

**CITY OF NEWPORT NEWS, VIRGINIA**

Combining Balance Sheet  
Nonmajor Governmental Funds  
June 30, 2004

Assets	Special Revenue						
	Community development	Street maintenance	Economic development	Law library	Stormwater	Solid waste	Wastewater
Cash and cash equivalents	\$ —	—	658,363	62,771	4,020,138	2,465,944	1,330,468
Accounts receivable, net	—	—	—	12,384	267,520	1,256,356	389,095
Receivable from other governments:							
Federal	113,196	—	—	—	—	—	—
State	—	2,821,967	—	—	—	—	—
Advances to (from) other funds	—	—	—	—	—	—	—
Total assets	\$ 113,196	2,821,967	658,363	75,155	4,287,658	3,722,300	1,719,563
<b>Liabilities and Fund Balances</b>							
Liabilities:							
Accounts payable	\$ 9,564	—	1,477	4,646	337,206	732,074	183,265
Accrued liabilities	—	—	—	—	54,352	4,604	—
Deferred revenue	—	—	—	—	260,452	—	—
Advances from major governmental funds	103,632	2,821,967	—	—	—	—	—
Total liabilities	113,196	2,821,967	1,477	4,646	652,010	736,678	183,265
Fund balances:							
Reserved for encumbrances	—	—	—	—	142,011	26,038	320,425
Unreserved:							
Designated:							
Imprest funds	—	—	—	25	—	—	—
Capital improvements	—	—	—	—	—	—	—
Specific projects	—	—	—	—	1,527,045	1,718,116	1,215,873
Undesignated	—	—	656,886	70,484	1,966,592	1,241,468	—
Total fund balances	—	—	656,886	70,509	3,635,648	2,985,622	1,536,298
Total liabilities and fund balances	\$ 113,196	2,821,967	658,363	75,155	4,287,658	3,722,300	1,719,563

(continued)

**CITY OF NEWPORT NEWS, VIRGINIA**

Combining Balance Sheet  
Nonmajor Governmental Funds  
June 30, 2004

Assets	Capital Projects					Total nonmajor
	Comprehensive Services Act	Other federal and state	General capital improvements	Revenue sharing	Other federal and state	
Cash and cash equivalents	\$ —	3,793,629	1,113,591	4,861	—	13,449,765
Accounts receivable, net	—	—	—	—	—	1,925,355
Receivable from other governments:						
Federal	—	328,117	—	—	3,191,468	3,632,781
State	4,064,590	4,290	38,127	—	991,591	7,920,565
Advances to (from) other funds	—	—	1,131,444	—	(1,131,444)	—
Total assets	\$ 4,064,590	4,126,036	2,283,162	4,861	3,051,615	26,928,466
<b>Liabilities and Fund Balances</b>						
Liabilities:						
Accounts payable	\$ 1,982,766	306,497	19,193	—	405,705	3,982,393
Accrued liabilities	—	—	—	—	—	58,956
Deferred revenue	—	60,177	138,004	—	10,639	469,272
Advances from major governmental funds	2,081,824	—	—	—	2,635,271	7,642,694
Total liabilities	4,064,590	366,674	157,197	—	3,051,615	12,153,315
Fund balances:						
Reserved for encumbrances	—	—	722,294	—	—	1,210,768
Unreserved:						
Designated:						
Imprest funds	—	—	—	—	—	25
Capital improvements	—	—	1,403,671	—	—	1,403,671
Specific projects	—	3,759,362	—	—	—	8,220,396
Undesignated	—	—	—	4,861	—	3,940,291
Total fund balances	—	3,759,362	2,125,965	4,861	—	14,775,151
Total liabilities and fund balances	\$ 4,064,590	4,126,036	2,283,162	4,861	3,051,615	26,928,466

**CITY OF NEWPORT NEWS, VIRGINIA**  
Combining Statement of Revenues, Expenditures and Changes in Fund Balances  
Nonmajor Governmental Funds  
Year ended June 30, 2004

	<b>Special Revenue</b>						
	<b>Community development</b>	<b>Street maintenance</b>	<b>Economic development</b>	<b>Law library</b>	<b>Stormwater</b>	<b>Solid waste</b>	<b>Wastewater</b>
Revenues:							
Intergovernmental:							
Local	\$ —	—	—	—	—	—	—
State	—	11,287,868	—	—	—	18,177	—
Federal	2,931,832	—	—	—	—	—	—
Charges for services	—	—	—	124,581	5,135,307	9,996,014	7,746,223
Interest and rents	—	—	86,207	—	68,340	13,516	15,758
Miscellaneous	—	—	25,572	—	—	665	10,750
Total revenues	<u>2,931,832</u>	<u>11,287,868</u>	<u>111,779</u>	<u>124,581</u>	<u>5,203,647</u>	<u>10,028,372</u>	<u>7,772,731</u>
Expenditures:							
Current operating:							
General government	—	—	—	86,126	—	—	—
Public safety	—	—	—	—	—	—	—
Public works	—	11,287,868	—	—	4,301,331	8,796,138	5,293,532
Health and welfare	—	—	—	—	—	—	—
Parks, recreation, and culture	—	—	—	—	—	—	—
Community development	2,931,832	—	64,911	—	—	—	—
Capital outlay	—	—	—	—	—	—	—
Total expenditures	<u>2,931,832</u>	<u>11,287,868</u>	<u>64,911</u>	<u>86,126</u>	<u>4,301,331</u>	<u>8,796,138</u>	<u>5,293,532</u>
Excess (deficiency) of revenues over (under) expenditures	<u>—</u>	<u>—</u>	<u>46,868</u>	<u>38,455</u>	<u>902,316</u>	<u>1,232,234</u>	<u>2,479,199</u>
Other financing sources (uses):							
Transfers in	—	—	—	—	—	—	—
Transfers out	—	—	—	—	(1,570,911)	(736,847)	(2,734,184)
Total other financing sources (uses)	<u>—</u>	<u>—</u>	<u>—</u>	<u>—</u>	<u>(1,570,911)</u>	<u>(736,847)</u>	<u>(2,734,184)</u>
Net changes in fund balances	<u>—</u>	<u>—</u>	<u>46,868</u>	<u>38,455</u>	<u>(668,595)</u>	<u>495,387</u>	<u>(254,985)</u>
Fund balances at June 30, 2003, as restated	<u>—</u>	<u>—</u>	<u>610,018</u>	<u>32,054</u>	<u>4,304,243</u>	<u>2,490,235</u>	<u>1,791,283</u>
Fund balances at June 30, 2004	<u>\$ —</u>	<u>—</u>	<u>656,886</u>	<u>70,509</u>	<u>3,635,648</u>	<u>2,985,622</u>	<u>1,536,298</u>

(continued)

**CITY OF NEWPORT NEWS, VIRGINIA**

Combining Statement of Revenues, Expenditures and Changes in Fund Balances

Nonmajor Governmental Funds

Year ended June 30, 2004

	<u>Services Act</u>	<u>federal and state</u>	<u>capital improvements</u>	<u>Revenue sharing</u>	<u>federal and state</u>	<u>Total nonmajor</u>
Revenues:						
Intergovernmental:						
Local	\$ 4,288,060	1,341,149	174,577	—	1,443,945	7,247,731
State	9,534,935	568,520	—	—	5,304,537	26,714,037
Federal	—	3,078,600	—	—	6,756,054	12,766,486
Charges for services	—	—	—	—	—	23,002,125
Interest and rents	—	8,502	4,777	—	—	197,100
Miscellaneous	—	—	—	—	—	36,987
Total revenues	<u>13,822,995</u>	<u>4,996,771</u>	<u>179,354</u>	<u>—</u>	<u>13,504,536</u>	<u>69,964,466</u>
Expenditures:						
Current operating:						
General government	—	—	—	—	—	86,126
Public safety	—	3,933,389	—	—	—	3,933,389
Public works	—	—	—	—	—	29,678,869
Health and welfare	13,822,995	470,200	—	—	—	14,293,195
Parks, recreation, and culture	—	6,254	—	—	—	6,254
Community development	—	27,528	—	—	—	3,024,271
Capital outlay	—	—	369,905	—	13,504,536	13,874,441
Total expenditures	<u>13,822,995</u>	<u>4,437,371</u>	<u>369,905</u>	<u>—</u>	<u>13,504,536</u>	<u>64,896,545</u>
Excess (deficiency) of revenues over (under) expenditures	<u>—</u>	<u>559,400</u>	<u>(190,551)</u>	<u>—</u>	<u>—</u>	<u>5,067,921</u>
Other financing sources (uses):						
Transfers in	—	168,468	1,489,000	—	—	1,657,468
Transfers out	—	—	—	—	—	(5,041,942)
Total other financing sources (uses)	<u>—</u>	<u>168,468</u>	<u>1,489,000</u>	<u>—</u>	<u>—</u>	<u>(3,384,474)</u>
Net changes in fund balances	<u>—</u>	<u>727,868</u>	<u>1,298,449</u>	<u>—</u>	<u>—</u>	<u>1,683,447</u>
Fund balances at June 30, 2003, as restated	<u>—</u>	<u>3,031,494</u>	<u>827,516</u>	<u>4,861</u>	<u>—</u>	<u>13,091,704</u>
Fund balances at June 30, 2004	\$ <u>—</u>	<u>3,759,362</u>	<u>2,125,965</u>	<u>4,861</u>	<u>—</u>	<u>14,775,151</u>

**CITY OF NEWPORT NEWS, VIRGINIA**  
Statement of Revenues, Expenditures and Changes in Fund Balances  
Budget and Actual (Non-GAAP Basis)  
Special Revenue Funds  
Year ended June 30, 2004

	Street Maintenance				Economic Development				Law Library				Stormwater			
	Original Budget	Final Budget	Actual	Variance Favorable (Unfavorable)	Original Budget	Final Budget	Actual	Variance Favorable (Unfavorable)	Original Budget	Final Budget	Actual	Variance Favorable (Unfavorable)	Original Budget	Final Budget	Actual	Variance Favorable (Unfavorable)
Revenues:																
Intergovernmental - State	\$ 10,706,793	11,287,868	11,287,868	-	-	-	-	-	-	-	-	-	-	-	-	-
Charges for services	-	-	-	-	-	-	-	-	102,800	102,800	124,581	21,781	5,602,200	5,602,200	#REF!	#REF!
Interest and rents	-	-	-	-	96,000	96,000	86,207	(9,793)	-	-	-	-	87,000	87,000	68,340	(18,660)
Miscellaneous	-	-	-	-	24,000	24,000	25,572	1,572	-	-	-	-	-	-	-	-
<b>Total revenues</b>	<b>\$ 10,706,793</b>	<b>11,287,868</b>	<b>11,287,868</b>	<b>-</b>	<b>120,000</b>	<b>120,000</b>	<b>111,779</b>	<b>(8,221)</b>	<b>102,800</b>	<b>102,800</b>	<b>124,581</b>	<b>21,781</b>	<b>5,689,200</b>	<b>5,689,200</b>	<b>#REF!</b>	<b>#REF!</b>
Expenditures:																
Current:																
General government	-	-	-	-	-	-	-	-	102,800	102,800	86,126	16,674	-	-	-	-
Public works	10,706,793	11,287,868	11,287,868	-	-	-	-	-	-	-	-	-	5,689,200	5,689,200	#REF!	#REF!
Community development	-	-	-	-	120,000	120,000	64,911	55,089	-	-	-	-	-	-	-	-
<b>Total expenditures</b>	<b>\$ 10,706,793</b>	<b>11,287,868</b>	<b>11,287,868</b>	<b>-</b>	<b>120,000</b>	<b>120,000</b>	<b>64,911</b>	<b>55,089</b>	<b>102,800</b>	<b>102,800</b>	<b>86,126</b>	<b>16,674</b>	<b>5,689,200</b>	<b>5,689,200</b>	<b>#REF!</b>	<b>#REF!</b>
Fund Balance Allocation	-	-	-	-	-	-	-	-	-	-	-	-	-	-	-	-
Excess (deficiency) of revenues over expenditures	\$ -	-	-	-	-	-	46,868	46,868	-	-	38,455	38,455	-	-	#REF!	#REF!
Less encumbrances outstanding at June 30, 2003, expended as of June 30, 2004							-	-			-	-			(28,976)	
Add encumbrances outstanding at June 30, 2004							-	-			-	-			28,976	
Excess (deficiency) of revenues over expenditures - GAAP basis							46,868	46,868			38,455	38,455			#REF!	#REF!
Fund balances at June 30, 2003							610,018	610,018			32,054	32,054			#REF!	#REF!
Fund balances at June 30, 2004							<u>656,886</u>	<u>656,886</u>			<u>70,509</u>	<u>70,509</u>			<u>#REF!</u>	<u>#REF!</u>

See accompanying notes to combined financial statements.

**CITY OF NEWPORT NEWS, VIRGINIA**  
Statement of Revenues, Expenditures and Changes in Fund Balances  
Budget and Actual (Non-GAAP Basis)  
Special Revenue Funds  
Year ended June 30, 2004

	Solid Waste				Wastewater				Totals, Pages 1 & 2			
	Original Budget	Final Budget	Actual	Variance Final/Actual Favorable (Unfavorable)	Original Budget	Final Budget	Actual	Variance Final/Actual Favorable (Unfavorable)	Original Budget	Final Budget	Actual	Variance Final/Actual Favorable (Unfavorable)
Revenues:												
Intergovernmental - State	\$ 19,709	19,709	18,177	(1,532)	-	-	-	-	10,726,502	11,307,577	11,306,045	(1,532)
Charges for services	9,444,383	9,444,383	9,996,014	551,631	8,195,460	8,195,460	7,746,223	(449,237)	23,344,843	23,344,843	#REF!	#REF!
Interest and rents	8,323	8,323	13,516	5,193	3,131	3,131	15,758	12,627	194,454	194,454	183,821	(10,633)
Miscellaneous	464,485	464,485	665	(463,820)	234,009	234,009	10,750	(223,259)	722,494	722,494	36,987	(685,507)
<b>Total revenues</b>	<b>\$ 9,936,900</b>	<b>9,936,900</b>	<b>#####</b>	<b>91,472</b>	<b>8,432,600</b>	<b>8,432,600</b>	<b>7,772,731</b>	<b>(659,869)</b>	<b>34,988,293</b>	<b>35,569,368</b>	<b>#REF!</b>	<b>#REF!</b>
Expenditures:												
Current:												
General government	-	-	-	-	-	-	-	-	102,800	102,800	86,126	16,674
Public works	9,936,900	9,936,900	9,477,039	(459,861)	8,432,600	8,432,600	8,172,464	260,136	34,765,493	35,346,568	#REF!	#REF!
Community development	-	-	-	-	-	-	-	-	120,000	120,000	64,911	55,089
<b>Total expenditures</b>	<b>\$ 9,936,900</b>	<b>9,936,900</b>	<b>9,477,039</b>	<b>(459,861)</b>	<b>8,432,600</b>	<b>8,432,600</b>	<b>8,172,464</b>	<b>260,136</b>	<b>34,988,293</b>	<b>35,569,368</b>	<b>#REF!</b>	<b>#REF!</b>
Operating transfer in	-	-	-	-	-	-	-	-	-	-	-	-
Transfer from Fund Balance	-	-	-	-	-	-	-	-	-	-	-	-
Excess (deficiency) of revenues over expenditures	\$ -	-	551,333	551,333	-	-	(399,733)	(399,733)	-	-	#REF!	#REF!
Less encumbrances outstanding at June 30, 2003, expended as of June 30, 2004			(81,984)				(175,677)				(286,637)	
Add encumbrances outstanding at June 30, 2004			26,038				320,425				375,439	
Excess (deficiency) of revenues over expenditures - GAAP basis			495,387				(254,985)				#REF!	
Fund balances at June 30, 2003			2,490,235				1,791,283				#REF!	
Fund balances at June 30, 2004			2,985,622				1,536,298				#REF!	

See accompanying notes to combined financial statements.

**CITY OF NEWPORT NEWS, VIRGINIA**  
Debt Service Fund  
Schedule of Revenues, Expenditures and Changes  
in Fund Balance – Budget and Actual (Budget Basis)  
Year ended June 30, 2004

	<b>Original budget</b>	<b>Amended budget</b>	<b>Actual</b>	<b>Variance favorable (unfavorable)</b>
Revenues:				
Intergovernmental - Local	\$ 47,852,780	47,852,780	16,490,338	(31,362,442)
Miscellaneous	-	-	216,472	216,472
Total revenue	<u>47,852,780</u>	<u>47,852,780</u>	<u>16,706,810</u>	<u>(31,145,970)</u>
Expenditures:				
General Government	477,543	477,543	530,417	(52,874)
Debt service payments:	47,375,237	47,375,237	45,907,292	1,467,945
Total expenditures	<u>47,852,780</u>	<u>47,852,780</u>	<u>46,437,709</u>	<u>1,415,071</u>
(Deficiency) of revenues over expenditures	<u>—</u>	<u>—</u>	<u>(29,730,899)</u>	<u>(29,730,899)</u>
Transfers in			29,366,015	
Capital leases			<u>387,740</u>	
Net change in fund balance			22,856	
Fund balance at beginning of year			<u>2,501,364</u>	
Fund balance at end of year			<u>\$ 2,524,220</u>	

**CITY OF NEWPORT NEWS, VIRGINIA**  
Combining Statement of Changes in Assets and Liabilities  
Agency Funds  
Year Ended June 30, 2004

<b>GPWDC</b>	<b>Balance June 30, 2003</b>	<b>Additions</b>	<b>Deductions</b>	<b>Balance June 30, 2004</b>
<b>GPWDC</b>				
Assets:				
Cash and cash equivalents	\$ -	4,236,199	4,236,200	-
Accounts receivable	681,967	3,032,371	3,157,555	556,782
Total assets	<u>681,967</u>	<u>7,268,570</u>	<u>7,393,755</u>	<u>556,782</u>
Liabilities:				
Accounts payable	265,627	208,178	265,627	208,178
Due to other agencies	416,340	348,604	416,340	348,604
Total assets	<u>\$ 681,967</u>	<u>556,782</u>	<u>681,967</u>	<u>556,782</u>
<b>Other Agency Funds</b>				
Assets:				
Cash and cash equivalents	\$ 2,220,093	25,083,405	25,174,465	2,129,033
Accounts receivable	1,735,651	12,595,893	12,214,470	2,117,074
Inventory	8,309	11,226	8,309	11,226
Total assets	<u>3,964,053</u>	<u>37,690,524</u>	<u>37,397,244</u>	<u>4,257,333</u>
Liabilities:				
Accounts payable	38,548	419,934	409,868	48,614
Due to other governments	1,798,808	272,261	44	2,071,025
Due to other agencies	2,126,697	1,295,318	1,284,321	2,137,694
Total liabilities	<u>\$ 3,964,053</u>	<u>1,987,513</u>	<u>1,694,233</u>	<u>4,257,333</u>
<b>Total - Agency Funds</b>				
Assets:				
Cash and cash equivalents	\$ 2,220,093	29,319,604	29,410,665	2,129,032
Accounts receivable	2,417,618	15,628,264	15,372,025	2,673,857
Inventory	8,309	11,226	8,309	11,226
Total assets	<u>4,646,020</u>	<u>44,959,094</u>	<u>44,790,999</u>	<u>4,814,115</u>
Liabilities:				
Accounts payable	304,175	628,112	675,495	256,792
Due to other governments	1,798,808	272,261	44	2,071,025
Due to other agencies	2,543,037	1,643,922	1,700,661	2,486,298
Total liabilities	<u>\$ 4,646,020</u>	<u>2,544,295</u>	<u>2,376,200</u>	<u>4,814,115</u>