

Comprehensive Annual Financial Report

An aerial photograph of a park in Greensboro, North Carolina. The park features a large, circular fountain with multiple water jets in the center. Surrounding the fountain is a paved walkway where many people are walking. To the left of the fountain, there is a playground with a large, net-like structure. In the background, there are several large buildings, including a school or government building. The park is filled with trees and greenery. In the bottom left corner, two buses are visible on a street.

CITY OF GREENSBORO • NORTH CAROLINA
For the Fiscal Year Ended June 30, 2016

Comprehensive Annual Financial Report
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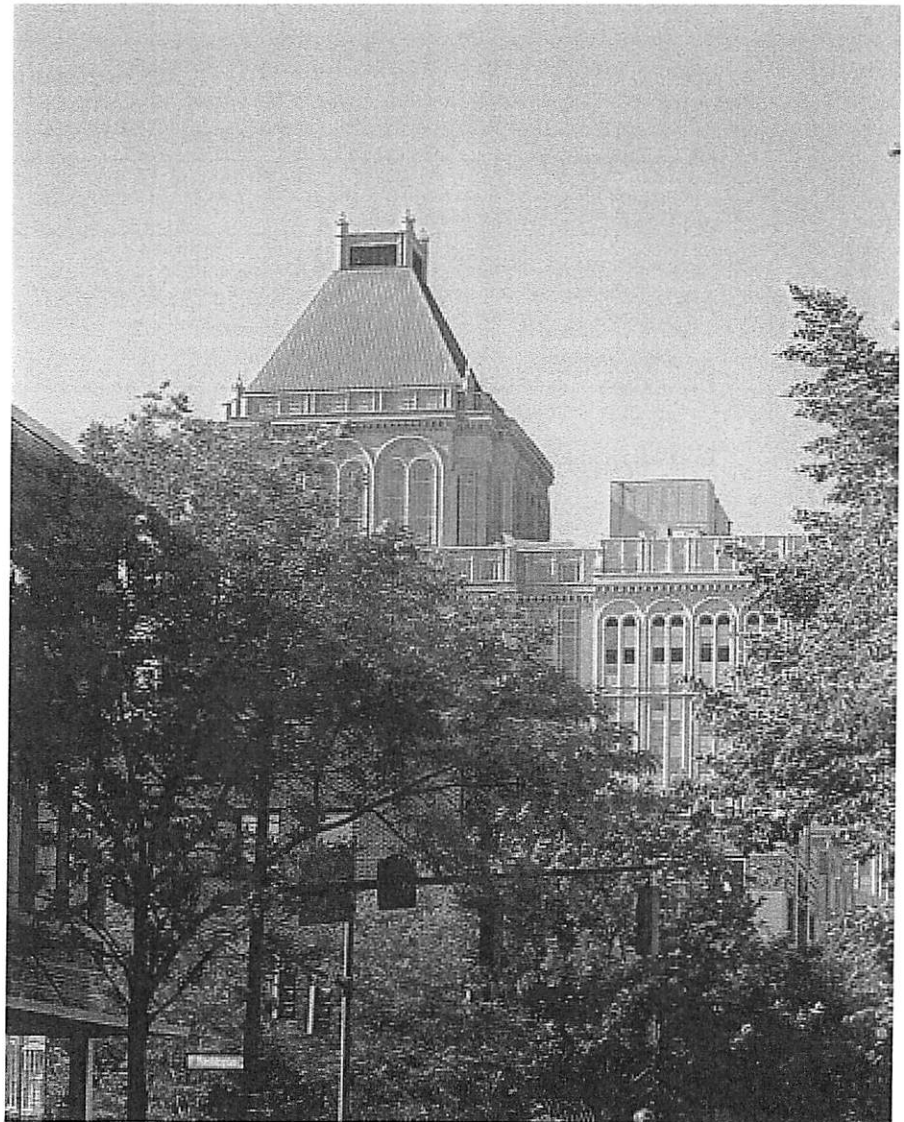
*Prepared by the
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TOTAL BUDGET – FUND SUMMARY

The accounting policies of the City of Greensboro conform to generally accepted accounting principles applicable to governmental units. The accounts of the City are organized on the basis of funds and account groups, each of which is considered a separate accounting entity. The operations of each fund are accounted for with a separate set of self-balancing accounts that comprise its assets, liabilities, fund equity, revenues and expenditures. Governmental resources are allocated to and accounted for in individual funds based on the purposes for which they are to be spent and the means by which spending activities are controlled. The various operating funds are grouped into five major fund categories defined as follows:

General Fund

The General Fund is used to provide for basic City services and day-to-day operations. The major operating activities include police, fire, transportation, parks and recreation, and field operations. It accounts for all resources that are not required by State law or local ordinance to be accounted for in a separate fund. General Fund revenues primarily consist of property taxes, the local option sales tax, intergovernmental revenue, licenses, permits and fees.

Special Revenue Funds

Special Revenue Funds account for the proceeds of specific revenue sources. These funds are established to meet a specific purpose, but the services they provide are not mandated by law.

These funds are:

Municipal Service Districts Fund
Cemeteries Fund
State Highway Allocation Fund
Nussbaum Housing Partnership Revolving Fund
Hotel/Motel Occupancy Tax Fund
Emergency Telephone System Fund
Economic Development Fund

Debt Service Fund

A Debt Service Fund is used to account for resources dedicated to the payment of principal and interest on general long-term debt. While current revenues provide funding for some capital projects, most are funded through the issuance of General Obligation Bonds. The bonds must be paid for annually in principal and interest payments.

Enterprise Funds

Enterprise Funds are used to account for activities that are financed and operated in a manner similar to private business enterprises, where the expenses of providing the service are financed primarily through user fees.

These funds are:

Water Resources Fund
Stormwater Management Fund
War Memorial Coliseum Complex Fund
Parking Facilities Fund
Solid Waste Management Fund
Greensboro Area Transit Authority Fund

Internal Service Funds

Internal Service Funds are used to account for the financing of goods or services provided by one department or agency of a government to others within the government on a cost-reimbursement basis. These services include data processing, printing, insurance, and vehicle maintenance.

These funds are:

Equipment Services Fund
Technical Services Fund
Network Services/Telecommunications Fund
Graphic Services Fund
Risk Retention Funds
Capital Leasing Fund
Guilford Metro Communications Fund

The charts on the following pages show actual operating expenditures for each fund in FY 15-16, the Amended FY 16-17 Budget, the Adopted FY 17-18 Budget and the Projected FY 18-19 Budget.

Parking Facilities Fund

Schedule of Revenues and Expenses - Budget and Actual (Non-GAAP)
For the Fiscal Year Ended June 30, 2016

| | <u>Final Budget</u> | <u>Actual</u> | <u>Variance Positive (Negative)</u> |
|---|-------------------------|---------------------|---|
| Operating Revenues: | | | |
| Charges for Current Services | \$ 2,339,535 | \$ 2,380,774 | \$ 41,239 |
| Other Operating Revenues | 305,000 | 353,844 | 48,844 |
| Total Operating Revenues | <u>2,644,535</u> | <u>2,734,618</u> | <u>90,083</u> |
| Operating Expenses: | | | |
| Personal Services | 543,611 | 521,802 | 21,809 |
| Fringe Benefits | 215,558 | 200,433 | 15,125 |
| Maintenance and Operations | 3,527,603 | 2,358,211 | 1,169,392 |
| Capital Outlay | 77,136 | 101,241 | (24,105) |
| Total Operating Expenses | <u>4,363,908</u> | <u>3,181,687</u> | <u>1,182,221</u> |
| Operating Loss | <u>(1,719,373)</u> | <u>(447,069)</u> | <u>1,272,304</u> |
| Nonoperating Revenues: | | | |
| Investment Income | 12,000 | 39,905 | 27,905 |
| Net Increase (Decrease) in the Fair Value of Investments | | 10,568 | 10,568 |
| Total Investment Income | <u>12,000</u> | <u>50,473</u> | <u>38,473</u> |
| Excess of Revenues Under Expenses | <u>(1,707,373)</u> | <u>(396,596)</u> | <u>1,310,777</u> |
| Appropriated Fund Balance | <u>1,707,373</u> | | <u>(1,707,373)</u> |
| Excess of Revenues Under Expenses | <u>\$</u> | <u>\$ (396,596)</u> | <u>\$ (396,596)</u> |

Parking Facilities Fund

Schedule of Revenues and Expenses - Budget and Actual (Non-GAAP)
For the Fiscal Year Ended June 30, 2016

| | |
|--|---------------------|
| Reconciliation of Modified Accrual Basis | |
| to Full Accrual Basis: | |
| Total Revenues | \$ 2,785,091 |
| Total Expenses | <u>3,181,687</u> |
| Excess of Revenues Under Expenses | (396,596) |
| Adjustment to Full Accrual Basis: | |
| Depreciation | (587,233) |
| Capital Outlay | 101,241 |
| Compensated Absences | (2,683) |
| Deferred Outflows of Resources for Contributions Made to | |
| Pension Plan in Current Fiscal Year | 33,564 |
| Pension Expense | (27,269) |
| Increase in Accrued OPEB Actuarial Liability | (14,203) |
| Net Capital Project Revenue/Expense | 3,319 |
| Economic Development Loan Issued | <u>275,000</u> |
| Loss Before Transfers | <u>\$ (614,860)</u> |