u>2,266,075</u>	<u>1,775,526</u>
Noncurrent Liabilities:				
Payable from Restricted Assets:				
Accounts Payable	470,174			
Contracts/Retainage Payable	3,407,724			
Intergovernmental Payable	206			
General Obligation Bonds Payable	4,740,000			
Revenue Bonds Payable	124,430,000			
Premium-Revenue Bonds Payable	311,149			
Special Obligation Bonds Payable			12,450,000	
Discount-Special Obligation Bonds Payable			(72,157)	
Lease-Purchase and Other				
Financing Agreements Payable	3,247,487			
Certificates of Participation Payable		820,000		10,463,775
Discount-Certificates of Participation		(4,982)		(230,201)
Federal Loan Obligation	3,642,319			
Accrued Landfill Liability			8,186,487	
Compensated Absences Payable	55,558			
Internal Payables-Long Term			58,670	58,818
Unearned Revenues	165	284,345		337
Total Noncurrent Liabilities	<u>140,304,782</u>	<u>1,099,363</u>	<u>20,623,000</u>	<u>10,292,729</u>
Total Liabilities	<u>149,508,442</u>	<u>3,026,148</u>	<u>22,889,075</u>	<u>12,068,255</u>
NET ASSETS				
Invested in Capital Assets, Net of Related Debt	199,393,729	53,493,659	396,243	10,194,300
Restricted for Capital Projects	27,557,972		5,520,825	
Unrestricted	63,554,955	444,614	(1,257,819)	1,068,028
Total Net Assets	<u>\$ 290,506,656</u>	<u>\$ 53,938,273</u>	<u>\$ 4,659,249</u>	<u>\$ 11,262,328</u>

(1) <u>Totals</u>	<u>Internal Service Funds</u>
\$ 2,180,458	\$ 3,754,893
732,779	
598,918	247,339
	5,000
1,095,000	216,342
3,170,000	
950,000	
344,942	1,088,030
1,452,795	3,500,000
280,178	
602,589	
500,000	
1,816,924	
1,316,204	
131,259	
<u>15,172,046</u>	<u>8,811,604</u>
470,174	
3,407,724	
206	
4,740,000	5,516,563
124,430,000	
311,149	
12,450,000	
(72,157)	
3,247,487	1,628,492
11,283,775	14,000,000
(235,183)	
3,642,319	
8,186,487	
55,558	244,147
117,488	3,366,856
284,847	268
<u>172,319,874</u>	<u>24,756,326</u>
<u>187,491,920</u>	<u>33,567,930</u>
263,477,931	17,786,907
33,078,797	11,548,249
63,809,778	34,150,300
<u>\$ 360,366,506</u>	<u>\$ 63,485,456</u>

City of Greensboro
Reconciliation of the Statement of Net Assets-Proprietary Funds
To the Statement of Net Assets
June 30, 2002

Net assets - proprietary funds	\$ 360,366,506
Amounts reported for business-type activities in the statement of net assets are different because:	
Internal service funds	<u>2,628,006</u>
Net assets of business-type activities	<u><u>\$ 362,994,512</u></u>

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

Proprietary Funds

For the Fiscal Year Ended June 30, 2002

Business-Type Activities - Enterprise Funds

	<u>Water Resources</u>	<u>War Memorial Coliseum</u>	<u>Solid Waste Management</u>	<u>Other Enterprise Funds</u>
Revenues:				
Charges for Current Services	\$ 46,878,516	\$ 10,698,668	\$ 14,368,025	\$ 4,234,598
Miscellaneous	894,010	204,805	470,410	20,381
Total Operating Revenues	<u>47,772,526</u>	<u>10,903,473</u>	<u>14,838,435</u>	<u>4,254,979</u>
Operating Expenses:				
Personal Services	10,303,977	4,102,416	4,921,040	1,514,306
Fringe Benefits	3,169,820	844,866	1,501,649	349,620
Maintenance and Operations	21,092,499	7,618,112	12,444,410	1,593,141
Insurance Claims and Expenses				
Depreciation	9,403,130	2,030,436	1,185,542	724,567
Total Operating Expenses	<u>43,969,426</u>	<u>14,595,830</u>	<u>20,052,641</u>	<u>4,181,634</u>
Operating Income (Loss)	<u>3,803,100</u>	<u>(3,692,357)</u>	<u>(5,214,206)</u>	<u>73,345</u>
Nonoperating Revenues (Expenses):				
Investment Income	2,479,603	53,043	707,025	75,101
Gain on Sale of Capital Assets				
Net Income from Joint Venture	8,575,435			
Miscellaneous Revenue	58,005	3,107		
Interest Expense	(4,800,136)	(20,676)	(722,637)	(804,571)
Loss on Disposal of Capital Assets	(55,452)	(714,159)		
Amortization of Underwriters' Expense	(128,782)		(23,374)	(21,657)
Miscellaneous Expense	(57,814)	(2,256)		(1,140)
Total Nonoperating Revenues (Expenses)	<u>6,070,859</u>	<u>(680,941)</u>	<u>(38,986)</u>	<u>(752,267)</u>
Income (Loss) Before Contributions and Transfers	9,873,959	(4,373,298)	(5,253,192)	(678,922)
Capital Contribution	7,725,114			
Transfers In		1,750,000	6,833,333	1,336,080
Transfers Out	(614,510)	(108,345)	(167,185)	
Change in Net Assets	<u>16,984,563</u>	<u>(2,731,643)</u>	<u>1,412,956</u>	<u>657,158</u>
Net Assets - July 1	273,522,093	56,669,916	3,246,293	10,605,170
Net Assets - June 30	<u>\$ 290,506,656</u>	<u>\$ 53,938,273</u>	<u>\$ 4,659,249</u>	<u>\$ 11,262,328</u>

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

<u>Totals</u>	<u>Internal Service Funds</u>
\$ 76,179,807	\$ 38,673,466
1,589,606	1,693,661
<u>77,769,413</u>	<u>40,367,127</u>
20,841,739	3,075,544
5,865,955	871,524
42,748,162	6,375,427
	16,925,654
13,343,675	8,321,579
<u>82,799,531</u>	<u>35,569,728</u>
<u>(5,030,118)</u>	<u>4,797,399</u>
3,314,772	2,146,693
	847,477
8,575,435	
61,112	46,482
(6,348,020)	(618,712)
(769,611)	(893,461)
(173,813)	(38,066)
(61,210)	(401,813)
<u>4,598,665</u>	<u>1,088,600</u>
(431,453)	5,885,999
7,725,114	
9,919,413	669,250
(890,040)	(65,630)
<u>16,323,034</u>	<u>6,489,619</u>
344,043,472	56,995,837
<u>\$360,366,506</u>	<u>\$ 63,485,456</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, 2002

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

Net change in fund balances----total proprietary funds. \$ 16,323,034

Internal service funds are used by management to charge the costs of fleet management and management information systems to individual funds. The net revenue of certain activities of internal service funds is reported with business-type activities. 1,698,235

Change in net assets of business-type activities \$ 18,021,269

Statement of Cash Flows

Proprietary Funds

For the Fiscal Year Ended June 30, 2002

	Business-Type Activities - Enterprise Funds			
	Water Resources	War Memorial Coliseum	Solid Waste Management	Other Enterprise Funds
Cash Flows from Operating Activities:				
Receipts from Customers	\$ 46,505,177	\$ 11,708,228	\$ 14,363,849	\$ 4,245,072
Payments to Suppliers	(32,096,957)	(7,693,544)	(10,696,860)	(1,620,888)
Payments to Employees	(13,618,501)	(4,956,252)	(6,667,581)	(1,840,785)
Other Receipts	894,010	204,805	470,410	20,381
Net Cash Provided by (Used for) Operating Activities	<u>1,683,729</u>	<u>(736,763)</u>	<u>(2,530,182)</u>	<u>803,780</u>
Cash Flows from Noncapital Financing Activities:				
Subsidies and Transfers In		1,750,000	6,833,333	1,336,080
Subsidies and Transfers Out	(614,510)	(108,345)	(167,185)	
Net Cash Provided by (Used for) Noncapital Financing Activities	<u>(614,510)</u>	<u>1,641,655</u>	<u>6,666,148</u>	<u>1,336,080</u>
Cash Flows from Capital and Related Financing Activities:				
Capital Debt Issued				
Capital Contributions	12,820			
Acquisition and Construction of Capital Assets	(18,401,547)	(56,939)	(623,644)	(299,015)
Insurance Proceeds				
Proceeds from Sale of Capital Assets				
Principal Paid on Capital Debt	(3,683,730)	(60,000)	(905,000)	(1,306,806)
Interest and Fiscal Charges Paid on Capital Debt	(4,740,194)	(24,461)	(712,424)	(783,962)
Other Receipts	58,005	3,107		
Net Cash Used for Capital and Related Financing Activities	<u>(26,754,646)</u>	<u>(138,293)</u>	<u>(2,241,068)</u>	<u>(2,389,783)</u>
Cash Flows from Investing Activities:				
Interest	2,714,188	74,176	712,978	80,027
Net Increase (Decrease) in Cash and Cash Equivalents	(22,971,239)	840,775	2,607,876	(169,896)
Balances - July 1	89,322,665	1,387,389	11,549,938	1,612,764
Balances - June 30	<u>\$ 66,351,426</u>	<u>\$ 2,228,164</u>	<u>\$ 14,157,814</u>	<u>\$ 1,442,868</u>
Reconciliation of Cash and Cash Equivalents/Investments:				
Cash and Cash Equivalents/ Investments - Current	\$ 21,251,413	\$ 2,228,164	\$ 6,609,637	\$ 1,442,868
Cash and Cash Equivalents/ Investments - Restricted	45,100,013		7,548,177	
Total Cash and Cash Equivalents/ Investments - June 30	<u>\$ 66,351,426</u>	<u>\$ 2,228,164</u>	<u>\$ 14,157,814</u>	<u>\$ 1,442,868</u>

<u>Totals</u>	<u>Internal Service Funds</u>
\$ 76,822,326	\$ 37,841,350
(52,108,249)	(23,687,263)
(27,083,119)	(3,940,394)
1,589,606	1,053,910
<u>(779,436)</u>	<u>11,267,603</u>
9,919,413	669,250
<u>(890,040)</u>	<u>(65,630)</u>
9,029,373	603,620
	7,000,000
12,820	
(19,381,145)	(12,233,400)
	46,482
	1,154,115
(5,955,536)	(3,881,267)
(6,261,041)	(801,317)
61,112	
<u>(31,523,790)</u>	<u>(8,715,387)</u>
3,581,369	2,146,693
(19,692,484)	5,302,529
103,872,756	34,662,572
<u>\$ 84,180,272</u>	<u>\$ 39,965,101</u>
\$ 31,532,082	\$ 34,013,554
52,648,190	5,951,547
<u>\$ 84,180,272</u>	<u>\$ 39,965,101</u>

Statement of Cash Flows

Proprietary Funds

For the Fiscal Year Ended June 30, 2002

	Business-Type Activities - Enterprise Funds			
	Water Resources	War Memorial Coliseum	Solid Waste Management	Other Enterprise Funds
(continued)				
Reconciliation of Operating Income				
(Loss) to Net Cash Provided by (Used for)				
Operating Activities:				
Operating Income (Loss)	\$ 3,803,100	\$ (3,692,357)	\$ (5,214,206)	\$ 73,345
Adjustments to Reconcile Operating Income (Loss) to Net Cash Provided by (Used for)				
Operating Activities:				
Depreciation	9,403,130	2,030,436	1,185,542	724,567
Change in Assets and Liabilities:				
(Increase) Decrease in Receivables	(373,504)	252,230	(4,176)	10,137
(Increase) Decrease in Inventories	6,349	2,632	9,792	
(Increase) Decrease in Intergovernmental Receivables	26,955	115	2,834	1,961
(Increase) Decrease in Miscellaneous Assets	(863,072)	(17,077)	1,650	
Increase (Decrease) in Accounts Payable	(193,199)	222,427	(44,935)	(29,708)
Increase in Landfill Liability			1,778,209	
Increase (Decrease) in Compensated Absences Payable	16,527	(8,565)	16,188	26,656
Decrease in Intergovernmental Payable	(261,728)	(405)	(260,225)	(16)
Increase in Equity in Joint Venture	(9,981,491)			
Increase in Customer Deposits Payable				
Increase (Decrease) in Miscellaneous Payable	100,662	473,801	(855)	(3,162)
Total Adjustments	<u>(2,119,371)</u>	<u>2,955,594</u>	<u>2,684,024</u>	<u>730,435</u>
Net Cash Provided by (Used for) Operating Activities	<u>\$ 1,683,729</u>	<u>\$ (736,763)</u>	<u>\$ (2,530,182)</u>	<u>\$ 803,780</u>
Noncash Investing, Capital and Financing Activities:				
Lease-Purchase and Other Capital Financing Agreements	\$ 7,712,695	\$ 1,045,362	\$	\$
Equity Interest in Joint Venture	8,575,435			
Total Noncash Investing, Capital and Financing Activities	<u>\$ 16,288,130</u>	<u>\$ 1,045,362</u>	<u>\$</u>	<u>\$</u>

<u>Totals</u>	<u>Internal Service Funds</u>
\$ (5,030,118)	\$ 4,797,399
13,343,675	8,321,579
(115,313)	
18,773	(1,350,787)
31,865	(42,621)
(878,499)	(593,288)
(45,415)	299,449
1,778,209	
50,806	37,030
(522,374)	(30,090)
(9,981,491)	
	5,000
570,446	(176,068)
<u>4,250,682</u>	<u>6,470,204</u>
\$ (779,436)	\$11,267,603
\$ 8,758,057	\$ 941,837
8,575,435	
<u>\$ 17,333,492</u>	<u>\$ 941,837</u>

Police Special Separation Allowance Fund

Police Special Separation Allowance Fund

This fund was established to account for special separation (pension) benefits, payable 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.

City of Greensboro
Statement of Fiduciary Net Assets
Fiduciary Fund
June 30, 2002

	Pension Benefit <u>Trust</u>
ASSETS	
Cash and Cash Equivalents/Investments, Restricted for:	
Pension Benefits-Police Special Separation Allowance	\$ 4,190,529
Interest Receivable	<u>39,092</u>
Total Assets Held in Trust for Pension Benefits	<u><u>\$ 4,229,621</u></u>

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

City of Greensboro
Statement of Changes in Fiduciary Net Assets
Fiduciary Fund
For the Fiscal Year Ended June 30, 2002

	Pension Benefit <u>Trust</u>
ADDITIONS	
Employer Contribution	\$ 1,511,435
Investment Income	204,713
Total Additions	<u>1,716,148</u>
DEDUCTIONS	
Benefits Paid-Police Special Separation Allowance	1,276,888
Administrative Expenses	1,536
Total Deductions	<u>1,278,424</u>
Change in Net Assets	437,723
Net Assets - Beginning of the Year	<u>3,791,898</u>
Net Assets - End of the Year	<u>\$ 4,229,621</u>

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

**Statement of Net Assets
Component Units
June 30, 2002**

ASSETS	Greensboro Housing Dev. Partnership	Greensboro Transit Authority	Greensboro ABC Board	Total Component Units
Cash and Cash Equivalents/Investments	\$ 146,647	\$ 535,879	\$ 884,340	\$ 1,566,866
Receivables, Net				
Taxes		73,174		73,174
Accounts, Notes and Mortgages		2,739,996	6,226	2,746,222
Intergovernmental	31,990	479,334		511,324
Interest		1,350,243		1,350,243
Inventories		119,867	1,818,558	1,938,425
Miscellaneous			111,894	111,894
Long-Term Note Receivable		14,955,263		14,955,263
Capital Assets				
Non-Depreciable:				
Land	1,032,202	235,000	339,855	1,607,057
Construction in Progress		9,375,621		9,375,621
Depreciable:				
Land Improvements		2,022		2,022
Accumulated Depreciation		(303)		(303)
Buildings	121,287	2,477,571	1,630,726	4,229,584
Accumulated Depreciation	(55,025)	(334,785)	(569,947)	(959,757)
Improvements Other than Buildings		3,807	196,512	200,319
Accumulated Depreciation		(381)	(161,183)	(161,564)
Furniture, Fixtures, Machinery and Equipment		5,646,462	844,857	6,491,319
Accumulated Depreciation		(2,625,042)	(607,185)	(3,232,227)
Total Assets	<u>\$ 1,277,101</u>	<u>\$ 35,033,728</u>	<u>\$ 4,494,653</u>	<u>\$ 40,805,482</u>
LIABILITIES				
Accounts Payable	\$ 7,220	\$ 3,445	\$ 1,279,436	\$ 1,290,101
Contracts/Retainage Payable	3,550	1,132,141		1,135,691
Intergovernmental Payable		1,053		1,053
Due to Primary Government			518,559	518,559
Miscellaneous	7,792		46,658	54,450
Unearned Revenues		487,145		487,145
Noncurrent Liabilities:				
Due Within One Year:				
Note Payable	320,734			320,734
Due in More Than One Year:				
Note Payable	799,950			799,950
Compenstated Absences		5,980		5,980
Total Liabilities	<u>1,139,246</u>	<u>1,629,764</u>	<u>1,844,653</u>	<u>4,613,663</u>
NET ASSETS				
Invested in Capital Assets, Net of Related Debt		14,779,972	1,673,635	16,453,607
Restricted for:				
Community Development	66,262			66,262
Unrestricted	71,593	18,623,992	976,365	19,671,950
Total Net Assets	<u>\$ 137,855</u>	<u>\$ 33,403,964</u>	<u>\$ 2,650,000</u>	<u>\$ 36,191,819</u>

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

**Statement of Activities
Component Units
For the Fiscal Year Ended June 30, 2002**

		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	\$ 136,678	\$ 107,365	\$ 30,275
Total Greensboro Housing Dev. Partnership	136,678	107,365	30,275
Greensboro Transit Authority			
Business Type Activities:			
Transit Operations	9,404,258	1,174,736	6,409,900
Total Greensboro Transit Authority	9,404,258	1,174,736	6,409,900
Greensboro ABC Board			
Business Type Activities:			
ABC Board Operations	17,811,573	17,796,575	
Total Greensboro ABC Board	17,811,573	17,796,575	
Total	\$ 27,352,509	\$ 19,078,676	\$ 6,409,900

General Revenues:

Taxes:
 Property Tax
 Intangibles Tax Reimbursement
 Investment Income
 Miscellaneous

Total General Revenues

Change in Net Assets

Net Assets - July 1

Net Assets - July 30

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

Greensboro Housing Dev. Partnership	Greensboro Transit Authority	Greensboro ABC Board	Totals
\$ 962	\$	\$	\$ 962
962			962
	768,610		768,610
	768,610		768,610
		(14,998)	(14,998)
		(14,998)	(14,998)
962	768,610	(14,998)	754,574
	3,333,248		3,333,248
	112,769		112,769
	1,450,777	14,998	1,465,775
	49,440		49,440
	4,946,234	14,998	4,961,232
962	5,714,844		5,715,806
136,893	27,689,120	2,650,000	30,476,013
\$ 137,855	\$ 33,403,964	\$ 2,650,000	\$ 36,191,819

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

JUNE 30, 2002

I. Summary of Significant Accounting Policies

The accounting policies of the City of Greensboro (City) and its component units conform to accounting principles generally accepted in the United States of America (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 generally accepted accounting principles, 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 operations. Financial amounts from this unit 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 City 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 combined with assets and liabilities of the Parking facilities and the Capital Leasing Funds for financial statement purposes.

2. Discretely Presented Component Units

The component unit column in the combined 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 home 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 voting majority of the Board not only rests with the City, but also the financial burden, as the City guarantees support for any deficits of 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 City records.

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 are reported and audited during the City's annual audit. No separate financial statements are prepared for this entity.

ADMINISTRATIVE OFFICES

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

Greensboro Housing Development Partnership, Inc.
Attention: Linda Wilson
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. While the previous model emphasized fund types (the total of all funds of a particular type), in the new reporting model the focus is on either the City as a whole or major individual funds (within the 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 segment 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. The previous reporting model did not summarize or present net cost by function or activity.

Separate financial statements are provided for governmental funds, proprietary funds, and fiduciary funds, even though the latter are excluded from the government-wide financial 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.

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 ad valorem taxes, sales taxes, state-shared revenues and reimbursements, and profit distributions from the ABC Board to be available if they are 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.

As of January 1, 1993, state law changed the procedures for the assessment and collection of property taxes on registered motor vehicles in North Carolina. For those motor vehicles registered under the staggered system, property taxes are due the first day of the fourth month after the vehicles are registered. The billed taxes are applicable to the Fiscal Year in which they become due. Therefore, taxes for vehicles registered from March 2001 through February 2002 apply to the Fiscal Year ended June 30, 2002.

Uncollected taxes that were billed during this period are shown as a receivable on the financial statements. Those taxes for vehicles registered from March 1 through the Fiscal Year end apply to the Fiscal Year 2001-2002 and are not shown as receivables at June 30, 2002. For those motor vehicles registered under the annual system, taxes are due on May 1 of each year. Taxes for vehicles registered annually that have already been collected as of year end are reflected as deferred revenues at June 30, 2002 because they will be used to fund City operations during the 2002-2003 Fiscal Year.

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 accounting principles generally accepted in the United States of America, 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 financial statements as well as for its proprietary operations and Pension Trust Fund.

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.

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 HOUSING PARTNERSHIP REVOLVING FUND - The Housing Partnership Revolving Fund is used to provide resources to 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. General Fund support to this fund is one and one-third cent of the property tax rate.

The government reports the following major proprietary funds:

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

The Water Resources Fund provides services to over 89,000 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 monies necessary for the operation of the complex responsible for bringing top artists in the entertainment, educational and sports fields to the City.

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

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 the City's governmental activities, financial statements of Internal Service Funds are consolidated into the governmental column when presented at the government-wide level. To the extent possible, the costs of these services are reflected in the appropriate functional activity.

PENSION TRUST FUND – The Pension Trust Fund accounts for assets held by the City in a trustee capacity and accumulates funds to provide pension benefit payments to qualified law enforcement officers. This fund uses the accrual basis of accounting and has a capital maintenance measurement focus. It is 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). Since by definition these assets are being held for the benefit of a third party (pension 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 function and the General Fund. Elimination 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: Water Resources Bond Fund and Solid Waste Landfill Expansion Project Fund. 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 in cash and cash equivalents/ investments is displayed separately on the combined balance sheet. Interest earned is distributed to the various funds on the basis of equity in the cash and cash equivalents/ 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 lending/borrowing arrangements outstanding at the end of the Fiscal Year are referred to as either "internal receivables/internal payables" (i.e., the current portion of interfund loans) or "internal receivables/internal payables, long-term" (i.e., the non-current portion of interfund loans). Residual balances outstanding between the governmental activities and business-type activities are reported in the government-wide financial statements.

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 are based on the assessed 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. Property taxes on certain registered motor vehicles are assessed and collected throughout the year. The taxes receivable amount for the General Fund and the Street and Sidewalk Revolving Fund are reduced by an allowance for uncollectibles of \$319,516 and \$80,684, respectively. The net receivable of \$2,166,553 and \$527,891 are shown as a deferred revenue on the Balance Sheet of those funds.

3. Inventories

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.

4. Restricted Assets

Certain proceeds of the City's revenue bonds and certificates of participation, 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 covenants, grantor or enabling legislative restrictions.

5. 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. General infrastructure assets on hand prior to July 1, 2001 were acquired or received substantial improvements subsequent to July 1, 1980 and are reported at estimated historical cost using deflated replacement cost.

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.

The costs of normal maintenance and repairs that do not add to the value of 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; and 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.

6. 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 "measurable" 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, 2002 are composed of the following:

	<u>Fund Financial Statements</u>		
	<u>General Fund</u>	<u>Housing Partnership Revolving Fund</u>	<u>Other Non-Major Special Revenue Funds</u>
Deferred Revenue:			
Taxes Receivable	\$2,166,553	\$	\$ 529,659
Prepaid Taxes Not Yet Earned	709,988		65,097
Prepaid Assessments Not Yet Earned	720		76,588
Prepaid Privilege Licenses Not Yet Earned	1,506,573		20
Other Prepaid Deferred Revenues	202,147		2,213,105
Notes and Mortgages Receivable	226,691	17,024,574	8,046,383
Other Deferred Revenues	<u>3,556,779</u>		<u>149,941</u>
	<u>\$8,369,451</u>	<u>\$17,024,574</u>	<u>\$11,080,793</u>

	<u>Basic Financial Statements</u>	
	<u>Governmental Activities</u>	<u>Business-Type Activities</u>
Unearned Revenue:		
Prepaid Taxes Not Yet Earned	\$ 775,085	\$
Prepaid Assessments Not Yet Earned	77,308	
Prepaid Privilege Licenses Not Yet Earned	1,506,593	
Other Prepaid Deferred Revenues	2,415,252	284,847
Other Deferred Revenues	<u>859,924</u>	
	<u>\$5,634,162</u>	<u>\$284,847</u>

7. Long-Term Liabilities

In the government-wide financial statements, and proprietary fund-types in the fund financial statements, long-term debt and other long-term obligations are reported as liabilities in the applicable governmental activities, business-type activities, or proprietary fund-type statement of net assets. Bond premiums and discounts, as well as issuance costs, 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.

8. 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 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, 2002 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 911 WIRELESS - This represents a portion of fund balance segregated for enhancements to the 911 wireless system.
- f. 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.
- g. RESERVED FOR PERPETUAL CARE - This represents a portion of fund balance segregated for maintenance of the city's cemeteries.
- h. 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, 2003.
- 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. DESIGNATED FOR DEBT SERVICE - This represents amounts held for the future payment of general long-term debt principal and interest.
- k. UNDESIGNATED - This represents the amount of fund balance which is available for future appropriations.

9. 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 the debt less the outstanding liquid assets and any associated unamortized cost.

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.

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.

10. Accounting Changes and Reclassifications

Effective, July 1, 2001, the City adopted GASB Statement No. 34, *Basic Financial Statements-Management’s Discussion and Analysis for State and Local Governments* and GASB Statement No. 38, *Certain Financial Statement Note Disclosures* which provide for a more informative style of reporting.

This Statement represents the most significant change in financial reporting in over twenty years and is scheduled for a phased implementation (based on size of government) starting with Fiscal Year ending 2002 (for larger local governments). As part of this Statement, there is a new reporting requirement regarding capitalization of the City’s infrastructure (roads, bridges, stormwater improvements, etc.). GASB permits an optional four-year delay to Fiscal Year ending 2006 for implementation of retroactive infrastructure reporting. The City implemented the basic model in FY 2002 and implemented the infrastructure-related portion at the same time.

Also, inclusive is Management’s Discussion and Analysis (MD&A), which constitutes required supplementary information. MD&A is used to provide users of the basic financial statements with a narrative introduction, overview, and analysis of those statements and changes in the City’s financial condition.

In accordance with GASB Interpretation No. 6, *Recognition and Measurement of Certain Liabilities and Expenditures in Governmental Fund Financial Statements*, arbitrage rebate liability in the amount of \$782,882 was removed from the balance sheet of the Debt Service Fund with a corresponding increase reported in beginning fund balance.

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 \$184,988,032 difference are as follows:

Bonds and Notes Payable (including Deferred Issuance Costs of \$2,500)	\$143,026,695
Intergovernmental Payable	782,882
Accrued Interest Payable	1,523,816
Certificate of Participation Payable	29,133,430
Compensated Absences	7,443,209
Lease Purchase & Other Financing Payable	<u>3,078,000</u>
Combined Adjustment	<u>\$184,988,032</u>

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

The governmental fund statement of revenues, expenditures, and changes in fund balances includes a 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 estimated useful lives and reported as depreciation expense.

The details of this \$13,982,086 difference are as follows:

Capital Outlay	\$22,141,191
Disposals	(61,573)
Depreciation Expense	<u>(8,097,532)</u>
Combined Adjustment	<u>\$13,982,086</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 \$3,334,286 difference are as follows:

Issuance of Bond Anticipation Note	\$(10,032,100)
Issuance of Sec. 108 Note	(3,128,000)
Principal Expenditure	11,065,336
Salary Expense – General Government	(459,140)
Adjustment to Remove Arbitrage Rebate Payable	(782,882)
Other Issuance Costs	<u>2,500</u>
Combined Adjustment	<u>\$ 3,334,286</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 included in the Special Revenue Funds, and a Trust 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 the 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.

The City Council officially adopts the annual budget ordinance and all project ordinances in June and amends such ordinances as necessary to recognize changes in resources or reallocations of budgets.

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 reappropriation of year-end encumbrances. Supplemental budgetary amendments reduced the General Fund appropriations by \$367,165. No expenditures exceeded appropriations at the legal level of control during Fiscal Year 2001-2002.

B. Deficit Fund Equity

The Job Training Consortium Fund and the Community Development Fund reported deficit fund balances of \$116,438 and \$106,950, respectively as of June 30, 2002. These deficits will be eliminated with future reimbursements of federal grant funds. Deficits reported in the Capital Projects Funds follow and will be eliminated with proceeds from issuances of General Obligation Bonds in FY 2002-2003:

Public Transportation, Series 2003	\$143,485
Parks and Recreation, Series 2003	102,580

IV. Detailed Notes on all Funds

A. Deposits and Investments

1. Deposits

All deposits of the City are made in designated official depositories and are secured as required by North Carolina General Statute 159-31. The City may designate as an official depository any bank or savings and loan association whose principal office is located in North Carolina. The City may also establish time deposits in the form of money market accounts and certificates of deposit. At year end, the carrying amount of the deposit portion of pooled cash and cash equivalents/ investments was \$618,342 and the bank balance was \$3,366,862. These amounts include deposits for the GTA, a discretely presented component unit, because the GTA owns a percentage of the City's pooled cash and cash equivalents/ investments funds.

State statute allows depositories to collateralize excess deposits above federal depository insurance coverage by selecting one of the following two options. Under the Dedicated Method, all deposits over the federal depository insurance coverage are collateralized with securities held by the City's agent in the City's name. Under the Pooling Method, 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, these deposits are considered to be held by the City's agent in the City's name.

Sufficient collateral was maintained at June 30, 2002 by banks to secure the City's deposits. At June 30, 2002, the City had no deposits in financial institutions which collateralize deposits in excess of the allowable federal depository insurance coverage of \$100,000 by the Dedicated Method. At June 30, 2002, all City deposits were maintained with financial institutions which collateralize excess deposits by the Pooling Method. Of the deposits maintained under the Pooling Method at June 30, 2002, \$300,000 in interest-bearing deposits was covered by federal depository insurance, and \$3,066,862 in interest-bearing deposits was collateralized by each depository with the State Treasurer.

The Greensboro ABC Board, a discretely presented component unit, held deposits in Pooling Method banks only. At June 30, 2002, the carrying amount of deposits was \$859,440 and the bank balance was \$909,891. All of the bank balances were 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 a nationally recognized rating service; 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. In accordance with state law, the City has invested in securities which are callable and which provide for periodic interest rate increases in specific increments until maturity. It is the policy of the City to hold 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. The North Carolina Capital Management Trust (NCCMT) Cash Portfolio's securities are valued at fair value, which is the NCCMT's share price. Money market instruments that have a remaining maturity at time of purchase of one year or less are reported at amortized cost. Interest income earned in the Capital Projects Funds, amounting to \$3,432,688 was assigned to the Debt Service Fund.

In accordance with financial reporting requirements of the Governmental Accounting Standards Board, the City's investments at year end are categorized into one of three categories of credit risk. Category 1 includes investments that are insured, registered, or for which the securities are held by the City or its agent in the City's name. Category 2 includes uninsured and unregistered investments for which the securities are held by the counter party's trust department or agent in the City's name. Category 3 includes uninsured and unregistered investments for which the securities are held by the counter party or by its trust department or agent, but not in the City's name. At June 30, 2002, all of the City's investments are categorized under Category 1, as shown in the table below. The repurchase agreements are collateralized by U. S. Government Securities or obligations of which the principal and interest are guaranteed by the United States and are held by a third party trustee pursuant to a trust agreement between the City, the counter party and the trustee. Investments in the Money Market Mutual Funds are exempt because the City does not own any identifiable securities but is a shareholder of a percentage of the funds.

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

<u>Category</u>	<u>1</u>	<u>2</u>	<u>3</u>	<u>Reported Value</u>	<u>Fair Value</u>
U.S. Government					
Agencies	\$183,104,690	\$	\$	\$183,104,690	\$183,104,690
Commercial					
Paper	11,260,911			11,260,911	11,260,911
Bankers					
Acceptances	<u>3,962,189</u>	<u> </u>	<u> </u>	<u>3,962,189</u>	<u>3,962,189</u>
	<u>\$198,327,790</u>	<u>\$ </u>	<u>\$ </u>	<u>198,327,790</u>	<u>198,327,790</u>
Investment in Money Market Mutual Funds				<u>59,176,236</u>	<u>59,176,236</u>
Total Investments				<u>\$257,504,026</u>	<u>\$257,504,026</u>

The City invests in callable, step-up securities to hedge against a rise in interest rates. These securities pay interest at a level which increases in specified increments on stated dates. The issuer will be required to pay a call premium on the redemption based on the call date at which the issuer elects to redeem the securities.

B. Long-Term Note Receivable

The City entered into an agreement with Duke Power Company, effective July 1, 1991, which authorize 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. 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, 2002 is \$14,955,263. Interest income of \$22,706,240 will be recognized by the effective yield method over the remaining 26-year term of the note, based on an imputed interest rate of 8.95%.

C. Capital Assets

Capital asset activity for the year ended June 30, 2002 was as follows:

Primary Government

	<u>Beginning Balance</u>	<u>Increases</u>	<u>Decreases</u>	<u>Ending Balance</u>
Governmental Activities:				
Capital Assets, Non-depreciable:				
Land	\$ 45,133,190	\$ 1,660,541	\$	\$ 46,793,731
Construction in Progress	15,950,599	20,806,895	(386,066)	36,371,428
Total Capital Assets, Non-depreciable	<u>61,083,789</u>	<u>22,467,436</u>	<u>(386,066)</u>	<u>83,165,159</u>
Capital Assets, Depreciable:				
Buildings	75,042,605	1,706,308	(8,991)	76,739,922
Improvements Other Than Buildings	5,611,406	1,235,500	(75,103)	6,771,803
Furniture, Fixtures, Machinery and Equipment	88,421,892	12,473,767	(6,249,489)	94,646,170
Infrastructure	281,718,253	1,510,182		283,228,435
Total Capital Assets, Depreciable	<u>450,794,156</u>	<u>16,925,757</u>	<u>(6,333,583)</u>	<u>461,386,330</u>
Less Accumulated Depreciation for:				
Buildings	(29,679,161)	(1,867,608)	4,992	(31,541,777)
Improvements Other Than Buildings	(4,413,966)	(263,097)	68,856	(4,608,207)
Furniture, Fixtures, Machinery and Equipment	(50,316,752)	(8,934,138)	4,976,844	(54,274,046)
Infrastructure	(109,837,931)	(5,354,268)		(115,192,199)
Total Accumulated Depreciation	<u>(194,247,810)</u>	<u>(16,419,111)</u>	<u>5,050,692</u>	<u>(205,616,229)</u>
Total Capital Assets, Depreciable, Net	<u>256,546,346</u>	<u>506,646</u>	<u>(1,282,891)</u>	<u>255,770,101</u>
Governmental Activities				
Capital Assets, Net	<u>\$ 317,630,135</u>	<u>\$ 22,974,082</u>	<u>\$ (1,668,957)</u>	<u>\$338,935,260</u>

Business-Type Activities:

Capital Assets, Non-depreciable:

Land	\$ 36,031,405	\$ 4,794,073	\$ (6,454,212)	\$ 34,371,266
Construction in Progress	41,710,613	6,982,407		48,693,020
Total Capital Assets, Non-depreciable	<u>77,742,018</u>	<u>11,776,480</u>	<u>(6,454,212)</u>	<u>83,064,286</u>

Capital Assets, Depreciable:

Buildings	174,243,923	71,082,081	(63,892,883)	181,433,121
Improvements Other Than Buildings	25,516,276	1,423,058	(1,364,045)	25,575,289
Furniture, Fixtures, Machinery and Equipment	38,355,949	215,976	(397,619)	38,174,306
Infrastructure	258,397,660	11,828,752	(2,785)	270,223,627
Total Capital Assets, Depreciable	<u>496,513,808</u>	<u>84,549,867</u>	<u>(65,657,332)</u>	<u>515,406,343</u>

Less Accumulated Depreciation for:

Buildings	(43,978,092)	(4,330,319)	76,655	(48,231,756)
Improvements Other Than Buildings	(11,178,445)	(1,185,482)	14,203	(12,349,724)
Furniture, Fixtures, Machinery and Equipment	(27,890,971)	(1,209,226)	281,137	(28,819,060)
Infrastructure	(89,467,786)	(6,618,648)	1,880	(96,084,554)
Total Accumulated Depreciation	<u>(172,515,294)</u>	<u>(13,343,675)</u>	<u>373,875</u>	<u>(185,485,094)</u>

Total Capital Assets, Depreciable, Net

	<u>323,998,514</u>	<u>71,206,192</u>	<u>(65,283,457)</u>	<u>329,921,249</u>
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Business-Type Activities

Capital Assets, Net	<u>\$ 401,740,532</u>	<u>\$ 82,982,672</u>	<u>\$(71,737,669)</u>	<u>\$ 412,985,535</u>
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Depreciation expense was charged to functions/programs of the primary government as follows:

Governmental Activities:

General Government	\$ 743,528
Public safety	475,902
Transportation, including depreciation of general infrastructure assets	3,754,036
Engineering and Inspections	45,191
Environmental Services	1,658,835
Culture and Recreation	1,420,040
Capital assets held by the government's internal service funds are charged to the various functions based on their usage of the assets	8,321,579
Total depreciation expense - Governmental Activities	<u>\$ 16,419,111</u>

Business-Type Activities:

Water Resources Fund, including depreciation of infrastructure assets	\$ 9,403,130
War Memorial Coliseum Fund	2,030,436
Bryan Park Fund	263,659
Parking Facilities Fund	460,908
Solid Waste Management Fund	1,185,542
Total depreciation expense - Business-Type Activities	<u>\$ 13,343,675</u>

Construction Commitments

The City has construction contract commitments on capital projects at June 30, 2002 as follows:

Governmental Funds:	
Special Revenue	\$ 183,651
Capital Projects	<u>5,181,952</u>
Total Governmental Funds	<u>5,365,603</u>
Enterprise Funds:	
Water Resources	4,612,828
Solid Waste Management	<u>264,181</u>
Total Enterprise Funds	<u>4,877,009</u>
	<u>\$10,242,612</u>

Discretely Presented Component Units:

Activity for GHDP for the year ended June 30, 2002, was as follows:

	Beginning Balance	Increases	Decreases	Ending Balance
Capital Assets, Non-Depreciable:				
Land	\$ <u>474,492</u>	\$ <u>590,210</u>	\$ <u>(32,500)</u>	\$ <u>1,032,202</u>
Capital Assets, Depreciable:				
Buildings	121,287			121,287
Improvements Other Than Buildings				
Furniture, Fixtures, Machinery and Equip	<u> </u>	<u> </u>	<u> </u>	<u> </u>
Total Capital Assets, Depreciable	<u>121,287</u>	<u> </u>	<u> </u>	<u>121,287</u>
Less Accumulated Depreciation For:				
Buildings	(47,606)	(7,419)		(55,025)
Improvements Other Than Buildings				
Furniture, Fixtures, Machinery and Equip	<u> </u>	<u> </u>	<u> </u>	<u> </u>
Total Accumulated Depreciation	<u>(47,606)</u>	<u>(7,419)</u>	<u> </u>	<u>(55,025)</u>
Total Capital Assets, Depreciable-Net	<u>73,681</u>	<u>(7,419)</u>	<u> </u>	<u>66,262</u>
GHDP Capital Assets, Net	\$ <u>548,173</u>	\$ <u>582,791</u>	\$ <u>(32,500)</u>	\$ <u>1,098,464</u>

Activity for GTA for the year ended June 30, 2002, was as follows:

	<u>Beginning Balance</u>	<u>Increases</u>	<u>Decreases</u>	<u>Ending Balance</u>
Capital Assets, Non-Depreciable:				
Land	\$ 235,000	\$ _____	\$ _____	\$ 235,000
Construction in Progress	<u>2,933,610</u>	<u>6,442,011</u>	_____	<u>9,375,621</u>
Total Capital Assets, Non-Depreciable	<u>3,168,610</u>	<u>6,442,011</u>	_____	<u>9,610,621</u>
Capital Assets, Depreciable:				
Buildings	2,477,571	155,983	(155,983)	2,477,571
Improvements Other Than Buildings	5,829	2,022	(2,022)	5,829
Furniture, Fixtures, Machinery and Equip	<u>5,295,660</u>	<u>1,905,604</u>	<u>(1,554,802)</u>	<u>5,646,462</u>
Total Capital Assets, Depreciable	7,779,060	2,063,609	(1,712,807)	8,129,862
Less Accumulated Depreciation For:				
Buildings	(272,845)	(61,940)	_____	(334,785)
Improvements Other Than Buildings	(487)	(197)	_____	(684)
Furniture, Fixtures, Machinery and Equip	<u>(2,324,161)</u>	<u>(460,670)</u>	<u>159,789</u>	<u>(2,625,042)</u>
Total Accumulated Depreciation	<u>(2,597,493)</u>	<u>(522,807)</u>	<u>159,789</u>	<u>(2,960,511)</u>
Total Capital Assets, Depreciable-Net	<u>5,181,567</u>	<u>1,540,802</u>	<u>(1,553,018)</u>	<u>5,169,351</u>
GTA Capital Assets, Net	<u>\$ 8,350,177</u>	<u>\$ 7,982,813</u>	<u>\$(1,553,018)</u>	<u>\$ 14,779,972</u>

Activity for ABC Board for the year ended June 30, 2002, was as follows:

	<u>Beginning Balance</u>	<u>Increases</u>	<u>Decreases</u>	<u>Ending Balance</u>
Capital Assets, Non-Depreciable:				
Land	\$ <u>339,855</u>	\$ _____	\$ _____	\$ <u>339,855</u>
Capital Assets, Depreciable:				
Buildings	1,630,726	_____	_____	1,630,726
Improvements Other Than Buildings	196,512	_____	_____	196,512
Furniture, Fixtures, Machinery and Equip	<u>834,774</u>	<u>10,083</u>	_____	<u>844,857</u>
Total Capital Assets, Depreciable	<u>2,662,012</u>	<u>10,083</u>	_____	<u>2,672,095</u>
Less Accumulated Depreciation For:				
Buildings	(533,134)	(36,813)	_____	(569,947)
Improvements Other Than Buildings	(150,217)	(10,966)	_____	(161,183)
Furniture, Fixtures, Machinery and Equip	<u>(498,325)</u>	<u>(108,860)</u>	_____	<u>(607,185)</u>
Total Accumulated Depreciation	<u>(1,181,676)</u>	<u>(156,639)</u>	_____	<u>(1,338,315)</u>
Total Capital Assets, Depreciable-Net	<u>1,480,336</u>	<u>(146,556)</u>	_____	<u>1,333,780</u>
ABC Board Capital Assets, Net	<u>\$ 1,820,191</u>	<u>\$(146,556)</u>	<u>_____</u>	<u>\$ 1,673,635</u>

D. Closure and Postclosure Care Costs - 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 \$8,686,487 reported as landfill closure and post closure care liability at June 30, 2002 is based on the use 100% of the estimated capacity of Phase II and Phase III, Cell 1. Phase III, Cell 2 is estimated at 31.8% filled.

These amounts are based on what it would cost to perform all closure and post closure care in the current year. Actual cost may be higher due to inflation, changes in technology, or changes in regulations. At June 30, 2002, the City had expended \$3,876,035 to complete closure for the White Street facility, Phase II. The balance of closure costs, estimated at \$5,449,375 for Phase III, Cells 1 and 2 will be funded over the remaining life of the landfill.

E. 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, 2002:

1. Internal Receivables/Payables:

	Receivable By:	Receivable By:
Current	<u>General Fund</u>	Non-major
Payable From: Non-major Governmental Funds	<u>\$633,932</u>	<u>Governmental Funds</u>
		\$ <u>90,000</u>

	Receivable By:
Long-Term	<u>Internal Service Funds</u>
Payable From: Bryan Park	\$ 28,041
Parking	30,777
Solid Waste	58,670
Internal Service Funds	<u>3,366,856</u>
	<u>\$3,484,344</u>

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

	Receivable By:
	<u>General Fund</u>
Payable From: Component Unit – ABC Board	<u>\$518,559</u>

Current balances represent amounts spent on capital projects prior to issuance of general obligation bonds, as well as certain grant expenditures which are on a reimbursement basis. These items should be paid back to the respective funds during the next year upon debt issuance in spring 2003 and receipt of funding from grantor agencies.

Long-term balances represent amounts paid to the Capital Leasing Fund for financing of equipment purchases over a five year period.

Internal balances of \$2,628,006 payable from the Governmental Activities to the Business-Type Activities represent activity of the Internal Service Funds.

3. Interfund Transfers:

	General Fund	Non-major Governmental Funds	Internal Service Funds	Water Resources Fund	War Memorial Coliseum Funds
<u>Transfers From:</u>	<u>\$(25,168,828)</u>	<u>\$(10,071,393)</u>	<u>\$(65,630)</u>	<u>\$(614,510)</u>	<u>\$(108,345)</u>
<u>Transfers To:</u>					
General Fund	\$	\$ 4,781,255	\$ 65,630	\$ 337,485	\$ 108,345
Housing Partnership Revolving	2,092,988				
Debt Service	12,596,130				
Non-Major Governmental Funds	179,822	5,278,388			
Enterprise Funds:					
War Memorial Coliseum	1,750,000				
Solid Waste	6,833,333				
Other Non-major Funds	1,336,080				
Internal Service Funds	<u>380,475</u>	<u>11,750</u>	<u> </u>	<u>277,025</u>	<u> </u>
Total	<u>\$ 25,168,828</u>	<u>\$ 10,071,393</u>	<u>\$ 65,630</u>	<u>\$ 614,510</u>	<u>\$ 108,345</u>

	Solid Waste Management Fund	Total
<u>Transfers From:</u>	<u>\$(167,185)</u>	<u>\$(36,195,891)</u>
<u>Transfers To:</u>		
General Fund	\$ 167,185	\$ 5,459,900
Housing Partnership Revolving		2,092,988
Debt Service Fund		12,596,130
Non-Major Governmental Funds		5,458,210
Enterprise Funds:		
War Memorial Coliseum		1,750,000
Solid Waste		6,833,333
Other Non-major Funds		1,336,080
Internal Service Funds		<u>669,250</u>
Total	<u>\$ 167,185</u>	<u>\$ 36,195,891</u>

Transfers were made to use unrestricted revenues in the General Fund to finance various programs accounted for in other funds in accordance with budgetary authorizations.

Non-routine transfers to Equipment Services for \$479,850 were for mid-year vehicle purchases.

Transfers to the General Fund of \$678,645 were to fund the Enterprise Resource Planning (ERP) Project. This will be an annual transfer until implementation of the ERP Project is complete, which is anticipated in Fiscal Year 2003.

F. 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, 2002 is \$995,746,229. In June 2002, the City issued \$10,000,000 in tax-exempt General Obligation Public Improvement Bond Anticipation Notes for several capital projects including \$3,000,000 per project for street improvement, fire station and law enforcement facilities and \$1,000,000 for library facilities. The notes bear a coupon rate of 2% with a maturity date of February 2003. Long-Term Bonded Debt consists of the following:

1. General Governmental Improvement General Obligation Bonds

These outstanding tax-exempt and taxable bonds bear interest, payable monthly, at variable rates along with interest payable semi-annually at fixed rates from 4.6% to 6.0%. The outstanding tax-exempt and taxable variable rate bonds are reported at 1.25% and 1.95%, respectively as of June 30, 2002. Principal is payable annually in varying amounts through 2022. Principal and interest requirements will be provided by an appropriation in the year in which they become due.

\$142,997,095

2. Internal Service 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.

5,732,905

3. Enterprise Improvement General Obligation Bonds

These General Obligation Bonds were issued for water and sewer improvements. It is expected that the revenues produced by this enterprise will meet the debt service required for bond retirement. Outstanding tax-exempt bonds bear interest, payable semi-annually, at rates varying from 4.7% to 5.5%. The outstanding tax-exempt variable rate bonds are reported at 1.25% as of the end of June 30, 2002. Principal is payable annually in varying amounts through 2010. Principal and interest requirements will be provided by an appropriation in the year in which they become due.

5,835,000
\$154,565,000

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 service payments on the 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, 2002, \$51,130,000 of General Obligation Bonds outstanding are considered defeased.

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

<u>Fiscal Year</u>	<u>Governmental Activities Annual Requirements</u>		<u>Business-Type Activities Annual Requirements</u>		<u>Total</u>
	<u>Principal</u>	<u>Interest</u>	<u>Principal</u>	<u>Interest</u>	
2002-03	\$ 19,945,000	\$ 5,784,683	\$1,095,000	\$ 299,810	\$ 27,124,493
2003-04	10,015,000	5,195,068	1,085,000	244,215	16,539,283
2004-05	10,155,000	4,725,437	1,080,000	188,485	16,148,922
2005-06	10,255,000	4,244,401	1,075,000	132,385	15,706,786
2006-07	10,875,000	3,754,432	610,000	75,505	15,314,937
2007-12	53,450,000	11,770,199	890,000	62,535	66,172,734
2012-17	19,045,000	3,768,262			22,813,262
2017-22	14,990,000	840,538			15,830,538
	<u>\$148,730,000</u>	<u>\$40,083,020</u>	<u>\$5,835,000</u>	<u>\$1,002,935</u>	<u>\$195,650,955</u>

6. Special Obligation Bonds

In 1997, the City issued \$16,000,000 in tax-exempt Special Obligation Bonds. Outstanding bonds bear interest payable semi-annually at fixed rates from 4.6% to 5.2%. Principal is payable annually in varying amounts from the years 2000 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. A portion of the Local Options 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 that the City maintain a long-term debt service coverage ratio, as defined, of not less than 2.0. The coverage ratio at June 30, 2002 is 7.34. The City demonstrated compliance with bond covenants during Fiscal Year 2001-02.

Special Obligation Bonds Debt Service Requirements to Maturity are:

<u>Fiscal Year</u>	<u>Business-Type Activities Annual Requirements</u>		<u>Total</u>
	<u>Principal</u>	<u>Interest</u>	
2002-03	\$ 950,000	\$ 670,794	\$ 1,620,794
2003-04	995,000	626,144	1,621,144
2004-05	1,040,000	578,881	1,618,881
2005-06	1,090,000	528,961	1,618,961
2006-07	1,145,000	475,551	1,620,551
2007-12	6,640,000	1,460,138	8,100,138
2012-13	<u>1,540,000</u>	<u>80,080</u>	<u>1,620,080</u>
	<u>\$13,400,000</u>	<u>\$4,420,549</u>	<u>\$17,820,549</u>

7. Combined Enterprise System Revenue Bonds

On May 31, 2001, the City issued \$35,740,000 Fixed Rate 2001A bearing interest rates from 4.25% to 5.50% and \$20,190,000 Variable Rate 2001B Series tax-exempt Combined Enterprise System Revenue Bonds. A portion of the 2001B bonds was issued to defease \$10,000,000 Variable Rate 1995B tax-exempt bonds. Outstanding Series 2001 Revenue Bonds amount to \$55,930,000 as of June 30, 2002, with final maturity in 2026.

The City has \$27,045,000 in outstanding tax-exempt 1998A Revenue Bonds bearing interest payable semi-annually at fixed rates from 4.1% to 5.5%. In addition, \$10,000,000 in tax-exempt variable rate 1998B Revenue Bonds are outstanding. Principal is payable annually in varying amounts through 2024. The City has \$34,625,000 outstanding in tax-exempt 1995A Revenue Bonds bearing interest payable semi-annually at fixed rates from 5.1% to 6.5%. Principal is payable annually in varying amounts through 2024. The Combined Enterprise System is currently comprised of the City’s water and sanitary sewer system. Net receipts of the Combined Enterprise System are pledged to the payment of and as security for the Revenue Bonds. Principal and interest requirements will be provided by an appropriation in the year in which they become due. The outstanding tax-exempt variable rate bonds are reported at 1.25% as of June 30, 2002.

Certain financial covenants are contained 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 1.20. The coverage ratio at June 30, 2002 is 1.84. The City was in compliance with all such covenants during Fiscal Year 2001-02.

Revenue Bonds Debt Service Requirements to maturity are:

<u>Fiscal Year</u>	<u>Business-Type Activities</u>		<u>Total</u>
	<u>Principal</u>	<u>Interest</u>	
2002-03	\$ 3,170,000	\$ 5,368,331	\$ 8,538,331
2003-04	3,395,000	5,210,516	8,605,516
2004-05	3,630,000	5,031,354	8,661,354
2005-06	3,890,000	4,827,154	8,717,154
2006-07	4,175,000	4,619,219	8,794,219
2007-12	28,825,000	19,813,181	48,638,181
2012-17	31,010,000	12,973,061	43,983,061
2017-22	35,559,250	4,804,778	40,364,028
2022-26	<u>13,945,750</u>	<u>513,191</u>	<u>14,458,941</u>
	<u>\$127,600,000</u>	<u>\$63,160,785</u>	<u>\$190,760,785</u>

8. Certificates of Participation

In June 2002, the GCCC issued \$7,000,000 in tax-exempt Certificates of Participation to finance equipment purchases of the City. The certificates bear interest, payable quarterly, at a variable rate. Principal and interest is payable annually in varying amounts through 2007.

Certificates of Participation of the 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 quarterly at variable rates and payable semi-annually at fixed rates on tax-exempt issues from 6.25% to 6.375% and on taxable issues from 6.50% to 7.25%. The outstanding tax-exempt and taxable variable rate bonds are reported at 1.25% and 1.95%, respectively as of the end of June 30, 2002. Principal is payable annually in varying amounts through 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 Parking Facilities Enterprise Fund for the debt service attributable to parking facilities; in the Hotel/Motel Occupancy Tax Special Revenue Fund and War Memorial Coliseum Enterprise Fund for the portion of the debt service attributable to the Coliseum expansion and improvements; and in the Capital Leasing Internal Service Fund for the debt service attributable to equipment purchases.

In prior years, 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 liability for the defeased certificates are not included in the City's financial statements. At June 30, 2002, \$22,235,000 of outstanding certificates are considered defeased.

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

<u>Fiscal Year</u>	<u>Governmental</u>		<u>Business-Type Activities</u>		<u>Total</u>
	<u>Annual Requirements</u>		<u>Annual Requirements</u>		
	<u>Principal</u>	<u>Interest</u>	<u>Principal</u>	<u>Interest</u>	
2002-03	\$ 5,087,205	\$ 1,371,642	\$1,452,795	\$ 715,480	\$ 8,627,122
2003-04	5,271,798	1,235,645	1,563,202	623,626	8,694,271
2004-05	5,506,914	1,090,246	1,668,086	526,401	8,791,647
2005-06	5,672,682	934,122	1,787,318	422,914	8,817,036
2006-07	5,854,145	768,116	1,910,855	312,389	8,845,505
2007-12	13,875,686	1,726,765	4,354,314	266,633	20,223,398
2012-16	<u>5,365,000</u>	<u>269,686</u>			<u>5,634,686</u>
	<u>\$46,633,430</u>	<u>\$ 7,396,222</u>	<u>\$12,736,570</u>	<u>\$2,867,443</u>	<u>\$69,633,665</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 2.6% to 6.7% and redevelopment projects that bear interest at an approximated rate of 2.10%. Interest and principal are payable monthly and quarterly through 2016. Principal and interest requirements will be provided by an appropriation in the year in which they become due.

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

<u>Fiscal Year</u>	<u>Governmental Activities</u>		<u>Business-Type Activities</u>		<u>Total</u>
	<u>Annual Requirements</u>		<u>Annual Requirements</u>		
	<u>Principal</u>	<u>Interest</u>	<u>Principal</u>	<u>Interest</u>	
2002-03	\$ 1,411,030	\$ 287,793	\$ 625,120	\$ 284,638	\$ 2,608,581
2003-04	1,368,748	209,044	681,510	260,926	2,520,228
2004-05	826,550	135,848	682,341	234,092	1,878,831
2005-06	511,217	93,443	704,923	206,940	1,516,523
2006-07	413,977	66,688	681,483	178,139	1,340,287
2007-12	1,263,000	112,560	2,822,524	495,593	4,693,677
2012-16			<u>1,317,025</u>	<u>81,526</u>	<u>1,398,551</u>
	<u>\$ 5,794,522</u>	<u>\$ 905,376</u>	<u>\$ 7,514,926</u>	<u>\$ 1,741,854</u>	<u>\$ 15,956,678</u>

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 \$3,922,497 for the outstanding Federal Wastewater Loan obligation that is 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%. The City also received \$3,128,000 in funds from a HUD Section 108 variable rate note beginning February 2002 and maturing in August 2022, at an interest rate of the 3 month LIBOR plus 20 basis points, which approximated 2.10% at June 30, 2002. In August 2002, the City converted the outstanding variable rate HUD note to a fixed rate permanent financing ranging from 1.75% to 6.12%. Total commitment for the HUD funding is \$7,461,000.

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

Long-term liability activity for the year ended June 30, 2002, was as follows:

	<u>Beginning Balance</u>	<u>Additions</u>	<u>Reductions</u>	<u>Ending Balance</u>	<u>Due Within One Year</u>
Governmental Activities:					
Bonds and Notes Payable:					
General Obligation Bonds	\$148,635,000	\$10,000,000	\$(9,905,000)	\$148,730,000	\$19,945,000
Certificates of Participation	44,451,624	7,000,000	(4,818,194)	46,633,430	5,087,205
Section 108 HUD Note		3,128,000	(50,000)	3,078,000	323,000
Less Deferred Amounts:					
For Issuance Premium		<u>32,100</u>		<u>32,100</u>	<u>32,100</u>
Total Debt Payable	193,086,624	20,160,100	(14,773,194)	198,473,530	25,387,305
Other Liabilities:					
Capital Leases	824,008	2,834,351	(941,837)	2,716,522	1,088,030
Compensated Absences	<u>7,191,186</u>	<u>502,427</u>	<u>(6,257)</u>	<u>7,687,356</u>	<u>4,680,148</u>
Governmental Activity					
Long-Term Liability	<u>\$201,101,818</u>	<u>\$23,496,878</u>	<u>\$(15,721,288)</u>	<u>\$208,877,408</u>	<u>\$31,155,483</u>
Business-Type Activities:					
Bonds and Notes Payable:					
General Obligation Bonds	\$ 6,885,000	\$	\$ (1,050,000)	\$ 5,835,000	\$1,095,000
Special Obligation Bonds	14,305,000		(905,000)	13,400,000	950,000
Revenue Bonds	129,605,000		(2,005,000)	127,600,000	3,170,000
Certificates of Participation	14,103,376		(1,366,806)	12,736,570	1,452,795
Federal Loan Obligation	4,202,675		(280,178)	3,922,497	280,178
State Infrastructure Loan	1,575,000		(1,575,000)		
Watershed	3,940,580	401	(348,552)	3,592,429	344,942
Less Deferred Amounts:					
For Issuance Discounts	(357,108)		49,768	(307,340)	(49,768)
For Issuance Premiums	<u>325,420</u>		<u>(14,271)</u>	<u>311,149</u>	<u>14,271</u>
Total Debt Payable	174,584,943	401	(7,495,039)	167,090,305	7,257,418
Other Liabilities:					
Accrued Landfill Liability	6,908,278	2,078,209	(300,000)	8,686,487	500,000
Compensated Absences	<u>1,340,461</u>	<u>41,879</u>	<u>(10,578)</u>	<u>1,371,762</u>	<u>1,316,204</u>
Business-Type Activity					
Long-Term Liability	<u>\$182,833,682</u>	<u>\$ 2,120,489</u>	<u>\$(7,805,617)</u>	<u>\$177,148,554</u>	<u>\$9,073,622</u>

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.

G. 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, 2002 amounted to \$9,059,118 of which \$7,687,356 relates to Governmental Activities and \$1,371,762 relates to Business-Type Activities.

Changes in accumulated annual leave are as follows:

<u>Fund Type</u>	<u>Balance 7/1/01</u>	<u>Current Year</u>		<u>Balance 6/30/02</u>
		<u>Increase</u>	<u>Decrease</u>	
Governmental Activities	\$7,191,186	\$5,633,731	\$(5,137,561)	\$7,687,356
Business-Type Activities	<u>1,340,461</u>	<u>1,236,182</u>	<u>(1,204,881)</u>	<u>1,371,762</u>
	<u>\$8,531,647</u>	<u>\$6,869,913</u>	<u>\$(6,342,442)</u>	<u>\$9,059,118</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, 2002. GTA leave liability is \$5,980.

City employees had accumulated sick leave benefits of \$34,239,728 at June 30, 2002, 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 risk-sharing participation, purchase of 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.

All operating funds of the City participate in the risk management program and make payments to the Employee Insurance Fund and the General Insurance Fund based on the insured 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 (IBNRs), 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 Insurance

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

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

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 health insurance, 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 and the employees' portion of insurance premiums directly to the insurer.

The City is self-funded for workers compensation for claims up to \$350,000 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 Insurance

The City's General Insurance Fund covers the first \$100,000 in liability claims. A purchased insurance policy pays claims in excess of \$2,000,000 per occurrence with an aggregate of \$5,000,000 per occurrence, thereafter.

The City currently participates in four separate funds in the Excess Liability Fund, Inc. (ELF) to self-fund certain types of liability claims in conjunction with the purchased excess policy. As of 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 actuarially determined and 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 Corporation. 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 \$3,200,000 per occurrence, with an aggregate available for the City of \$7,867,646 as of June 30, 2002. Additional amounts of \$2,540,232 are recorded in the Excess Liability Fund – Tier I for payment of City claims. Accordingly, a total of \$10,407,878 is recorded in the City's General Insurance Fund as insurance deposits. A portion of the Excess Liability Fund – Tier I, \$902,314, 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 \$870,371 in insurance deposits in the Employee Insurance Fund to reflect amounts held by the ELF to pay employer's liability and workers' compensation claims. Amounts paid by the Revolving Fund – Employer's

Liability/Worker's Compensation Fund are to be repaid in subsequent years by the member incurring the loss.

The City is also a member of the Local Government Property Insurance Deductible Fund, Inc. This Fund provides excess property insurance coverage through a purchased insurance policy. Property losses up to \$100,000 per occurrence (limited to an annual aggregate retention of \$300,000) are paid by the Fund after application of a \$5,000 deductible requirement for each member agency. These claims are shared jointly by all members of the Fund. Property insurance coverage above the annual retention provides for up to 100% replacement cost, limited to \$200,000,000 per occurrence. As of June 30, 2002, the City's contributions to the Property Deductible Fund totaled \$480,750. At June 30, 2002, the total retained earnings of the Local Government Property Insurance Deductible Fund, Inc. is \$1,573,156.

The City has the right to withdraw its contributions in the Revolving Fund - Primary Liability Coverage, the Excess Liability Fund - Tier I, 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 claim year.

3. Reconciliation of Claims Liability

Changes in the City's claims liability balance during Fiscal Years 2002 and 2001 are as follows:

	Employee <u>Insurance</u>	General <u>Insurance</u>	Total <u>2001-02</u>	Total <u>2000-01</u>
Balance - July 1	\$1,958,883	\$1,271,943	\$3,230,826	\$3,218,634
Add Incurred Claims (including IBNRs) and Changes in Estimates	8,232,442	769,011	9,001,453	3,123,016
Deduct Claims Payments	<u>7,960,914¹</u>	<u>792,109</u>	<u>8,753,023</u>	<u>3,110,824</u>
Balance - June 30	<u>\$2,230,411</u>	<u>\$1,248,845</u>	<u>\$3,479,256</u>	<u>\$3,230,826</u>

¹ Increase in incurred claims for the Employee Insurance Fund is a result of changing from a premium-based plan to a self-insured plan.

B. Subsequent Events

On September 18, 2002, the City issued \$11,770,000 in Certificates of Participation to refund all of the outstanding 1991 Parking Facilities Certificates and \$1,505,000 in additional funds to pay the costs of improvements to and renovation of an existing City-owned parking deck. The Certificates were issued with a 3% coupon and associated premium of \$200,362 and generated present value interest savings in excess of \$1 million over the life of the certificates which mature in December 2008.

On October 8, 2002, the City entered into two master agreements to reduce interest rate exposure on the City's variable rate debt outstanding. An interest rate swap was executed pertaining to \$13,600,000 Series 1994B and \$5,700,000 Series 1998 Tax Exempt General Obligation Bonds. Terms of the agreement call for the City to make fixed interest payments to a third party until final maturity of the bonds as follows:

\$13,600,000	4/1/14	2.92%
5,700,000	4/1/19-20	3.46%

The City will receive payments associated with the bonds at 67% of the US 1-Month LIBOR Index. In addition, the City has executed an interest rate cap agreement at 6% for its \$6,300,000 Series 1998 Taxable General Obligation Bonds, terminating in five years. In August 2002, the City converted \$3,078,000 of its HUD Section 108 variable note to a fixed rate obligation with interest rates ranging from 1.75% to 6.12%, maturing in 2022.

In August 2002, the City authorized an additional loan guarantee in the amount of \$215,000 for GHDP in conjunction with the development of the Southside neighborhood. The guaranteed portion of the outstanding loan would be paid by GHDP with a pledge of 25% of the proceeds from the sale of each newly constructed home unit.

C. Commitments and Contingencies

1. Legalities

The City is party to a number of civil lawsuits and other legal actions. In the opinion of the City’s attorney and management, the ultimate outcome of these suits is not expected to have a significant impact upon the City’s financial position.

2. Authorized capital projects at June 30, 2002 are comprised of the following:

	<u>Project Authorization</u>	<u>Expended Through June 30, 2002</u>	<u>Unexpended Authorization</u>
Governmental Funds:			
Special Revenue	\$ 19,891,850	\$ 11,514,523	\$ 8,377,327
Capital Projects	<u>328,931,722</u>	<u>160,110,181</u>	<u>168,821,541</u>
	<u>\$348,823,572</u>	<u>\$171,624,704</u>	<u>\$177,198,868</u>
Enterprise Funds:			
Water Resources	\$ 89,781,549	\$ 66,219,788	\$ 23,561,761
Solid Waste Management	<u>16,000,000</u>	<u>14,881,259</u>	<u>1,118,741</u>
	<u>\$105,781,549</u>	<u>\$ 81,101,047</u>	<u>\$ 24,680,502</u>

3. Financial Assistance Programs

The City participates in a number of Federal and State financial assistance programs. For the Fiscal Year ended June 30, 2002, 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 lease agreements for various store and office properties. Rental expense for the year ended June 30, 2002 totaled \$192,549. Future lease payments less payments under sublease agreement are as follows:

<u>Fiscal Year</u>	<u>Lease Payment</u>
2002-03	\$182,304
2003-04	99,891
2004-05	59,172
2005-06	59,172
2006-07	<u>35,324</u>
	<u>\$435,863</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, 2002 totaled \$378,695. Future lease payments are as follows:

<u>Fiscal Year</u>	<u>Lease Payment</u>
2002-03	\$ 730,235
2003-04	729,568
2004-05	351,705
2005-06	8,506
2006-07	<u>4,253</u>
	<u>\$1,824,267</u>

6. Contingencies

During 1999, the City entered into a line of credit loan guarantee agreement with a financial institution to guarantee obligations up to \$300,000 of the GHDP for housing rehabilitation and construction in the Eastside Park area of the City. In December 1991, the agreement was re-negotiated and the amount of the City's guarantee was increased to \$650,000 to allow for further improvements conducted by GHDP.

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 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 is 59.4%, or \$33,858,000, based on a percentage of raw water allocation. City contributions, funded from the Water and Sewer Capital Reserve Fund, total \$23,700,343 as of June 30, 2002. The balance of the City's contribution of \$10,363,418, including \$205,761 for staff administration and

equipment fees to be paid from the City's operations, was paid as of August 2002. The Authority began construction of the Dam and will also construct a Water Treatment Plant to be financed from revenue bonds, expected to be issued by the Authority in FY 2002-2003. Each participant has the right to purchase future treated water in agreed upon allotments, according to a uniform rate structure set by the Authority. The City's net investment and its share of the operating results of the Authority are reported in the Water Resources Enterprise Fund. At June 30, 2002, the City's equity interest in the Authority was \$36,254,465. 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, established the Authority to promote regional tourism. The City appoints five members of the Authority's thirteen member board. The Authority receives room occupancy taxes which are levied on gross receipts from rental accommodations within Guilford 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 Guilford County. During 2001-02, the City levied \$3,117,221 in room occupancy taxes, of which \$623,444 was remitted to the Authority for travel and tourism promotion.

F. Related Organization

GREENSBORO HOUSING AUTHORITY (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 City 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 will be repaid by the Authority with payments in lieu of taxes, as principal and interest payments become due.

G. Post-employment Benefits

In addition to the pension benefits described in Note I, the City Council has authorized the City to provide health care benefits to retirees until age 65. As of June 30, 2002, 447 retirees are participating in one or more health, dental and life insurance programs. The City's contribution is determined by the number of years of service prior to retirement. For retirees with 30 or more years of service, the City funds the benefit at the active employees' benefit rate. Retirees with 25 years and 20 years of service are funded at 75 percent and 50 percent of the active employees' benefit rate, respectively. The City does not fund any portion of the cost for retirees with less than 20 years of service. Retirees are required to pay a portion of the premium for health and all of the premium for dental coverage and dependent health coverage. Those retirees who were employed at least 20 years receive reduced term life insurance coverage until age 65.

Post employment health care benefits are accounted for in the City's Employee Insurance Fund and payments are made on a pay-as-you-go basis. The City's portion of retiree benefits (net of retiree contributions) totaled \$791,778 for the Fiscal Year ended June 30, 2002.

H. Deferred Compensation

The City offers all of its employees a Deferred Compensation Plan (Plan) in accordance with Internal Revenue Code Section 457. 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 the laws which govern the City's Plan, requiring all assets of the Plan to be held in trust, custodial accounts or in annuity contracts for the exclusive benefit of participants and their beneficiaries. Effective January 1, 1999, the City entered in a trust and is also holding annuity contracts in compliance with GASB Statement 32, *Accounting and Financial Reporting for Internal Revenue 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 2% of salary, less FICA, if applicable, to the Plan for participating full time employees. The City contributes an additional 3% of salary, less FICA, if applicable, for those engaged in firefighting, if firefighters choose to defer at least 3% of their salary, as well. Those employees engaged in law enforcement may participate in the Plan, however, no City contributions are made on their behalf, but instead are contributed 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, 2002 was \$43,902,066.

In addition, the City is in the process of terminating a Deferred Money Purchase Pension Plan for City firefighters in accordance with Internal Revenue Code Sections 401 (a). The assets remaining in this plan as of June 30, 2002 were \$236,552. Participants are selecting the manner of disbursement of their individual accounts, which should be completed within the next Fiscal Year.

I. Pension Plan Obligations

1. Local Governmental Employees' Retirement System

a. Plan Description

All permanent full-time City of Greensboro employees participate in the statewide Local Governmental Employees' 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, 2002 was \$107,682,739 and the City's total payroll was \$115,205,644.

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 1.81% of average final compensation times years of creditable service. Average final compensation is defined as the average of an employee's salary during the employee's four consecutive highest-paid years. 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 enforcement 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, 2002, 2001, and 2000 were \$4,107,332, \$3,842,247, and \$3,564,769, respectively. The contributions made by the City equaled 100% of the required contributions in each year. The City's current required contributions for employees not engaged in law enforcement and for law enforcement officers represented 4.91% and 4.78% of covered payroll, respectively.

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.

The System also provides retirement benefits to permanent Greensboro ABC Board employees. The employee members contribute 6% of their individual salaries. Effective July 1, 1998, the Board's mandatory contribution was 4.99%. The employer contributions to the System for the years ended June 30, 2002, 2001 and 2000 were \$319,103, \$302,618, and \$288,947, respectively. There is no unfunded accrued pension liability as of June 30, 2002. The contribution requirements of members and of the City and the ABC Board employers are established and may be amended by the North Carolina General Assembly.

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.

The payroll for employees covered by the System for the Fiscal Year ended June 30, 2002 was \$24,030,348. The City's total payroll was \$115,205,644.

All full-time City law enforcement officers are covered by the System. At December 31, 2001, the date of the latest actuarial valuation, the System's membership consisted of:

Retirees currently receiving benefits	98
Active plan members	<u>499</u>
Total	<u>597</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 .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 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 Corporation	41.7
Federal Home Loan Mortgage Corporation	23.9
Federal Home Loan Bank Bonds	18.0

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 \$1,511,435 or 6.29% of annual covered payroll. Current contributions equaled 123% of the actuarially required amounts in 2001-02. 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, 2000 actuarial valuation using the projected unit credit actuarial cost method. The actuarial assumptions included (a) 6.0% investment rate of return and (b) projected salary increases of 4.0%. Both (a) and (b) included an inflation component of 3.75%. The assumptions did not include postretirement benefit increases. The actuarial value of assets was determined using the market value of investments. The unfunded actuarial accrued liability is being amortized as a level dollar amount on a closed basis. The remaining amortization period at December 31, 2001 was 29 years.

Fiscal Year <u>Ended</u>	Annual Pension <u>Cost (APC)</u>	Percentage of <u>APC Contributed</u>	Net Pension <u>Obligation</u>
6/30/00	\$ 976,114	133.22%	\$ (293,339)
6/30/01	1,076,393	145.17%	(779,561)
6/30/02	1,232,401	122.64%	(1,062,262)

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

Annual Required Contribution	\$1,233,895
Interest on Net Pension Obligation	(56,784)
Adjustment to Annual Required Contribution	<u>55,290</u>
Annual Pension Cost	1,232,401
Contributions Made	<u>(1,511,435)</u>
Decrease in Net Pension Obligation	(279,034)
Net Pension Obligation- Beginning of Year	<u>(783,228)</u>
Net Pension Obligation- End of Year	<u><u>\$(1,062,262)</u></u>

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, 2002 were calculated using a covered payroll (base salary) in the amount of \$21,654,567. The City's total payroll was \$115,205,644. Total contributions were \$2,066,192, which consisted of \$1,082,728 from the City and \$983,464 from the law enforcement officers. The City's required contributions and the officer's voluntary contributions represented 5.0% and 4.5% of the covered payroll amount, respectively.

Schedule of Funding Progress

Law Enforcement Officers' Special Separation Allowance
 Required Supplementary Information
 Years Ended December 31, 1993 - 2002

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)
12/31/93	\$2,479,192	\$6,159,850	40.2%	\$3,680,658	\$15,312,854	24.0%
12/31/94	2,327,183	6,671,788	34.9%	4,344,605	16,188,840	26.8%
12/31/95	2,406,842	7,657,871	31.4%	5,251,029	17,210,802	30.5%
12/31/96	2,407,134	8,329,669	28.9%	5,922,535	18,085,582	32.7%
12/31/97	2,530,925	9,511,422	26.6%	6,980,497	19,065,240	36.6%
12/31/98	2,617,828	10,512,393	24.9%	7,894,565	19,370,384	40.8%
12/31/99	2,700,772	11,397,369	23.7%	8,696,597	20,497,436	42.4%
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%

* 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 of 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, 1994 - 2002

<u>Year Ended 6/30</u>	<u>Annual Required Contribution</u>	<u>Percentage Contributed</u>
1994	\$469,482	105.8 %
1995	516,043	94.3
1996 (2)	592,512	92.7
1997	722,853	100.0
1998	791,389	100.0
1999	876,382	100.0
2000	976,812	100.0
2001	1,069,146	146.2
2002	1,233,895	122.5

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	12/31/01
Actuarial Cost Method	Projected Unit Credit
Amortization Method	Level Dollar Closed
Remaining Amortization Period	29 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.

COMBINING BALANCE SHEET

Nonmajor Governmental Funds

June 30, 2002

ASSETS	SPECIAL REVENUE FUNDS	CAPITAL PROJECTS FUNDS	PERMANENT FUND PERPETUAL CARE	TOTAL NONMAJOR GOVERNMENTAL FUNDS
Cash and Cash Equivalents/ Investments	\$ 8,405,955	\$ 6,239,290	\$	\$ 14,645,245
Receivables:				
Taxes	529,659			529,659
Accounts, Notes and Mortgages	8,344,697			8,344,697
Assessments	130,955			130,955
Intergovernmental	1,261,376	310		1,261,686
Internal Receivables	90,000			90,000
Miscellaneous	2,984			2,984
Assets Held for Resale	95,180			95,180
Restricted Assets:				
Cash and Cash Equivalents/ Investments	11,022,773	37,651,361	1,866,141	50,540,275
Receivables:				
Assessments	18,151			18,151
Intergovernmental	29,865			29,865
Miscellaneous	2,250			2,250
Total Assets	<u>\$ 29,933,845</u>	<u>\$ 43,890,961</u>	<u>\$ 1,866,141</u>	<u>\$ 75,690,947</u>
LIABILITIES AND FUND BALANCES				
Liabilities:				
Accounts Payable	\$ 58,460	\$	\$	\$ 58,460
Contracts/Retainage Payable	872,023	166,733		1,038,756
Intergovernmental Payable	18,037			18,037
Internal Payable	533,300	190,632		723,932
Miscellaneous	63,611			63,611
Deferred Revenues	11,080,793			11,080,793
Liabilities Payable From Restricted Assets:				
Accounts Payable	720	2,409		3,129
Contracts/Retainage Payable		2,434,239		2,434,239
Intergovernmental Payable		169		169
Miscellaneous		956		956
Total Liabilities	<u>12,626,944</u>	<u>2,795,138</u>		<u>15,422,082</u>
Fund Balances:				
Reserved by State Statute	1,779,663			1,779,663
Reserved for Encumbrances	3,174,025			3,174,025
Reserved for Assets Held for Resale	95,180			95,180
Reserved for Perpetual Care			1,866,141	1,866,141
Total Reserved Fund Balance	<u>5,048,868</u>		<u>1,866,141</u>	<u>6,915,009</u>
Unreserved, Reported In:				
Designated for Subsequent Year's Expenditures:				
Special Revenue Funds	2,849,670			2,849,670
Designated for Specific Purposes :				
Special Revenue Funds	664,540			664,540
Capital Projects Funds		41,095,823		41,095,823
Total Unreserved-Specific Purposes	<u>664,540</u>	<u>41,095,823</u>		<u>41,760,363</u>
Undesignated:				
Special Revenue Funds	8,743,823			8,743,823
Total Fund Balances	<u>17,306,901</u>	<u>41,095,823</u>	<u>1,866,141</u>	<u>60,268,865</u>
Total Liabilities and Fund Balances	<u>\$ 29,933,845</u>	<u>\$ 43,890,961</u>	<u>\$ 1,866,141</u>	<u>\$ 75,690,947</u>

COMBINING BALANCE SHEET

Nonmajor Special Revenue Funds
June 30, 2002

ASSETS	STREET AND SIDEWALK REVOLVING	STATE HIGHWAY ALLOCATION	CEMETERY	HOTEL/MOTEL OCCUPANCY TAX	SPECIAL TAX DISTRICTS
Cash and Cash Equivalents/ Investments	\$ 5,101,216	\$	\$ 339,567	\$ 293,105	\$ 456,620
Receivables:					
Taxes	527,891				1,768
Accounts, Notes and Mortgages			13,604		
Assessments	128,708				
Intergovernmental	74,105			189,659	178
Internal Receivables					
Miscellaneous					
Assets Held for Resale	95,180				
Restricted Assets:					
Cash and Cash Equivalents/ Investments		8,812,844			
Receivables:					
Assessments		18,151			
Intergovernmental		29,865			
Miscellaneous					
Total Assets	<u>\$ 5,927,100</u>	<u>\$ 8,860,860</u>	<u>\$ 353,171</u>	<u>\$ 482,764</u>	<u>\$ 458,566</u>
LIABILITIES AND FUND BALANCES					
Liabilities:					
Accounts Payable	\$	\$	\$ 2,570	\$	\$
Contracts/Retainage Payable	66,116	490,893			
Intergovernmental Payable			1,329		
Internal Payable					
Miscellaneous	2,318				
Deferred Revenues	798,078	18,151	529		1,994
Liabilities Payable From Restricted Assets:					
Accounts Payable					
Total Liabilities	<u>866,512</u>	<u>509,044</u>	<u>4,428</u>	<u></u>	<u>1,994</u>
Fund Balances:					
Reserved by State Statute	169,285	29,865	13,603	189,659	178
Reserved for Encumbrances	150,040	2,329,885	7,700		465
Reserved for Assets Held for Resale	95,180				
Unreserved Fund Balance:					
Designated for Subsequent Year's Expenditures	1,104,000	1,589,325	18,055	138,290	
Designated for Debt Service				154,815	
Designated for Specific Purposes	509,725				
Undesignated	<u>3,032,358</u>	<u>4,402,741</u>	<u>309,385</u>	<u></u>	<u>455,929</u>
Total Fund Balances	<u>5,060,588</u>	<u>8,351,816</u>	<u>348,743</u>	<u>482,764</u>	<u>456,572</u>
Total Liabilities and Fund Balances	<u>\$ 5,927,100</u>	<u>\$ 8,860,860</u>	<u>\$ 353,171</u>	<u>\$ 482,764</u>	<u>\$ 458,566</u>

STORMWATER QUALITY CONTROL	COMMUNITY DEVELOPMENT	HOME PROGRAM	HOPE VI	WORKFORCE INVESTMENT ACT	JOB TRAINING CONSORTIUM	STATE AND FEDERAL GRANTS	TOTAL NONMAJOR SPECIAL REVENUE FUNDS
\$ 1,425,303	\$	\$ 197,410	\$ 26,946	\$ 52,923	\$ 1,088	\$ 511,777	\$ 8,405,955
							529,659
120,074	5,145,296	2,900,558				165,165	8,344,697
2,247							130,955
17,080	521,306	111,579				347,469	1,261,376
				90,000			90,000
	2,864					120	2,984
							95,180
						2,209,929	11,022,773
							18,151
							29,865
						2,250	2,250
\$ 1,564,704	\$ 5,669,466	\$ 3,209,547	\$ 26,946	\$ 142,923	\$ 1,088	\$ 3,236,710	\$ 29,933,845
\$ 20,233	\$ 2,002	\$	\$ 426	\$ 18,695	\$ 2,737	\$ 11,797	\$ 58,460
104,075	118,517			43,924	24,288	24,210	872,023
8,617	3,817			3,654	501	119	18,037
	443,300				90,000		533,300
	59,588					1,705	63,611
3,082	5,149,192	2,900,558				2,209,209	11,080,793
						720	720
136,007	5,776,416	2,900,558	426	66,273	117,526	2,247,760	12,626,944
136,319	524,170	111,579		90,000		515,005	1,779,663
685,935							3,174,025
							95,180
							2,849,670
							154,815
606,443	(631,120)	197,410	26,520	(13,350)	(116,438)	473,945	509,725
1,428,697	(106,950)	308,989	26,520	76,650	(116,438)	988,950	8,743,823
\$ 1,564,704	\$ 5,669,466	\$ 3,209,547	\$ 26,946	\$ 142,923	\$ 1,088	\$ 3,236,710	\$ 29,933,845

COMBINING BALANCE SHEET

Nonmajor Capital Projects Funds
June 30, 2002

ASSETS	STREET AND SIDEWALK	STATE HIGHWAY ALLOCATION	STORMWATER CAPITAL IMPROVEMENTS	GENERAL CAPITAL IMPROVEMENTS	PUBLIC IMPROVEMENTS SERIES 1990, 1992 1994 and 1998
Cash and Cash Equivalents/ Investments Intergovernmental	\$ 2,889,966	\$	\$ 2,119,705 310	\$ 1,229,619	\$
Restricted Assets: Cash and Cash Equivalents/ Investments		16,012,067			6,342,156
Total Assets	\$ 2,889,966	\$ 16,012,067	\$ 2,120,015	\$ 1,229,619	\$ 6,342,156
LIABILITIES AND FUND BALANCES					
Liabilities:					
Accounts Payable	\$ 161,276	\$	\$ 5,457	\$	\$
Contracts/Retainage Payable					
Internal Payable					
Liabilities Payable From Restricted Assets:					
Accounts Payable					
Contracts/Retainage Payable		310,948			667,933
Intergovernmental Payable					
Miscellaneous					
Total Liabilities Payable From Restricted Assets		310,948			667,933
Total Liabilities	161,276	310,948	5,457		667,933
Fund Balances:					
Unreserved Fund Balance:					
Designated for Capital Projects	2,728,690	15,701,119	2,114,558	1,229,619	5,674,223
Total Fund Balances	2,728,690	15,701,119	2,114,558	1,229,619	5,674,223
Total Liabilities and Fund Balances	\$ 2,889,966	\$ 16,012,067	\$ 2,120,015	\$ 1,229,619	\$ 6,342,156

REDEVELOPMENT SERIES 1994	PUBLIC IMPROVEMENT SERIES 1998A	PUBLIC IMPROVEMENT SERIES 1998B	HOUSING/ REDEVELOPMENT SERIES 1998	STREET IMPROVEMENT SERIES 2003	PARKS & RECREATION SERIES 2003	FIRE STATION SERIES 2003
\$	\$	\$	\$	\$	\$	\$
1,659,001	8,969,164	38,907	817,066	1,127,378		1,585,799
<u>\$ 1,659,001</u>	<u>\$ 8,969,164</u>	<u>\$ 38,907</u>	<u>\$ 817,066</u>	<u>\$ 1,127,378</u>	<u>\$</u>	<u>\$ 1,585,799</u>
\$	\$	\$	\$	\$	\$	\$
18,160	1,135,575		241	49,715	47,147	155
			169		55,433	196,475
			956			
<u>18,160</u>	<u>1,135,575</u>		<u>1,366</u>	<u>49,715</u>	<u>55,433</u>	<u>196,630</u>
<u>18,160</u>	<u>1,135,575</u>		<u>1,366</u>	<u>49,715</u>	<u>102,580</u>	<u>196,630</u>
<u>1,640,841</u>	<u>7,833,589</u>	<u>38,907</u>	<u>815,700</u>	<u>1,077,663</u>	<u>(102,580)</u>	<u>1,389,169</u>
<u>1,640,841</u>	<u>7,833,589</u>	<u>38,907</u>	<u>815,700</u>	<u>1,077,663</u>	<u>(102,580)</u>	<u>1,389,169</u>
<u>\$ 1,659,001</u>	<u>\$ 8,969,164</u>	<u>\$ 38,907</u>	<u>\$ 817,066</u>	<u>\$ 1,127,378</u>	<u>\$</u>	<u>\$ 1,585,799</u>

COMBINING BALANCE SHEET(continued)

Nonmajor Capital Projects Funds
June 30, 2002

ASSETS	PUBLIC TRANSPORTATION SERIES 2003	NATURAL SCIENCE CENTER SERIES 2003	LAW ENFORCEMENT SERIES 2003	LIBRARY FACILITIES SERIES 2003	NEIGHBORHOOD REDEVELOPMENT SERIES 2003	TOTAL NONMAJOR CAPITAL PROJECTS FUNDS
Cash and Cash Equivalents/ Investments	\$	\$	\$	\$	\$	\$ 6,239,290
Intergovernmental						310
Restricted Assets:						
Cash and Cash Equivalents/ Investments			638,193	461,630		37,651,361
Total Assets	<u>\$</u>	<u>\$</u>	<u>\$ 638,193</u>	<u>\$ 461,630</u>	<u>\$</u>	<u>\$ 43,890,961</u>
LIABILITIES AND FUND BALANCES						
Liabilities:						
Accounts Payable	\$	\$	\$	\$	\$	\$
Contracts/Retainage Payable						166,733
Internal Payable	143,485					190,632
Liabilities Payable From Restricted Assets:						
Accounts Payable				2,013		2,409
Contracts/Retainage Payable						2,434,239
Intergovernmental Payable						169
Miscellaneous						956
Total Liabilities Payable From Restricted Assets				2,013		2,437,773
Total Liabilities	<u>143,485</u>			<u>2,013</u>		<u>2,795,138</u>
Fund Balances:						
Unreserved Fund Balance:						
Designated for Capital Projects	(143,485)		638,193	459,617		41,095,823
Total Fund Balances	<u>(143,485)</u>		<u>638,193</u>	<u>459,617</u>		<u>41,095,823</u>
Total Liabilities and Fund Balances	<u>\$</u>	<u>\$</u>	<u>\$ 638,193</u>	<u>\$ 461,630</u>	<u>\$</u>	<u>\$ 43,890,961</u>

COMBINING STATEMENT OF REVENUES, EXPENDITURES AND CHANGES IN FUND BALANCE

Nonmajor Governmental Funds

For the Fiscal Year Ended June 30, 2002

	SPECIAL REVENUE FUNDS	CAPITAL PROJECTS FUNDS	PERMANENT FUND PERPETUAL CARE	TOTAL NONMAJOR GOVERNMENTAL FUNDS
Revenues:				
Taxes	\$ 2,535,675	\$	\$	\$ 2,535,675
Assessments	141,511			141,511
Intergovernmental	14,026,322			14,026,322
Licenses and Permits	1,718,126			1,718,126
Charges for Current Services	8,463,119			8,463,119
Investment Income	2,250,219			2,250,219
Miscellaneous	158,507	7,762		166,269
Total Revenues	<u>29,293,479</u>	<u>7,762</u>		<u>29,301,241</u>
Expenditures:				
Current:				
General Government		29,385		29,385
Public Safety	1,242,198	9,973,306		11,215,504
Transportation	8,360,322	1,288,471		9,648,793
Engineering and Inspections	81,606	7,369,644		7,451,250
Environmental Services	645,015			645,015
Culture and Recreation	866,322	1,532,823		2,399,145
Community Development and Housing	7,503,160	698,708		8,201,868
Economic Opportunity	1,991,319			1,991,319
Water Resources	2,400,815			2,400,815
Debt Service:				
Principal Retirement	1,318,194			1,318,194
Interest	1,326,588			1,326,588
Fees and Other	35,522			35,522
Total Expenditures	<u>25,771,061</u>	<u>20,892,337</u>		<u>46,663,398</u>
Excess of Revenues Over (Under) Expenditures	<u>3,522,418</u>	<u>(20,884,575)</u>		<u>(17,362,157)</u>
Other Financing Sources (Uses):				
Transfers In	395,372	5,016,000	46,838	5,458,210
Transfers Out	(9,819,843)	(251,550)		(10,071,393)
Debt Issuances:				
Bond Anticipation Notes Issued		10,000,000		10,000,000
Federal Loan Program	3,128,000			3,128,000
Premium, (Discount) on Debt		32,100		32,100
Total Other Financing Sources (Uses)	<u>(6,296,471)</u>	<u>14,796,550</u>	<u>46,838</u>	<u>8,546,917</u>
Net Change in Fund Balances	(2,774,053)	(6,088,025)	46,838	(8,815,240)
Fund Balances - July 1	20,080,954	47,183,848	1,819,303	69,084,105
Fund Balances - June 30	<u>\$ 17,306,901</u>	<u>\$ 41,095,823</u>	<u>\$ 1,866,141</u>	<u>\$ 60,268,865</u>

COMBINING STATEMENT OF REVENUES, EXPENDITURES AND CHANGES IN FUND BALANCES

Nonmajor Special Revenue Funds
For the Fiscal Year Ended June 30, 2002

	<u>STREET AND SIDEWALK REVOLVING</u>	<u>STATE HIGHWAY ALLOCATION</u>	<u>CEMETERY</u>	<u>HOTEL/MOTEL OCCUPANCY TAX</u>	<u>SPECIAL TAX DISTRICTS</u>
Revenues:					
Taxes	\$	\$	\$	\$ 2,493,777	\$ 41,898
Assessments	112,441	25,291			
Intergovernmental		7,195,474			
Licenses and Permits	1,718,126				
Charges for Current Services	1,227,486		423,214		
Investment Income	400,002	1,373,027	107,115	18,782	21,854
Miscellaneous	13,727	29,865	101		
Total Revenues	<u>3,471,782</u>	<u>8,623,657</u>	<u>530,430</u>	<u>2,512,559</u>	<u>63,752</u>
Expenditures:					
Current:					
General Government					
Public Safety					
Transportation	1,171,720	3,378,066			
Engineering and Inspections					
Environmental Services					
Culture and Recreation			580,104	10,000	
Community Development and Housing					20,691
Economic Opportunity					
Water Resources					
Debt Service:					
Principal Retirement				1,318,194	
Interest				1,326,588	
Fees and Other				35,522	
Total Expenditures	<u>1,171,720</u>	<u>3,378,066</u>	<u>580,104</u>	<u>2,690,304</u>	<u>20,691</u>
Excess of Revenues Over (Under)					
Expenditures	<u>2,300,062</u>	<u>5,245,591</u>	<u>(49,674)</u>	<u>(177,745)</u>	<u>43,061</u>
Other Financing Sources (Uses):					
Transfers In			132,000		
Transfers Out	(2,425,000)	(5,486,345)	(58,588)		
Debt Issuances:					
Federal Loan Program					
Total Other Financing Sources (Uses)	<u>(2,425,000)</u>	<u>(5,486,345)</u>	<u>73,412</u>		
Net Change in Fund Balances	(124,938)	(240,754)	23,738	(177,745)	43,061
Fund Balances - July 1	<u>5,185,526</u>	<u>8,592,570</u>	<u>325,005</u>	<u>660,509</u>	<u>413,511</u>
Fund Balances - June 30	<u>\$ 5,060,588</u>	<u>\$ 8,351,816</u>	<u>\$ 348,743</u>	<u>\$ 482,764</u>	<u>\$ 456,572</u>

<u>STORMWATER QUALITY CONTROL</u>	<u>COMMUNITY DEVELOPMENT</u>	<u>HOME PROGRAM</u>	<u>HOPE VI</u>	<u>WORKFORCE INVESTMENT ACT</u>	<u>JOB TRAINING CONSORTIUM</u>
\$ 3,779	\$ 1,989,410	\$ 1,403,941	\$	\$ 1,688,741	\$ 233,222
6,384,727	427,692	7,093	43,360	432	
239,551	36,464	29,127	9,125	621	298
11,972					
<u>6,640,029</u>	<u>2,453,566</u>	<u>1,440,161</u>	<u>52,485</u>	<u>1,689,794</u>	<u>233,520</u>
3,400,584					
645,015					
	2,895,606	1,302,891	3,153,965	1,645,705	345,614
2,400,815					
<u>6,446,414</u>	<u>2,895,606</u>	<u>1,302,891</u>	<u>3,153,965</u>	<u>1,645,705</u>	<u>345,614</u>
193,615	(442,040)	137,270	(3,101,480)	44,089	(112,094)
(1,849,910)					
			3,128,000		
<u>(1,849,910)</u>			<u>3,128,000</u>		
(1,656,295)	(442,040)	137,270	26,520	44,089	(112,094)
3,084,992	335,090	171,719		32,561	(4,344)
<u>\$ 1,428,697</u>	<u>\$ (106,950)</u>	<u>\$ 308,989</u>	<u>\$ 26,520</u>	<u>\$ 76,650</u>	<u>\$ (116,438)</u>

COMBINING STATEMENT OF REVENUES, EXPENDITURES AND CHANGES IN FUND BALANCES

Nonmajor Special Revenue Funds
For the Fiscal Year Ended June 30, 2002

(continued)	<u>STATE AND FEDERAL GRANTS</u>	<u>TOTAL NONMAJOR SPECIAL REVENUE FUNDS</u>
Revenues:		
Taxes	\$	\$ 2,535,675
Assessments		141,511
Intergovernmental	1,515,534	14,026,322
Licenses and Permits		1,718,126
Charges for Current Services		8,463,119
Investment Income	2,539	2,250,219
Miscellaneous	<u>63,671</u>	<u>158,507</u>
Total Revenues	<u>1,581,744</u>	<u>29,293,479</u>
Expenditures:		
Current:		
General Government		
Public Safety	1,242,198	1,242,198
Transportation	409,952	8,360,322
Engineering and Inspections	81,606	81,606
Environmental Services		645,015
Culture and Recreation	276,218	866,322
Community Development and Housing	130,007	7,503,160
Economic Opportunity		1,991,319
Water Resources		2,400,815
Debt Service:		
Principal Retirement		1,318,194
Interest		1,326,588
Fees and Other		<u>35,522</u>
Total Expenditures	<u>2,139,981</u>	<u>25,771,061</u>
Excess of Revenues Over (Under) Expenditures	<u>(558,237)</u>	<u>3,522,418</u>
Other Financing Sources (Uses):		
Transfers In	263,372	395,372
Transfers Out		(9,819,843)
Debt Issuances:		
Federal Loan Program		<u>3,128,000</u>
Total Other Financing Sources (Uses)	<u>263,372</u>	<u>(6,296,471)</u>
Net Change in Fund Balances	(294,865)	(2,774,053)
Fund Balances - July 1	<u>1,283,815</u>	<u>20,080,954</u>
Fund Balances - June 30	<u>\$ 988,950</u>	<u>\$ 17,306,901</u>

COMBINING STATEMENT OF REVENUES, EXPENDITURES AND CHANGES IN FUND BALANCES

Nonmajor Capital Projects Funds
For the Fiscal Year Ended June 30, 2002

	<u>STREET AND SIDEWALK</u>	<u>STATE HIGHWAY ALLOCATION</u>	<u>STORMWATER CAPITAL IMPROVEMENTS</u>	<u>GENERAL CAPITAL IMPROVEMENTS</u>	<u>PUBLIC IMPROVEMENT SERIES 1990, 1992 1994 and 1998</u>
Revenues:					
Miscellaneous	\$	\$	\$	\$ 4,600	\$ 3,162
Total Revenues				4,600	3,162
Expenditures:					
Current:					
General Government				29,385	
Public Safety				90,000	
Transportation		1,144,986			
Engineering and Inspections	330,860	1,629,539	1,410,804		2,859,913
Culture and Recreation				631,485	8,445
Community Development and Housing					
Total Expenditures	330,860	2,774,525	1,410,804	750,870	2,868,358
Excess of Revenues Under Expenditures	(330,860)	(2,774,525)	(1,410,804)	(746,270)	(2,865,196)
Other Financing Sources (Uses):					
Transfers In	925,000	2,300,000	1,750,000	41,000	
Transfers Out		(251,550)			
Debt Issuances:					
Bond Anticipation Notes Issued					
Premium, (Discount) on Debt					
Total Other Financing Sources (Uses)	925,000	2,048,450	1,750,000	41,000	
Net Change in Fund Balances	594,140	(726,075)	339,196	(705,270)	(2,865,196)
Fund Balances - July 1	2,134,550	16,427,194	1,775,362	1,934,889	8,539,419
Fund Balances - June 30	\$ 2,728,690	\$ 15,701,119	\$ 2,114,558	\$ 1,229,619	\$ 5,674,223

<u>REDEVELOPMENT SERIES 1994</u>	<u>PUBLIC IMPROVEMENT SERIES 1998A</u>	<u>PUBLIC IMPROVEMENT SERIES 1998B</u>	<u>HOUSING REDEVELOPMENT SERIES 1998</u>	<u>STREET IMPROVEMENTS SERIES 2003</u>	<u>PARKS & RECREATION SERIES 2003</u>
\$ _____	\$ _____	\$ _____	\$ _____	\$ _____	\$ _____
	7,112,577			1,138,528	352,580
<u>333,046</u>	<u>7,112,577</u>	<u>23,107</u>	<u>342,555</u>	<u>1,138,528</u>	<u>352,580</u>
<u>333,046</u>	<u>7,112,577</u>	<u>23,107</u>	<u>342,555</u>	<u>1,138,528</u>	<u>352,580</u>
<u>(333,046)</u>	<u>(7,112,577)</u>	<u>(23,107)</u>	<u>(342,555)</u>	<u>(1,138,528)</u>	<u>(352,580)</u>
				3,000,000	
				9,630	
				<u>3,009,630</u>	
<u>(333,046)</u>	<u>(7,112,577)</u>	<u>(23,107)</u>	<u>(342,555)</u>	<u>1,871,102</u>	<u>(352,580)</u>
<u>1,973,887</u>	<u>14,946,166</u>	<u>62,014</u>	<u>1,158,255</u>	<u>(793,439)</u>	<u>250,000</u>
<u>\$ 1,640,841</u>	<u>\$ 7,833,589</u>	<u>\$ 38,907</u>	<u>\$ 815,700</u>	<u>\$ 1,077,663</u>	<u>\$ (102,580)</u>

COMBINING STATEMENT OF REVENUES, EXPENDITURES AND CHANGES IN FUND BALANCES

Nonmajor Capital Projects Funds
For the Fiscal Year Ended June 30, 2002

(Continued)	PUBLIC TRANSPORTATION SERIES 2003	NATURAL SCIENCE CENTER SERIES 2003	FIRE STATION SERIES 2003	LAW ENFORCEMENT SERIES 2003	LIBRARY FACILITIES SERIES 2003
Revenues:					
Miscellaneous	\$	\$	\$	\$	\$
Total Revenues					
Expenditures:					
Current:					
General Government					
Public Safety			399,292	2,371,437	
Transportation	143,485				
Engineering and Inspections					
Culture and Recreation					540,313
Community Development and Housing					
Total Expenditures	143,485		399,292	2,371,437	540,313
Excess of Revenues Under Expenditures	(143,485)		(399,292)	(2,371,437)	(540,313)
Other Financing Sources (Uses):					
Transfers In					
Transfers Out					
Debt Issuances:					
Bond Anticipation Notes Issued			3,000,000	3,000,000	1,000,000
Premium, (Discount) on Debt			9,630	9,630	3,210
Total Other Financing Sources (Uses)			3,009,630	3,009,630	1,003,210
Net Change in Fund Balances	(143,485)		2,610,338	638,193	462,897
Fund Balances - July 1			(1,221,169)		(3,280)
Fund Balances - June 30	\$ (143,485)	\$	\$ 1,389,169	\$ 638,193	\$ 459,617

<u>NEIGHBORHOOD SERIES 2003</u>	<u>TOTAL NONMAJOR CAPITAL PROJECTS FUNDS</u>
\$ _____	\$ 7,762
_____	7,762
	29,385
	9,973,306
	1,288,471
	7,369,644
	1,532,823
_____	698,708
_____	20,892,337
_____	(20,884,575)
	5,016,000
	(251,550)
	10,000,000
_____	32,100
_____	14,796,550
	(6,088,025)
_____	47,183,848
<u>\$ _____</u>	<u>\$ 41,095,823</u>

Combining Statement of Net Assets

Other Enterprise Funds
June 30, 2002

	Business-Type Activities - Other Enterprise Funds		
	Parking Facilities	Bryan Park	Total Other Enterprise Funds
ASSETS			
Current Assets:			
Cash and Cash Equivalents/ Investments	\$ 1,322,503	\$ 120,365	\$ 1,442,868
Receivables (Net):			
Accounts, Notes and Mortgages	9,153	7,922	17,075
Intergovernmental	4,446	304	4,750
Interest	10,907		10,907
Miscellaneous	151,593		151,593
Total Current Assets	<u>1,498,602</u>	<u>128,591</u>	<u>1,627,193</u>
Noncurrent Assets:			
Capital Assets:			
Non-Depreciable:			
Land	3,973,388	2,262,005	6,235,393
Construction in Progress	808,099		808,099
Depreciable:			
Land Improvements	56,940	4,357,796	4,414,736
Buildings	17,495,949	24,306	17,520,255
Improvements Other than Buildings	165,221	67,851	233,072
Furniture, Fixtures, Machinery and Equipment	342,443	886,530	1,228,973
Less Accumulated Depreciation	<u>(6,306,501)</u>	<u>(2,430,637)</u>	<u>(8,737,138)</u>
Total Noncurrent Assets	<u>16,535,539</u>	<u>5,167,851</u>	<u>21,703,390</u>
Total Assets	<u>\$ 18,034,141</u>	<u>\$ 5,296,442</u>	<u>\$ 23,330,583</u>

Combining Statement of Net Assets

Other Enterprise Funds
June 30, 2002

	Business-Type Activities - Other Enterprise Funds		
	Parking Facilities	Bryan Park	Total Other Enterprise Funds
LIABILITIES			
Current Liabilities:			
Accounts Payable	\$ 8,055	\$ 12,302	\$ 20,357
Contracts/Retainage Payable	50,483		50,483
Intergovernmental Payable	1,201	3,771	4,972
Certificates of Participation Payable	1,387,795		1,387,795
Interest Payable	68,415		68,415
Compensated Absences Payable	19,259	95,286	114,545
Miscellaneous	111,175	17,784	128,959
Total Current Liabilities	<u>1,646,383</u>	<u>129,143</u>	<u>1,775,526</u>
Noncurrent Liabilities:			
Certificates of Participation Payable	10,463,775		10,463,775
Discount-Certificates of Participation	(230,201)		(230,201)
Internal Payables-Long Term	30,776	28,042	58,818
Unearned Revenues	337		337
Total Noncurrent Liabilities	<u>10,264,687</u>	<u>28,042</u>	<u>10,292,729</u>
Total Liabilities	<u>11,911,070</u>	<u>157,185</u>	<u>12,068,255</u>
NET ASSETS			
Invested in Capital Assets, Net of Related Debt	5,054,491	5,139,809	10,194,300
Unrestricted	1,068,580	(552)	1,068,028
Total Net Assets	<u>\$ 6,123,071</u>	<u>\$ 5,139,257</u>	<u>\$ 11,262,328</u>

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

Other Enterprise Funds

For the Fiscal Year Ended June 30, 2002

	Business-Type Activities - Other Enterprise Funds		
	Parking Facilities	Bryan Park	Total Other Enterprise Funds
Revenues:			
Charges for Current Services	\$ 2,122,578	\$ 2,112,020	\$ 4,234,598
Miscellaneous	6,023	14,358	20,381
Total Operating Revenues	<u>2,128,601</u>	<u>2,126,378</u>	<u>4,254,979</u>
Operating Expenses:			
Personal Services	282,275	1,232,031	1,514,306
Fringe Benefits	82,690	266,930	349,620
Maintenance and Operations	481,198	1,111,943	1,593,141
Depreciation	460,908	263,659	724,567
Total Operating Expenses	<u>1,307,071</u>	<u>2,874,563</u>	<u>4,181,634</u>
Operating Income (Loss)	<u>821,530</u>	<u>(748,185)</u>	<u>73,345</u>
Nonoperating Revenues (Expenses):			
Investment Income	74,461	640	75,101
Interest Expense	(804,571)		(804,571)
Amortization of Underwriters' Expense	(21,657)		(21,657)
Miscellaneous Expense		(1,140)	(1,140)
Total Nonoperating Revenues (Expenses)	<u>(751,767)</u>	<u>(500)</u>	<u>(752,267)</u>
Income (Loss) Before Transfers	69,763	(748,685)	(678,922)
Transfers In	846,325	489,755	1,336,080
Change in Net Assets	<u>916,088</u>	<u>(258,930)</u>	<u>657,158</u>
Net Assets - July 1	5,206,983	5,398,187	10,605,170
Net Assets - June 30	<u>\$ 6,123,071</u>	<u>\$ 5,139,257</u>	<u>\$ 11,262,328</u>

Combining Statement of Cash Flows

Other Enterprise Funds

For the Fiscal Year Ended June 30, 2002

	Business-Type Activities - Other Enterprise Funds		
	Parking Facilities	Bryan Park	Total Other Enterprise Funds
Cash Flows from Operating Activities:			
Receipts from Customers	\$ 2,125,330	\$ 2,119,742	\$ 4,245,072
Payments to Suppliers	(505,612)	(1,115,276)	(1,620,888)
Payments to Employees	(350,357)	(1,490,428)	(1,840,785)
Other Receipts	6,023	14,358	20,381
Net Cash Provided by (Used for) Operating Activities	<u>1,275,384</u>	<u>(471,604)</u>	<u>803,780</u>
Cash Flows from Noncapital Financing Activities:			
Subsidies and Transfers In	846,325	489,755	1,336,080
Net Cash Provided by Noncapital Financing Activities	<u>846,325</u>	<u>489,755</u>	<u>1,336,080</u>
Cash Flows from Capital and Related Financing Activities:			
Acquisition and Construction of Capital Assets	(272,333)	(26,682)	(299,015)
Principal Paid on Capital Debt	(1,306,806)		(1,306,806)
Interest and Fiscal Charges Paid on Capital Debt	<u>(783,962)</u>		<u>(783,962)</u>
Net Cash Used for Capital and Related Financing Activities	<u>(2,363,101)</u>	<u>(26,682)</u>	<u>(2,389,783)</u>
Cash Flows from Investing Activities:			
Interest	<u>79,387</u>	<u>640</u>	<u>80,027</u>
Net Decrease in Cash and Cash Equivalents	(162,005)	(7,891)	(169,896)
Balances - July 1	1,484,508	128,256	1,612,764
Balances - June 30	<u>\$ 1,322,503</u>	<u>\$ 120,365</u>	<u>\$ 1,442,868</u>
Reconciliation of Cash and Cash Equivalents/Investments:			
Cash and Cash Equivalents/ Investments - Current	\$ 1,322,503	\$ 120,365	\$ 1,442,868
Cash and Cash Equivalents/ Investments - Restricted			
Total Cash and Cash Equivalents/ Investments - June 30	<u>\$ 1,322,503</u>	<u>\$ 120,365</u>	<u>\$ 1,442,868</u>

Combining Statement of Cash Flows

Other Enterprise Funds

For the Fiscal Year Ended June 30, 2002

	Business-Type Activities - Other Enterprise Funds		
	Parking Facilities	Bryan Park	Total Other Enterprise Funds
Reconciliation of Operating Income (Loss) to Net Cash Provided by (Used for)			
Operating Activities:			
Operating Income (Loss)	\$ 821,530	\$ (748,185)	\$ 73,345
Adjustments to Reconcile Operating Income (Loss) to Net Cash Provided by (Used for) Operating Activities:			
Depreciation	460,908	263,659	724,567
Change in Assets and Liabilities:			
Decrease in Receivables	2,415	7,722	10,137
(Increase) Decrease in Intergovernmental Receivables	2,299	(338)	1,961
Increase in Accounts Payable	(26,713)	(2,995)	(29,708)
Decrease in Compensated Absences Payable	19,089	7,567	26,656
Increase (Decrease) in Intergovernmental Payable	69	(85)	(16)
Increase (Decrease) in Miscellaneous Payable	(4,213)	1,051	(3,162)
Total Adjustments	453,854	276,581	730,435
Net Cash Provided by (Used for) Operating Activities	\$ 1,275,384	\$ (471,604)	\$ 803,780
Noncash Investing, Capital and Financing Activities:			
Lease-Purchase and Other Capital Financing Agreements	\$	\$	\$

Enterprise Funds

Schedule of Changes in Long-Term Debt
For the Fiscal Year Ended June 30, 2002

	Debt Outstanding July 1, 2001	Additions	Retirements	Debt Outstanding June 30, 2002
Water Resources:				
General Obligation Bonds Payable	\$ 6,885,000	\$	\$ 1,050,000	\$ 5,835,000
Revenue Bonds Payable	129,605,000		2,005,000	127,600,000
Federal Loan Obligation	4,202,675		280,178	3,922,497
Other Financing Agreements Payable	3,940,580	401	348,552	3,592,429
Compensated Absences Payable	740,213	16,527		756,740
Total Water Resources	<u>145,373,468</u>	<u>16,928</u>	<u>3,683,730</u>	<u>141,706,666</u>
War Memorial Coliseum:				
Certificates of Participation Payable	945,000		60,000	885,000
Compensated Absences Payable	206,198		8,565	197,633
Due to Other Funds - Long Term	1,045,362		1,045,362	
Total War Memorial Coliseum	<u>2,196,560</u>		<u>1,113,927</u>	<u>1,082,633</u>
Bryan Park:				
Compensated Absences Payable	87,719	7,567		95,286
Due to Other Funds - Long Term	54,724		26,682	28,042
Total Bryan Park	<u>142,443</u>	<u>7,567</u>	<u>26,682</u>	<u>123,328</u>
Parking Facilities:				
Certificates of Participation Payable	13,158,376		1,306,806	11,851,570
Compensated Absences Payable	19,675	1,597	2,013	19,259
Due to Other Funds - Long Term	60,062		29,286	30,776
Total Parking Facilities	<u>13,238,113</u>	<u>1,597</u>	<u>1,338,105</u>	<u>11,901,605</u>
Solid Waste Management:				
Special Obligation Bonds Payable	14,305,000		905,000	13,400,000
Accrued Landfill Liability	6,908,278	1,778,209		8,686,487
Compensated Absences Payable	286,656	16,188		302,844
Due to Other Funds - Long Term	95,424		36,754	58,670
Total Solid Waste Management	<u>21,595,358</u>	<u>1,794,397</u>	<u>941,754</u>	<u>22,448,001</u>
Total Enterprise Funds	<u>\$182,545,942</u>	<u>\$ 1,820,489</u>	<u>\$ 7,104,198</u>	<u>\$ 177,262,233</u>

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

Component Unit

For the Fiscal Year Ended June 30, 2002

	GREENSBORO TRANSIT AUTHORITY
Revenues:	
Charges for Current Services	\$ 1,171,086
Miscellaneous	49,440
Total Operating Revenues	<u>1,220,526</u>
Operating Expenses:	
Personal Services	284,498
Fringe Benefits	62,616
Maintenance and Operations	8,503,101
Depreciation	522,807
Total Operating Expenses	<u>9,373,022</u>
Operating Loss	<u>(8,152,496)</u>
Nonoperating Revenues (Expenses):	
Investment Income	1,450,777
Property Taxes	3,333,248
Intangibles Tax Reimbursement	112,769
Grants	8,998,132
Gain on Sale of Capital Assets	3,650
Loss on Disposal of Capital Assets	(31,236)
Total Nonoperating Revenues (Expenses)	<u>13,867,340</u>
Change in Net Assets	5,714,844
Net Assets - July 1	<u>27,689,120</u>
Net Assets - June 30	<u>\$ 33,403,964</u>

Statement of Cash Flows

Component Unit

For the Fiscal Year Ended June 30, 2002

GREENSBORO TRANSIT AUTHORITY

Cash Flows from Operating Activities:

Receipts from Customers	\$ (2,040,223)
Payments to Suppliers	(9,647,091)
Payments to Employees	(342,241)
Other Receipts	46,029
Net Cash Used for Operating Activities	<u>(11,983,526)</u>

Cash Flows from Noncapital Financing

Activities:

Property Tax Collections	3,327,750
Grants Received	9,308,919
Intangibles Tax Reimbursement	112,769
Net Cash Provided by Noncapital Financing Activities	<u>12,749,438</u>

Cash Flows from Capital and Related

Financing Activities:

Principal Paid on Capital Debt	(1,575,000)
Acquisition and Construction of Capital Assets	(6,612,697)
Proceeds from Sale of Capital Assets	3,650
Net Cash Used for Capital and Related Financing Activities	<u>(8,184,047)</u>

Cash Flows from Investing Activities:

Interest	<u>1,332,432</u>
Net Decrease in Cash and Cash Equivalents	(6,085,703)
Cash and Cash Equivalents/ Investments - July 1	<u>6,621,582</u>
Cash and Cash Equivalents/ Investments - June 30	<u>\$ 535,879</u>

Reconciliation of Cash and Cash Equivalents/ Investments:

Cash and Cash Equivalents/ Investments - Current	\$ 535,879
Cash and Cash Equivalents/ Investments - Restricted	0
Total Cash and Cash Equivalents/ Investments - June 30	<u>\$ 535,879</u>

Statement of Cash Flows

Component Unit

For the Fiscal Year Ended June 30, 2002

(continued)

**GREENSBORO
TRANSIT
AUTHORITY**

Reconciliation of Operating Loss to Net

Cash Used for Operating Activities:

Operating Loss	<u>\$ (8,152,496)</u>
Adjustments to Reconcile Operating	
Loss to Net Cash Used for Operating Activities:	
Depreciation	522,807
Change in Assets and Liabilities:	
Increase in Receivables	(1,836,435)
Increase in Inventories	(13,485)
Increase in Intergovernmental Receivables	(64,921)
Decrease in Miscellaneous Assets	1,796
Decrease in Accounts Payable	(1,067,380)
Increase in Compensated Absences Payable	5,980
Increase in Intergovernmental Payable	30
Decrease in Miscellaneous Payable	<u>(1,379,422)</u>
Total Adjustments	<u>(3,831,030)</u>

Net Cash Used for Operating Activities \$ (11,983,526)

Noncash Investing, Capital and Financing Activities:

Lease-Purchase and Other Capital Financing Agreements \$

Greensboro Transit Authority

Schedule of Revenues, Expenses and Changes in Fund Balance - Budget and Actual (Non-GAAP)
For the Fiscal Year Ended June 30, 2002

	<u>Budget</u>	<u>Actual</u>	Variance Over (Under)
Operating Revenues:			
Charges for Current Services	\$ 1,097,800	\$ 1,171,086	\$ 73,286
Other Operating Revenues		49,440	49,440
Total Operating Revenues	<u>1,097,800</u>	<u>1,220,526</u>	<u>122,726</u>
Operating Expenses:			
Personal Services	256,000	284,498	28,498
Fringe Benefits	64,155	62,616	(1,539)
Maintenance and Operations	8,849,267	8,442,544	(406,723)
Capital Outlay	111,830	64,519	(47,311)
Total Operating Expenses	<u>9,281,252</u>	<u>8,854,177</u>	<u>(427,075)</u>
Operating Loss	<u>(8,183,452)</u>	<u>(7,633,651)</u>	<u>549,801</u>
Nonoperating Revenues:			
Investment Income	1,494,495	1,478,799	(15,696)
Property Tax Collections	3,324,375	3,327,750	3,375
State and Federal Grants	2,835,402	2,835,434	32
Intangibles Tax Reimbursement	85,745	112,769	27,024
Mortgage Note Principal Payment	148,240	148,237	(3)
Gain on Sale of Capital Assets		3,650	3,650
Total Nonoperating Revenues	<u>7,888,257</u>	<u>7,906,639</u>	<u>18,382</u>
Nonoperating Expenses:			
Interest Expense	<u>63,000</u>		<u>(63,000)</u>
Excess of Revenues Over (Under) Expenses Before Other Financing Uses	<u>(358,195)</u>	<u>272,988</u>	<u>631,183</u>
Other Financing Uses:			
Transfers Out	<u>(395,155)</u>	<u>(396,432)</u>	<u>(1,277)</u>
Excess of Revenues Under Expenses and Other Financing Uses	<u>(753,350)</u>	<u>(123,444)</u>	<u>629,906</u>
Appropriated Fund Balance	<u>753,350</u>		<u>(753,350)</u>
Excess of Revenues Under Expenses and Other Financing Uses	<u>\$</u>	<u>\$ (123,444)</u>	<u>\$ (123,444)</u>

Greensboro Transit Authority

Schedule of Revenues, Expenses and Changes in Fund Balance - Budget and Actual (Non-GAAP)
For the Fiscal Year Ended June 30, 2002

Reconciliation of Modified Accrual Basis
to Full Accrual Basis:

Total Revenues	\$ 9,127,165
Total Expenses	<u>8,854,177</u>

Excess of Revenues Over Expenses
Before Other Financing Uses

272,988

Adjustment to Full Accrual Basis:

Depreciation	(12,669)
Capital Outlay	64,519
Mortgage Note Principal Payment	(148,237)
Transit Grant Project Funds Revenues and Expenses	5,871,554
Other	<u>(333,311)</u>

Income Before Transfers

\$ 5,714,844

Greensboro Transit Planning and Grant Project Fund

Schedule of Revenues, Expenses and Changes in Fund Balance - Budget and Actual (Non-GAAP)

From Project Inception and For the Fiscal Year Ended June 30, 2002

	<u>Project Authorization</u>	<u>Prior Years</u>	<u>Actual Current Year</u>	<u>Total To Date</u>
Revenues:				
Federal Grants	\$ 8,944,978	\$5,904,640	\$ 486,611	\$6,391,251
State Grants	1,499,890	677,956	320,601	998,557
Local Grants	205,821	205,820		205,820
Donations and Private Contributions	25,000			
Other Miscellaneous Revenues		3,411	(3,411)	
Total Revenues	<u>10,675,689</u>	<u>6,791,827</u>	<u>803,801</u>	<u>7,595,628</u>
Expenses:				
Capital Improvements:				
Section 3 Capital Program	4,210,010	4,207,399		4,207,399
Section 5307 Capital Program	614,159	523,944	45,681	569,625
Section 5309 Capital Program	5,173,381	1,562,498	494,736	2,057,234
Multi Modal Transportation Center	1,200,000	1,151,461	48,539	1,200,000
Technology Assistance	313,077	274,557	11,306	285,863
Emissions Assistance	192,000			
Total Expenses	<u>11,702,627</u>	<u>7,719,859</u>	<u>600,262</u>	<u>8,320,121</u>
Excess of Revenues Over (Under) Expenses Before Other Financing Sources	<u>(1,026,938)</u>	<u>(928,032)</u>	<u>203,539</u>	<u>(724,493)</u>
Other Financing Sources:				
Transfers In	<u>1,026,938</u>	<u>1,010,611</u>	<u>(54,082)</u>	<u>956,529</u>
Excess of Revenues and Other Financing Sources Over Expenses	<u>\$</u>	<u>\$ 82,579</u>	<u>\$ 149,457</u>	<u>\$ 232,036</u>

Greensboro Transit Authority Multi Modal Transportation Center

Schedule of Revenues, Expenses and Changes in Fund Balance - Budget and Actual (Non-GAAP)

From Project Inception and For the Fiscal Year Ended June 30, 2002

	<u>Project Authorization</u>	<u>Prior Years</u>	<u>Actual Current Year</u>	<u>Total To Date</u>
Revenues:				
Federal Grants	#####	\$1,677,045	\$ 5,666,272	\$7,343,317
State Grants	1,749,770			
Local Grants/ In Kind Services	1,449,998	1,270,618	(150,000)	1,120,618
Interest Earned		124,807	(146,367)	(21,560)
Total Revenues	<u>17,197,933</u>	<u>3,072,470</u>	<u>5,369,905</u>	<u>8,442,375</u>
Expenses:				
Capital Improvements:				
State Infrastructure Loan Repayment	1,575,000		1,575,000	1,575,000
Multi Modal Transportation Center	17,497,706	3,346,614	6,115,949	9,462,563
Total Expenses	<u>19,072,706</u>	<u>3,346,614</u>	<u>7,690,949</u>	<u>11,037,563</u>
Excess of Revenues Under Expenses Before Other Financing Sources	<u>(1,874,773)</u>	<u>(274,144)</u>	<u>(2,321,044)</u>	<u>(2,595,188)</u>
Other Financing Sources:				
State Infrastructure Loan Program	1,575,000	1,575,000		1,575,000
Transfers In	299,773	69,668	380,105	449,773
Total Other Financing Sources	<u>1,874,773</u>	<u>1,644,668</u>	<u>380,105</u>	<u>2,024,773</u>
Excess of Revenues and Other Financing Sources Over (Under) Expenses	<u>\$</u>	<u>\$1,370,524</u>	<u>\$ (1,940,939)</u>	<u>\$ (570,415)</u>

General Fund

The General Fund is the principal fund of the City from which the major portion of the City's operations are financed. This fund finances the regular operation of all departments except Enterprise Fund and Internal Service Fund departments.

A summary of revenues and other financing sources and expenditures and other financing uses for the fiscal year ended June 30, 2002 is presented below:

	<u>Amount</u>	<u>Percent of Total</u>
<u>Revenues and Other Financing Sources</u>		
Taxes	\$ 122,718,298	71.5%
Intergovernmental	15,640,306	9.0%
Licenses and Permits	7,718,795	4.5%
Fines and Forfeitures	849,289	0.5%
Charges for Current Services	16,827,193	9.8%
Miscellaneous	2,576,438	1.5%
Other Financing Sources	<u>5,459,900</u>	<u>3.2%</u>
Total Revenues and Other Financing Sources	<u>\$ 171,790,219</u>	<u>100.0%</u>
 <u>Expenditures and Other Financing Uses</u>		
General Government	\$ 27,155,150	15.4%
Public Safety	74,502,804	42.2%
Transportation	12,840,005	7.3%
Engineering and Inspections	8,088,963	4.6%
Environmental Services	497,344	0.3%
Culture and Recreation	26,811,883	15.2%
Economic Opportunity	332,000	0.1%
Intergovernmental	1,036,892	0.6%
Other Financing Uses	<u>25,168,828</u>	<u>14.3%</u>
Total Expenditures and Other Financing Uses	<u>\$ 176,433,869</u>	<u>100.0%</u>

General Fund

Statement of Revenues, Expenditures and Changes in Fund Balance - Budget and Actual
For the Fiscal Year Ended June 30, 2002

	<u>Final Budget</u>	<u>Actual</u>	<u>Variance Over (Under)</u>
Revenues:			
Taxes:			
Ad Valorem Taxes-Current Year	\$ 92,520,000	\$ 92,492,858	\$ (27,142)
Ad Valorem Taxes-Prior Year	661,000	804,997	143,997
Penalties and Interest	323,000	375,665	52,665
Local Option Sales Tax	30,546,000	28,609,704	(1,936,296)
Vehicle Gross Receipts Tax	394,000	435,074	41,074
Total Taxes	<u>124,444,000</u>	<u>122,718,298</u>	<u>(1,725,702)</u>
Intergovernmental:			
Federal Grants:			
Emergency Management Assistance	37,000	36,176	(824)
State Grants:			
Libraries	311,875	264,366	(47,509)
State-Shared:			
Utility Taxes:			
Utility Franchise Tax	11,819,030	5,010,523	(6,808,507)
Piped Natural Gas Excise Tax		512,448	512,448
Telecommunications Sales Tax		619,076	619,076
Beer and Wine Tax	901,800		(901,800)
State Reimbursements/Other:			
Inventories Tax Reimbursement	4,560,000	2,282,810	(2,277,190)
Intangibles Tax Reimbursement	3,220,000	3,174,949	(45,051)
Homestead Exemption	79,710		(79,710)
Food Stamp Tax Reimbursement	68,500	68,083	(417)
Payment In Lieu of Taxes	225,650	225,648	(2)
Court Fees	99,040	95,732	(3,308)
Local Grants:			
Emergency Management Assistance	106,950	100,869	(6,081)
Parks and Recreation	5,000		(5,000)
Libraries	333,300	333,298	(2)
School Safety Programs	571,035	668,266	97,231
Environmental Programs	65,000	82,887	17,887
ABC Board Profit Distribution	2,362,500	2,165,175	(197,325)
Total Intergovernmental	<u>24,766,390</u>	<u>15,640,306</u>	<u>(9,126,084)</u>
Licenses and Permits:			
Privilege Licenses:			
Privilege Licenses-Current Year	3,050,000	2,970,978	(79,022)
Penalties on Privilege Licenses	60,000	55,265	(4,735)
Privilege Licenses-Prior Years	40,000	45,191	5,191
Penalties on Prior Years' Licenses	10,000	9,825	(175)
Cable TV Access Licenses	1,950,000	2,169,609	219,609
Other Licenses and Permits	418,140	711,264	293,124
Construction Permits:			
Building Permits	740,000	800,162	60,162
Electrical Permits	400,000	391,850	(8,150)
Plumbing Permits	250,000	275,673	25,673
Heating Permits	275,000	288,978	13,978
Total Licenses and Permits	<u>7,193,140</u>	<u>7,718,795</u>	<u>525,655</u>

General Fund

Statement of Revenues, Expenditures and Changes in Fund Balance - Budget and Actual
For the Fiscal Year Ended June 30, 2002

	<u>Final Budget</u>	<u>Actual</u>	<u>Variance Over (Under)</u>
Fines and Forfeitures:			
Parking Violations	\$ 475,250	\$ 438,181	\$ (37,069)
Library Fines	104,705	111,274	6,569
City Code Violations	18,000	35,719	17,719
False Burglar Alarm Fines	255,080	264,115	9,035
Total Fines and Forfeitures	<u>853,035</u>	<u>849,289</u>	<u>(3,746)</u>
Charges for Current Services:			
Planning:			
Preliminary Plan Reviews	62,000	63,028	1,028
Final Plats/Declarations	5,200	5,650	450
Rezoning Applications	49,000	37,400	(11,600)
Other Planning Fees	21,000	17,289	(3,711)
Police Department:			
Police Department Services	19,700	34,235	14,535
Tow-In Services	13,380	23,010	9,630
Off-Duty Employment	1,600,000	1,914,492	314,492
Contracted Services	402,870	422,637	19,767
Communications Reimbursement	219,040	147,527	(71,513)
911 Wireless Telephone	128,750	224,693	95,943
Fire Department:			
Hazardous Material Fees	20,000	4,003	(15,997)
Fire Department Plan Reviews	64,000	65,221	1,221
Fire Code Reinspections	25,000	31,775	6,775
Disaster Recovery		127,366	127,366
Miscellaneous Permits	28,750	38,525	9,775
Transportation:			
State Highway System:			
Signals, Signs and Lights	522,580	488,497	(34,083)
Maintenance to Highways	300,000	250,108	(49,892)
Ridesharing Revenue	80,000	95,205	15,205
Van Pool Revenue	5,030	5,028	(2)
Monthly Parking Fees	11,280	32,630	21,350
Engineering and Inspections:			
Plan Review/Water and Sewer/Roadways	210,000	191,252	(18,748)
Vacant Lot Cleaning Fees	75,500	70,635	(4,865)
Junked Auto Fees	118,750	141,113	22,363
Environmental Services:			
Hazardous Waste Disposal Fees	355,000	374,196	19,196
Parks and Recreation:			
Maintenance Service-Local Agencies	25,000	39,284	14,284
Admissions and Charges	1,693,985	1,724,003	30,018
Advertising	600	12	(588)
Rental and Lease	724,090	687,427	(36,663)
Catering Services	122,600	85,676	(36,924)

General Fund

Statement of Revenues, Expenditures and Changes in Fund Balance - Budget and Actual
For the Fiscal Year Ended June 30, 2002

	Final Budget	Actual	Variance Over (Under)
Charges for Current Services (Continued):			
Concessions	\$ 90,550	\$ 62,473	\$ (28,077)
Concessions-Alcoholic Beverages	57,000	26,965	(30,035)
Bur-Mil Reimbursement	240,365	257,939	17,574
Mowing Services-State Highways	70,000	77,892	7,892
Fishing, Hunting and Boating Fees	64,700	33,376	(31,324)
Other Parks and Recreation Revenue	42,400	33,764	(8,636)
Library Fees	10,315	12,873	2,558
Interdepartmental Charges:			
Information Systems Services	3,600,000	4,210,890	610,890
Administrative Charges	2,829,880	2,845,469	15,589
Engineering Services	1,370,000	1,370,000	
Rents	705,850	553,635	(152,215)
Total Charges for Current Services	<u>15,984,165</u>	<u>16,827,193</u>	<u>843,028</u>
Miscellaneous:			
Sale of Assets	91,500	654,931	563,431
Miscellaneous Receivables Revenue	26,000	13,605	(12,395)
Donations and Private Contributions	145,370	105,944	(39,426)
Contracted Construction Projects	800,415	879,739	79,324
Service Charges	9,950	8,279	(1,671)
Other Revenue	799,565	913,940	114,375
Total Miscellaneous	<u>1,872,800</u>	<u>2,576,438</u>	<u>703,638</u>
Appropriated Fund Balance	<u>13,071,730</u>		<u>(13,071,730)</u>
Total Revenues	<u>188,185,260</u>	<u>166,330,319</u>	<u>(21,854,941)</u>

General Fund

Statement of Revenues, Expenditures and Changes in Fund Balance - Budget and Actual
For the Fiscal Year Ended June 30, 2002

	<u>Final Budget</u>	<u>Actual</u>	<u>Variance Over (Under)</u>
Expenditures:			
General Government:			
Legislative:			
Governing Body	\$ 192,615	\$ 152,672	\$ (39,943)
Clerk of Governing Body	267,140	253,350	(13,790)
Elections	154,500	147,988	(6,512)
Total Legislative	<u>614,255</u>	<u>554,010</u>	<u>(60,245)</u>
Executive:			
City Manager	905,765	671,477	(234,288)
Enterprise Resource Planning	131,515	138,695	7,180
Economic Development	1,669,210	994,296	(674,914)
Internal Audit	313,430	301,826	(11,604)
Minority and Women's Business Enterprises	255,505	253,197	(2,308)
Total Executive	<u>3,275,425</u>	<u>2,359,491</u>	<u>(915,934)</u>
Organizational Development and Communications	<u>1,731,125</u>	<u>1,452,640</u>	<u>(278,485)</u>
Human Relations	<u>513,310</u>	<u>487,533</u>	<u>(25,777)</u>
Human Resources:			
Administration	595,955	576,487	(19,468)
Recruitment, Staffing and Diversity	449,375	330,866	(118,509)
Compensation and Benefits	237,720	201,822	(35,898)
Employee Safety and Health	409,215	397,496	(11,719)
Total Human Resources	<u>1,692,265</u>	<u>1,506,671</u>	<u>(185,594)</u>
Budget and Evaluation	<u>534,560</u>	<u>528,837</u>	<u>(5,723)</u>
Planning	<u>1,760,775</u>	<u>1,592,846</u>	<u>(167,929)</u>
Finance:			
Administration	781,175	686,681	(94,494)
Accounting	696,120	700,390	4,270
Purchasing and Supply	1,007,215	930,688	(76,527)
Collections	1,245,450	1,173,776	(71,674)
Total Finance	<u>3,729,960</u>	<u>3,491,535</u>	<u>(238,425)</u>
Legal	<u>851,995</u>	<u>831,814</u>	<u>(20,181)</u>

General Fund

Statement of Revenues, Expenditures and Changes in Fund Balance - Budget and Actual
For the Fiscal Year Ended June 30, 2002

	<u>Final Budget</u>	<u>Actual</u>	<u>Variance Over (Under)</u>
Management Information Systems:			
Administration	\$ 278,035	\$ 300,215	\$ 22,180
Desktop Services	3,530,730	3,203,382	(327,348)
Geographic Information Services	421,310	423,119	1,809
Application Services	2,344,020	2,088,612	(255,408)
Total Management Information Systems	<u>6,574,095</u>	<u>6,015,328</u>	<u>(558,767)</u>
Support Services:			
Administration	197,505	211,401	13,896
Franchise Administration	155,410	88,407	(67,003)
Service Center	735,275	548,375	(186,900)
Central City Maintenance	4,058,060	3,509,372	(548,688)
Building Maintenance	3,129,595	2,731,559	(398,036)
Total Support Services	<u>8,275,845</u>	<u>7,089,114</u>	<u>(1,186,731)</u>
Other General Government:			
Chamber of Commerce	137,000	102,750	(34,250)
NC Metropolitan Coalition	8,000	8,000	
Piedmont Triad Partnership	37,200	37,200	
Greensboro Housing Coalition	18,725	14,044	(4,681)
Downtown Greensboro, Inc.	35,000	35,000	
East Market Street Development Corporation	55,000	45,000	(10,000)
Architectural Salvage	22,000	16,500	(5,500)
Downtown Development	758,380	132,957	(625,423)
Productivity Improvement Program	20,000	1,226	(18,774)
Nondepartmental	7,446,625	852,654	(6,593,971)
Total Other General Government	<u>8,537,930</u>	<u>1,245,331</u>	<u>(7,292,599)</u>
Total General Government	<u>38,091,540</u>	<u>27,155,150</u>	<u>(10,936,390)</u>
Public Safety:			
Police:			
Administration	4,784,410	4,923,740	139,330
Field Operations	23,600,775	22,812,886	(787,889)
Vice/Narcotics	1,470,120	1,521,679	51,559
Criminal Investigations	1,675,530	1,704,630	29,100
Special Operations	4,052,035	3,662,150	(389,885)
Administrative Services		83,821	83,821
Personnel Services	2,242,085	3,275,190	1,033,105
Communications	3,982,065	3,849,436	(132,629)
911 Program	126,500		(126,500)
Staff Services	5,180,225	4,813,111	(367,114)
Professional Standards	743,480	879,079	135,599
Total Police	<u>47,857,225</u>	<u>47,525,722</u>	<u>(331,503)</u>

General Fund

Statement of Revenues, Expenditures and Changes in Fund Balance - Budget and Actual
For the Fiscal Year Ended June 30, 2002

	<u>Final Budget</u>	<u>Actual</u>	<u>Variance Over (Under)</u>
Fire:			
Administration	\$ 1,795,265	\$ 1,729,480	\$ (65,785)
Training	627,590	707,284	79,694
Fire Prevention	1,281,595	1,212,439	(69,156)
Emergency Services	19,048,630	19,749,876	701,246
Regulatory/Fleet Repair Service	2,187,590	1,979,254	(208,336)
Stations and Buildings	1,407,915	1,360,832	(47,083)
Total Fire	<u>26,348,585</u>	<u>26,739,165</u>	<u>390,580</u>
Emergency Management Assistance Agency	<u>252,855</u>	<u>237,917</u>	<u>(14,938)</u>
Total Public Safety	<u>74,458,665</u>	<u>74,502,804</u>	<u>44,139</u>
Transportation:			
Administration	998,380	1,073,487	75,107
Traffic Operations	2,598,770	2,518,577	(80,193)
Street Administration	1,035,785	852,135	(183,650)
Paved Streets	3,873,400	3,672,026	(201,374)
Ribbon, Shoulder and Pipe	322,020	227,851	(94,169)
Storm Sewer Construction	1,326,070	1,326,014	(56)
Equipment Pool	189,600	196,799	7,199
State Highways	276,020	108,748	(167,272)
Traffic Engineering	2,913,690	2,642,769	(270,921)
Transportation Planning	285,340	220,765	(64,575)
Bikeways	2,400	834	(1,566)
Total Transportation	<u>13,821,475</u>	<u>12,840,005</u>	<u>(981,470)</u>
Engineering and Inspections:			
Administration	163,870	111,656	(52,214)
Facilities Engineering	610,160	507,738	(102,422)
Engineering	4,340,415	4,097,093	(243,322)
Inspections	2,699,530	2,642,825	(56,705)
Local Ordinance Enforcement	962,775	729,651	(233,124)
Total Engineering and Inspections	<u>8,776,750</u>	<u>8,088,963</u>	<u>(687,787)</u>
Environmental Services	<u>727,600</u>	<u>497,344</u>	<u>(230,256)</u>
Culture and Recreation:			
Parks and Recreation:			
Administration	1,783,840	1,613,303	(170,537)
Bryan Park at Guilford County	18,475		(18,475)
Bryan Park Administration	247,980	216,182	(31,798)
Bryan Park Enrichment Center	343,145	170,477	(172,668)
Bryan Park Operations	858,190	805,275	(52,915)
Gillespie Golf Course	688,870	688,901	31
City Arts	1,331,055	1,300,674	(30,381)
Program and Community Services	936,920	935,869	(1,051)
Neighborhood Playgrounds and Centers	1,832,115	1,751,305	(80,810)
Swimming Pools	381,855	418,050	36,195

General Fund

Statement of Revenues, Expenditures and Changes in Fund Balance - Budget and Actual
For the Fiscal Year Ended June 30, 2002

	<u>Final Budget</u>	<u>Actual</u>	<u>Variance Over (Under)</u>
Culture and Recreation (Continued):			
Parks and Recreation (Continued):			
Memorial Stadium	\$ 182,620	\$ 175,816	\$ (6,804)
Hagan Stone Park	399,390	376,970	(22,420)
Hester Park	296,785	273,109	(23,676)
Country Park	371,970	288,076	(83,894)
Jaycee Park	92,735	89,536	(3,199)
Regional Parks	18,305	17,327	(978)
Athletics	910,730	956,467	45,737
Bur-Mil Club	762,175	650,726	(111,449)
Lake Wardens	713,555	666,620	(46,935)
Barber Park	398,620	359,656	(38,964)
Development and Maintenance	4,506,055	4,293,694	(212,361)
Equipment Maintenance	243,825	233,948	(9,877)
Landscape and Beautification	2,154,110	1,941,983	(212,127)
Tannenbaum Park	239,150	209,178	(29,972)
Total Parks and Recreation	<u>19,712,470</u>	<u>18,433,142</u>	<u>(1,279,328)</u>
Library:			
Administration	2,137,735	1,959,632	(178,103)
Main Library	1,459,775	1,447,510	(12,265)
Extension Services	73,535	77,033	3,498
Collection Inventory	674,685	673,092	(1,593)
Historical Museum	748,500	735,983	(12,517)
Benjamin Branch Library	314,360	294,211	(20,149)
Northeast Branch Library	194,890	193,201	(1,689)
Vance H. Chavis Branch Library	268,110	262,768	(5,342)
Southwest Branch Library	327,310	347,039	19,729
Glenwood Branch Library	352,385	306,049	(46,336)
Guilford College Branch Library	530,135	526,233	(3,902)
Benchmark Square Branch Library	252,225	225,035	(27,190)
McGirt-Horton Branch Library	311,450	293,205	(18,245)
Total Library	<u>7,645,095</u>	<u>7,340,991</u>	<u>(304,104)</u>
Other Culture and Recreation:			
War Memorial Coliseum	620		(620)
Triad Stage	93,750	93,750	
Historic Preservation Commission	3,000	3,000	
Natural Science Center of Greensboro	1,085,000	813,750	(271,250)
Greensboro Sports Commission	75,000	56,250	(18,750)
Friends of the Depot	20,000		(20,000)
Eastern Music Festival	10,000	10,000	
Fun Fourth - Grassroots	22,500	22,500	
Downtown Banners/Grassroots	11,000	11,000	
Blandwood Mansion	10,000	7,500	(2,500)
Greensboro Jaycees	20,000	20,000	
Total Other Culture and Recreation	<u>1,350,870</u>	<u>1,037,750</u>	<u>(313,120)</u>
Total Culture and Recreation	<u>28,708,435</u>	<u>26,811,883</u>	<u>(1,896,552)</u>

General Fund

Statement of Revenues, Expenditures and Changes in Fund Balance - Budget and Actual
For the Fiscal Year Ended June 30, 2002

	<u>Final Budget</u>	<u>Actual</u>	<u>Variance Over (Under)</u>
Economic Opportunity:			
Human Service Agencies:			
Advanced Services	\$ 5,000	\$ 3,750	\$ (1,250)
Claremont Educational Program	14,800	11,100	(3,700)
Communities and Schools	12,000	9,000	(3,000)
Family Life Council	6,000	4,500	(1,500)
Guilford Native American Association	15,000	11,250	(3,750)
Greensboro NAACP Tutorial Program	12,500	9,375	(3,125)
One Step Further Program	10,000	7,500	(2,500)
United Services for Older Adults	24,500	18,375	(6,125)
Youth Focus Counseling	10,000	7,500	(2,500)
African American Atelier	11,000	8,250	(2,750)
Women's Resource Center	17,000	12,750	(4,250)
Black Child Development Institute	9,000	6,750	(2,250)
YWCA Teen Parent Mentor Program	10,000	7,500	(2,500)
Project Homestead	87,605	87,606	1
Alcohol and Drug Services of Guilford	12,700	9,525	(3,175)
Faith Matters	11,000	8,250	(2,750)
Program Administration	26,960	24,813	(2,147)
Gate City Community Development	17,275	12,956	(4,319)
The Servant Center	15,000	11,250	(3,750)
Greensboro Urban Ministry	30,000	22,500	(7,500)
Salvation Army Boys & Girls	10,000	7,500	(2,500)
National Alliance Non-Violent Program	13,000	9,750	(3,250)
Greensboro Life Skills Center	15,000	11,250	(3,750)
PCC Community Nursing	12,000	9,000	(3,000)
Total Economic Opportunity	<u>407,340</u>	<u>332,000</u>	<u>(75,340)</u>
Intergovernmental:			
Guilford County:			
Animal Shelter	660,000	646,045	(13,955)
Tax Collections	344,840	335,341	(9,499)
Environmental Health Control	10,000	5,500	(4,500)
National Guard Armory	3,000	2,989	(11)
Piedmont Council of Governments	47,020	47,017	(3)
Total Intergovernmental	<u>1,064,860</u>	<u>1,036,892</u>	<u>(27,968)</u>
Total Expenditures	<u>166,056,665</u>	<u>151,265,041</u>	<u>(14,791,624)</u>

General Fund

Statement of Revenues, Expenditures and Changes in Fund Balance - Budget and Actual
For the Fiscal Year Ended June 30, 2002

	<u>Final Budget</u>	<u>Actual</u>	<u>Variance Over (Under)</u>
Excess of Revenues Over Expenditures	<u>\$ 22,128,595</u>	<u>\$ 15,065,278</u>	<u>\$ (7,063,317)</u>
Other Financing Sources (Uses):			
Transfers In:			
Street and Sidewalk Revolving Fund	1,500,000	1,500,000	
State Highway Allocation Fund	3,186,345	3,186,345	
Storm Water Quality Control Fund	94,910	94,910	
Water Resources Operating Fund	337,485	337,485	
War Memorial Coliseum Fund	108,345	108,345	
Solid Waste Management Fund	167,185	167,185	
Equipment Services Fund	65,630	65,630	
Total Transfers In	<u>5,459,900</u>	<u>5,459,900</u>	
Transfers Out:			
Cemetery Operating Fund	132,000	132,000	
Housing Partnership Revolving Fund	2,283,260	2,092,988	(190,272)
State and Federal Grants Fund	225,000	6,822	(218,178)
Debt Service Fund	12,596,130	12,596,130	
General Capital Improvements Fund	284,550	41,000	(243,550)
War Memorial Coliseum Fund	2,001,000	1,750,000	(251,000)
Bryan Park Fund	489,755	489,755	
Parking Facilities Fund	1,196,325	846,325	(350,000)
Solid Waste Management Fund	8,000,000	6,833,333	(1,166,667)
Equipment Services Fund	191,075	191,075	
Employee Health Insurance Fund	14,400	14,400	
General Insurance Fund	175,000	175,000	
Total Transfers Out	<u>27,588,495</u>	<u>25,168,828</u>	<u>(2,419,667)</u>
Total Other Financing Sources (Uses)	<u>(22,128,595)</u>	<u>(19,708,928)</u>	<u>(2,419,667)</u>
Excess of Revenues and Other Financing Sources Under Expenditures and Other Financing Uses	<u>\$</u>	<u>(4,643,650)</u>	<u>(4,643,650)</u>
Fund Balance - July 1		<u>58,387,309</u>	<u>58,387,309</u>
Fund Balance - June 30		<u>\$ 53,743,659</u>	<u>\$ 53,743,659</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 motor vehicle license tax and payment of street and sidewalk assessments levied on abutting property.

State Highway Allocation Fund

This fund was established to account for Powell Bill Funds which are derived from a one and three-fourths cents per gallon 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.

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.

Stormwater Quality Control Fund

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

Housing Partnership Revolving Fund

In FY 2001-02, City Council increased its General Fund support to the Housing Partnership Revolving Fund from one cent to one and one-third cent of the property tax rate. This revenue provides resources to fund low and moderate income housing initiatives approved by City Council, including grant/loan programs, construction/renovation projects, and cooperative efforts with private and not-for-profit organizations.

Community Development Fund

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

HOME Program Fund

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

HOPE VI Fund

The purpose of the HOPE VI Fund is to account for projects financed primarily with the proceeds of Greensboro's Community Development Block Grant Section 108 Loan 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 will replace many of the Job Training Consortium Fund activities.

Job Training Consortium Fund

The purpose of the Job Training Consortium Fund is to account for Job Training Partnership Act grant funds used to establish programs for public service employment jobs, on-the-job-training programs and classroom training.

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.

Street and Sidewalk Revolving Fund

Statement of Revenues, Expenditures and Changes in Fund Balance - Budget and Actual
For the Fiscal Year Ended June 30, 2002

	<u>Final Budget</u>	<u>Actual</u>	<u>Variance Over (Under)</u>
Revenues:			
Licenses and Permits:			
Motor Vehicle License	<u>\$ 1,600,000</u>	<u>\$ 1,718,126</u>	<u>\$ 118,126</u>
Assessments	<u>150,000</u>	<u>112,441</u>	<u>(37,559)</u>
Charges for Current Services:			
Red Light Camera Violations	1,500,000	1,222,086	(277,914)
Rents	<u>6,000</u>	<u>5,400</u>	<u>(600)</u>
Total Charges for Current Services	<u>1,506,000</u>	<u>1,227,486</u>	<u>(278,514)</u>
Investment Income	<u>315,000</u>	<u>400,002</u>	<u>85,002</u>
Miscellaneous:			
Construction Project Development		4,540	4,540
Sales and Use Tax Refund	5,000	5,587	587
Sale of Real Estate		3,600	3,600
Other Revenue	<u>5,000</u>		<u>(5,000)</u>
Total Miscellaneous	<u>10,000</u>	<u>13,727</u>	<u>3,727</u>
Appropriated Fund Balance	<u>1,139,130</u>		<u>(1,139,130)</u>
Total Revenues	<u>4,720,130</u>	<u>3,471,782</u>	<u>(1,248,348)</u>
Expenditures:			
Transportation:			
Street Construction	2,270,130	1,171,720	(1,098,410)
Bridge Construction and Maintenance	<u>25,000</u>		<u>(25,000)</u>
Total Expenditures	<u>2,295,130</u>	<u>1,171,720</u>	<u>(1,123,410)</u>
Excess of Revenues Over Expenditures	2,425,000	2,300,062	(124,938)
Other Financing Uses:			
Transfers Out	<u>(2,425,000)</u>	<u>(2,425,000)</u>	
Excess of Revenues Under Expenditures and Other Financing Uses	<u>\$</u>	(124,938)	(124,938)
Fund Balance - July 1		<u>5,185,526</u>	<u>5,185,526</u>
Fund Balance - June 30		<u>\$5,060,588</u>	<u>\$5,060,588</u>

State Highway Allocation Fund

Statement of Revenues, Expenditures and Changes in Fund Balance - Budget and Actual
For the Fiscal Year Ended June 30, 2002

	<u>Final Budget</u>	<u>Actual</u>	<u>Variance Over (Under)</u>
Revenues:			
Intergovernmental:			
State Powell Bill	<u>\$6,880,000</u>	<u>\$7,195,474</u>	<u>\$ 315,474</u>
Assessments	<u>65,000</u>	<u>25,291</u>	<u>(39,709)</u>
Investment Income	<u>909,000</u>	<u>1,373,027</u>	<u>464,027</u>
Miscellaneous:			
Sales and Use Tax Refund	<u>16,200</u>	<u>29,865</u>	<u>13,665</u>
Appropriated Fund Balance	<u>4,053,845</u>	<u></u>	<u>(4,053,845)</u>
Total Revenues	<u>11,924,045</u>	<u>8,623,657</u>	<u>(3,300,388)</u>
Expenditures:			
Transportation:			
Transportation Improvements	14,500	14,060	(440)
Streets and Structures	<u>6,423,200</u>	<u>3,364,006</u>	<u>(3,059,194)</u>
Total Expenditures	<u>6,437,700</u>	<u>3,378,066</u>	<u>(3,059,634)</u>
Excess of Revenues Over Expenditures	5,486,345	5,245,591	(240,754)
Other Financing Uses:			
Transfers Out	<u>(5,486,345)</u>	<u>(5,486,345)</u>	<u></u>
Excess of Revenues Under Expenditures and Other Financing Uses	<u>\$</u>	<u>(240,754)</u>	<u>(240,754)</u>
Fund Balance - July 1		<u>8,592,570</u>	<u>8,592,570</u>
Fund Balance - June 30		<u>\$8,351,816</u>	<u>\$8,351,816</u>

Cemetery Fund

Statement of Revenues, Expenditures and Changes in Fund Balance - Budget and Actual
For the Fiscal Year Ended June 30, 2002

	<u>Final Budget</u>	<u>Actual</u>	<u>Variance Over (Under)</u>
Revenues:			
Charges for Current Services:			
Forest Lawn Cemetery	\$ 311,120	\$ 257,069	\$ (54,051)
Maplewood Cemetery	102,380	129,422	27,042
Greenhill Cemetery	49,240	36,723	(12,517)
Total Charges for Current Services	<u>462,740</u>	<u>423,214</u>	<u>(39,526)</u>
Investment Income	<u>80,000</u>	<u>107,115</u>	<u>27,115</u>
Miscellaneous	<u> </u>	<u>101</u>	<u>101</u>
Appropriated Fund Balance	<u>7,570</u>	<u> </u>	<u>(7,570)</u>
Total Revenues	<u>550,310</u>	<u>530,430</u>	<u>(19,880)</u>
Expenditures:			
Culture and Recreation:			
Cemeteries:			
Administration	237,830	237,151	(679)
Forest Lawn Cemetery	157,100	147,302	(9,798)
Maplewood Cemetery	55,640	48,631	(7,009)
Greenhill Cemetery	169,030	147,020	(22,010)
Total Expenditures	<u>619,600</u>	<u>580,104</u>	<u>(39,496)</u>
Excess of Revenues Under Expenditures	<u>(69,290)</u>	<u>(49,674)</u>	<u>19,616</u>
Other Financing Sources (Uses):			
Transfers In	132,000	132,000	
Transfers Out	<u>(62,710)</u>	<u>(58,588)</u>	<u>4,122</u>
Total Other Financing Sources (Uses)	<u>69,290</u>	<u>73,412</u>	<u>4,122</u>
Excess of Revenues and Other Financing Sources Over Expenditures and Other Financing Uses	<u>\$</u>	<u>23,738</u>	<u>23,738</u>
Fund Balance - July 1		<u>325,005</u>	<u>325,005</u>
Fund Balance - June 30		<u>\$ 348,743</u>	<u>\$ 348,743</u>

Hotel/Motel Occupancy Tax Fund

Statement of Revenues, Expenditures and Changes in Fund Balance - Budget and Actual
For the Fiscal Year Ended June 30, 2002

	<u>Final Budget</u>	<u>Actual</u>	<u>Variance Over (Under)</u>
Revenues:			
Taxes:			
Room Occupancy Tax	<u>\$ 2,856,085</u>	<u>\$ 2,493,777</u>	<u>\$ (362,308)</u>
Investment Income	<u>12,000</u>	<u>18,782</u>	<u>6,782</u>
Appropriated Fund Balance	<u>330,620</u>		<u>(330,620)</u>
Total Revenues	<u>3,198,705</u>	<u>2,512,559</u>	<u>(686,146)</u>
Expenditures:			
Culture and Recreation		10,000	10,000
Debt Service:			
Principal Retirement	1,378,195	1,318,194	(60,001)
Interest	1,768,835	1,326,588	(442,247)
Fees and Other	<u>51,675</u>	<u>35,522</u>	<u>(16,153)</u>
Total Expenditures	<u>3,198,705</u>	<u>2,690,304</u>	<u>(508,401)</u>
Excess of Revenues Under Expenditures	<u>\$</u>	(177,745)	(177,745)
Fund Balance - July 1		<u>660,509</u>	<u>660,509</u>
Fund Balance - June 30		<u>\$ 482,764</u>	<u>\$ 482,764</u>

Special Tax Districts Fund

Statement of Revenues, Expenditures and Changes in Fund Balance - Budget and Actual
For the Fiscal Year Ended June 30, 2002

	<u>Final Budget</u>	<u>Actual</u>	<u>Variance Over (Under)</u>
Revenues:			
Taxes:			
Ad Valorem Taxes	<u>\$ 36,500</u>	<u>\$ 41,898</u>	<u>\$ 5,398</u>
Investment Income	<u> </u>	<u>21,854</u>	<u>21,854</u>
Appropriated Fund Balance	<u>219,115</u>	<u> </u>	<u>(219,115)</u>
Total Revenues	<u>255,615</u>	<u>63,752</u>	<u>(191,863)</u>
Expenditures:			
Community Development:			
Aycok Historic District	81,615	6,615	(75,000)
College Hill Historic District	<u>174,000</u>	<u>14,076</u>	<u>(159,924)</u>
Total Expenditures	<u>255,615</u>	<u>20,691</u>	<u>(234,924)</u>
Excess of Revenues Over Expenditures	<u>\$</u>	43,061	43,061
Fund Balance - July 1		<u>413,511</u>	<u>413,511</u>
Fund Balance - June 30		<u>\$ 456,572</u>	<u>\$ 456,572</u>

Stormwater Quality Control Fund

Statement of Revenues, Expenditures and Changes in Fund Balance - Budget and Actual
For the Fiscal Year Ended June 30, 2002

	<u>Final Budget</u>	<u>Actual</u>	<u>Variance Over (Under)</u>
Revenues:			
Assessments	\$ 10,000	\$ 3,779	\$ (6,221)
Charges for Current Services:			
Stormwater Fees	6,350,000	6,381,787	31,787
City Code Violations		1,200	1,200
Waste/Trash Collections	8,000	1,740	(6,260)
Other Reimbursements			
Total Charges for Current Services	<u>6,358,000</u>	<u>6,384,727</u>	<u>26,727</u>
Investment Income	<u>350,000</u>	<u>239,551</u>	<u>(110,449)</u>
Miscellaneous:			
Service Charges	8,000	5,790	(2,210)
Sales and Use Tax Refund	5,500	5,987	487
Miscellaneous Receivables Revenue	2,360		(2,360)
Other Revenue	500	195	(305)
Total Miscellaneous	<u>16,360</u>	<u>11,972</u>	<u>(4,388)</u>
Appropriated Fund Balance	<u>2,913,640</u>		<u>(2,913,640)</u>
Total Revenues	<u>9,648,000</u>	<u>6,640,029</u>	<u>(3,007,971)</u>
Expenditures:			
Transportation:			
Street Cleaning	1,628,120	1,430,512	(197,608)
Storm Sewer Construction	2,049,550	1,970,072	(79,478)
Environmental Services:			
Stormwater Services	876,035	645,015	(231,020)
Water Resources:			
Stormwater Services	<u>3,244,385</u>	<u>2,400,815</u>	<u>(843,570)</u>
Total Expenditures	<u>7,798,090</u>	<u>6,446,414</u>	<u>(1,351,676)</u>
Excess of Revenues Over Expenditures	1,849,910	193,615	(1,656,295)
Other Financing Uses:			
Transfers Out	<u>(1,849,910)</u>	<u>(1,849,910)</u>	
Excess of Revenues Under Expenditures and Other Financing Uses	<u>\$</u>	(1,656,295)	(1,656,295)
Fund Balance - July 1		<u>3,084,992</u>	<u>3,084,992</u>
Fund Balance - June 30		<u>\$1,428,697</u>	<u>\$1,428,697</u>

Housing Partnership Revolving Fund

Statement of Revenues, Expenditures and Changes in Fund Balance - Budget and Actual
For the Fiscal Year Ended June 30, 2002

	<u>Final Budget</u>	<u>Actual</u>	<u>Variance Over (Under)</u>
Revenues:			
Investment Income	\$ 12,810	\$ 17,542	\$ 4,732
Miscellaneous:			
Mortgage Collections	335,135	370,774	35,639
Rents	5,290	5,580	290
Sale of Materials		162	162
Sale of Real Estate		7,922	7,922
Other Revenue		3,563	3,563
Total Miscellaneous	<u>340,425</u>	<u>388,001</u>	<u>47,576</u>
Appropriated Fund Balance	<u>698,840</u>		<u>(698,840)</u>
Total Revenues	<u>1,052,075</u>	<u>405,543</u>	<u>(646,532)</u>
Expenditures:			
Housing:			
Administration	1,303,480	1,104,881	(198,599)
Housing Programs	<u>2,031,855</u>	<u>1,454,350</u>	<u>(577,505)</u>
Total Expenditures	<u>3,335,335</u>	<u>2,559,231</u>	<u>(776,104)</u>
Excess of Revenues Under Expenditures	(2,283,260)	(2,153,688)	129,572
Other Financing Sources:			
Transfers In	<u>2,283,260</u>	<u>2,092,988</u>	<u>(190,272)</u>
Excess of Revenues and Other Financing Sources Under Expenditures	<u>\$</u>	(60,700)	(60,700)
Fund Balance - July 1		<u>939,261</u>	<u>939,261</u>
Fund Balance - June 30		<u>\$ 878,561</u>	<u>\$ 878,561</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, 2002

	<u>Project Authorization</u>	<u>Prior Years</u>	<u>Actual Current Year</u>	<u>Total To Date</u>
Revenues:				
Intergovernmental:				
Federal Grants	\$ 22,431,594	\$ 17,681,305	\$ 1,989,410	\$19,670,715
Local Grants	85,637	85,637		85,637
	<u>22,517,231</u>	<u>17,766,942</u>	<u>1,989,410</u>	<u>19,756,352</u>
Investment Income	<u>742,275</u>	<u>851,631</u>	<u>36,464</u>	<u>888,095</u>
Charges for Current Services:				
Program Income	209,239			
Rent	140,205	110,140	22,030	132,170
Mortgage Collections	2,674,345	2,778,576	404,010	3,182,586
Sale of Real Estate	51,460	51,464		51,464
Other Revenue	12,040	15,611	1,652	17,263
Total Charges for Current Services	<u>3,087,289</u>	<u>2,955,791</u>	<u>427,692</u>	<u>3,383,483</u>
Total Revenues	<u>26,346,795</u>	<u>21,574,364</u>	<u>2,453,566</u>	<u>24,027,930</u>
Expenditures:				
Community Development:				
Block Grant:				
Administration	1,664,120	1,225,916	215,213	1,441,129
Community Planning	438,400	444,298	152,186	596,484
Fair Housing	102,000	79,973	18,499	98,472
Rental Rehabilitation	130,000	29,948	53,103	83,051
Citywide Housing Repair	2,842,608	2,180,857	414,224	2,595,081
Target Area Personnel	469,773	467,775		467,775
MWBE Training Program	35,000	33,257	343	33,600
Emergency Shelter Assistance	43,350	43,350		43,350
Neighborhood Economic Development	272,500	231,825	35,000	266,825
Gate City CDV'D Partners	80,000	71,123	8,877	80,000
Greensboro Women's Club	62,000	57,000		57,000
Asheboro	1,582,052	1,138,289	212,040	1,350,329
Asheboro Resource Center	50,000	690		690
Arlington Park	788,433	542,075	60,200	602,275
Rosewood	869,718	491,726	41,238	532,964
Section 108 Loan Guarantee	1,586,364	1,530,236	56,128	1,586,364
Eastside Park	914,495	768,276	64,867	833,143
Best Street	358,529	304,541	13,453	317,994
Gorrell Street	28,596	16,424	1,884	18,308
Temporary Housing Facility				
Gideon's Army	12,500	12,500		12,500
Willow Oaks	304,417		253,962	253,962
Housing Coalition	42,500	12,500	30,000	42,500
Women's Resource Center	25,000		25,000	25,000
Greensboro Children's Museum	25,000	25,000		25,000
Hope VI Revitalization	30,020		22,539	22,539
Magnolia House Motel	110,600	45,828		45,828
Project Deadbolt	5,000	4,194		4,194
Project Homestead Construction Training	20,000			
Episcopal Servant Center	33,630	11,650	21,980	33,630
Youth Focus	8,310		8,310	8,310
Warnersville Recreation Center	4,314	4,313		4,313

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, 2002

	<u>Project Authorization</u>	<u>Prior Years</u>	<u>Actual Current Year</u>	<u>Total To Date</u>
Expenditures (Continued):				
Lot Acquisition	\$ 232,845	\$ 232,845	\$	\$ 232,845
Family and Children's Services	30,700	8,700	19,216	27,916
Salvation Army	79,400	8,900	70,500	79,400
Jericho House	62,000		62,000	62,000
Southeast Economic Development	107,384	107,384		107,384
Central Carolina Legal Service	30,000	28,502		28,502
Downtown Greensboro	115,000			
Compass International	12,500		5,500	5,500
S/F Homeownership Opportunity	444,732		42,035	42,035
M/F Rental Housing Technical Assistance	12,000	5,500	4,021	9,521
Homeless Prevention Services & Shelter	176,220	145,118	3,602	148,720
Gate City CDC Construction Trader	50,000	19,338	30,662	50,000
Christian Counseling/Wellness	125,000		125,000	125,000
East Market Street Development Corporation	70,000	31,447	23,553	55,000
Interfaith Hospitality Network	15,000		15,000	15,000
Malachi House	30,000		30,000	30,000
Mary's House	10,000		10,000	10,000
Room at the Inn of the Triad	50,000		50,000	50,000
Guilford Native American Association	25,000			
Elderly Housing	21,760	21,760		21,760
Public Service Funding	63,750	63,750		63,750
Greensboro Urban Ministry	119,600	25,100	94,500	119,600
Self Help Credit Union	21,609	21,609		21,609
Advocacy - Persons W/Disability	3,500		3,499	3,499
Section 108 Project	1,640,000	1,552,828	87,170	1,639,998
Other Community Development:				
Kids, Inc. Day Care	101,325	55,348	23,698	79,046
Home Grants 92	987,000	987,000		987,000
Home Grants 93	652,000	651,870		651,870
Home Grants 94	773,000	756,954		756,954
Home Grants 95	1,981,000	1,965,481	23,829	1,989,310
Home Grants 96	1,815,000	1,798,579	15,560	1,814,139
Home Grants 97	1,470,766	1,444,427	22,022	1,466,449
Home Grants 98	1,620,475	1,451,270	62,564	1,513,834
HOPWA	377,000		362,629	362,629
Federal Emergency Shelter Grant	82,000	82,000		82,000
Total Expenditures	26,346,795	21,239,274	2,895,606	24,134,880
Excess of Revenues Over (Under) Expenditures	<u>\$</u>	335,090	(442,040)	(106,950)
Fund Balance - July 1			335,090	
Fund Balance - June 30		<u>\$ 335,090</u>	<u>\$ (106,950)</u>	<u>\$ (106,950)</u>

HOME Program

Schedule of Revenues, Expenditures and Changes in Fund Balance - Budget and Actual
From Project Inception and For the Fiscal Year Ended June 30, 2002

	<u>Project Authorization</u>	<u>Prior Years</u>	<u>Actual Current Year</u>	<u>Total To Date</u>
Revenues:				
Intergovernmental:				
Federal Grants				
Home Investment Partnership	\$2,936,127	\$ 962,002	\$ 810,972	\$1,772,974
Greensboro Home Program	917,360	917,360		917,360
Guilford County Home Program	297,417	4,648	(4,648)	
High Point Home Program	893,948	178,525	312,051	490,576
Burlington Home Program	411,785	186,761	186,680	373,441
Alamance County Home Program	178,363	72,107	98,886	170,993
Total Intergovernmental	<u>5,635,000</u>	<u>2,321,403</u>	<u>1,403,941</u>	<u>3,725,344</u>
Investment Income			7,093	7,093
Miscellaneous:				
Mortgage Collections	20,075	20,075	29,127	49,202
Other	10,295	10,295		10,295
Total Miscellaneous	<u>30,370</u>	<u>30,370</u>	<u>29,127</u>	<u>59,497</u>
Total Revenues	<u>5,665,370</u>	<u>2,351,773</u>	<u>1,440,161</u>	<u>3,791,934</u>
Expenditures:				
Greensboro Home Program	3,171,707	1,756,274	599,666	2,355,940
Guilford County Home Program	302,367	8,194	3,433	11,627
High Point Home Program	1,318,268	138,922	399,062	537,984
Burlington Home Program	606,265	208,510	205,420	413,930
Alamance County Home Program	266,763	68,154	95,310	163,464
Total Expenditures	<u>5,665,370</u>	<u>2,180,054</u>	<u>1,302,891</u>	<u>3,482,945</u>
Excess of Revenues Over Expenditures	<u>\$</u>	171,719	137,270	308,989
Fund Balance - July 1			171,719	
Fund Balance - June 30		<u>\$ 171,719</u>	<u>\$ 308,989</u>	<u>\$ 308,989</u>

Hope VI Program

Schedule of Revenues, Expenditures and Changes in Fund Balance - Budget and Actual
From Project Inception and For the Fiscal Year Ended June 30, 2002

	<u>Project Authorization</u>	<u>Prior Years</u>	<u>Actual Current Year</u>	<u>Total To Date</u>
Revenues:				
Investment Income	\$ 43,180	\$	\$ 43,360	\$ 43,360
Miscellaneous:				
Mortgage Collections	8,435		8,435	8,435
Other			690	690
Total Miscellaneous	8,435		9,125	9,125
Total Revenues	51,615		52,485	52,485
Expenditures:				
Section 108 Loans	7,461,000		3,102,409	3,102,409
Willow Oaks	51,615		51,556	51,556
Total Expenditures	7,512,615		3,153,965	3,153,965
Excess of Revenues Under Expenditures	(7,461,000)		(3,101,480)	(3,101,480)
Other Financing Sources :				
Debt Issuances:				
Federal Loan Program	7,461,000		3,128,000	3,128,000
Excess of Revenues and Other Financing Sources Over Expenditures	\$		26,520	26,520
Fund Balance - July 1				
Fund Balance - June 30		\$	\$ 26,520	\$ 26,520

Workforce Investment Act

Schedule of Revenues, Expenditures and Changes in Fund Balance - Budget and Actual
From Project Inception and For the Fiscal Year Ended June 30, 2002

	<u>Project Authorization</u>	<u>Prior Years</u>	<u>Actual Current Year</u>	<u>Total To Date</u>
Revenues:				
Intergovernmental:				
Federal Grants				
WIA Administration	\$ 295,526	\$ 149,001	\$ 82,390	\$ 231,391
WIA Adult	994,585	546,868	403,961	950,829
WIA Dislocated Worker	878,050	383,264	307,149	690,413
WIA Youth	787,100	214,881	233,612	448,493
WIA Ten Percent/Incentive	172,021	57,074	61,061	118,135
Joblink Enhancement	30,204		30,204	30,204
H-1B Technical Skills Training	2,721,000		425,239	425,239
Total Federal Grants	<u>5,878,486</u>	<u>1,351,088</u>	<u>1,543,616</u>	<u>2,894,704</u>
State Grants				
NCETGP Grant	<u>202,426</u>	<u>43,618</u>	<u>145,125</u>	<u>188,743</u>
Total Intergovernmental	<u>6,080,912</u>	<u>1,394,706</u>	<u>1,688,741</u>	<u>3,083,447</u>
Investment Income			<u>432</u>	<u>432</u>
Miscellaneous:				
Sale of Materials		620	621	1,241
Sale of Equipment		93		93
Other		<u>2,272</u>		<u>2,272</u>
Total Miscellaneous		<u>2,985</u>	<u>621</u>	<u>3,606</u>
Total Revenues	<u>6,080,912</u>	<u>1,397,691</u>	<u>1,689,794</u>	<u>3,087,485</u>
Expenditures:				
WIA Administration	295,526	89,596	80,142	169,738
WIA Adult	999,585	512,109	328,401	840,510
WIA Dislocated Worker	873,050	330,815	348,986	679,801
WIA Youth	787,100	191,912	303,803	495,715
WIA Ten Percent/Incentive	172,021	50,974	67,161	118,135
Joblink Enhancement	30,604	1,077	29,127	30,204
NCETGP Grant	202,426	126,824	63,372	190,196
H-1B Technical Skills Training	2,720,600	61,823	424,713	486,536
Total Expenditures	<u>6,080,912</u>	<u>1,365,130</u>	<u>1,645,705</u>	<u>3,010,835</u>
Excess of Revenues Over Expenditures	<u>\$</u>	32,561	44,089	76,650
Fund Balance - July 1			<u>32,561</u>	
Fund Balance - June 30		<u>\$ 32,561</u>	<u>\$ 76,650</u>	<u>\$ 76,650</u>

Job Training Consortium Fund

Schedule of Revenues, Expenditures and Changes in Fund Balance - Budget and Actual
From Project Inception and For the Fiscal Year Ended June 30, 2002

	<u>Project Authorization</u>	<u>Prior Years</u>	<u>Actual Current Year</u>	<u>Total To Date</u>
Revenues:				
Intergovernmental:				
Federal Grants:				
One Stop Planning Grant 95-3348	\$	\$	\$	\$
Title A/C 96-3743				
Title A/C 96-3744				
Title IIB 97-3705				
Title III 97-3519				
NC Employment and Training				
Grant Program 97-3590				
Title IIA Older Individual 97-3721				
Title IIA Adult 97-3724				
Title IIC Youth 97-3734				
Title A/C 97-3743				
Title A/C 97-3744				
Welfare to Work 97-3751				
Title III 98-3719				
NC Employment and Training				
Grant Program 98-3590				
Title IIB 98-3705				
Title IIA Older Individual 98-3721				
Title IIA Adult 98-3724				
Title IIC Youth 98-3734				
Administrative Cost Pool 98				
Title A/C 98-3743				
Title A/C 98-3744				
Welfare to Work 98-3751	964,293	807,367	156,926	964,293
Welfare to Work PY 99	1,043,923		76,296	76,296
Title IIB 99-3705				
Title III 99-3719				
NC Employment and Training				
Grant Program 99-3590				
Title IIA Older Individual 99-3721				
Title IIA Adult 99-3724				
Title IIC Youth 99-3734				
Title A/C 99-3743				
Title A/C 99-3744				
JTPA to WIA Transition				
JTPA to WIA Transition				
Total Intergovernmental	<u>2,008,216</u>	<u>807,367</u>	<u>233,222</u>	<u>1,040,589</u>
Miscellaneous				
Other Revenue		3,173	298	3,471
Total Revenues	<u>2,008,216</u>	<u>810,540</u>	<u>233,520</u>	<u>1,044,060</u>

Job Training Consortium Fund

Schedule of Revenues, Expenditures and Changes in Fund Balance - Budget and Actual
From Project Inception and For the Fiscal Year Ended June 30, 2002

	<u>Project Authorization</u>	<u>Prior Years</u>	<u>Actual Current Year</u>	<u>Total To Date</u>
Expenditures:				
Economic Opportunity:				
Federal Grants:				
One Stop Planning Grant 95-3348	\$	\$	\$	\$
Title A/C 96-3743				
Title A/C 96-3744				
Title IIB 97-3705				
Title III 97-3519				
NC Employment and Training				
Grant Program 97-3590				
Title IIA Older Individual 97-3721				
Title IIA Adult 97-3724				
Title IIC Youth 97-3734				
Title A/C 97-3743				
Title A/C 97-3744				
Welfare to Work 97-3751				
Title III 98-3519				
NC Employment and Training				
Grant Program 98-3590				
Title IIB 98-3705				
Title IIA Older Individual 98-3721				
Title IIA Adult 98-3724				
Title IIC Youth 98-3734				
Title A/C 98-3743				
Title A/C 98-3744				
Welfare to Work 98-3751	964,293	814,575	149,717	964,292
Title IIB 99-3705				
Title III 99-3519				
NC Employment and Training				
Grant Program 99-3590				
Title IIA Older Individual 99-3721				
Title IIA Adult 99-3724				
Title IIC Youth 99-3734				
Title A/C 99-3743				
Title A/C 99-3744				
Welfare to Work 99-3751	1,043,923		196,206	196,206
JTPA to WIA Transition				
Local Expenditures		309	(309)	
Total Expenditures	<u>2,008,216</u>	<u>814,884</u>	<u>345,614</u>	<u>1,160,498</u>
Excess of Revenues Under Expenditures	<u>\$</u>	(4,344)	(112,094)	(116,438)
Fund Balance - July 1			(4,344)	
Fund Balance - June 30		<u>\$ (4,344)</u>	<u>\$ (116,438)</u>	<u>\$ (116,438)</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, 2002

	<u>Project Authorization</u>	<u>Prior Years</u>	<u>Actual Current Year</u>	<u>Total To Date</u>
Revenues:				
Intergovernmental:				
Federal Grants	\$ 8,747,671	\$ 1,852,356	\$ 485,942	\$ 2,338,298
State Grants	9,355,350	854,316	818,241	1,672,557
Local Grants	803,865	8,588	211,351	219,939
Total Intergovernmental	<u>18,906,886</u>	<u>2,715,260</u>	<u>1,515,534</u>	<u>4,230,794</u>
Investment Income		869	2,539	3,408
Miscellaneous:				
In-Kind and Matching Revenues	1,250,193	860,750	63,671	924,421
Total Revenues	<u>20,157,079</u>	<u>3,576,879</u>	<u>1,581,744</u>	<u>5,158,623</u>
Expenditures:				
General Government:				
Union Cemetery Restoration	10,165	6,100		6,100
Scattered Site Rehab 01-02	396,500			
GIS Data Clearinghouse	2,120	629		629
Public Access Channel	546,400	425,831		425,831
Total General Government	<u>955,185</u>	<u>432,560</u>		<u>432,560</u>
Public Safety:				
Law Enforcement Block Grant 99	476,942	310,319	123,377	433,696
Law Enforcement Block Grant 00	418,114	164,361	213,521	377,882
Weed and Seed Operation 99	50,000	46,755	2,440	49,195
Drug Suppression in Public Housing 00	9,250	8,453		8,453
Drug Suppression 01	9,250		1,778	1,778
Forfeiture Funds 96	137,095	129,056		129,056
Forfeiture Funds 99	326,200	259,899		259,899
Forfeiture Funds 01	100,000			
Clayton County Forfeiture Funds	12,670		11,445	11,445
Retiree Hireback Program 01	100,000			
Violent Crime Task Force	151,799	28,183	79,708	107,891
Violent Crime Task Force 01	130,000		1,654	1,654
Crime Control & Public Safety 00	104,589	80,157		80,157
Task Force US Secret Service 00	13,000	9,624	2,149	11,773
Financial Crimes Investigation	5,000			
Treasury Law Enforcement	40,000	20,292	4,078	24,370
Bicycle Safety Grant 01	2,000		2,000	2,000
Weed and Seed Operation 00	50,000	12,348	37,105	49,453
COPS More 00	267,853		261,639	261,639
COPS More 01	796,500			
Triad Regional Info Sharing System	50,550		50,550	50,550
HUD Inspector General Reimbursement	85,000	5,877	33,412	39,289
Project Homestead Building Builder's	545,370			
Emergency Response Team	2,600	2,245		2,245
Fire Department Training	52,500	27,050	1,600	28,650
Fire Capital Equipment	280,000		266,214	266,214
Metro Medical Response System	600,000		95,079	95,079
Domestic Preparedness Grant 00	5,880		5,880	5,880
Domestic Preparedness Grant 01	9,200		7,207	7,207
Structural Collapse Training	100,000			
Terrorism Grant	10,000	9,433		9,433
Hazardous Device Equipment 01	18,880		1,600	1,600
Hazardous Materials Response Team 00	50,000	35,674	8,074	43,748
Hazardous Materials Response Team 01	52,000		29,003	29,003
Hazardous Materials Transportation	8,000	5,314	2,685	7,999
Total Public Safety	<u>5,070,242</u>	<u>1,155,040</u>	<u>1,242,198</u>	<u>2,397,238</u>

State and Federal Grants Funds

Schedule of Revenues, Expenditures and Changes in Fund Balance - Budget and Actual
From Project Inception and For the Fiscal Year Ended June 30, 2002

	<u>Project Authorization</u>	<u>Prior Years</u>	<u>Actual Current Year</u>	<u>Total To Date</u>
Expenditures: (Continued)				
Transportation:				
Transportation Planning 00	\$ 322,399	\$ 170,954	\$	\$ 170,954
Transportation Planning 01	243,731	55,439		55,439
Transportation Planning 02	397,768		133,066	133,066
Section 5303 Metro Planning - 2000-01	39,031	39,031		39,031
Section 5303 Metro Planning - 2001-02	46,780		46,780	46,780
Greensboro Intelligent Transportation	500,000	392,195	(12,000)	380,195
NC 68/Triad Center Drive	401,550		242,106	242,106
Total Transportation	<u>1,951,259</u>	<u>657,619</u>	<u>409,952</u>	<u>1,067,571</u>
Engineering and Inspections:				
16th Street Bridge Replacement	2,476,850	14,066	28,131	42,197
Oka T. Hester Park Dam Construction	5,000,000		42,177	42,177
Clean Water Management	960,000	17,906	11,298	29,204
Flood Mitigation Grant 2001-02	20,000			
Hazard Mitigation/North Buffalo Improvements	438,800	404,745		404,745
Total Engineering and Inspections	<u>8,895,650</u>	<u>436,717</u>	<u>81,606</u>	<u>518,323</u>
Culture and Recreation:				
LSCA Enrichment Grant - 1997-98	59,535	41,561	1,752	43,313
TeleFacsimile Grant	125,000	107,448	3,249	110,697
Outreach Enrichment	48,910	34,145	2,713	36,858
Family Literacy Project	50,250	12,044		12,044
Glenwood Resource Center	55,000	7,124	14,628	21,752
EZ-LISA Hispanic Services - 2001-02	39,850		32,367	32,367
Family Childcare Outreach - 2000-01	44,500	358	917	1,275
Lila Wallace Reader's Digest	15,600		13,084	13,084
Curb Market Improvements	18,695	18,521		18,521
TYGR Paws Youth Program	9,500	7,877	1,623	9,500
TYGR Paws Project - 2000-01	7,950		5,005	5,005
TYGR Paws Project - 2001-02	9,500			
Crew Grant Project - 2001-02	2,500			
Tannenbaum-Sternberger 2001-02	30,000			
Recreation Center Grants	50,124	27,830	10,163	37,993
Tree Census - 2000-01	26,460		20,000	20,000
Urban Forestry Projects - 2001-02	17,758		15,662	15,662
Urban and Community Forestry 2001-02	10,000		10,000	10,000
Parks and Recreation Performance Project 2001-0	33,440		31,190	31,190
Lake Brandt Greenway - 2000-01	62,500		62,500	62,500
Guest Artisan Series - 2001-02	4,800		4,800	4,800
Reform in Arts Project	20,700	8,889	1,814	10,703
Piedmont Triad Council of Governments	2,222	2,048	(123)	1,925
Piedmont Triad Council of Governments - 2001-02	2,222		2,041	2,041
East Market Street Landscape Project	50,000	7,167	42,833	50,000
Total Culture and Recreation	<u>797,016</u>	<u>275,012</u>	<u>276,218</u>	<u>551,230</u>
Community Development and Housing:				
Fair Housing Assistance 97-01	317,449	95,696	101,880	197,576
HOPE VI	87,550	40,900		40,900
NCHFADuke Power Energy Grant	150,000		28,127	28,127
Lead Paint Grant	3,000,000			
Total Community Development and Housing	<u>3,554,999</u>	<u>136,596</u>	<u>130,007</u>	<u>266,603</u>
Total Expenditures	<u>21,224,351</u>	<u>3,093,544</u>	<u>2,139,981</u>	<u>5,233,525</u>
Excess of Revenues Over (Under) Expenditures	(1,067,272)	483,335	(558,237)	(74,902)
Other Financing Sources:				
Transfers In	<u>1,067,272</u>	<u>800,480</u>	<u>263,372</u>	<u>1,063,852</u>
Excess of Revenues and Other Financing Sources Over (Under) Expenditures	<u>\$</u>	<u>1,283,815</u>	<u>(294,865)</u>	<u>988,950</u>
Fund Balance - July 1			<u>1,283,815</u>	
Fund Balance - June 30		<u>\$1,283,815</u>	<u>\$ 988,950</u>	<u>\$ 988,950</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 and the Technical Services Fund.

Debt Service Fund

Statement of Revenues, Expenditures and Changes in Fund Balance - Budget and Actual
For the Fiscal Year Ended June 30, 2002

	<u>Final Budget</u>	<u>Actual</u>	<u>Variance Over (Under)</u>
Revenues:			
Intergovernmental:			
Local Reimbursements:			
Payment In Lieu of Taxes	\$ 145,000	\$ 122,889	\$ (22,111)
Investment Income	6,150,000	5,450,887	(699,113)
Miscellaneous:			
Sales and Use Tax Refund	50,000	380,103	330,103
Appropriated Fund Balance	1,982,530		(1,982,530)
Total Revenues	<u>8,327,530</u>	<u>5,953,879</u>	<u>(2,373,651)</u>
Expenditures:			
Debt Service:			
Principal Retirement	11,332,140	9,697,142	(1,634,998)
Interest	9,178,520	6,096,087	(3,082,433)
Fees and Other	413,000	156,280	(256,720)
Total Expenditures	<u>20,923,660</u>	<u>15,949,509</u>	<u>(4,974,151)</u>
Excess of Revenues Under Expenditures	<u>(12,596,130)</u>	<u>(9,995,630)</u>	<u>2,600,500</u>
Other Financing Sources:			
Transfers In	<u>12,596,130</u>	<u>12,596,130</u>	
Excess of Revenues and Other Financing Sources Over Expenditures	<u>\$</u>	<u>2,600,500</u>	<u>2,600,500</u>
Fund Balance - July 1		13,392,017	13,392,017
Cumulative Effect of Change in Accounting for Interpretation #6 for Arbitrage Payable		<u>782,882</u>	<u>782,882</u>
Fund Balance - July 1, Restated		<u>14,174,899</u>	<u>14,174,899</u>
Fund Balance - June 30		<u>\$ 16,775,399</u>	<u>\$ 16,775,399</u>

Capital Projects Fund

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, 2002

	<u>Project Authorization</u>	<u>Prior Years</u>	<u>Actual Current Year</u>	<u>Total To Date</u>
Revenues:				
Intergovernmental:				
State Grant	\$ 320,000	\$ 308,382	\$	\$ 308,382
Charges for Current Services:				
Contracted Construction Projects	<u>410,000</u>	<u>80,000</u>	<u> </u>	<u>80,000</u>
Total Revenues	<u>730,000</u>	<u>388,382</u>	<u> </u>	<u>388,382</u>
Expenditures:				
Capital Improvements:				
Engineering and Inspections:				
Street Construction	5,109,530	3,659,263	328,470	3,987,733
Sidewalk and Crosswalk Construction	1,389,580	833,131	2,390	835,521
Bridge Construction and Maintenance	765,890	480,032		480,032
Street and Sidewalk Capital Project	925,000			
Culture and Recreation:				
Bur-Mil Park Trail Improvements	<u>167,600</u>	<u>167,595</u>	<u> </u>	<u>167,595</u>
Total Expenditures	<u>8,357,600</u>	<u>5,140,021</u>	<u>330,860</u>	<u>5,470,881</u>
Excess of Revenues Under Expenditures	<u>(7,627,600)</u>	<u>(4,751,639)</u>	<u>(330,860)</u>	<u>(5,082,499)</u>
Other Financing Sources:				
Debt Issuances:				
Certificates of Participation Issued		183,589		183,589
Transfers In	<u>7,627,600</u>	<u>6,702,600</u>	<u>925,000</u>	<u>7,627,600</u>
Total Other Financing Sources	<u>7,627,600</u>	<u>6,886,189</u>	<u>925,000</u>	<u>7,811,189</u>
Excess of Revenues and Other Financing Sources Over Expenditures	<u>\$</u>	2,134,550	594,140	2,728,690
Fund Balance - July 1			<u>2,134,550</u>	
Fund Balance - June 30		<u>\$ 2,134,550</u>	<u>\$ 2,728,690</u>	<u>\$ 2,728,690</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, 2002

	<u>Project Authorization</u>	<u>Prior Years</u>	<u>Actual Current Year</u>	<u>Total To Date</u>
Expenditures:				
Capital Improvements:				
Housing & Community Development:				
Streets and Structures	\$ 700,000	\$	\$	\$
Sidewalk and Crosswalk Construction	700,000			
Transportation:				
Transportation Improvements	13,176,145	5,158,644	1,144,986	6,303,630
Engineering and Inspections:				
Streets and Structures	8,836,145	3,921,341	693,137	4,614,478
Sidewalk and Crosswalk Construction	4,066,500	2,058,269	778,209	2,836,478
Bridge Construction and Maintenance	922,355	340,327	158,193	498,520
NC Highway Allocation Capital Project	2,300,000			
Total Expenditures	<u>30,701,145</u>	<u>11,478,581</u>	<u>2,774,525</u>	<u>14,253,106</u>
Other Financing Sources (Uses):				
Transfers In	30,701,145	28,401,145	2,300,000	30,701,145
Transfers Out	<u>(495,370)</u>	<u>(495,370)</u>	<u>(251,550)</u>	<u>(746,920)</u>
Total Other Financing Sources (Uses)	30,205,775	27,905,775	2,048,450	29,954,225
Excess of Other Financing Sources Over (Under) Expenditures	<u>\$</u>	16,427,194	(726,075)	15,701,119
Fund Balance - July 1			<u>16,427,194</u>	
Fund Balance - June 30		<u>\$ 16,427,194</u>	<u>\$ 15,701,119</u>	<u>\$ 15,701,119</u>

Stormwater Capital Improvements

Schedule of Revenues, Expenditures and Changes in Fund Balance - Budget and Actual
From Project Inception and For the Fiscal Year Ended June 30, 2002

	<u>Project Authorization</u>	<u>Prior Years</u>	<u>Actual Current Year</u>	<u>Total To Date</u>
Expenditures:				
Capital Improvements:				
Engineering and Inspections:				
Stormwater Improvements	<u>\$ 4,005,700</u>	<u>\$ 480,338</u>	<u>\$ 1,410,804</u>	<u>\$ 1,891,142</u>
Other Financing Sources:				
Transfers In	<u>4,005,700</u>	<u>2,255,700</u>	<u>1,750,000</u>	<u>4,005,700</u>
Excess of Other Financing Sources Over Expenditures	<u>\$</u>	1,775,362	339,196	2,114,558
Fund Balance - July 1			<u>1,775,362</u>	
Fund Balance - June 30		<u>\$ 1,775,362</u>	<u>\$ 2,114,558</u>	<u>\$ 2,114,558</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, 2002

	<u>Project Authorization</u>	<u>Prior Years</u>	<u>Actual Current Year</u>	<u>Total To Date</u>
Revenues:				
Miscellaneous:				
Rent	\$	\$ 25,000	\$	\$ 25,000
Sale of Real Estate			4,600	4,600
Donations and Private Contributions	<u>380,977</u>	<u>380,977</u>	<u> </u>	<u>380,977</u>
Total Revenues	<u>380,977</u>	<u>405,977</u>	<u>4,600</u>	<u>410,577</u>
Expenditures:				
Capital Improvements:				
General Government	814,982	707,534	29,385	736,919
Public Safety	1,609,926	1,492,051	90,000	1,582,051
Culture and Recreation	<u>7,337,614</u>	<u>4,187,856</u>	<u>631,485</u>	<u>4,819,341</u>
Total Expenditures	<u>9,762,522</u>	<u>6,387,441</u>	<u>750,870</u>	<u>7,138,311</u>
Excess of Revenues Under Expenditures	<u>(9,381,545)</u>	<u>(5,981,464)</u>	<u>(746,270)</u>	<u>(6,727,734)</u>
Other Financing Sources:				
Transfers In	<u>9,381,545</u>	<u>7,916,353</u>	<u>41,000</u>	<u>7,957,353</u>
Excess of Revenues and Other Financing Sources Over (Under) Expenditures	<u>\$</u>	1,934,889	(705,270)	1,229,619
Fund Balance - July 1		<u> </u>	<u>1,934,889</u>	<u> </u>
Fund Balance - June 30		<u>\$ 1,934,889</u>	<u>\$ 1,229,619</u>	<u>\$ 1,229,619</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, 2002

	<u>Project Authorization</u>	<u>Prior Years</u>	<u>Actual Current Year</u>	<u>Total To Date</u>
Revenues:				
Intergovernmental:				
State Grant	\$ 562,445	\$ 412,442	\$	\$ 412,442
Miscellaneous:				
Donations and Private Contributions	214,025	388,634		388,634
Construction Project Development	965,029	1,103,948		1,103,948
Other Revenue			3,162	3,162
Total Revenues	<u>1,741,499</u>	<u>1,905,024</u>	<u>3,162</u>	<u>1,908,186</u>
Expenditures:				
Capital Improvements:				
General Government:				
Public Buildings	2,131,350	2,128,071		2,128,071
Public Safety:				
Opticom System	204,310	204,308		204,308
Transportation:				
Transportation Improvements	1,884,954	1,879,719		1,879,719
Engineering and Inspections:				
Street Construction - 1985	2,034,320	1,984,294		1,984,294
Street Construction - 1988	71,003,600	62,891,514	2,859,913	65,751,427
Center City Improvements	3,040,635	2,927,687		2,927,687
Culture and Recreation:				
Recreation Centers	5,822,000	5,756,129	8,445	5,764,574
Community Development and Housing:				
Housing Program	4,000,000	4,000,000	9	4,000,009
Neighborhood Renewal	2,400,000	2,400,000	(9)	2,399,991
Total Expenditures	<u>92,521,169</u>	<u>84,171,722</u>	<u>2,868,358</u>	<u>87,040,080</u>
Excess of Revenues Under Expenditures	<u>(90,779,670)</u>	<u>(82,266,698)</u>	<u>(2,865,196)</u>	<u>(85,131,894)</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	(573,680)	(547,233)		(547,233)
Total Other Financing Sources (Uses)	<u>90,779,670</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>	8,539,419	(2,865,196)	5,674,223
Fund Balance - July 1			<u>8,539,419</u>	
Fund Balance - June 30		<u>\$ 8,539,419</u>	<u>\$ 5,674,223</u>	<u>\$ 5,674,223</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, 2002

	<u>Project Authorization</u>	<u>Prior Years</u>	<u>Actual Current Year</u>	<u>Total To Date</u>
Revenues:				
Miscellaneous:				
Rent	\$ 3,293	\$ 3,293	\$	\$ 3,293
Sale of Real Estate	555,183	555,183		555,183
Donations & Private Contributions	20,000	20,000		20,000
All Other Revenue	1,060	22,403		22,403
Total Revenues	<u>579,536</u>	<u>600,879</u>		<u>600,879</u>
Expenditures:				
Capital Improvements:				
Community Development and Housing: Neighborhood Renewal	<u>7,864,536</u>	<u>5,911,992</u>	<u>333,046</u>	<u>6,245,038</u>
Excess of Revenues Under Expenditures	<u>(7,285,000)</u>	<u>(5,311,113)</u>	<u>(333,046)</u>	<u>(5,644,159)</u>
Other Financing Sources:				
Debt Issuances:				
General Obligation Bonds Issued	<u>7,285,000</u>	<u>7,285,000</u>		<u>7,285,000</u>
Excess of Revenues and Other Financing Sources Over (Under) Expenditures	<u>\$</u>	1,973,887	(333,046)	1,640,841
Fund Balance - July 1			<u>1,973,887</u>	
Fund Balance - June 30		<u>\$ 1,973,887</u>	<u>\$ 1,640,841</u>	<u>\$ 1,640,841</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, 2002

	<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	\$ 3,791,893	\$ 6,692,550	\$ 10,484,443
Fire Station	1,500,000	1,486,105	1,882	1,487,987
Municipal Buildings	6,000,000	1,775,836	418,145	2,193,981
Total Expenditures	<u>22,000,000</u>	<u>7,053,834</u>	<u>7,112,577</u>	<u>14,166,411</u>
Other Financing Sources:				
Debt Issuances:				
General Obligation Bonds Issued	<u>22,000,000</u>	<u>22,000,000</u>		<u>22,000,000</u>
Excess of Other Financing Sources Over (Under) Expenditures	<u>\$</u>	14,946,166	(7,112,577)	7,833,589
Fund Balance - July 1			<u>14,946,166</u>	
Fund Balance - June 30		<u>\$ 14,946,166</u>	<u>\$ 7,833,589</u>	<u>\$ 7,833,589</u>

Public Improvement Bond Fund - Series 1998B

Schedule of Revenues, Expenditures and Changes in Fund Balance - Budget and Actual
From Project Inception and For the Fiscal Year Ended June 30, 2002

	<u>Project Authorization</u>	<u>Prior Years</u>	<u>Actual Current Year</u>	<u>Total To Date</u>
Expenditures:				
Capital Improvements:				
Community Development and Housing:				
Single Family Housing Programs	\$ 2,159,100	\$ 2,097,086	\$ 23,107	\$ 2,120,193
Greensboro Housing Authority Projects	<u>1,500,000</u>	<u>1,500,000</u>	<u> </u>	<u>1,500,000</u>
Total Expenditures	<u>3,659,100</u>	<u>3,597,086</u>	<u>23,107</u>	<u>3,620,193</u>
Other Financing Sources (Uses):				
Debt Issuances:				
General Obligation Bonds Issued	3,700,000	3,700,000	<u> </u>	3,700,000
Transfers Out	<u>(40,900)</u>	<u>(40,900)</u>	<u> </u>	<u>(40,900)</u>
Total Other Financing Sources (Uses)	<u>3,659,100</u>	<u>3,659,100</u>	<u> </u>	<u>3,659,100</u>
Excess of Revenues and Other Financing Sources Over (Under) Expenditures and and Other Financing Uses	<u>\$</u>	62,014	(23,107)	38,907
Fund Balance - July 1		<u> </u>	<u>62,014</u>	<u> </u>
Fund Balance - June 30		<u>\$ 62,014</u>	<u>\$ 38,907</u>	<u>\$ 38,907</u>

Housing/Redevelopment Bond Fund - Series 1998

Schedule of Revenues, Expenditures and Changes in Fund Balance - Budget and Actual
From Project Inception and For the Fiscal Year Ended June 30, 2002

	<u>Project Authorization</u>	<u>Prior Years</u>	<u>Actual Current Year</u>	<u>Total To Date</u>
Revenues:				
Intergovernmental:				
State Grant	\$	\$ 2,133	\$	\$ 2,133
Expenditures:				
Capital Improvements:				
Community Development and Housing:				
Single Family Housing Program	3,025,000	2,589,538	157,020	2,746,558
Multi-family Housing Program	2,275,000	2,176,818	100,694	2,277,512
Neighborhood Renewal	1,000,000	377,522	84,841	462,363
Total Expenditures	6,300,000	5,143,878	342,555	5,486,433
Excess of Revenues Under Expenditures	(6,300,000)	(5,141,745)	(342,555)	(5,484,300)
Other Financing Sources:				
Debt Issuances:				
General Obligation Bonds Issued	6,300,000	6,300,000		6,300,000
Excess of Other Financing Sources Over (Under) Expenditures	\$	1,158,255	(342,555)	815,700
Fund Balance - July 1			1,158,255	
Fund Balance - June 30		\$ 1,158,255	\$ 815,700	\$ 815,700

Street Improvement 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, 2002

	<u>Project Authorization</u>	<u>Prior Years</u>	<u>Actual Current Year</u>	<u>Total To Date</u>
Expenditures:				
Capital Improvements:				
Engineering and Inspections:				
Resurfacing and Signal Replacement	\$ 5,950,000	\$ 5,730	\$ 120,904	\$ 126,634
Roadway Improvements	46,500,000	101,530	396,736	498,266
Sidewalk and Bikeways Projects	5,300,000		158,643	158,643
Streetscape Projects	14,000,000	686,179	462,245	1,148,424
Total Expenditures	<u>71,750,000</u>	<u>793,439</u>	<u>1,138,528</u>	<u>1,931,967</u>
Other Financing Sources :				
Debt Issuances:				
General Obligation Bonds Issued	71,750,000		3,000,000	3,000,000
Premium (Discount) on Debt			9,630	9,630
Total Other Financing Sources	<u>71,750,000</u>		<u>3,009,630</u>	<u>3,009,630</u>
Excess of Other Financing Sources Over (Under) Expenditures	<u>\$</u>	(793,439)	1,871,102	1,077,663
Fund Balance - July 1			(793,439)	
Fund Balance - June 30		<u>\$ (793,439)</u>	<u>\$ 1,077,663</u>	<u>\$ 1,077,663</u>

Parks and Recreation 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, 2002

	<u>Project Authorization</u>	<u>Prior Years</u>	<u>Actual Current Year</u>	<u>Total To Date</u>
Revenues:				
Intergovernmental:				
State Grant	\$ 250,000	\$ 250,000	\$	\$ 250,000
Expenditures:				
Capital Improvements:				
Culture and Recreation:				
ADA Compliance for Park Restrooms	2,257,000			
Barber Park Recreation Center	8,800,000			
Barber Park Tennis Pavilion Roof	4,200,000		39,279	39,279
Carolyn Allen Community Park	1,593,000		86,990	86,990
Facility Floors and Bleacher Replacement	1,592,000			
HVAC Installation in Recreation Centers	2,922,000		111,883	111,883
Keeley Park	6,590,000			
Lake Facility Improvements	163,000		5,950	5,950
Playground Equipment and Bleachers	1,623,000		108,478	108,478
Southwest Greensboro Recreation Center	4,800,000			
Total Expenditures	<u>34,450,000</u>		<u>352,580</u>	<u>352,580</u>
Excess of Revenues Over (Under) Expenditures	<u>(34,200,000)</u>	<u>250,000</u>	<u>(352,580)</u>	<u>(102,580)</u>
Other Financing Sources :				
Debt Issuances:				
General Obligation Bonds Issued	<u>34,200,000</u>			
Excess of Revenues and Other Financing Sources Over (Under) Expenditures	<u>\$</u>	<u>250,000</u>	<u>(352,580)</u>	<u>(102,580)</u>
Fund Balance - July 1			<u>250,000</u>	
Fund Balance - June 30		<u>\$ 250,000</u>	<u>\$ (102,580)</u>	<u>\$ (102,580)</u>

Public Transportation 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, 2002

	<u>Project Authorization</u>	<u>Prior Years</u>	<u>Actual Current Year</u>	<u>Total To Date</u>
Expenditures:				
Capital Improvements:				
Transportation	\$ 2,000,000	\$	\$ 143,485	\$ 143,485
Other Financing Sources :				
Debt Issuances:				
General Obligation Bonds Issued	2,000,000			
Excess of Other Financing Sources Under Expenditures	\$		(143,485)	(143,485)
Fund Balance - July 1				
Fund Balance - June 30		\$	\$ (143,485)	\$ (143,485)

Natural Science Center 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, 2002

	<u>Project Authorization</u>	<u>Prior Years</u>	<u>Actual Current Year</u>	<u>Total To Date</u>
Expenditures:				
Capital Improvements:				
Culture and Recreation	\$ 3,500,000	\$	\$	\$
Other Financing Sources :				
Debt Issuances:				
General Obligation Bonds Issued	3,500,000			
Excess of Other Financing Sources Under Expenditures	<u>\$</u>			
Fund Balance - July 1				
Fund Balance - June 30		<u>\$</u>	<u>\$</u>	<u>\$</u>

Fire Station 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, 2002

	<u>Project Authorization</u>	<u>Prior Years</u>	<u>Actual Current Year</u>	<u>Total To Date</u>
Expenditures:				
Capital Improvements:				
Public Safety:				
Fire Station #11 Replacement	\$ 2,250,000	\$ 62,750	\$ 379,930	\$ 442,680
Grandover Fire Station	2,500,000		187	187
Horsepen Creek Fire Station	2,300,000		188	188
Lake Jeanette Fire Station	2,500,000	1,158,419	18,987	1,177,406
Total Expenditures	<u>9,550,000</u>	<u>1,221,169</u>	<u>399,292</u>	<u>1,620,461</u>
Other Financing Sources :				
Debt Issuances:				
General Obligation Bonds Issued	9,550,000		3,000,000	3,000,000
Premium (Discount) on Debt			9,630	9,630
Total Other Financing Sources	<u>9,550,000</u>		<u>3,009,630</u>	<u>3,009,630</u>
Excess of Other Financing Sources Over (Under) Expenditures	<u>\$</u>	(1,221,169)	2,610,338	1,389,169
Fund Balance - July 1			(1,221,169)	
Fund Balance - June 30		<u>\$ (1,221,169)</u>	<u>\$ 1,389,169</u>	<u>\$ 1,389,169</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, 2002

	<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	\$ 3,540,000	\$	\$ 21,286	\$ 21,286
Police Building - Western District	<u>3,540,000</u>	<u> </u>	<u>2,350,151</u>	<u>2,350,151</u>
Total Expenditures	<u>7,080,000</u>	<u> </u>	<u>2,371,437</u>	<u>2,371,437</u>
Other Financing Sources :				
Debt Issuances:				
General Obligation Bonds Issued	7,080,000	<u> </u>	3,000,000	3,000,000
Premium (Discount) on Debt	<u> </u>	<u> </u>	<u>9,630</u>	<u>9,630</u>
Total Other Financing Sources	<u>7,080,000</u>	<u> </u>	<u>3,009,630</u>	<u>3,009,630</u>
Excess of Other Financing Sources Over Expenditures	<u>\$</u>	<u> </u>	638,193	638,193
Fund Balance - July 1		<u> </u>	<u> </u>	<u> </u>
Fund Balance - June 30		<u>\$</u>	<u>\$ 638,193</u>	<u>\$ 638,193</u>

Library Facilities 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, 2002

	<u>Project Authorization</u>	<u>Prior Years</u>	<u>Actual Current Year</u>	<u>Total To Date</u>
Expenditures:				
Capital Improvements:				
Culture and Recreation:				
Benchmark Square Branch	\$ 2,429,875	\$	\$ 378,742	\$ 378,742
Guilford College Branch	2,515,355		90,083	90,083
Lake Jeanette Branch	74,770	3,280	71,488	74,768
Total Expenditures	<u>5,020,000</u>	<u>3,280</u>	<u>540,313</u>	<u>543,593</u>
Other Financing Sources :				
Debt Issuances:				
General Obligation Bonds Issued	5,020,000		1,000,000	1,000,000
Premium (Discount) on Debt			3,210	3,210
Total Other Financing Sources	<u>5,020,000</u>		<u>1,003,210</u>	<u>1,003,210</u>
Excess of Other Financing Sources Over (Under) Expenditures	<u>\$</u>	(3,280)	462,897	459,617
Fund Balance - July 1			(3,280)	
Fund Balance - June 30		<u>\$ (3,280)</u>	<u>\$ 459,617</u>	<u>\$ 459,617</u>

Neighborhood Redevelopment 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, 2002

	<u>Project Authorization</u>	<u>Prior Years</u>	<u>Actual Current Year</u>	<u>Total To Date</u>
Expenditures:				
Capital Improvements:				
Community Development and Housing	\$ 2,800,000	\$	\$	\$
Other Financing Sources :				
Debt Issuances:				
General Obligation Bonds Issued	2,800,000			
Excess of Other Financing Sources Under Expenditures	\$			
Fund Balance - July 1				
Fund Balance - June 30		\$	\$	\$

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 Charter. No part of the principal may be expended from this fund, which classifies this fund as a Nonexpendable Trust Fund. No expenses were recorded in this fund during the current year.

This fund can be found on the Combining Balance Sheet, page 33 and the Combining Statement of Revenues, Expenditures and Changes in Fund Balances, page 39.

Enterprise Funds

Water Resources Fund

The Water Resources Fund provides services to over 85,200 customers and is designed to be self-supporting. Revenues are sufficient to meet the operating expenditures 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.

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 120,000 square feet.

Bryan Park Fund

This fund accounts for revenues and expenses of the two 18-hole golf courses and the pro shop. Accounting for the Bryan Enrichment Center, and other park facilities located at the Bryan Park Complex was transferred to the General Fund, effective July 1, 1999.

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.

Solid Waste Management Fund

This fund accounts for waste collection, disposal and recycling operations of the City, as well as solid waste landfill improvements.

Enterprise Funds

Schedule of Revenues, Expenses 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, Expenses and Changes in Fund Balance - Budget and Actual (Non-GAAP)
For the Fiscal Year Ended June 30, 2002

	<u>Final Budget</u>	<u>Actual</u>	<u>Variance Over (Under)</u>
Operating Revenues:			
Charges for Current Services	\$ 48,800,500	\$ 46,878,516	\$ (1,921,984)
Other Operating Revenues	524,750	643,793	119,043
Total Operating Revenues	<u>49,325,250</u>	<u>47,522,309</u>	<u>(1,802,941)</u>
Operating Expenses:			
Personal Services	10,705,860	10,303,977	(401,883)
Fringe Benefits	3,175,700	3,169,820	(5,880)
Maintenance and Operations	23,891,700	20,039,677	(3,852,023)
Capital Outlay	2,705,305	773,062	(1,932,243)
Total Operating Expenses	<u>40,478,565</u>	<u>34,286,536</u>	<u>(6,192,029)</u>
Operating Income	<u>8,846,685</u>	<u>13,235,773</u>	<u>4,389,088</u>
Nonoperating Revenues:			
Investment Income	2,150,200	2,714,188	563,988
Gain on Sale of Capital Assets	1,500		(1,500)
Net Income from Joint Venture		8,575,435	8,575,435
Miscellaneous Nonoperating Revenues	740,000	58,005	(681,995)
Total Nonoperating Revenues	<u>2,891,700</u>	<u>11,347,628</u>	<u>8,455,928</u>
Nonoperating Expenses:			
Principal Maturities	3,718,400	3,683,730	(34,670)
Interest Expense	6,051,350	4,674,678	(1,376,672)
Amortization of Underwriters' Expense		94,487	94,487
Loss on Disposal of Capital Assets		55,452	55,452
Miscellaneous Nonoperating Expenses	169,250	57,814	(111,436)
Total Nonoperating Expenses	<u>9,939,000</u>	<u>8,566,161</u>	<u>(1,372,839)</u>
Excess of Revenues Over Expenses Before Contributions and Other Financing Uses	<u>1,799,385</u>	<u>16,017,240</u>	<u>14,217,855</u>
Capital Contributions		7,725,114	7,725,114
Other Financing Uses:			
Transfers Out	<u>(14,114,510)</u>	<u>(14,114,510)</u>	
Excess of Revenues and Contributions Over (Under) Expenses and Other Financing Uses	<u>(12,315,125)</u>	<u>9,627,844</u>	<u>21,942,969</u>
Appropriated Fund Balance	<u>12,315,125</u>		<u>(12,315,125)</u>
Excess of Revenues and Contributions Over Expenses and Other Financing Uses	<u>\$</u>	<u>\$ 9,627,844</u>	<u>\$ 9,627,844</u>

Water Resources Fund

Schedule of Revenues, Expenses and Changes in Fund Balance - Budget and Actual (Non-GAAP)
For the Fiscal Year Ended June 30, 2002

Reconciliation of Modified Accrual Basis to Full Accrual Basis:	
Total Revenues	\$ 58,869,937
Total Expenses	<u>42,852,697</u>
Excess of Revenues Over Expenses Before Contributions and Other Financing Sources (Uses)	16,017,240
Adjustment to Full Accrual Basis:	
Depreciation	(9,403,130)
Principal Maturities	3,683,730
Capital Outlay	773,062
Project Operating Expenses	(1,087,118)
Project Cost Sharing Reimbursements	28,337
Sales Tax Refund	221,881
Interest Accruals	<u>(360,043)</u>
Income Before Contributions and Transfers	<u>\$ 9,873,959</u>

Water Resources Bond Fund - Series 2001

Schedule of Revenues, Expenses and Changes in Fund Balance - Budget and Actual (Non-GAAP)
From Project Inception and For the Year Ended June 30, 2002

	<u>Project Authorization</u>	<u>Prior Years</u>	<u>Actual Current Year</u>	<u>Total To Date</u>
Expenses:				
Capital Improvements:				
Steveco Building	\$ 1,293,000	\$ 847,867	\$ 362,878	\$ 1,210,745
Lake Daniel Reservoir	3,224,340	3,175,273	49,431	3,224,704
Osborne Treatment Plant	21,062,498	9,457,039	8,085,949	17,542,988
North Buffalo Plant	1,250,995	1,236,488		1,236,488
South Buffalo Extension	2,142,941	1,915,424	227,253	2,142,677
Reedy Fork Pumping and Lift Station	868,340	134,654	698,573	833,227
Bledsoe Drive Pumping Station	2,765,500	69,043	500	69,543
Peach Orchard Pumping Station	795,000			
Randleman Feeder Main/Engineering	205,000		22,000	22,000
Northside Feeder Main	474,537		331,191	331,191
Lake Brandt Dam Repair	500,000		12,000	12,000
Mitchell Water Plant	502,325	104,264	376,872	481,136
Mitchell Sediment Basin Improvements	2,751,135	2,402,221	267,919	2,670,140
Mitchell Pumping Station Drive	100,000			
Mitchell Filter Rehabilitation	350,000		83,675	83,675
Reidsville Improvements	439,485	70,029	211,669	281,698
Muddy Branch Sewer Rehabilitation	1,340,428		1,340,425	1,340,425
Lawndale Lift Station	1,247,000		1,116,572	1,116,572
Townsend Plant Sediment Basin Improvement:	1,940,000		1,606,429	1,606,429
Nonoperating Expenses:				
Interest Expense	2,100,000		1,669,086	1,669,086
Bond Issue Expense	800,000	557,625	9,073	566,698
Miscellaneous Bond Expenses	50,000	6,858	57,016	63,874
Total Expenses	<u>46,202,524</u>	<u>19,976,785</u>	<u>16,528,511</u>	<u>36,505,296</u>
Nonoperating Revenues:				
Investment Income	462,524		872,687	872,687
Cost Sharing Reimbursements			17,602	17,602
Total Nonoperating Revenues	<u>462,524</u>		<u>890,289</u>	<u>890,289</u>
Excess of Revenues Under Expenses Before Other Financing Sources	<u>(45,740,000)</u>	<u>(19,976,785)</u>	<u>(15,638,222)</u>	<u>(35,615,007)</u>
Other Financing Sources:				
Debt Issuances:				
Revenue Bonds Issued	<u>45,740,000</u>	<u>45,740,000</u>		<u>45,740,000</u>
Excess of Revenues and Other Financing Sources Over (Under) Expenses	<u>\$</u>	<u>\$ 25,763,215</u>	<u>\$ (15,638,222)</u>	<u>\$ 10,124,993</u>

Guilford County Construction Project Fund

Schedule of Revenues, Expenses and Changes in Fund Balance - Budget and Actual (Non-GAAP)
From Project Inception and For the Year Ended June 30, 2002

	<u>Project Authorization</u>	<u>Prior Years</u>	<u>Actual Current Year</u>	<u>Total To Date</u>
Revenues:				
Guilford County Construction:				
Reimbursements	\$ 396,487	\$ 27,200	\$ 10,735	\$ 37,935
Expenses:				
Capital Improvements:				
Sumner Elementary School	396,487	27,200	10,735	37,935
Excess of Revenues Over Expenses	<u>\$</u>	<u>\$</u>	<u>\$</u>	<u>\$</u>

Water Resources Capital Improvement Fund

Schedule of Revenues, Expenses and Changes in Fund Balance - Budget and Actual (Non-GAAP)
From Project Inception and For the Year Ended June 30, 2002

	<u>Project Authorization</u>	<u>Prior Years</u>	<u>Actual Current Year</u>	<u>Total To Date</u>
Expenses:				
Capital Improvements:				
Winston-Salem Water Line Project	\$ 264,307	\$ 264,307	\$	\$ 264,307
Water Line Construction	3,390,150	426,581	1,425,105	1,851,686
Randleman Dam Project	28,717,761	8,372,852	9,981,491	18,354,343
Osborne Improvements	4,202,675	3,456,420	189,041	3,645,461
Sewer Line Construction	6,607,645	3,490,077	2,070,683	5,560,760
Total Expenses	<u>43,182,538</u>	<u>16,010,237</u>	<u>13,666,320</u>	<u>29,676,557</u>
Other Operating Revenues:				
Sales Tax Refund		<u>1,704,726</u>	<u>221,881</u>	<u>1,926,607</u>
Excess of Revenues Under Expenses Before Other Financing Sources	<u>(43,182,538)</u>	<u>(14,305,511)</u>	<u>(13,444,439)</u>	<u>(27,749,950)</u>
Other Financing Sources:				
Transfers from Water Resources Funds	38,979,863	15,145,641	13,500,000	28,645,641
Debt Issuances:				
Federal Loan Program	4,202,675	4,202,675		4,202,675
Total Other Financing Sources	<u>43,182,538</u>	<u>19,348,316</u>	<u>13,500,000</u>	<u>32,848,316</u>
Excess of Revenues and Other Financing Sources Over Expenses	<u>\$</u>	<u>\$ 5,042,805</u>	<u>\$ 55,561</u>	<u>\$ 5,098,366</u>

War Memorial Coliseum Fund

Schedule of Revenues, Expenses and Changes in Fund Balance - Budget and Actual (Non-GAAP)
For the Fiscal Year Ended June, 30, 2002

	<u>Final Budget</u>	<u>Actual</u>	<u>Variance Over (Under)</u>
Operating Revenues:			
Charges for Current Services	\$ 11,981,530	\$ 10,698,668	\$ (1,282,862)
Other Operating Revenues	64,665	204,805	140,140
Total Operating Revenues	<u>12,046,195</u>	<u>10,903,473</u>	<u>(1,142,722)</u>
Operating Expenses:			
Personal Services	4,298,365	4,110,981	(187,384)
Fringe Benefits	904,915	844,866	(60,049)
Maintenance and Operations	7,816,180	7,618,112	(198,068)
Capital Outlay	82,655	56,939	(25,716)
Total Operating Expenses	<u>13,102,115</u>	<u>12,630,898</u>	<u>(471,217)</u>
Operating Loss	<u>(1,055,920)</u>	<u>(1,727,425)</u>	<u>(671,505)</u>
Nonoperating Revenues:			
Investment Income	50,000	74,176	24,176
Miscellaneous Nonoperating Revenues	50,000	3,107	3,107
Total Nonoperating Revenues	<u>50,000</u>	<u>77,283</u>	<u>27,283</u>
Nonoperating Expenses:			
Principal Maturities	60,000	60,000	
Interest Expense	27,100	22,205	(4,895)
Miscellaneous Nonoperating Expenses	5,800	2,256	(3,544)
Total Nonoperating Expenses	<u>92,900</u>	<u>84,461</u>	<u>(8,439)</u>
Excess of Revenues Under Expenses Before Other Financing Sources (Uses)	<u>(1,098,820)</u>	<u>(1,734,603)</u>	<u>(635,783)</u>
Other Financing Sources (Uses):			
Transfers In	1,116,455	1,750,000	633,545
Transfers Out	(108,345)	(108,345)	
Total Other Financing Sources (Uses)	<u>1,008,110</u>	<u>1,641,655</u>	<u>633,545</u>
Excess of Revenues and Other Financing Sources Under Expenses and Other Financing Uses	<u>(90,710)</u>	<u>(92,948)</u>	<u>(2,238)</u>
Appropriated Fund Balance	<u>90,710</u>		<u>(90,710)</u>
Excess of Revenues Under Expenses	<u>\$</u>	<u>\$ (92,948)</u>	<u>\$ (92,948)</u>

War Memorial Coliseum Fund

Schedule of Revenues, Expenses and Changes in Fund Balance - Budget and Actual (Non-GAAP)
For the Fiscal Year Ended June 30, 2002

Reconciliation of Modified Accrual Basis to Full Accrual Basis:	
Total Revenues	\$ 10,980,756
Total Expenses	<u>12,715,359</u>
Excess of Revenues Under Expenses Before Other Financing Sources	(1,734,603)
Adjustment to Full Accrual Basis:	
Depreciation	(2,030,436)
Principal Maturities	60,000
Capital Outlay	56,939
Loss on Disposal of Fixed Assets	(714,159)
Compensated Absences	8,565
Amortization of Bond Discount	(671)
Interest Accruals	<u>(18,933)</u>
Loss Before Transfers	<u>\$ (4,373,298)</u>

Bryan Park Fund

Schedule of Revenues, Expenses and Changes in Fund Balance - Budget and Actual (Non-GAAP)
For the Fiscal Year Ended June 30, 2002

	<u>Final Budget</u>	<u>Actual</u>	<u>Variance Over (Under)</u>
Operating Revenues:			
Charges for Current Services	\$ 2,399,900	\$ 2,112,020	\$ (287,880)
Other Operating Revenues	13,000	14,358	1,358
Total Operating Revenues	<u>2,412,900</u>	<u>2,126,378</u>	<u>(286,522)</u>
Operating Expenses:			
Personal Services	1,281,825	1,232,031	(49,794)
Fringe Benefits	285,770	266,930	(18,840)
Maintenance and Operations	1,275,160	1,111,943	(163,217)
Total Operating Expenses	<u>2,842,755</u>	<u>2,610,904</u>	<u>(231,851)</u>
Operating Loss	<u>(429,855)</u>	<u>(484,526)</u>	<u>(54,671)</u>
Nonoperating Revenues:			
Investment Income	<u>3,000</u>	<u>640</u>	<u>(2,360)</u>
Excess of Revenues Under Expenses Before Other Financing Sources	<u>(426,855)</u>	<u>(483,886)</u>	<u>(57,031)</u>
Other Financing Sources:			
Transfers In	<u>374,300</u>	<u>489,755</u>	<u>115,455</u>
Excess of Revenues and Other Financing Sources Over (Under) Expenses	(52,555)	5,869	58,424
Appropriated Fund Balance	<u>52,555</u>	<u> </u>	<u>(52,555)</u>
Excess of Revenues and Other Financing Sources Over Expenses	<u>\$</u>	<u>\$ 5,869</u>	<u>\$ 5,869</u>

Bryan Park Fund

Schedule of Revenues, Expenses and Changes in Fund Balance - Budget and Actual (Non-GAAP)
For the Fiscal Year Ended June 30, 2002

Reconciliation of Modified Accrual Basis to Full Accrual Basis:	
Total Revenues	\$ 2,127,018
Total Expenses	<u>2,610,904</u>
Excess of Revenues Under Expenses Before Other Financing Sources	(483,886)
Adjustment to Full Accrual Basis:	
Depreciation	(263,659)
Interest Accruals	<u>(1,140)</u>
Loss Before Transfers	<u>\$ (748,685)</u>

Parking Facilities Fund

Schedule of Revenues, Expenses and Changes in Fund Balance - Budget and Actual (Non-GAAP)
For the Fiscal Year Ended June 30, 2002

	<u>Final Budget</u>	<u>Actual</u>	<u>Variance Over (Under)</u>
Operating Revenues:			
Charges for Current Services	\$2,196,850	\$2,122,578	\$ (74,272)
Other Operating Revenues	1,950	6,023	4,073
Total Operating Revenues	<u>2,198,800</u>	<u>2,128,601</u>	<u>(70,199)</u>
Operating Expenses:			
Personal Services	287,205	282,275	(4,930)
Fringe Benefits	80,640	82,690	2,050
Maintenance and Operations	791,660	481,054	(310,606)
Capital Outlay	1,094,455	274,027	(820,428)
Total Operating Expenses	<u>2,253,960</u>	<u>1,120,046</u>	<u>(1,133,914)</u>
Operating Income	<u>(55,160)</u>	<u>1,008,555</u>	<u>1,063,715</u>
Nonoperating Revenues:			
Investment Income	<u>52,500</u>	<u>78,823</u>	<u>26,323</u>
Nonoperating Expenses:			
Principal Maturities	1,306,805	1,306,806	1
Interest Expense	783,295	783,296	1
Amortization of Underwriters' Expense	21,657	21,657	21,657
Total Nonoperating Expenses	<u>2,090,100</u>	<u>2,111,759</u>	<u>21,659</u>
Excess of Revenues Under Expenses Before Other Financing Sources	<u>(2,092,760)</u>	<u>(1,024,381)</u>	<u>1,068,379</u>
Other Financing Sources:			
Transfers In	<u>1,196,325</u>	<u>846,325</u>	<u>(350,000)</u>
Excess of Revenues and Other Financing Sources Under Expenses	(896,435)	(178,056)	718,379
Appropriated Fund Balance	<u>896,435</u>	<u> </u>	<u>(896,435)</u>
Excess of Revenues and Other Financing Sources Under Expenses and Other Financing Uses	<u>\$</u>	<u>\$ (178,056)</u>	<u>\$ (178,056)</u>

Parking Facilities Fund

Schedule of Revenues, Expenses and Changes in Fund Balance - Budget and Actual (Non-GAAP)
For the Fiscal Year Ended June 30, 2002

Reconciliation of Modified Accrual Basis
to Full Accrual Basis:

Total Revenues	\$ 2,207,424
Total Expenses	<u>3,231,805</u>

Excess of Revenues Under Expenses Before Other Financing Sources	(1,024,381)
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Adjustment to Full Accrual Basis:

Principal Maturities	1,306,806
Depreciation	(460,908)
Capital Outlay	274,027
Trustee Debt Service Escrow Account	(28,135)
Interest Accruals	<u>2,354</u>

Income Before Transfers	<u>\$ 69,763</u>
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Solid Waste Management Fund

Schedule of Revenues, Expenses and Changes in Fund Balance - Budget and Actual (Non-GAAP)
For the Fiscal Year Ended June 30, 2002

	<u>Final Budget</u>	<u>Actual</u>	<u>Variance Over (Under)</u>
Operating Revenues:			
Charges for Current Services	\$ 13,646,635	\$ 14,368,025	\$ 721,390
Other Operating Revenues	326,450	470,410	143,960
Total Operating Revenues	<u>13,973,085</u>	<u>14,838,435</u>	<u>865,350</u>
Operating Expenses:			
Personal Services	5,050,295	4,921,040	(129,255)
Fringe Benefits	1,547,555	1,501,649	(45,906)
Maintenance and Operations	15,585,350	12,444,410	(3,140,940)
Capital Outlay	766,700	21,994	(744,706)
Total Operating Expenses	<u>22,949,900</u>	<u>18,889,093</u>	<u>(4,060,807)</u>
Operating Loss	<u>(8,976,815)</u>	<u>(4,050,658)</u>	<u>4,926,157</u>
Nonoperating Revenues:			
Investment Income	<u>130,000</u>	<u>712,978</u>	<u>582,978</u>
Nonoperating Expenses:			
Interest Expense	712,425	726,106	13,681
Principal Maturities	905,000	905,000	
Total Nonoperating Expenses	<u>1,617,425</u>	<u>1,631,106</u>	<u>13,681</u>
Excess of Revenues Under Expenses Before Other Financing Sources (Uses)	<u>(10,464,240)</u>	<u>(4,968,786)</u>	<u>5,495,454</u>
Other Financing Sources (Uses):			
Transfers In	8,000,000	6,833,333	(1,166,667)
Transfers Out	(167,185)	(167,185)	
Total Other Financing Sources (Uses)	<u>7,832,815</u>	<u>6,666,148</u>	<u>(1,166,667)</u>
Excess of Revenues and Other Financing Sources Over (Under) Expenses	<u>(2,631,425)</u>	<u>1,697,362</u>	<u>4,328,787</u>
Appropriated Fund Balance	<u>2,631,425</u>		<u>(2,631,425)</u>
Excess of Revenues Over Expenses	<u>\$</u>	<u>\$ 1,697,362</u>	<u>\$ 1,697,362</u>

Solid Waste Management Fund

Schedule of Revenues, Expenses and Changes in Fund Balance - Budget and Actual (Non-GAAP)
For the Fiscal Year Ended June 30, 2002

Reconciliation of Modified Accrual Basis
to Full Accrual Basis:

Total Revenues	\$ 15,551,413
Total Expenses	<u>20,520,199</u>

Excess of Revenues Under Expenses Before Other Financing Sources (Uses)	(4,968,786)
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Adjustment to Full Accrual Basis:

Depreciation	(1,185,542)
Capital Outlay	21,994
Principal Maturities	905,000
Nonoperating Expenses - Landfill Expansion Project Fund	(23,374)
Interest Accruals	<u>(2,484)</u>

Loss Before Transfers	\$ <u>(5,253,192)</u>
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Solid Waste Landfill Expansion Project Fund

Schedule of Revenues, Expenses and Changes in Fund Balance - Budget and Actual (Non-GAAP)
From Project Inception and For the Year Ended June 30, 2002

	<u>Project Authorization</u>	<u>Prior Years</u>	<u>Actual Current Year</u>	<u>Total To Date</u>
Expenses:				
Capital Improvements:				
Landfill Expansion-Cell 1	\$ 7,435,540	\$ 7,435,540	\$	\$ 7,435,540
Landfill Expansion-Cells 2 and 3	4,300,000	3,478,369	123,047	3,601,416
Land Acquisition	3,064,460	2,420,365	248,246	2,668,611
Nonoperating Expenses:				
Interest Expense	800,000	791,758		791,758
Bond Issue Expense	400,000	383,934		383,934
Total Expenses	<u>16,000,000</u>	<u>14,509,966</u>	<u>371,293</u>	<u>14,881,259</u>
Nonoperating Revenues:				
Investment Income		791,758		791,758
Excess of Revenues Under Expenses Before Other Financing Sources	<u>(16,000,000)</u>	<u>(13,718,208)</u>	<u>(371,293)</u>	<u>(14,089,501)</u>
Other Financing Sources:				
Debt Issuances:				
Special Obligation Bonds Issued	<u>16,000,000</u>	<u>16,000,000</u>		<u>16,000,000</u>
Excess of Revenues and Other Financing Sources Over (Under) Expenses	<u>\$</u>	<u>\$ 2,281,792</u>	<u>\$ (371,293)</u>	<u>\$ 1,910,499</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.

City/County Telecommunications Services Fund

The City and Guilford County jointly own the Telecommunications System. This fund accounts for the costs of operating the telecommunications service and billing the County and the City's user departments. The operating cost is shared between the two units based upon the number of telephone lines in service at each year end.

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.

Employee Insurance Fund

This fund is maintained for 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 on a premium basis by a health insurance provider and is paid from this fund.

General Insurance Fund

This fund was established as a self-insurance fund 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.

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, 2002

ASSETS	Equipment Services	Technical Services	City/County Telecommunications	Graphic Services	Employee Insurance
Current Assets:					
Cash and Cash Equivalents/Investments	\$ 3,592,985	\$ 2,800,722	\$ 3,438,811	\$ 136,823	\$ 14,891,948
Receivables (Net):					
Intergovernmental	522,890	16,217	114,746	15,744	309
Inventories	464,175		172,261	30,058	
Miscellaneous	874	39,075			
Total Current Assets	<u>4,580,924</u>	<u>2,856,014</u>	<u>3,725,818</u>	<u>182,625</u>	<u>14,892,257</u>
Noncurrent Assets:					
Restricted:					
Cash and Cash Equivalents/Investments					
Internal Receivables-LongTerm					
Self-Funded Retention Deposits					1,020,371
Capital Assets:					
Non-Depreciable:					
Land					
Construction in Progress	128,689	72,811			
Depreciable:					
Land Improvements	73,528				
Buildings	53,017	6,405			
Improvements Other than Buildings		11,108			
Furniture, Fixtures, Machinery and Equipment	51,123,866	7,573,447	2,421,757	142,589	
Less Accumulated Depreciation	(30,431,108)	(2,679,213)	(1,826,336)	(67,908)	
Total Noncurrent Assets	<u>20,947,992</u>	<u>4,984,558</u>	<u>595,421</u>	<u>74,681</u>	<u>1,020,371</u>
Total Assets	<u>\$ 25,528,916</u>	<u>\$ 7,840,572</u>	<u>\$ 4,321,239</u>	<u>\$ 257,306</u>	<u>\$ 15,912,628</u>
LIABILITIES					
Current Liabilities:					
Accounts Payable	\$ 72,743	\$ 2,808	\$ 30,925	\$ 3,817	\$ 2,230,411
Intergovernmental Payable	8,336	131,615	794	1,203	588
Customer Deposits Payable					
General Obligation Bonds Payable		216,342			
Lease-Purchase and Other					
Financing Agreements Payable					
Certificates of Participation Payable					
Total Current Liabilities	<u>81,079</u>	<u>350,765</u>	<u>31,719</u>	<u>5,020</u>	<u>2,230,999</u>
Noncurrent Liabilities:					
Payable from Restricted Assets:					
General Obligation Bonds Payable		5,516,563			
Lease-Purchase and Other					
Financing Agreements Payable					
Certificates of Participation Payable					
Compensated Absences	151,985	58,789	14,733	18,640	
Internal Payables - Long Term	3,363,929			2,927	
Unearned Revenues				268	
Total Noncurrent Liabilities	<u>3,515,914</u>	<u>5,575,352</u>	<u>14,733</u>	<u>21,835</u>	
Total Liabilities	<u>3,596,993</u>	<u>5,926,117</u>	<u>46,452</u>	<u>26,855</u>	<u>2,230,999</u>
NET ASSETS					
Invested in Capital Assets, Net of Related Debt	17,584,063		595,421	71,754	
Restricted					1,020,371
Unrestricted	4,347,860	1,914,455	3,679,366	158,697	12,661,258
Total Net Assets	<u>\$ 21,931,923</u>	<u>\$ 1,914,455</u>	<u>\$ 4,274,787</u>	<u>\$ 230,451</u>	<u>\$ 13,681,629</u>

<u>General Insurance</u>	<u>Capital Leasing</u>	<u>Totals</u>
\$ 5,459,100	\$ 3,693,165	\$ 34,013,554
	86,640	756,546
		666,494
	189,609	229,558
<u>5,459,100</u>	<u>3,969,414</u>	<u>35,666,152</u>
	5,951,547	5,951,547
	3,484,344	3,484,344
10,527,878		11,548,249
	1,660,541	1,660,541
	3,344,953	3,546,453
	749,902	823,430
	959,912	1,019,334
		11,108
	21,182,792	82,444,451
	(14,097,658)	(49,102,223)
<u>10,527,878</u>	<u>23,236,333</u>	<u>61,387,234</u>
<u>\$ 15,986,978</u>	<u>\$27,205,747</u>	<u>\$ 97,053,386</u>
\$ 1,248,845	\$ 165,344	\$ 3,754,893
	104,803	247,339
5,000		5,000
		216,342
	1,088,030	1,088,030
	3,500,000	3,500,000
<u>1,253,845</u>	<u>4,858,177</u>	<u>8,811,604</u>
		5,516,563
	1,628,492	1,628,492
	14,000,000	14,000,000
		244,147
		3,366,856
		268
	<u>15,628,492</u>	<u>24,756,326</u>
<u>1,253,845</u>	<u>20,486,669</u>	<u>33,567,930</u>
	(464,331)	17,786,907
10,527,878		11,548,249
4,205,255	7,183,409	34,150,300
<u>\$ 14,733,133</u>	<u>\$ 6,719,078</u>	<u>\$ 63,485,456</u>

Internal Service Funds

Combining Statement of Revenues, Expenses
and Changes in Fund Net Assets
For the Fiscal Year Ended June 30, 2002

	<u>Equipment Services</u>	<u>Technical Services</u>	<u>City/County Telecommunications</u>
Operating Revenues:			
Charges for Current Services-Internal	\$13,237,432	\$ 2,324,833	\$1,589,110
Charges for Current Services-External			334,515
Total Charges for Current Services	<u>13,237,432</u>	<u>2,324,833</u>	<u>1,923,625</u>
Miscellaneous	183,915	497,879	
Total Operating Revenues	<u>13,421,347</u>	<u>2,822,712</u>	<u>1,923,625</u>
Operating Expenses:			
Personal Services	1,965,709	391,732	223,420
Fringe Benefits	570,113	100,263	58,384
Maintenance and Operations	2,528,912	1,026,065	1,417,492
Insurance Claims and Expenses	576,548	1,732	1,955
Depreciation	5,712,920	501,829	112,775
Total Operating Expenses	<u>11,354,202</u>	<u>2,021,621</u>	<u>1,814,026</u>
Operating Income (Loss)	<u>2,067,145</u>	<u>801,091</u>	<u>109,599</u>
Nonoperating Revenues(Expenses):			
Investment Income	146,444	122,649	162,094
Gain on Sale of Capital Assets	847,477		
Miscellaneous Revenue	46,482		
Interest Expense		(253,637)	
Loss on Disposal of Capital Assets			
Amortization of Underwriters' Expense			
Miscellaneous Expense	(5,504)		(117,216)
Total Nonoperating Revenues(Expenses)	<u>1,034,899</u>	<u>(130,988)</u>	<u>44,878</u>
Income(Loss) Before Transfers	<u>3,102,044</u>	<u>670,103</u>	<u>154,477</u>
Transfers In	479,850		
Transfers Out	(65,630)		
Change in Net Assets	<u>3,516,264</u>	<u>670,103</u>	<u>154,477</u>
Net Assets - July 1	18,415,659	1,244,352	4,120,310
Net Assets -June 30	<u>\$21,931,923</u>	<u>\$ 1,914,455</u>	<u>\$4,274,787</u>

<u>Graphic Services</u>	<u>Employee Insurance</u>	<u>General Insurance</u>	<u>Capital Leasing</u>	<u>Totals</u>
\$ 436,805	\$16,035,788	\$ 1,575,947	\$ 2,914,031	\$ 38,113,946
225,005				559,520
<u>661,810</u>	<u>16,035,788</u>	<u>1,575,947</u>	<u>2,914,031</u>	<u>38,673,466</u>
90	869		1,010,908	1,693,661
<u>661,900</u>	<u>16,036,657</u>	<u>1,575,947</u>	<u>3,924,939</u>	<u>40,367,127</u>
308,074	186,609			3,075,544
100,477	42,287			871,524
307,645	349,750	144,217	601,346	6,375,427
	15,273,710	1,071,709		16,925,654
6,488			1,987,567	8,321,579
<u>722,684</u>	<u>15,852,356</u>	<u>1,215,926</u>	<u>2,588,913</u>	<u>35,569,728</u>
<u>(60,784)</u>	<u>184,301</u>	<u>360,021</u>	<u>1,336,026</u>	<u>4,797,399</u>
7,830	756,890	738,854	211,932	2,146,693
				847,477
				46,482
			(365,075)	(618,712)
			(893,461)	(893,461)
			(38,066)	(38,066)
			(279,093)	(401,813)
<u>7,830</u>	<u>756,890</u>	<u>738,854</u>	<u>(1,363,763)</u>	<u>1,088,600</u>
<u>(52,954)</u>	<u>941,191</u>	<u>1,098,875</u>	<u>(27,737)</u>	<u>5,885,999</u>
	14,400	175,000		669,250
<u>(52,954)</u>	<u>955,591</u>	<u>1,273,875</u>	<u>(27,737)</u>	<u>(65,630)</u>
<u>283,405</u>	<u>12,726,038</u>	<u>13,459,258</u>	<u>6,746,815</u>	<u>56,995,837</u>
<u>\$ 230,451</u>	<u>\$13,681,629</u>	<u>\$14,733,133</u>	<u>\$ 6,719,078</u>	<u>\$ 63,485,456</u>

Internal Service Funds

Combining Statement of Cash Flows
For the Fiscal Year Ended June 30, 2002

Increase (Decrease) in Cash and Cash Equivalents/ Investments

	<u>Equipment Services</u>	<u>Technical Services</u>	<u>City/County Telecommunications</u>
Cash Flows from Operating Activities:			
Receipts from Customers	\$ 13,237,432	\$ 2,324,833	\$ 1,923,625
Payments to Suppliers	(3,158,969)	(1,040,706)	(1,442,832)
Payments to Employees	(2,520,840)	(494,965)	(285,827)
Other Receipts	160,212	497,879	
Net Cash Provided By (Used for) Operating Activities	<u>7,717,835</u>	<u>1,287,041</u>	<u>194,966</u>
Cash Flows from Noncapital Financing Activities:			
Subsidies and Transfers In	479,850		
Subsidies and Transfers Out	(65,630)		
Net Cash Provided By Noncapital Financing Activities	<u>414,220</u>		
Cash Flows from Capital and Related Financing Activities:			
Capital Debt Issued			
Acquisition and Construction of Capital Assets	(10,313,688)	(89,904)	(55,873)
Insurance Proceeds	46,482		
Proceeds from Sale of Capital Assets	1,154,115		
Principal Paid on Capital Debt		(207,858)	
Interest and Fiscal Charges Paid on Capital Debt		(253,635)	
Net Cash Provided By (Used for) Capital and Related Financing Activities	<u>(9,113,091)</u>	<u>(551,397)</u>	<u>(55,873)</u>
Cash Flows from Investing Activities:			
Interest	146,444	122,649	162,094
Net Increase (Decrease) in Cash and Cash Equivalents	(834,592)	858,293	301,187
Balances - July 1	<u>4,427,577</u>	<u>1,942,429</u>	<u>3,137,624</u>
Balances - June 30	<u>\$ 3,592,985</u>	<u>\$ 2,800,722</u>	<u>\$ 3,438,811</u>
Reconciliation of Operating Income (Loss) to Net Cash Provided By (Used for) Operating Activities:			
Operating Income (Loss)	\$ 2,067,145	\$ 801,091	\$ 109,599
Adjustments to Reconcile Operating Income (Loss) to Net Cash Provided By (Used for) Operating Activities:			
Depreciation	5,712,920	501,829	112,775
Changes in Assets and Liabilities:			
(Increase) Decrease in Inventories	72,941		22,470
(Increase) Decrease in Intergovernmental Receivables	26,139	(2,410)	(11,541)
Increase in Miscellaneous Assets		(9,322)	
Increase (Decrease) in Accounts Payable	(225)	(1,178)	(34,314)
Increase (Decrease) in Compensated Absences Payable	14,557	26,632	(3,165)
Increase (Decrease) in Intergovernmental Payables	426	(29,601)	(858)
Increase in Customer Deposits Payable			
Decrease in Miscellaneous Payable	(176,068)		
Total Adjustments	<u>5,650,690</u>	<u>485,950</u>	<u>85,367</u>
Net Cash Provided By (Used for) Operating Activities	<u>\$ 7,717,835</u>	<u>\$ 1,287,041</u>	<u>\$ 194,966</u>
Noncash Investing, Capital and Financing Activities:			
Lease-Purchase and Other Capital Financing Agreements	<u>\$</u>	<u>\$</u>	<u>\$</u>

Graphic Services	Employee Insurance	General Insurance	Capital Leasing	Totals
\$ 661,810	\$ 16,036,657	\$ 1,575,947	\$ 2,081,046	\$ 37,841,350
(296,034)	(15,464,053)	(1,672,404)	(612,265)	(23,687,263)
(409,896)	(228,866)			(3,940,394)
90			395,729	1,053,910
<u>(44,030)</u>	<u>343,738</u>	<u>(96,457)</u>	<u>1,864,510</u>	<u>11,267,603</u>
	14,400	175,000		669,250
				(65,630)
	<u>14,400</u>	<u>175,000</u>		<u>603,620</u>
			7,000,000	7,000,000
(54,264)			(1,719,671)	(12,233,400)
				46,482
				1,154,115
			(3,673,409)	(3,881,267)
			<u>(547,682)</u>	<u>(801,317)</u>
<u>(54,264)</u>			<u>1,059,238</u>	<u>(8,715,387)</u>
7,830	756,890	738,854	211,932	2,146,693
(90,464)	1,115,028	817,397	3,135,680	5,302,529
<u>227,287</u>	<u>13,776,920</u>	<u>4,641,703</u>	<u>6,509,032</u>	<u>34,662,572</u>
<u>\$ 136,823</u>	<u>\$ 14,891,948</u>	<u>\$ 5,459,100</u>	<u>\$ 9,644,712</u>	<u>\$ 39,965,101</u>
\$ (60,784)	\$ 184,301	\$ 360,021	\$ 1,336,026	\$ 4,797,399
6,488			1,987,567	8,321,579
1,966			(1,448,164)	(1,350,787)
8,853	78		(63,740)	(42,621)
	(112,200)	(438,381)	(33,385)	(593,288)
529	271,528	(23,097)	86,206	299,449
(994)				37,030
(88)	31			(30,090)
		5,000		5,000
				(176,068)
<u>16,754</u>	<u>159,437</u>	<u>(456,478)</u>	<u>528,484</u>	<u>6,470,204</u>
<u>\$ (44,030)</u>	<u>\$ 343,738</u>	<u>\$ (96,457)</u>	<u>\$ 1,864,510</u>	<u>\$ 11,267,603</u>
<u>\$</u>	<u>\$</u>	<u>\$</u>	<u>\$ 941,837</u>	<u>\$ 941,837</u>

Internal Service Funds

Schedule of Changes in Long-Term Debt
For the Fiscal Year Ended June 30, 2002

	Debt Outstanding July 1, 2001	Additions	Retirements	Debt Outstanding June 30, 2002
Equipment Services:				
Compensated Absences Payable	\$ 137,428	\$ 143,794	\$ 129,237	\$ 151,985
Due To Other Funds-Long Term	6,696,515		3,332,586	3,363,929
Total Equipment Services	6,833,943	143,794	3,461,823	3,515,914
Technical Services:				
General Obligation Bonds Payable	5,940,763		207,858	5,732,905
Compensated Absences Payable	32,157	52,163	25,531	58,789
Total Technical Services	5,972,920	52,163	233,389	5,791,694
City/County Telecommunications:				
Compensated Absences Payable	17,898	3,149	6,314	14,733
Graphic Services:				
Compensated Absences Payable	19,634	24,065	25,059	18,640
Due To Other Funds-Long Term	41,419		38,492	2,927
Total Graphic Services	61,053	24,065	63,551	21,567
Capital Leasing:				
Lease-Purchase Agreements Payable	824,008	2,834,351	941,837	2,716,522
Certificates of Participation Payable	14,000,000	7,000,000	3,500,000	17,500,000
Total Capital Leasing	14,824,008	9,834,351	4,441,837	20,216,522
Total Internal Service Funds	\$ 27,709,822	\$ 10,057,522	\$ 8,206,914	\$ 29,560,430

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, 2002

	<u>Final Budget</u>	<u>Actual</u>	<u>Variance Over (Under)</u>
Operating Revenues:			
Charges for Current Services	\$ 12,992,385	\$ 13,237,432	\$ 245,047
Other Operating Revenues	810,500	183,915	(626,585)
Total Operating Revenues	<u>13,802,885</u>	<u>13,421,347</u>	<u>(381,538)</u>
Operating Expenses:			
Personal Services	1,941,455	1,965,709	24,254
Fringe Benefits	557,350	570,113	12,763
Maintenance and Operations	6,404,310	6,744,687	340,377
Capital Outlay	7,308,040	6,726,641	(581,399)
Total Operating Expenses	<u>16,211,155</u>	<u>16,007,150</u>	<u>(204,005)</u>
Operating Loss	<u>(2,408,270)</u>	<u>(2,585,803)</u>	<u>(177,533)</u>
Nonoperating Revenues:			
Investment Income	50,000	146,444	96,444
Gain on Sale of Capital Assets		847,477	847,477
Insurance Refunds and Claims	4,000	46,482	42,482
Inventory Loss		(5,504)	(5,504)
Total Nonoperating Revenues	<u>54,000</u>	<u>1,034,899</u>	<u>980,899</u>
Excess of Revenues Under Expenses	<u>(2,354,270)</u>	<u>(1,550,904)</u>	<u>803,366</u>
Other Financing Sources (Uses):			
Transfers In	479,850	479,850	
Transfers Out	(65,630)	(65,630)	
Total Transfers	<u>414,220</u>	<u>414,220</u>	
Excess of Revenues and Other Financing Sources Under Expenses and Other Financing Uses	<u>(1,940,050)</u>	<u>(1,136,684)</u>	<u>803,366</u>
Appropriated Fund Balance	<u>1,940,050</u>		<u>(1,940,050)</u>
Excess of Revenues Under Expenses	<u>\$</u>	<u>\$ (1,136,684)</u>	<u>\$ (1,136,684)</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, 2002

Reconciliation of Modified Accrual Basis
to Full Accrual Basis:

Total Revenues	\$ 14,461,750
Total Expenses	<u>16,012,654</u>
Excess of Revenues Under Expenses	(1,550,904)
Adjustment to Full Accrual Basis:	
Depreciation	(5,712,920)
Capital Outlay	6,726,641
Capital Lease Charges	3,332,587
Loss on Sale of Fixed Assets	<u>306,640</u>
Income Before Transfers	<u>\$ 3,102,044</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, 2002

	Final Budget	Actual	Variance Over (Under)
Operating Revenues:			
Charges for Current Services	\$ 2,254,720	\$ 2,324,833	\$ 70,113
Other Operating Revenues	413,550	497,879	84,329
Total Operating Revenues	<u>2,668,270</u>	<u>2,822,712</u>	<u>154,442</u>
Operating Expenses:			
Personal Services	371,925	391,732	19,807
Fringe Benefits	100,715	100,263	(452)
Maintenance and Operations	1,437,765	1,027,797	(409,968)
Capital Outlay	354,745	89,904	(264,841)
Total Operating Expenses	<u>2,265,150</u>	<u>1,609,696</u>	<u>(655,454)</u>
Operating Income	<u>403,120</u>	<u>1,213,016</u>	<u>809,896</u>
Nonoperating Revenues:			
Investment Income	<u>30,000</u>	<u>122,649</u>	<u>92,649</u>
Nonoperating Expenses:			
Principal Maturities	207,860	207,858	(2)
Interest Expense	280,815	253,637	(27,178)
Total Nonoperating Expenses	<u>488,675</u>	<u>461,495</u>	<u>(27,180)</u>
Excess of Revenues Over (Under) Expenses	<u>(55,555)</u>	<u>874,170</u>	<u>929,725</u>
Appropriated Fund Balance	<u>55,555</u>		<u>(55,555)</u>
Excess of Revenues Over Expenses	<u>\$</u>	<u>\$ 874,170</u>	<u>\$ 874,170</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, 2002

Reconciliation of Modified Accrual Basis

to Full Accrual Basis:

Total Revenues	\$ 2,945,361
Total Expenses	<u>2,071,191</u>

Excess of Revenues Over Expenses	874,170
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Adjustment to Full Accrual Basis:

Principal Maturities	207,858
Depreciation	(501,829)
Capital Outlay	<u>89,904</u>

Income Before Transfers	<u><u>\$ 670,103</u></u>
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City/County Telecommunications Fund

Schedule of Revenues, Expenses and Changes in Fund Balance - Budget and Actual (Non-GAAP)
For the Fiscal Year Ended June 30, 2002

	<u>Final Budget</u>	<u>Actual</u>	<u>Variance Over (Under)</u>
Operating Revenues:			
Charges for Current Services	\$ 2,112,520	\$ 1,923,625	\$ (188,895)
Other Operating Revenues	15,205		(15,205)
Total Operating Revenues	<u>2,127,725</u>	<u>1,923,625</u>	<u>(204,100)</u>
Operating Expenses:			
Personal Services	257,305	223,420	(33,885)
Fringe Benefits	70,425	58,384	(12,041)
Maintenance and Operations	2,191,595	1,419,447	(772,148)
Capital Outlay	2,037,765	55,873	(1,981,892)
Total Operating Expenses	<u>4,557,090</u>	<u>1,757,124</u>	<u>(2,799,966)</u>
Operating Income (Loss)	<u>(2,429,365)</u>	<u>166,501</u>	<u>2,595,866</u>
Nonoperating Revenues:			
Investment Income	<u>72,500</u>	<u>162,094</u>	<u>89,594</u>
Nonoperating Expenses:			
Loss on Disposal of Capital Assets	<u></u>	<u>117,216</u>	<u>117,216</u>
Excess of Revenues Over (Under) Expenses	<u>(2,356,865)</u>	<u>211,379</u>	<u>2,568,244</u>
Appropriated Fund Balance	<u>2,356,865</u>	<u></u>	<u>(2,356,865)</u>
Excess of Revenues Over Expenses	<u>\$</u>	<u>\$ 211,379</u>	<u>\$ 211,379</u>

City/County Telecommunications Fund

Schedule of Revenues, Expenses and Changes in Fund Balance - Budget and Actual (Non-GAAP)
For the Fiscal Year Ended June 30, 2002

Reconciliation of Modified Accrual Basis to Full Accrual Basis:	
Total Revenues	\$ 2,085,818
Total Expenses	<u>1,874,439</u>
Excess of Revenues Over Expenses	211,379
Adjustment to Full Accrual Basis:	
Depreciation	(112,775)
Capital Outlay	<u>55,873</u>
Income Before Transfers	<u><u>\$ 154,477</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, 2002

	<u>Final Budget</u>	<u>Actual</u>	<u>Variance Over (Under)</u>
Operating Revenues:			
Charges for Current Services	\$ 853,015	\$ 661,810	\$ (191,205)
Other Operating Revenues	115	90	(25)
Total Operating Revenues	<u>853,130</u>	<u>661,900</u>	<u>(191,230)</u>
Operating Expenses:			
Personal Services	337,325	308,074	(29,251)
Fringe Benefits	106,200	100,477	(5,723)
Maintenance and Operations	428,160	307,645	(120,515)
Capital Outlay	20,000	15,772	(4,228)
Total Operating Expenses	<u>891,685</u>	<u>731,968</u>	<u>(159,717)</u>
Operating Loss	<u>(38,555)</u>	<u>(70,068)</u>	<u>(31,513)</u>
Nonoperating Revenues			
Investment Income	<u>7,500</u>	<u>7,830</u>	<u>330</u>
Excess of Revenues Under Expenses	<u>(31,055)</u>	<u>(62,238)</u>	<u>(31,183)</u>
Appropriated Fund Balance	<u>31,055</u>	<u> </u>	<u>(31,055)</u>
Excess of Revenues Under Expenses	<u>\$</u>	<u>\$ (62,238)</u>	<u>\$ (62,238)</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, 2002

Reconciliation of Modified Accrual Basis	
to Full Accrual Basis:	
Total Revenues	\$ 669,730
Total Expenses	<u>731,968</u>
Excess of Revenues Under Expenses	(62,238)
Adjustment to Full Accrual Basis:	
Depreciation	(6,488)
Capital Outlay	<u>15,772</u>
Loss Before Transfers	<u><u>\$ (52,954)</u></u>

Employee Insurance Fund

Schedule of Revenues, Expenses and Changes in Fund Balance - Budget and Actual (Non-GAAP)
For the Fiscal Year Ended June 30, 2002

	<u>Final Budget</u>	<u>Actual</u>	<u>Variance Over (Under)</u>
Operating Revenues:			
Charges for Current Services	\$ 15,598,375	\$ 16,035,788	\$ 437,413
Charges for Current Services		869	869
Total Operating Revenues	<u>15,598,375</u>	<u>16,036,657</u>	<u>438,282</u>
Operating Expenses:			
Personal Services	181,725	186,609	4,884
Fringe Benefits	43,280	42,287	(993)
Maintenance and Operations	15,821,560	15,623,460	(198,100)
Total Operating Expenses	<u>16,046,565</u>	<u>15,852,356</u>	<u>(194,209)</u>
Operating Income (Loss)	<u>(448,190)</u>	<u>184,301</u>	<u>632,491</u>
Nonoperating Revenues:			
Investment Income	<u>307,610</u>	<u>756,890</u>	<u>449,280</u>
Excess of Revenues Over (Under) Expenses Before Other Financing Sources	<u>(140,580)</u>	<u>941,191</u>	<u>1,081,771</u>
Other Financing Sources:			
Transfers In	<u>14,400</u>	<u>14,400</u>	
Excess of Revenues and Other Financing Sources Over (Under) Expenses	<u>(126,180)</u>	<u>955,591</u>	<u>1,081,771</u>
Appropriated Fund Balance	<u>126,180</u>		<u>(126,180)</u>
Excess of Revenues Over Expenses	<u>\$</u>	<u>\$ 955,591</u>	<u>\$ 955,591</u>

Employee Insurance Fund

Schedule of Revenues, Expenses and Changes in Fund Balance - Budget and Actual (Non-GAAP)
For the Fiscal Year Ended June 30, 2002

Reconciliation of Modified Accrual Basis
to Full Accrual Basis:

Total Revenues	\$ 16,793,547
Total Expenses	<u>15,852,356</u>

Income Before Transfers	<u>\$ 941,191</u>
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General Insurance Fund

Schedule of Revenues, Expenses and Changes in Fund Balance - Budget and Actual (Non-GAAP)
For the Fiscal Year Ended June 30, 2002

	<u>Final Budget</u>	<u>Actual</u>	<u>Variance Over (Under)</u>
Operating Revenues:			
Charges for Current Services	<u>\$ 1,493,325</u>	<u>\$ 1,575,947</u>	<u>\$ 82,622</u>
Operating Expenses:			
Maintenance and Operations	<u>2,067,715</u>	<u>1,215,926</u>	<u>(851,789)</u>
Operating Income (Loss)	<u>(574,390)</u>	<u>360,021</u>	<u>934,411</u>
Nonoperating Revenues:			
Investment Income	<u>375,290</u>	<u>738,854</u>	<u>363,564</u>
Excess of Revenues Over (Under) Expenses Before Other Financing Sources	<u>(199,100)</u>	<u>1,098,875</u>	<u>1,297,975</u>
Other Financing Sources:			
Transfers In	<u>175,000</u>	<u>175,000</u>	
Excess of Revenues and Other Financing Sources Over (Under) Expenses	<u>(24,100)</u>	<u>1,273,875</u>	<u>1,297,975</u>
Appropriated Fund Balance	<u>24,100</u>		<u>(24,100)</u>
Excess of Revenues Over Expenses	<u><u>\$</u></u>	<u><u>\$ 1,273,875</u></u>	<u><u>\$ 1,273,875</u></u>

General Insurance Fund

Schedule of Revenues, Expenses and Changes in Fund Balance - Budget and Actual (Non-GAAP)
For the Fiscal Year Ended June 30, 2002

Reconciliation of Modified Accrual Basis
to Full Accrual Basis:

Total Revenues
Total Expenses

\$ 2,314,801
1,215,926

Income Before Transfers

\$ 1,098,875

Capital Leasing Fund

Schedule of Revenues, Expenses and Changes in Fund Balance - Budget and Actual (Non-GAAP)
For the Fiscal Year Ended June 30, 2002

	<u>Final Budget</u>	<u>Actual</u>	<u>Variance Over (Under)</u>
Operating Revenues:			
Charges for Current Services	\$ 9,500,000	\$ 2,914,031	\$ (6,585,969)
Other Operating Revenue	350,000	1,010,908	660,908
Total Operating Revenue	<u>9,850,000</u>	<u>3,924,939</u>	<u>(5,925,061)</u>
Operating Expenses:			
Maintenance and Operations	9,445	601,346	591,901
Capital Outlay	11,371,630	8,272,282	(3,099,348)
Total Operating Expenses	<u>11,381,075</u>	<u>8,873,628</u>	<u>(2,507,447)</u>
Operating Loss	<u>(1,531,075)</u>	<u>(4,948,689)</u>	<u>(3,417,614)</u>
Nonoperating Revenues:			
Investment Income	<u> </u>	<u>144,404</u>	<u>144,404</u>
Nonoperating Expenses:			
Principal Maturities	7,850,000	3,854,973	(3,995,027)
Interest Expense	1,190,000	378,758	(811,242)
Loss on Disposal of Capital Assets	<u> </u>	893,461	893,461
Other Nonoperating Expenses	260,000	279,003	19,003
Total Nonoperating Expenses	<u>9,300,000</u>	<u>5,406,195</u>	<u>(3,893,805)</u>
Excess of Revenues Under Expenses Before Other Financing Sources	<u>(10,831,075)</u>	<u>(10,210,480)</u>	<u>620,595</u>
Other Financing Sources:			
Debt Issuances: Capital Leases	<u>9,800,000</u>	<u>4,075,534</u>	<u>(5,724,466)</u>
Excess of Revenues and Other Financing Sources Under Expenses	<u>(1,031,075)</u>	<u>(6,134,946)</u>	<u>(5,103,871)</u>
Appropriated Fund Balance	<u>1,031,075</u>	<u> </u>	<u>(1,031,075)</u>
Excess of Revenues Under Expenses	<u>\$</u>	<u>\$ (6,134,946)</u>	<u>\$ (6,134,946)</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, 2002

Reconciliation of Modified Accrual Basis to Full Accrual Basis:	
Total Revenues	\$ 4,069,343
Total Expenses	<u>14,279,823</u>
Excess of Revenues Under Expenses Before Other Financing Sources	(10,210,480)
Adjustment to Full Accrual Basis:	
Depreciation	(1,987,567)
Principal Maturities	3,854,973
Capital Outlay	8,272,282
Trustee Debt Service Escrow Account	<u>43,055</u>
Loss Before Transfers	<u>\$ (27,737)</u>

Schedule of General Capital Assets

By Source

June 30, 2002

General Capital Assets:

Land	\$ 46,793,731
Land Improvements	6,771,803
Buildings	76,739,922
Furniture, Fixtures, Machinery and Equipment	94,646,170
Infrastructure	283,228,435
Construction in Progress	36,371,428
Accumulated Depreciation	<u>(205,616,229)</u>
 Total General Capital Assets	 <u><u>\$ 338,935,260</u></u>

Investment in General Capital Assets by Source:

General Fund	\$ 52,310,047
General Obligation Bonds	70,672,764
Grant Funds	11,798,720
Infrastructure	320,264,641
Internal Service Funds	89,505,317
Accumulated Depreciation	<u>(205,616,229)</u>
 Total Investment in General Capital Assets	 <u><u>\$ 338,935,260</u></u>

Schedule of General Capital Assets

By Function and Activity
June 30, 2002

	<u>Land</u>	<u>Land Improvements</u>	<u>Buildings</u>
General Government:			
Administration	\$ 210,295	\$ 752	\$ 3,292,586
Facilities	3,900,475	341,557	21,380,178
Job Training Consortium			
Total General Government	<u>4,110,770</u>	<u>342,309</u>	<u>24,672,764</u>
Public Safety:			
Police		13,750	97,797
Fire	515,692	47,093	6,056,092
Emergency Management			
Total Public Safety	<u>515,692</u>	<u>60,843</u>	<u>6,153,889</u>
Transportation	340,623	149,482	27,483
Infrastructure	28,706,454		
Total Transportation	<u>29,047,077</u>	<u>149,482</u>	<u>27,483</u>
Engineering and Inspections	<u>1,461,207</u>		<u>4,320</u>
Environmental Services		3,080	1,734
Infrastructure			
Total Environmental Services		<u>3,080</u>	<u>1,734</u>
Culture and Recreation:			
Parks and Recreation	8,431,627	5,335,882	24,134,974
Library	1,566,817	45,669	20,725,424
Total Culture and Recreation	<u>9,998,444</u>	<u>5,381,551</u>	<u>44,860,398</u>
Internal Service Funds	<u>1,660,541</u>	<u>834,538</u>	<u>1,019,334</u>
Accumulated Depreciation		<u>(4,608,207)</u>	<u>(31,541,777)</u>
Total General Capital Assets	<u>\$ 46,793,731</u>	<u>\$ 2,163,596</u>	<u>\$ 45,198,145</u>

Furniture, Fixtures, Machinery and Equipment	Infrastructure	Construction In Progress	Total
\$ 1,884,270	\$	\$	\$ 5,387,903
1,207,840		5,791,159	32,621,209
58,875			58,875
<u>3,150,985</u>		<u>5,791,159</u>	<u>38,067,987</u>
2,785,653		3,474,304	6,371,504
1,528,461		13,315,417	21,462,755
6,308			6,308
<u>4,320,422</u>		<u>16,789,721</u>	<u>27,840,567</u>
1,156,206		552,858	2,226,652
	184,580,741	5,977,454	219,264,649
<u>1,156,206</u>	<u>184,580,741</u>	<u>6,530,312</u>	<u>221,491,301</u>
698,010		404,745	2,568,282
163,540		648,354	816,708
	98,647,694	691,756	99,339,450
<u>163,540</u>	<u>98,647,694</u>	<u>1,340,110</u>	<u>100,156,158</u>
1,704,434		1,043,494	40,650,411
1,008,122		925,434	24,271,466
<u>2,712,556</u>		<u>1,968,928</u>	<u>64,921,877</u>
82,444,451		3,546,453	89,505,317
(54,274,046)	(115,192,199)		(205,616,229)
<u>\$ 40,372,124</u>	<u>\$ 168,036,236</u>	<u>\$ 36,371,428</u>	<u>\$ 338,935,260</u>

Schedule of Changes in General Capital Assets

By Function and Activity

For the Fiscal Year Ended June 30, 2002

	General Capital Assets July 1, 2001	Additions
General Government:		
Administration	\$ 5,093,019	\$ 105,680
Facilities	26,823,705	277,639
Job Training Consortium	58,875	
Total General Government	<u>31,975,599</u>	<u>383,319</u>
Public Safety:		
Police	3,009,074	89,430
Fire	7,677,979	504,581
Emergency Management	6,308	
Total Public Safety	<u>10,693,361</u>	<u>594,011</u>
Transportation	1,895,043	13,792
Infrastructure	212,928,563	358,632
Total Transportation	<u>214,823,606</u>	<u>372,424</u>
Engineering and Inspections	<u>2,091,917</u>	<u>53,060</u>
Environmental Services	24,263	7,072
Infrastructure	97,496,144	1,151,550
Total Environmental Services	<u>97,520,407</u>	<u>1,158,622</u>
Culture and Recreation:		
Parks and Recreation	37,184,783	659,925
Library	23,781,388	1,530,702
Total Culture and Recreation	<u>60,966,171</u>	<u>2,190,627</u>
Internal Service Funds	<u>77,856,285</u>	<u>13,834,235</u>
Construction in Progress	<u>15,950,599</u>	<u>20,806,895</u>
Accumulated Depreciation	<u>(194,247,810)</u>	<u>(16,440,329)</u>
Total General Capital Assets	<u>\$ 317,630,135</u>	<u>\$ 22,952,864</u>

Transfers		Deductions/ Disposals	General Capital Assets June 30, 2002
In	Out		
\$ 2,704,333	\$ 2,440,915	\$ 74,215	\$ 5,387,902
2,023,345	2,223,309	71,329	26,830,051
58,875	58,875		58,875
<u>4,786,553</u>	<u>4,723,099</u>	<u>145,544</u>	<u>32,276,828</u>
2,664,584	2,664,584	201,304	2,897,200
1,356,611	1,356,611	35,222	8,147,338
			6,308
<u>4,021,195</u>	<u>4,021,195</u>	<u>236,526</u>	<u>11,050,846</u>
17,362	173,260	79,143	1,673,794
<u>17,362</u>	<u>173,260</u>	<u>79,143</u>	<u>213,287,195</u>
			<u>214,960,989</u>
97,354	78,794		2,163,537
144,104	7,085		168,354
<u>144,104</u>	<u>7,085</u>		<u>98,647,694</u>
			<u>98,816,048</u>
1,908,674	43,029	103,436	39,606,917
620,166	2,548,946	37,278	23,346,032
<u>2,528,840</u>	<u>2,591,975</u>	<u>140,714</u>	<u>62,952,949</u>
41,542,484	41,542,484	5,731,656	85,958,864
		386,066	36,371,428
		5,071,910	(205,616,229)
<u>\$53,137,892</u>	<u>\$ 53,137,892</u>	<u>\$ 11,791,559</u>	<u>\$ 338,935,260</u>

Schedule of Changes in General Long-Term Debt

For the Fiscal Year Ended June 30, 2002

	Debt Outstanding July 1, 2001	Additions
Amount Available in Debt Service Fund for Retirement of Bonded Debt	\$ 13,305,006	\$
Amount to be Provided for Retirement of Bonded Debt	<u>135,329,994</u>	<u>10,000,000</u>
Total Amount to be Provided for Retirement of Bonded Debt	<u>148,635,000</u>	<u>10,000,000</u>
Amount Available in Special Revenue Fund for Retirement of Certificates of Participation	117,629	
Amount to be Provided for Retirement of Certificates of Participation	<u>44,333,995</u>	<u>7,000,000</u>
Total Amount to be Provided for Retirement of Certificates of Participation	<u>44,451,624</u>	<u>7,000,000</u>
Amount to be Provided for Retirement of Other Long-Term Debt:		
Lease-Purchase and Other Financing Agreements	824,008	5,962,351
Compensated Absences Payable	<u>7,191,186</u>	<u>502,427</u>
Total Amount to be Provided for Retirement of Other Long-Term Debt	<u>8,015,194</u>	<u>6,464,778</u>
Total Available and to be Provided	<u>\$ 201,101,818</u>	<u>\$ 23,464,778</u>
General Long-Term Debt Payable:		
General Obligation Bonds Payable	\$ 148,635,000	\$ 10,000,000
Lease-Purchase and Other Financing Agreements Payable	824,008	5,962,351
Certificates of Participation Payable	44,451,624	7,000,000
Compensated Absences Payable	<u>7,191,186</u>	<u>502,427</u>
Total General Long-Term Debt Payable	<u>\$ 201,101,818</u>	<u>\$ 23,464,778</u>

<u>Transfers</u>	<u>Retirements</u>	<u>Debt Outstanding June 30, 2002</u>
\$2,067,265	\$	\$ 15,372,271
<u>(2,067,265)</u>	<u>9,905,000</u>	<u>133,357,729</u>
	<u>9,905,000</u>	<u>148,730,000</u>
37,186		154,815
<u>(37,186)</u>	<u>4,818,194</u>	<u>46,478,615</u>
	<u>4,818,194</u>	<u>46,633,430</u>
	991,837	5,794,522
	<u>6,257</u>	<u>7,687,356</u>
	<u>998,094</u>	<u>13,481,878</u>
<u>\$</u>	<u>\$ 15,721,288</u>	<u>\$ 208,845,308</u>
\$	\$ 9,905,000	\$ 148,730,000
	991,837	5,794,522
	4,818,194	46,633,430
	<u>6,257</u>	<u>7,687,356</u>
<u>\$</u>	<u>\$ 15,721,288</u>	<u>\$ 208,845,308</u>

Statistical Section

The statistical section reflects financial trends, demographic and economic data and the fiscal capacity of the City.

General Governmental Expenditures by Function (a)

Fiscal Year Ended June 30, 1993-2002

<u>Fiscal Year Ended</u>	<u>General Government</u>	<u>Public Safety</u>	<u>Transportation</u>	<u>Engineering & Inspections</u>	<u>Environmental Services</u>
1993	\$16,929,625	\$42,486,912	\$15,023,041	\$7,233,352	\$ 286,020
1994	17,593,845	44,140,523	15,924,655	5,923,571	739,177
1995	16,547,529	47,636,308	16,357,252	6,130,391	1,601,868
1996	17,798,273	50,683,777	15,253,900	6,828,133	1,989,217
1997	18,032,730	52,787,732	16,677,743	8,306,073	2,000,721
1998	19,684,927	56,775,303	17,453,204	8,020,128	3,334,911
1999	19,188,780	60,379,463	18,128,536	7,575,725	3,127,775
2000	23,003,255	65,196,951	19,765,082	7,534,927	4,034,475
2001	27,767,738	69,590,703	17,706,040	8,220,175	5,295,458
2002	27,155,150	75,745,002	21,200,327	8,170,569	3,543,174

(a) Includes General, Special Revenue and Debt Service Funds.

<u>Culture and Recreation</u>	<u>Community Development and Housing</u>	<u>Economic Opportunity</u>	<u>Intergovernmental</u>	<u>Debt Service</u>	<u>Total</u>
\$17,950,268	\$4,686,688	\$2,229,176	\$ 252,756	\$13,240,796	\$120,318,634
18,213,323	5,487,453	2,611,253	544,903	16,385,292	127,563,995
20,724,896	5,828,825	2,702,498	601,611	18,062,208	136,193,386
19,696,454	5,450,074	2,200,208	757,062	17,912,111	138,569,209
20,584,385	6,269,383	1,655,711	729,423	18,332,209	145,376,110
21,315,468	6,048,747	1,972,833	833,702	18,419,190	153,858,413
22,512,136	7,034,569	2,212,284	908,192	20,991,890	162,059,350
25,061,969	6,665,618	2,202,022	891,314	21,253,566	175,609,179
28,051,726	7,474,149	1,867,841	972,861	20,450,014	187,396,705
27,678,205	10,062,391	2,323,319	1,036,892	18,629,814	195,544,843

General Governmental Revenues By Source (a)

Fiscal Years Ended June 30, 1993-2002

<u>Fiscal Year Ended</u>	<u>Taxes</u>	<u>Intergovernmental</u>	<u>Licenses and Permits</u>	<u>Fines and Forfeitures</u>
1993	\$ 84,642,999	\$ 30,302,201	\$4,729,724	\$ 449,602
1994	88,509,182	30,863,301	4,833,131	524,849
1995	93,455,842	31,477,948	5,558,138	469,563
1996	96,487,129	30,701,519	6,220,581	481,024
1997	105,561,152	33,621,808	6,805,294	506,009
1998	111,693,978	35,903,840	7,630,527	663,428
1999	114,153,779	36,038,646	7,938,935	693,342
2000	119,319,081	38,016,837	8,085,184	691,472
2001	123,515,044	38,615,490	9,370,223	951,892
2002	125,253,973	29,789,517	9,436,921	849,289

(a) Includes General, Special Revenue and Debt Service Funds.

<u>Charges for Current Services</u>	<u>Investment Income</u>	<u>Miscellaneous</u>	<u>Total</u>
\$ 6,945,726	\$3,687,207	\$3,792,315	\$ 134,549,774
8,502,928	2,838,482	2,788,386	138,860,259
13,514,461	6,473,160	3,408,458	154,357,570
13,273,096	7,084,042	3,325,548	157,572,939
14,440,553	6,463,961	2,818,232	170,217,009
14,807,346	6,944,999	3,172,316	180,816,434
15,279,931	7,279,173	4,049,839	185,433,645
20,372,456	8,245,016	2,707,229	197,437,275
22,650,699	11,777,523	2,277,819	209,158,690
25,431,823	7,718,648	3,503,049	201,983,220

General Governmental Tax Revenues By Source (a)

Fiscal Years Ended June 30, 1993-2002

<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>
1993	\$65,524,170	\$17,810,904	\$1,307,925	\$	\$ 84,642,999
1994	67,499,447	19,613,070	1,396,665		88,509,182
1995	70,689,481	21,241,316	1,525,045		93,455,842
1996	71,555,461	23,219,514	1,712,154		96,487,129
1997	78,908,631	24,680,520	1,972,001		105,561,152
1998	83,398,779	26,163,103	2,132,096		111,693,978
1999	84,026,579	27,703,995	2,423,205		114,153,779
2000	88,281,716	28,870,006	2,590,553		119,742,275
2001	90,637,797	29,764,504	2,700,853	411,890 (b)	123,515,044
2002	93,715,418	28,609,704	2,493,777	435,074	125,253,973

(a) Includes General, Special Revenue and Debt Service Funds.

(b) First Year of Tax.

Assessed Value of All Taxable Property

Fiscal Years Ended June 30, 1993-2002

<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>
1993	1992	\$ 7,683,584,309	\$ 1,882,688,902	\$ 434,712,284	#####
1994	1993 (c)	7,789,498,675	2,114,063,711	445,924,647	10,349,487,033
1995	1994 (c)	8,041,486,030	2,183,570,245	485,030,941	10,710,087,216
1996	1995 (c)	8,172,871,380	2,255,556,582	454,615,825	10,883,043,787
1997	1996 (c)	10,477,875,609	2,490,686,370	532,336,721	13,500,898,700
1998	1997 (c)	10,855,772,662	2,787,632,052	530,852,680	14,174,257,394
1999	1998 (c)	10,982,681,696	3,306,668,644	553,306,664	14,842,657,004
2000	1999 (c)	11,290,118,175	3,747,352,541	580,691,567	15,618,162,283
2001	2000 (c)	11,730,230,339	3,881,959,402	540,286,350	16,152,476,091
2002	2001 (c)	12,101,262,851	3,975,144,763	582,404,785	16,658,812,399

- (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. 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. The City implemented a staggered motor vehicle property tax billing system during 1993 - 1994, which was required by state statute. Under this system, property taxes are billed as motor vehicle registrations are renewed.
- (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 1996.
- (c) The City offered a 1% discount for taxes paid prior to September 1. This discount amounted to \$417,897 for tax year 2001.

Property Tax Levies and Collections

Fiscal Years Ended June 30, 1993-2002

<u>Fiscal Year Ended</u>	<u>Net Tax Levy</u>	<u>Current Year Tax Collections</u>	<u>Percent Collected</u>
1993	\$66,194,491	\$66,010,277	99.72 %
1994	70,996,132	70,322,696	99.05
1995	73,375,053	72,723,838	99.11
1996	74,425,862	73,713,475	99.04
1997	82,689,999	81,777,207	98.90
1998	87,914,575	86,834,677	98.77
1999	88,508,859	87,374,776	98.72
2000	92,905,836	91,647,025	98.65
2001	95,992,859	94,809,679	98.77
2002	98,928,643	97,679,465	98.74

<u>Delinquent Tax Collections</u>	<u>Total Collections During Year</u>	<u>Percent of Total Collections to Net Levy</u>	<u>Outstanding Delinquent Taxes (a)</u>
\$ 241,261	\$66,251,538	100.09 %	\$ 950,576
200,792	70,523,488	99.33	1,480,163
517,920	73,241,758	99.82	1,464,964
1,047,191	74,760,666	100.45	1,048,874
911,245	82,688,452	100.00	1,135,412
804,332	87,639,009	99.69	1,638,846
700,723	88,075,499	99.51	2,265,952
826,179	92,473,204	99.53	2,611,856
1,043,390	95,853,069	99.85	2,667,612
972,243	98,651,708	99.72	2,769,386

(a) Outstanding delinquent taxes and levies are adjusted for rebates made during the current year. Historical amounts have not been adjusted for rebates. The City maintains 10 years of delinquent taxes receivable on its books and removes the oldest receivable each June 30.

Current year outstanding taxes	\$ 1,249,178
Prior year outstanding taxes	1,520,208
	<u>\$ 2,769,386</u>

Analysis of Current Tax Levy

For the Fiscal Year Ended June 30, 2002

	City - Wide		Total Levy	Total Levy	
	Property Valuation	Rate		Property Excluding Registered Motor Vehicles	Registered Motor Vehicles
Original Levy:					
Property taxed at current year's rate	\$ 15,952,169,614	\$.5825	\$ 92,921,388	\$86,967,244	\$ 5,954,144
Property taxed at prior year's rate	752,355,880	.5825	4,382,473	35,587	4,346,886
Registered motor vehicles taxed at prior year's rates	3,415,485	Various	19,903		19,903
Penalties			36,241	36,241	
Vehicle Fee			1,773,780	1,773,780	
Special Tax Districts			42,636	37,902	4,734
Total	<u>16,707,940,979</u>		<u>99,176,421</u>	<u>88,850,754</u>	<u>10,325,667</u>
Discoveries:					
Current year taxes	80,629,013	.5825	469,664	469,664	
Prior year taxes	16,905,560	Various	98,608	98,608	
Penalties			55,378	55,378	
Total	<u>97,534,573</u>		<u>623,650</u>	<u>623,650</u>	
Abatements	<u>146,663,153</u>		<u>871,428</u>	<u>647,849</u>	<u>223,579</u>
Total property valuation	<u>\$ 16,658,812,399</u>				
Net levy			98,928,643	88,826,555	10,102,088
Uncollected taxes at June 30, 2002			<u>1,249,178</u>	<u>515,070</u>	<u>734,108</u>
Current year's taxes collected			<u>\$ 97,679,465</u>	<u>\$88,311,485</u>	<u>\$ 9,367,980</u>
Current levy collection percentage			<u>98.74%</u>	<u>99.42%</u>	<u>92.73%</u>

Property Tax Rates

Direct and Overlapping Governments
Fiscal Years Ended June 30, 1993-2002

<u>Fiscal Year Ended</u>	<u>City of Greensboro</u>		
	<u>General Fund</u>	<u>Transit Fund</u>	<u>Total</u>
	<u>Tax Rate (Per \$100)</u>		
1993	\$.6525	\$.0075	\$.6600
1994	.6550	.0150	.6700
1995	.6550	.0150	.6700
1996	.6550	.0150	.6700
1997	.5845	.0130	.5975
1998	.5925	.0150	.6075
1999	.5675	.0150	.5825
2000	.5675	.0150	.5825
2001	.5625	.0200	.5825
2002	.5625	.0200	.5825

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.

Due Date for Current Taxes: September 1

Date Taxes Become Delinquent: January 6

<u>Guilford County</u>			
<u>Greensboro School District</u>	<u>County-Wide</u>	<u>Total</u>	<u>Combined Tax Rate</u>
\$.0194	\$.5960	\$.6154	\$ 1.2754
	.7899	.7899	1.4599
	.7899	.7899	1.4599
	.7548	.7548	1.4248
	.6572	.6572	1.2547
	.6572	.6572	1.2647
	.6372	.6372	1.2197
	.6372	.6372	1.2197
	.6372	.6372	1.2197
	.6742	.6742	1.2567

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.

Procedures for Collecting Delinquent Taxes: Garnishment, levy, attachment and foreclosure.

School System Taxes: Subsequent to the merger of the Greensboro School System and the Guilford County School System, school funding has been provided for in the County-Wide tax levy.

Principal Taxpayers

June 30, 2002

<u>Firm</u>	<u>Type of Business</u>	<u>Current Year's Tax</u>	<u>Assessed Value</u>	<u>Percentage of Total Assessed Value</u>
Koury Corporation	Real Estate Development	\$ 1,806,198	\$ 310,076,848	1.9%
RF Micro Devices, Inc.	Service Communications	1,177,075	202,072,967	1.2%
Lorillard Tobacco Company	Cigarette Manufacturing	1,164,801	199,965,879	1.2%
Duke Power Company	Electric Utility	867,138	148,864,874	0.9%
BellSouth	Service Communications	818,891	140,582,097	0.8%
Highwoods/Forsyth Ltd.	Real Estate Development	778,442	133,638,100	0.8%
TYCO Electronics (AMP)	Electronics Manufacturing	656,416	112,689,404	0.7%
Starmount Company	Real Estate Development	646,590	111,002,534	0.7%
Stockhausen, Inc.	Specialty Chemicals	640,284	109,919,987	0.7%
VF (Wrangler)	Textile Manufacturing	581,101	99,759,863	0.6%
Koury Ventures Limited	Real Estate Development	506,067	86,878,462	0.5%
Jefferson-Pilot Life Ins. Co.	Insurance	493,437	84,710,130	0.5%
Guilford Mills, Inc.	Textile Manufacturing	448,027	76,914,492	0.5%
BNP/Chrysson Phase I LLC	Real Estate Management	384,216	66,131,562	0.4%
Novartis	Research & Development - Industrial Chemicals	358,954	61,622,943	0.4%
Cone Mills Corporation	Textile Manufacturing	347,617	59,676,732	0.4%
AT&T Communications	Service Communications	332,840	57,139,876	0.3%
URDT of North Carolina LLC	Real Estate Development	315,119	54,097,602	0.3%
Harris-Tetter	Food Distribution	314,683	54,022,863	0.3%
Koger Equity, Inc.	Real Estate Development	307,282	52,752,272	0.3%
American Express Travel	Credit Card Service Center	289,802	49,751,464	0.3%
ML North Carolina Apts., LP	Limited Partnership	286,048	49,107,000	0.3%
Piedmont Natural Gas	Natural Gas Utility	263,785	45,285,033	0.3%
Proctor & Gamble Mfg. Co.	Chemicals	262,789	45,114,026	0.3%
Colonial Pipeline Company	Petroleum Carrier	234,624	40,278,804	0.2%
E R Squibb & Sons Inc.	Medical Supplies	211,681	36,340,103	0.2%
Marconi Commerce System Inc. (Gilbarco)	Service Station Equipment	200,681	34,451,702	0.2%
CP Venture Two LLC	Real Estate Development	200,004	34,335,485	0.2%
Moses H Cone Memorial Hospital	Hospital	188,682	32,391,863	0.2%
Irving Partners Ltd.	Real Estate Development	187,300	32,153,378	0.2%
Totals		<u>\$15,270,574</u>	<u>\$ 2,621,728,345</u>	15.7%

The Total Assessed Valuation for the City of Greensboro is \$16,658,812,399.

Assessments Receivable and Collections

Fiscal Years Ended June 30, 1993-2002

<u>Fiscal Year Ended</u>	<u>Assessments Receivable July 1</u>	<u>Additional Assessments</u>	<u>Collections</u>	<u>Assessments Receivable June 30</u>
1,993	\$2,298,495	\$ 428,761	\$ 689,887	\$2,037,369
1994	2,037,369	421,430	869,172	1,589,627
1995	1,589,627	363,691	807,338	1,145,980
1996	1,145,980	259,358	568,683	836,655
1997	836,655	598,226	687,414	747,467
1998	747,467	773,233	661,455	859,245
1999	859,245	1,071,530	743,704	1,187,071
2000	1,187,071	1,338,315	1,087,810	1,437,576
2001	1,437,576	423,396	745,255	1,115,717
2002	1,115,717	157,245	509,718	763,244

Note: Uncollected assessments receivable at June 30, 2002 are represented by:

	<u>Total Assessments Receivable</u>	<u>Less: Allowances for Uncollectibles</u>	<u>Net Assessments Receivable</u>
Water and Sewer Assessments Receivable	\$614,138	\$30,664	\$583,474
Other Assessments Receivable	149,106		149,106
Total	<u>\$763,244</u>	<u>\$30,664</u>	<u>\$732,580</u>

Computation of Legal Debt Margin

June 30, 2002

Appraised Valuation - June 30, 2002		<u>\$ 16,658,812,399</u>
Debt Limit - Eight (8) Percent of Appraised Valuation		\$ 1,332,704,992
Gross Debt:		
Outstanding Bonded Debt:		
General Government Bonds	\$ 148,730,000	
Water Bonds	1,820,309	
Sewer Bonds	<u>4,014,691</u>	
Total General Obligation Bonds		\$ 154,565,000
Combined Enterprise System Revenue Bonds		127,600,000
Bonds Authorized and Unissued:		
General Government Bonds		128,400,000 (a)
Outstanding Debt Not Evidenced by Bonds:		
Certificates of Participation	59,370,000	
Lease-Purchase and Other Financing Agreements	<u>13,309,448</u>	
Total Debt Not Evidenced by Bonds		<u>72,679,448</u>
Gross Debt		483,244,448
Statutory Deductions:		
Funds Available for Debt Retirement		16,865,376
Bonded Debt Incurred for Water Utility Revenue Bonds		<u>1,820,309</u>
Total Statutory Deductions		<u>146,285,685</u>
Net Debt - Total Amount Applicable to Debt Limit		<u>336,958,763</u>
Legal Debt Margin		<u>\$ 995,746,229</u>

(a) The City issued \$10,000,000 Public Improvement Bond Anticipation Notes in June 2002 for the following purposes: \$3,000,000 Street Improvement, \$3,000,000 Fire Station, \$3,000,000 Law Enforcement Facilities and \$1,000,000 Library Facilities. Amounts are included in outstanding debt.

Ratio of Annual Debt Service Expenditures

for General Obligation Bonded Debt to Total General Governmental Expenditures

Fiscal Year Ended June 30, 1993-2002

Fiscal Year Ended	Debt Service Requirements			Total General Governmental Expenditures (a)	Percent of Debt Service To General Governmental Expenditures
	Principal	Interest	Total		
1993	\$3,550,000	\$7,712,089	\$11,262,089	\$ 120,318,634	9.4 %
1994	7,320,000	7,129,015	14,449,015	127,563,995	11.3
1995	7,170,000	7,261,830	14,431,830	136,193,386	10.6
1996	7,200,000	7,824,759	15,024,759	138,569,209	10.8
1997	8,400,000	7,043,743	15,443,743	145,376,110	10.6
1998	8,470,000	6,891,778	15,361,778	153,858,413	10.0
1999	9,493,855	8,374,881	17,868,736	162,059,350	11.0
2000	9,611,989	7,914,360	17,526,349	175,609,179	9.9
2001	9,674,919	7,512,428	17,187,347	187,396,705	9.2
2002	9,697,142	6,096,087	15,793,229	195,544,843	8.1

(a) Includes General, Special Revenue and Debt Service Funds.

Ratio of Net General Obligation Bonded Debt

To Assessed Value and Net General Obligation Debt Per Capita

Fiscal Years Ended June 30, 1993-2002

Fiscal Year Ended	Revised Assessed Valuation (a)	Gross Bonded Debt	Less Amount Available in Debt Service Fund	Less Debt Payable from Water Resources Revenues
1993	\$10,000,985,495	\$138,035,000	\$3,631,300	\$10,894,064
1994	10,349,487,033	129,920,000	1,070,663	9,975,000
1995	10,710,087,216	157,910,000	3,474,902	12,080,000
1996	10,883,043,787	154,285,000	2,422,371	11,440,000
1997	13,500,898,700	145,085,000	4,320,275	10,640,000
1998	14,174,257,394	187,775,000	9,369,770	9,800,000
1999	14,842,657,004	177,235,000	9,837,391	8,920,000
2000	15,618,162,283	166,410,000	10,213,218	7,900,000
2001	16,152,476,091	155,520,000	13,305,006	6,885,000
2002	16,658,812,399	154,565,000	16,572,271	5,835,000

- (a) Assessed valuation represents one hundred percent (100%) of estimated market value.
- (b) Population figures are based on the City Planning Department's estimates as of July 1 each year.
- (c) North Carolina Office of State Planning.

Net Bonded Debt	Ratio of Net Bonded Debt To Assessed Valuation	Population (b)	Net Bonded Debt Per Capita
\$123,509,636	1.2 %	187,050	\$ 660
118,874,337	1.1	188,228	631
142,355,098	1.3	192,330	740
140,422,629	1.3	200,911 (c)	699
130,124,725	1.0	202,321	643
168,605,230	1.2	205,132	822
158,477,609	1.1	208,887	759
148,296,782	0.9	213,003	696
135,329,994	0.8	226,467	598
132,157,729	0.8	229,634	576

Computation of Direct and Overlapping Bonded Debt

General Obligation Bonds

Fiscal Year Ended June 30, 2002

	<u>Bonded Debt Outstanding</u>	<u>Percent Applicable To City (b)</u>	<u>City's Share of Debt</u>
Direct Debt - City of Greensboro (a)	\$ 148,730,000	100.00%	\$ 148,730,000
Overlapping Debt - Guilford County General Improvement Bonds	<u>169,850,000</u>	52.74%	<u>89,578,890</u>
Total Direct and Overlapping Debt	<u>\$ 318,580,000</u>		<u>\$ 238,308,890</u>

(a) This total does not include \$5,835,000 of Water and Sewer Bonds.

(b) Percentage of Direct and Overlapping Debt is based on 2001 Assessed Valuation of Guilford County as compared to the 2001 Assessed Valuation of the City of Greensboro.

Revenue and Special Obligation Bond Coverage

Fiscal Years Ended June 30, 1996 - 2002

Water Resources Enterprise Fund (a)

Fiscal Year Ended June 30	Gross Revenues (c)	Gross Expenses (d)	Net Revenue Available for Debt Service	Debt Service Expenditures (e)			Coverage (f)
				Principal	Interest	Total	
1996	\$29,086,187	\$19,732,739	\$ 9,353,448	\$	\$ 2,480,111	\$ 2,480,111	3.77
1997	33,860,896	22,034,403	11,826,493	1,060,000	2,472,161	3,532,161	3.35
1998	35,637,038	22,652,592	12,984,446	750,000	2,479,346	3,229,346	4.02
1999	42,966,795	24,468,614	18,498,181	835,000	2,357,724	3,192,724	5.79
2000	47,828,951	28,057,897	19,771,054	1,775,000	4,209,330	5,984,330	3.30
2001	50,176,686	31,735,595	18,441,091	1,905,000	4,143,637	6,048,637	3.05
2002	48,700,614	34,344,350	14,356,264	2,005,000	5,799,131	7,804,131	1.84

Solid Waste Management Fund (b)

Fiscal Year Ended June 30	Sales Tax Revenues Pledged (h)	Debt Service Expenditures			Coverage (g)
		Principal	Interest	Total	
1998	\$10,206,764	\$	\$ 791,758	\$ 791,758	12.89
1999	10,866,670		789,322	789,322	13.77
2000	11,434,016	830,000	789,564	1,619,564	7.06
2001	11,893,302	865,000	752,214	1,617,214	7.35
2002	11,876,499	905,000	726,106	1,631,106	7.28

(a) The City issued water and sewer revenue bonds in the amount of \$50,000,000 dated June 1995 and \$40,000,000 dated June 1998 and \$55,930,000 dated June 2001.

(b) The City issued landfill special obligation bonds in the amount of \$16,000,000 dated May 1997.

(c) Gross revenues are for the combined Water Resources Enterprise Fund for the fiscal year.

(d) Gross expenses exclude depreciation and bond interest.

(e) Includes principal and interest of revenue bonds only.

(f) The required coverage is 1.20.

(g) The required coverage is 2.00.

(h) As defined in Articles 40 and 42 of the Sales Tax Act.

Demographic Statistics

1993-2002

<u>Year</u>	<u>Population</u>	<u>Per Capita Income</u>	<u>School Enrollment</u>	<u>Average Percentage of Unemployment (d)</u>
1993	187,050 (a)	23,835 (b)	22,008 (c)	5.4 %
1994	188,228 (a)	24,797 (b)	53,483 (c)	3.8
1995	192,330 (a)	25,916 (b)	54,814 (c)	3.8
1996	200,911 (e)	27,212 (b)	57,115 (c)	3.7
1997	202,321 (a)	27,416 (b)	58,404 (c)	3.3
1998	205,132 (a)	28,963 (b)	59,691 (g)	2.8
1999	208,887 (a)	29,268 (b)	59,615 (c)	2.0
2000	213,003 (a)	30,372 (b)	60,555 (c)	2.5
2001	226,467 (a)	(f)	62,570 (c)	2.9
2002	229,634 (a)	(f)	62,426 (c)	4.9

- (a) Greensboro Planning Department estimates.
- (b) Bureau of Economic Analysis, for Guilford County.
- (c) Greensboro City and Guilford County Consolidated School System.
- (d) North Carolina Employment Security Commission.
- (e) North Carolina Office of State Planning.
- (f) Information not available.
- (g) State Department of Public Education.

Miscellaneous Statistical Data

June 30, 2002

I. City Vitae:

Date of Incorporation	(Town)	1829	(City)	1870
Date of Original Charter	(Town)	1808	(City)	1870
Form of Government				Council - Manager
Area of the City				114.3 Sq. Miles
Population				229,634
Miles of Streets:				
Paved				1,121
Unpaved				3
Miles of Water Mains				1,521
Miles of Sanitary Sewer				1,329
Gallons of Water Consumption				31,832,325
Water Meters				91,260

II. City Workforce:

Municipal Employees:				
Permanent				2,683
Part-Time				174
Police Protection:				
Sworn Officers				469
Civilians				165
School Crossing Guards				33
Fire Protection:				
Fire Stations				18
Uniformed Employees				391

III. City Cultural and Recreational Facilities:

Libraries:				
Main Building/Branches				7
Culture and Recreation:				
Parks, Open Spaces, Beautification Areas				286
Acres				3,754
Arboretum/Bicentennial Garden/Bog Garden/Arts Center/Historical Tannenbaum Park				5
Camp for Special Populations/Recreation Centers/Multicultural Center				15
Golf Courses				3
Tennis Courts				112
Swimming Pools				7
Ball Fields				56
Basketball Courts				38
War Memorial Coliseum (Arena, Auditorium, Special Events Center, Meeting Rooms):				
Arena Seating Capacity				23,300
Auditorium Seating Capacity				2,400
Special Events Center (with Mini-Arena) Capacity in Square Feet				120,000
Total Number of Events				728
Total Attendance				978,731

Construction, Bank Deposits and Property Values

Fiscal Years Ended June 30, 1993-2002

<u>Fiscal Year Ended</u>	<u>New Non-Residential Construction</u>		<u>New Residential Construction</u>		<u>Total Value (a)</u>
	<u>Number of Units</u>	<u>Value</u>	<u>Number of Units</u>	<u>Value</u>	
1993	1,037 (b)	\$ 129,688,580	2,085	\$ 69,771,327	\$ 199,459,907 (b)
1994	1,126	94,118,674	2,239	80,380,398	174,499,072
1995	1,096	162,033,437	2,089	90,224,080	252,257,517
1996	1,158	170,941,830	2,338	117,247,627	288,189,457
1997	1,251	132,441,002	2,728	222,735,359	355,176,361
1998	1,390	292,080,846	2,944	134,257,506	426,338,352
1999	1,203	249,281,547	2,827	173,951,330	423,232,877
2000	1,186	227,822,335	2,730	156,369,375	384,191,710
2001	1,133	293,496,309	2,751	180,811,808	474,308,117
2002	1,194	256,985,784	3,000	194,924,079	451,909,863

(a) Engineering and Inspections Department.

(b) Starting in 1993, new construction includes new buildings, additions, expansions and repairs. The "unit number" reflects all permits for new construction.

(c) Federal Deposit Insurance Corporation and National Credit Union Administration

(d) Not Available

Bank Deposits (c) (Thousands)	Property Value (d)		
	<u>Commercial</u>	<u>Residential</u>	<u>Nontaxable</u>
\$ 3,753,757	\$4,447,330,468	\$5,553,656,027	\$1,914,767,000
3,607,776	4,377,021,512	5,972,465,521	1,915,444,800
3,525,625	4,474,894,393	6,235,192,823	1,960,987,140
3,841,289	4,558,583,077	6,324,461,710	2,002,603,400
3,975,920	5,812,258,795	7,688,639,905	2,068,924,500
3,546,757	6,083,256,687	8,091,000,707	2,110,642,200
3,936,079	6,549,214,956	8,293,442,048	2,256,461,000
3,959,774	7,054,496,402	8,563,665,881	2,375,300,050
4,351,252	7,226,494,258	8,925,981,833	2,470,924,150
(d)	7,533,469,482	9,125,342,917	2,593,696,550

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.



**Report on Compliance And On Internal Control Over Financial Reporting 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 basic financial statements of the City of Greensboro, North Carolina, as of and for the year ended June 30, 2002, and have issued our report thereon dated October 30, 2002. We did not audit the financial statements of the City of Greensboro ABC Board. 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 City of Greensboro ABC Board 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.

Compliance

As part of obtaining reasonable assurance about whether the City of Greensboro's financial statements are free of material misstatement, we performed tests of its compliance with certain provisions of laws, regulations, contracts and grants, 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 that are required to be reported under *Government Auditing Standards*.

Internal Control Over Financial Reporting

In planning and performing our audit, we considered the City of Greensboro's internal control over financial reporting in order to determine our auditing procedures for the purpose of expressing our opinion on the financial statements and not to provide assurance on the internal control over financial reporting. Our consideration of the internal control over financial reporting would not necessarily disclose all matters in the internal control over financial reporting that might be material weaknesses. A material weakness is a condition in which the design or operation of one or more of the internal control components does not reduce to a relatively low level the risk that misstatements in amounts that would be material in relation to the financial statements being audited may occur and not be detected within a timely period by employees in the normal course of performing their assigned functions. We noted no matters involving the internal control over financial reporting and its operation that we consider to be material weaknesses.

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.

Greensboro, North Carolina
October 30, 2002



**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 compliance of the City of Greensboro, North Carolina, with the types of compliance requirements described in U.S. Office of Management and Budget (OMB) Circular A-133 Compliance Supplement and the Audit Manual for Governmental Auditors in North Carolina, issued by the Local Government Commission, that are applicable to each of its major federal programs for the year ended June 30, 2002. The City of Greensboro's major federal programs are identified in the summary of auditor's 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 of Greensboro's management. Our responsibility is to express an opinion on the City of Greensboro's compliance based on our audit.

We conducted our audit of compliance in accordance with auditing standards generally accepted in the United States of America; the standards applicable to financial audits contained in *Government Auditing Standards*, issued by the Comptroller General of the United States; and 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 of Greensboro'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 of Greensboro's compliance with those requirements.

In our opinion, the City of Greensboro complied, in all material respects, with the requirements referred to above that are applicable to each of its major federal programs for the year ended June 30, 2002.

Internal Control Over Compliance

The management of the City of Greensboro 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 of Greensboro's internal control over compliance with requirements that could have a direct and material effect on a major federal program in order to determine our 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 and the State Single Audit Implementation Act.

Our consideration of the internal control over compliance would not necessarily disclose all matters in the internal control that might be material weaknesses. A material weakness is a condition in which the design or operation of one or more of the internal control components does not reduce to a relatively low level the risk that noncompliance with applicable requirements of laws, regulations, contracts and grants that would be material in relation to a major federal program being audited may occur and not be detected within a timely period by employees in the normal course of performing their assigned functions. We noted no matters involving the internal control over compliance and its operation that we consider to be material weaknesses.

We have audited the basic financial statements of the City of Greensboro as of and for the year ended June 30, 2002, and have issued our report thereon dated October 30, 2002. Our audit was performed for the purpose of forming an opinion on the basic financial statements taken as a whole. The accompanying schedule of expenditures of federal and State awards is presented for purposes of additional analysis as required by OMB Circular A-133 and the State Single Audit Implementation Act and is not a required part of the basic financial statements. Such information has been subjected to the auditing procedures applied in the audit of the basic financial statements taken as a whole.

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, Bekant & Holland, L.L.C.

Greensboro, North Carolina
October 30, 2002



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, 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, 2002. The City of Greensboro's major State programs are identified in the summary of auditor's 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 of Greensboro's management. Our responsibility is to express an opinion on the City of Greensboro's compliance based on our audit.

We conducted our audit of compliance in accordance with auditing standards generally accepted in the United States of America; the standards applicable to financial audits contained in Government Auditing Standards, issued by the Comptroller General of the United States; and applicable sections of OMB Circular A-133, as described in the Audit Manual for Governmental Auditors in North Carolina, and the State Single Audit Implementation Act. Those standards, applicable sections of OMB Circular A-133, and the State Single Audit Implementation Act require that we plan and perform the audit to obtain reasonable assurance about whether noncompliance with the types of compliance requirements referred to above that could have a direct and material effect on a major State program occurred. An audit includes examining, on a test basis, evidence about the City of Greensboro'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 of Greensboro's compliance with those requirements.

In our opinion, the City of Greensboro complied, in all material respects, with the requirements referred to above that are applicable to each of its major State programs for the year ended June 30, 2002.

Internal Control Over Compliance

The management of the City of Greensboro 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 of Greensboro's internal control over compliance with requirements that could have a direct and material effect on a major State program in order to determine our auditing procedures for the purpose of expressing our opinion on compliance and to test and report on internal control over compliance in accordance with applicable sections of OMB Circular A-133 and the State Single Audit Implementation Act.

Our consideration of the internal control over compliance would not necessarily disclose all matters in the internal control that might be material weaknesses. A material weakness is a condition in which the design or operation of one or more of the internal control components does not reduce to a relatively low level the risk that noncompliance with applicable requirements of laws, regulations, contracts and grants that would be material in relation to a major State program being audited may occur and not be detected within a timely period by employees in the normal course of performing their assigned functions. We noted no matters involving the internal control over compliance and its operation that we consider to be material weaknesses.

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, Beaufort & Holland, L.L.C.

**City of Greensboro, North Carolina
Schedule of Findings and Questioned Costs
For the Fiscal Year Ended June 30, 2002**

Section I – Summary of Auditor’s Results

Financial Statements

Type of auditor’s report issued: Unqualified

Internal control over financial reporting:

- Material weakness(es) identified? ___ yes X no
- Reportable condition(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 weakness(es) identified? ___ yes X no
- Reportable condition(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>
14.218	Community Block Grant
14.239	Homes Program
17.249, 17.258, 17.259, 17.260	WIA-Workforce Investment Act
20.205, 20.507	Urban Mass Transit

**City of Greensboro, North Carolina
Schedule of Findings and Questioned Costs
For the Fiscal Year Ended June 30, 2002**

Dollar threshold used to distinguish
Between Type A and Type B Programs \$ 534,792

Auditee qualified as low-risk auditee ___ yes X no

State Awards

Internal control over major State programs:

- Material weakness(es) identified? ___ yes X no

 - Reportable condition(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 ___ yes X no

Identification of major State programs:

Program Name
Powell Bill
State Maintenance Assistance Program Fund
Federal Transit Cluster

Section II – Financial Statement Findings

None reported

Section III – Federal Awards Findings and Questioned Costs

None reported

Section IV – State Award Findings and Questioned Costs

None reported

Federal Programs

Schedule of Expenditures of Federal Awards
For the Fiscal Year Ended June 30, 2002

<u>Federal Grantor/Pass-Through Grant or/Program Title</u>	<u>CDFA Number</u>	<u>Grant Award Number</u>
Department of Housing and Urban Development:		
CDBG Entitlement Cluster:		
Community Development Block Grants	14.218	B-97-MC-37-0007
Community Development Block Grants	14.218	B-98-MC-37-0007
Community Development Block Grants	14.218	B-99-MC-37-0007
Community Development Block Grants	14.218	B-00-MC-37-0007
Community Development Block Grants	14.218	B-00-MC-37-0007
Section 108 Project	14.218	B-93-MC-37-0007
Day Care-Kids - 1996-97	14.218	
Day Care-Kids - 1997-98	14.218	
Day Care-Kids - 1998-99	14.218	
Day Care-Kids - 2000-01	14.218	
Day Care-Kids - 2001-02	14.218	
HOPWA	14.241	
Willow Oaks	14.218	
Total CDBG Entitlement Cluster		
Homes - 1992	14.239	M-92-MC-37-0204
Homes - 1993	14.239	M-93-MC-37-0204
Homes - 1994	14.239	M-94-MC-37-0204
Homes - 1995	14.239	M-95-MC-37-0204
Homes - 1996	14.239	M-96-MC-37-0204
Homes - 1997	14.239	M-97-MC-37-0204
Homes - 1998	14.239	M-98-MC-37-0204
Homes - 1999	14.239	M-99-MC-37-0204
Homes - 2000	14.239	M-00-MC-37-0204
Homes - 2001	14.239	
Emergency Shelter Grants Program	14.231	S-93-MC-37-0004
Total Other Community Development Programs		
Fair Housing Assistance Program	14.401	FF-204K-97-4013
Fair Housing Assistance Program	14.401	FF-204K-97-4014
Fair Housing Assistance Program	14.401	FF-204K-98-4013
Fair Housing Assistance Program	14.401	FF-204K-00-4013
Total Fair Housing Assistance Programs		
Lead Based Paint Grant	14.900	
Total Department of Housing and Urban Development		
Department of Justice:		
Direct Programs:		
Cops More 2000	16.710	
Cops More 2001	16.710	
Local Law Enforcement Block Grant	16.592	
Local Law Enforcement Block Grant - 2000-01	16.592	
Federal Asset Forfeiture Funds	16.592	
Federal Asset Forfeiture Funds	16.005	
Weed and Seed Project - 1999-00	16.595	99-WS-08-0131
Weed and Seed Project - 2000-01	16.595	
Passed Through State Depart Crime Control/Public Safety		
Crime Assistance:		
Violent Crimes Task Force 01-02	21.052	
Total Department of Justice		

Program or Award Amount	Expenditures		
	Prior Years	Current Year	Total to Date
\$ 4,424,979	\$ 4,110,842	\$ 114,589	\$ 4,225,431
2,436,500	2,240,938	40,563	2,281,501
2,560,750	2,292,395	140,237	2,432,632
2,600,000	1,849,342	166,523	2,015,865
2,825,000		1,836,222	1,836,222
9,101,000	1,552,828	3,189,579	4,742,407
20,265	14,756	4,375	19,131
20,265	10,869		10,869
20,265	20,247		20,247
20,265	9,476	7,725	17,201
20,265		11,598	11,598
377,000		362,629	362,629
51,615		51,556	51,556
<u>24,478,169</u>	<u>12,101,693</u>	<u>5,925,596</u>	<u>18,027,289</u>
987,000	987,000		987,000
652,000	651,870		651,870
773,000	756,954		756,954
1,981,000	1,965,481	23,829	1,989,310
1,815,000	1,798,579	15,560	1,814,139
1,470,766	1,444,427	22,022	1,466,449
1,620,475	1,451,270	62,564	1,513,834
1,766,000	1,214,737	319,717	1,534,454
1,798,370	965,317	359,634	1,324,951
2,101,000		623,540	623,540
82,000	82,000		82,000
<u>15,046,611</u>	<u>11,317,635</u>	<u>1,426,866</u>	<u>12,744,501</u>
15,000	14,602	398	15,000
44,000	33,231	10,769	44,000
	7,140	(7,140)	
258,449	40,723	97,853	138,576
<u>317,449</u>	<u>95,696</u>	<u>101,880</u>	<u>197,576</u>
3,000,000			
<u>42,842,229</u>	<u>23,515,024</u>	<u>7,454,342</u>	<u>30,969,366</u>
191,385		185,764	185,764
597,375			
430,550	279,287	111,039	390,326
376,303	147,925	191,198	339,123
89,506	47,468	34,660	82,128
1,072,415	416,040	147,952	563,992
50,000	46,755	2,440	49,195
50,000	12,348	37,105	49,453
130,000		1,654	1,654
<u>2,987,534</u>	<u>949,823</u>	<u>711,812</u>	<u>1,661,635</u>

Federal Programs

Schedule of Expenditures of Federal Awards
For the Fiscal Year Ended June 30, 2002

<u>Federal Grantor/Pass-Through Grant or/Program Title</u>	<u>CFDA Number</u>	<u>Grant Award Number</u>
Department of Labor:		
JTPA Cluster:		
Welfare to Work 98-3751	17.250	7-3751-09
Welfare to Work 99-3751	17.250	
Total JTPA Cluster		
WIA Administration 1999	17.258	9-2010-09
WIA Administration 2000	17.258	0-2010-09
WIA Administration 2001	17.258	
WIA Adult 1999	17.258	9-2020-09
WIA Adult 2000	17.258	0-2020-09
WIA Adult 2001	17.258	
WIA Dislocated Worker 1999	17.260	9-2030-09
WIA Dislocated Worker 2000	17.260	0-2030-09
WIA Dislocated Worker 2001	17.260	
WIA Youth 1999	17.259	9-2040-09
WIA Youth 2000	17.259	0-2040-09
WIA Youth 2001	17.259	
WIA Ten Percent/Incentive 1999	17.258	9-2050-09
WIA Ten Percent/Incentive 2000	17.258	0-2050-09
WIA Ten Percent/Incentive 2001	17.258	
Joblink Enhancement	17.258	0-2051-09
H-1B Technical Skills	17.249	0-2081-09
NCETGP 99-3590	17.258	9-3590-09
NCETGP 00-3590	17.258	0-3590-09
NCETGP 01-3590	17.258	
Total Other Job Training Programs		
Total Department of Labor		
Department of the Treasury, US Secret Service		
Financial Crimes Task Force	21.100	
Treasury Law Enforcement	21.100	
U.S. Secret Service Task Force - 2000	21.100	
Total Department of the Treasury		

Program or Award Amount	Expenditures		
	Prior Years	Current Year	Total to Date
\$ 964,293	\$ 814,575	\$ 149,717	\$ 964,292
1,043,923		196,206	196,206
<u>2,008,216</u>	<u>814,575</u>	<u>345,923</u>	<u>1,160,498</u>
54,617	54,618		54,618
115,120	34,978	80,142	115,120
125,789			
288,642	288,642		288,642
347,427	223,467	118,959	342,426
363,516		209,443	209,443
167,050	167,050		167,050
343,345	163,765	184,579	348,344
362,655		164,407	164,407
35,875	35,875		35,875
345,299	156,037	189,261	345,298
405,926		114,542	114,542
50,974	50,974		50,974
67,161		67,161	67,161
53,886			
30,604	1,077	29,127	30,204
2,720,600	61,823	424,713	486,536
69,161	69,161		69,161
59,582	57,663	1,919	59,582
73,683		61,453	61,453
<u>6,080,912</u>	<u>1,365,130</u>	<u>1,645,706</u>	<u>3,010,836</u>
<u>8,089,128</u>	<u>2,179,705</u>	<u>1,991,629</u>	<u>4,171,334</u>
5,000			
40,000	20,292	4,078	24,370
13,000	9,624	2,149	11,773
<u>58,000</u>	<u>29,916</u>	<u>6,227</u>	<u>36,143</u>

Federal Programs

Schedule of Expenditures of Federal Awards
For the Fiscal Year Ended June 30, 2002

<u>Federal Grantor/Pass-Through Grant or/Program Title</u>	<u>CDFA Number</u>	<u>Grant Award Number</u>
Department of Transportation:		
Direct Programs:		
Federal Transit Cluster:		
Section 3 Capital - 1992-93	20.500	92-03-006
Section 3 Capital - 1993-94	20.500	93-03-006
Section 3 Capital - 1996-97	20.500	96-03-006
Section 9 Planning - 2000-01	20.507	NC-90-X242
Section 5303 Metro Planning - 2000-01	20.505	
Section 5303 Metro Planning - 2001-02	20.505	
Section 5307 Capital Assistance Grant	20.500	NC-90-x274
Section 5309 Capital Assistance Grant	20.507	NC-03-0039-01
Section 5309 Capital Assistance Grant	20.507	NC-03-0041
Section 5309 Capital Assistance Grant	20.507	NC-03-0044
Section 5309 Capital Assistance Grant	20.507	NC-03-0042
Section 5309 Capital Assistance Grant	20.507	
Section 5309 Capital Assistance Grant	20.507	
Section 5309 Capital Assistance Grant	20.507	
MTA Capital - Surface Transportation	20.205	NC-90-X252
16th Street Bridge Replacement	20.205	
Section 9 Capital	20.507	99-09-012
Total Federal Transit Cluster		
Passed Through State Department of Transportation:		
Federal Highway Administration:		
Highway Planning - 1999-00	20.205	
Total Department of Transportation		
Federal Emergency Management Agency:		
Passed Through State Depart of Crime Control/Public Safety:		
Structural Collapse Training Grant	83.526	
Planning Grant-Hazardous Materials	83.011	94-2212
Community Emergency Response Team	83.505	
Terrorism Grant	83.552	
Emergency Management Assistance	83.534	EM-PA00-107-039
Hazard Mitigation/North Buffalo Improvements	83.535	HMGP-1134-0103
Flood Mitigation - 2001-02	83.536	FMA-PL-01-01
Total Crime Control and Public Safety		
Environmental Protection Agency:		
Fund 503 Water Revolving Loan	66.458	
Department of the Interior, National Park Service		
Passed Through State Department of Archives and History:		
National Historic Preservation Fund	15.904	
Total Federal Financial Assistance		

Program or Award Amount	Expenditures		
	Prior Years	Current Year	Total to Date
\$ 1,768,008	\$ 1,765,919	\$	\$ 1,765,919
960,000	921,169	38,831	960,000
1,600,000	1,600,000		1,600,000
2,022,250		2,022,282	2,022,282
31,225	31,225		31,225
37,424		37,424	37,424
351,327	282,696	36,544	319,240
344,000		344,000	344,000
1,250,000	1,249,998		1,249,998
1,060,000		38,726	38,726
1,471,643			
5,122,288	1,830,926	1,223,529	3,054,455
3,275,877			
5,600,000	640,626	3,913,937	4,554,563
1,981,480	11,253	22,505	33,758
140,000	136,460		136,460
<u>27,015,522</u>	<u>8,470,272</u>	<u>7,677,778</u>	<u>16,148,050</u>
<u>257,919</u>	<u>136,765</u>		<u>136,765</u>
<u>27,273,441</u>	<u>8,607,037</u>	<u>7,677,778</u>	<u>16,284,815</u>
100,000			
8,000	5,314	2,685	7,999
2,600	2,245		2,245
10,000	9,433		9,433
37,000		36,177	36,177
327,863	303,559		303,559
20,000			
<u>505,463</u>	<u>320,551</u>	<u>38,862</u>	<u>359,413</u>
<u>4,202,675</u>	<u>3,456,420</u>	<u>189,041</u>	<u>3,645,461</u>
<u>6,100</u>	<u>3,660</u>		<u>3,660</u>
<u>\$ 85,964,570</u>	<u>\$39,062,136</u>	<u>\$18,069,691</u>	<u>\$57,131,827</u>

State Programs

Schedule of Expenditures of State Awards
For the Fiscal Year Ended June 30, 2002

<u>State Grantor/Program Title</u>	<u>CFDA Number</u>	<u>Grant Award Number</u>
Department of Cultural Resources:		
LSCA Grant - 1997-98		
Outreach Enrichment Grant		
Family Literacy Project		
State Aid to Public Libraries		
Family Childcare Outreach - 2000-01		
Curb Market Improvement		
EZ-LISA Hispanic Services - 2001-02		
Total Department of Cultural Resources		
Department of Environmental Health and Nat. Res		
Lake Brandt Greenway - 2000-01		
Clean Water Management		97B-904
East Market Street Landscape Project		
Urban and Community Forestry - 2001-02	10.664	ATB 2001-05
Carolyn Allen Community Park		
Tree Census - 2000-01	10.664	ATB 2001-41
Urban Forestry Projects - 2001-02	10.664	ATB 2002-19
Total Department of Environmental Health		
Department of Health and Human Services		
Smith Senior Center Grant - 2000		
Smith Senior Center Grant - 2001		
Smith Senior Center Grant - 2002		
Total Department of Health/Human Services		
Department of Crime Control and Public Safety		
Emergency Management Assistance		
Project Homestead Building Builders		
Violent Crimes Task Force		
Crime Control & Public Safety - 2000-01		
Hazard Materials Response Team - 2000		
Regional Hazardous Materials Response Team		
Fire Capital Equipment	69.105	2001-TE-CX-0030
Metro Medical Response System		
Domestic Preparedness Grant		
Domestic Preparedness Grant		
Hazard Mitigation/North Buffalo Improvements		
Total Department of Crime Control/Public Safety		
Office of State Planning:		
GIS Data Clearinghouse		
Total Office of State Planning		
Department of Transportation:		
Federal Transit Cluster		
Section 3 Capital - 1992-93	20.500	92-03-006
Section 3 Capital - 1996-97	20.500	96-03-006
Section 3 Capital - 1993-94	20.500	93-03-006
Section 9 Capital	20.507	99-09-012
Section 5303 Metro Planning - 2000-01	20.505	01-08-007
Section 5303 Metro Planning - 2001-02	20.505	
Transportation Planning - 2000-01	20.507	
Transportation Planning - 2001-02	20.507	
Section 5307 Capital	20.500	
Section 5309 Capital Assistance	20.507	00-03-006
Section 5309 Capital Assistance	20.507	
Section 5309 Capital Assistance	20.507	03-0046-00
Section 5309 Capital Assistance	20.205	
Section 5309 Capital Assistance	20.500	98-03-006
Section 5309 Capital Assistance	20.500	99-03-006
Section 5309 Capital Assistance	20.500	00-09-012
Total Federal Transit Cluster		
Tier 1 Technology Grant - 1997-98		
Tier 1 Technology Grant - 1999-00		
Mobile Source Emissions Grant		
Advanced Technology Grant		99-AT-003
Greensboro Intelligent Transportation		
NC68/Triad Center Drive		
Oka T. Hester Park Dam Construction		
Bridge Construction & Maintenance		
State Maintenance Assistance Program Funds		
Interchange I-40 & High Point Road		
New Garden at Bryan Boulevard		
Powell Bill:		
1995 Allocation		
1996 Allocation		
1997 Allocation		
1998 Allocation		
1999 Allocation		
2000 Allocation		
2001 Allocation		
2002 Allocation		
Total Department of Transportation		
Total State Financial Assistance		

Program or Award Amount	Expenditures		
	Prior Years	Current Year	Total to Date
\$ 49,450	\$ 34,521	\$ 1,455	\$ 35,976
48,910	34,145	2,713	36,858
36,625	3,307		3,307
311,875		37,053	37,053
44,500	358	917	1,275
13,000	13,000		13,000
39,850		32,367	32,367
<u>544,210</u>	<u>85,331</u>	<u>74,505</u>	<u>159,836</u>
50,000		50,000	50,000
800,000	14,862	9,465	24,327
50,000	7,167	42,833	50,000
10,000		10,000	10,000
250,000		250,000	250,000
10,000		10,000	10,000
8,879		7,831	7,831
<u>1,178,879</u>	<u>22,029</u>	<u>380,129</u>	<u>402,158</u>
6,329	5,936		5,936
6,097	4,784		4,784
5,680		975	975
<u>18,106</u>	<u>10,720</u>	<u>975</u>	<u>11,695</u>
392,028			
113,849	21,137	59,781	80,918
78,442	60,118		60,118
50,000	35,674	8,074	43,748
52,000		29,003	29,003
280,000		266,214	266,214
600,000		95,079	95,079
5,880		5,880	5,880
9,200		7,207	7,207
29,112	26,835		26,835
<u>1,610,511</u>	<u>143,764</u>	<u>471,238</u>	<u>615,002</u>
2,120	629		629
<u>2,120</u>	<u>629</u>		<u>629</u>
221,001	220,740		220,740
200,000	200,000		200,000
120,000	115,146	4,854	120,000
17,500	17,057		17,057
3,903	3,903		3,903
4,678		4,678	4,678
194,985	44,352		44,352
318,214		106,453	106,453
43,915	35,337	4,568	39,905
640,286	72,144		72,144
409,484			
183,955			
700,000	80,078	489,243	569,321
43,000		43,000	43,000
132,500		4,841	4,841
156,250	156,250		156,250
<u>3,389,671</u>	<u>945,007</u>	<u>657,637</u>	<u>1,602,644</u>
30,510	16,441		16,441
61,400	46,050	10,175	56,225
100,000			
189,859	184,611		184,611
500,000	392,195	(12,000)	380,195
150,000		90,439	90,439
5,000,000		42,177	42,177
320,000	308,382		308,382
813,152		813,152	813,152
412,445	412,442		412,442
150,000	150,000		150,000
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	6,610,721	796,047	7,406,768
7,641,257		8,794,439	8,794,439
6,517,131			
6,881,019			
7,195,474			
<u>66,348,050</u>	<u>28,655,213</u>	<u>11,192,066</u>	<u>39,847,279</u>
<u>\$69,701,876</u>	<u>\$28,917,686</u>	<u>\$ 12,118,913</u>	<u>\$41,036,599</u>

Job Training Partnership Act

Schedule of Expenditures by Program and Cost Category
For the Fiscal Year Ended June 30, 2002

<u>Grant Award Number</u>	<u>Program or Award Amount</u>	<u>Training</u>	<u>Participants' Support</u>	<u>Administration</u>	<u>Basic Readjustment Service</u>	<u>Retraining Services</u>	<u>Total June 30, 2002</u>
8-3751-09	\$ 964,293	\$	\$	\$ 27,972	\$	\$ 317,642	\$ 345,614
9-3751-09	<u>1,043,923</u>	<u> </u>	<u> </u>	<u> </u>	<u> </u>	<u> </u>	<u> </u>
	<u>\$2,008,216</u>	<u>\$</u>	<u>\$</u>	<u>\$ 27,972</u>	<u>\$</u>	<u>\$ 317,642</u>	<u>\$ 345,614</u>

Notes to the Schedule of Expenditures of Federal and State Awards

For the Fiscal Year Ended June 30, 2002

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 basic 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</u>	<u>Amount Provided to Subrecipients</u>
<u>Federal</u>		
Community Development Block Grant--Entitlement Grants	14.218	\$680,553
<u>State</u>		
Violent Crimes Task Force		79,708