

CITY OF NEWPORT NEWS, VIRGINIA

Combining Balance Sheet

Nonmajor Governmental Funds

June 30, 2005

Assets	Special Revenue						
	Community development	Street maintenance	Economic development	Law library	Stormwater	Solid waste	Wastewater
Cash and cash equivalents	\$ —	—	715,843	73,288	4,201,895	2,231,729	997,321
Accounts receivable, net	—	—	—	19,336	237,947	1,239,314	340,855
Receivable from other governments							
Federal	39,657	—	—	—	66,776	—	—
State	—	2,919,849	—	—	17,660	—	—
Advances to (from) other funds	—	—	—	—	—	—	—
Total assets	\$ 39,657	2,919,849	715,843	92,624	4,524,278	3,471,043	1,338,176
Liabilities and Fund Balances							
Liabilities:							
Accounts payable	\$ 18,444	—	2,470	935	207,495	605,823	138,096
Accrued liabilities:	—	—	—	—	89,456	41,394	51,753
Deferred revenue	—	—	—	—	302,432	—	—
Advances from major governmental fund	21,213	2,919,849	—	—	—	—	—
Total liabilities	39,657	2,919,849	2,470	935	599,383	647,217	189,849
Fund balances:							
Reserved for encumbrances:	—	—	3,291	—	168,976	4,690	327,568
Unreserved:							
Designated:							
Imprest funds	—	—	—	25	—	—	—
Capital improvements	—	—	—	—	—	—	—
Specific projects	—	—	—	—	2,142,109	1,925,632	820,759
Undesignated	—	—	710,082	91,664	1,613,810	893,504	—
Total fund balances	—	—	713,373	91,689	3,924,895	2,823,826	1,148,327
Total liabilities and fund balances	\$ 39,657	2,919,849	715,843	92,624	4,524,278	3,471,043	1,338,176

(continued)

CITY OF NEWPORT NEWS, VIRGINIA

Combining Balance Sheet

Nonmajor Governmental Funds

June 30, 2005

Assets	Comprehensive Services Act	Other federal and state	Capital Projects			Total nonmajor
			General capital improvements	Revenue sharing	Other federal and state	
Cash and cash equivalents	\$ —	2,275,789	631,068	4,861	—	11,131,794
Accounts receivable, net Receivable from other governments	—	—	—	—	—	1,837,452
Federal	—	430,506	—	—	2,481,925	3,018,864
State	4,409,437	49,501	38,128	—	3,803,668	11,238,243
Advances to (from) other funds	—	—	993,154	—	(993,154)	—
Total assets	\$ <u>4,409,437</u>	<u>2,755,796</u>	<u>1,662,350</u>	<u>4,861</u>	<u>5,292,439</u>	<u>27,226,353</u>
Liabilities and Fund Balances						
Liabilities:						
Accounts payable	\$ 1,909,718	102,573	23,625	—	74,832	3,084,011
Accrued liabilities:	—	—	1,720	—	—	184,323
Deferred revenue	—	252,837	150,000	—	—	705,269
Advances from major governmental fund	2,499,719	—	—	—	5,217,607	10,658,388
Total liabilities	<u>4,409,437</u>	<u>355,410</u>	<u>175,345</u>	<u>—</u>	<u>5,292,439</u>	<u>14,631,991</u>
Fund balances:						
Reserved for encumbrances	—	—	237,968	—	—	742,493
Unreserved:						
Designated:						
Imprest funds	—	—	—	—	—	25
Capital improvements	—	—	1,177,166	—	—	1,177,166
Specific projects	—	2,400,386	71,871	—	—	7,360,757
Undesignated	—	—	—	4,861	—	3,313,921
Total fund balances	<u>—</u>	<u>2,400,386</u>	<u>1,487,005</u>	<u>4,861</u>	<u>—</u>	<u>12,594,362</u>
Total liabilities and fund balances	\$ <u>4,409,437</u>	<u>2,755,796</u>	<u>1,662,350</u>	<u>4,861</u>	<u>5,292,439</u>	<u>27,226,353</u>

CITY OF NEWPORT NEWS, VIRGINIA
Combining Statement of Revenues, Expenditures and Changes in Fund Balances
Nonmajor Governmental Funds
Year ended June 30, 2005

	Special Revenue						
	Community development	Street maintenance	Economic development	Law library	Stormwater	Solid waste	Wastewater
Revenues:							
Intergovernmental:							
Local	\$ —	—	—	—	3,864	—	—
State	—	11,679,397	—	—	17,660	17,688	—
Federal	4,067,058	—	—	—	66,776	—	—
Charges for services	—	—	—	118,639	5,575,612	9,882,212	7,980,169
Interest and rents	—	—	66,840	—	64,879	26,860	15,015
Miscellaneous	—	—	54,902	—	—	57,240	10,000
Total revenues	<u>4,067,058</u>	<u>11,679,397</u>	<u>121,742</u>	<u>118,639</u>	<u>5,728,791</u>	<u>9,984,000</u>	<u>8,005,184</u>
Expenditures:							
Current operating:							
General government	—	—	—	97,459	—	—	—
Public safety	—	—	—	—	—	—	—
Public works	—	11,679,397	—	—	5,047,994	9,440,787	5,533,361
Health and welfare	—	—	—	—	—	—	—
Parks, recreation, and culture	—	—	—	—	—	—	—
Community development	4,067,058	—	65,255	—	—	—	—
Capital outlay	—	—	—	—	—	—	—
Total expenditures	<u>4,067,058</u>	<u>11,679,397</u>	<u>65,255</u>	<u>97,459</u>	<u>5,047,994</u>	<u>9,440,787</u>	<u>5,533,361</u>
Excess (deficiency) of revenues over (under) expenditures	<u>—</u>	<u>—</u>	<u>56,487</u>	<u>21,180</u>	<u>680,797</u>	<u>543,213</u>	<u>2,471,823</u>
Other financing sources (uses):							
Transfers in	—	—	—	—	639,000	—	—
Transfers out	—	—	—	—	(1,030,550)	(705,009)	(2,859,794)
Total other financing sources (uses)	<u>—</u>	<u>—</u>	<u>—</u>	<u>—</u>	<u>(391,550)</u>	<u>(705,009)</u>	<u>(2,859,794)</u>
Net changes in fund balances	<u>—</u>	<u>—</u>	<u>56,487</u>	<u>21,180</u>	<u>289,247</u>	<u>(161,796)</u>	<u>(387,971)</u>
Fund balances at June 30, 2004, as restated	<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>
Fund balances at June 30, 2005	<u>\$ —</u>	<u>—</u>	<u>713,373</u>	<u>91,689</u>	<u>3,924,895</u>	<u>2,823,826</u>	<u>1,148,327</u>

(continued)

CITY OF NEWPORT NEWS, VIRGINIA
Combining Statement of Revenues, Expenditures and Changes in Fund Balances
Nonmajor Governmental Funds
Year ended June 30, 2005

	Capital Projects					Total nonmajor
	Comprehensive Services Act	Other federal and state	General capital improvements	Revenue sharing	Other federal and state	
Revenues:						
Intergovernmental:						
Local	\$ —	553,310	84,500	—	34,900	676,574
State	8,600,685	791,531	11,602	—	172,415	21,290,978
Federal	—	2,879,470	2,576,645	—	2,483,319	12,073,268
Charges for services	—	—	—	—	—	23,556,632
Interest and rents	—	10,047	65,755	—	—	249,396
Miscellaneous	—	—	—	—	—	122,142
Total revenues	<u>8,600,685</u>	<u>4,234,358</u>	<u>2,738,502</u>	<u>—</u>	<u>2,690,634</u>	<u>57,968,990</u>
Expenditures:						
Current operating:						
General government	—	—	—	—	—	97,459
Public safety	—	5,222,291	—	—	—	5,222,291
Public works	—	—	936	—	—	31,702,475
Health and welfare	12,726,983	313,557	—	—	—	13,040,540
Parks, recreation, and culture	—	57,029	—	—	—	57,029
Community development	—	457	—	—	—	4,132,770
Capital outlay	—	—	3,162,526	—	2,690,634	5,853,160
Total expenditures	<u>12,726,983</u>	<u>5,593,334</u>	<u>3,163,462</u>	<u>—</u>	<u>2,690,634</u>	<u>60,105,724</u>
Excess (deficiency) of revenues over (under) expenditures	<u>(4,126,298)</u>	<u>(1,358,976)</u>	<u>(424,960)</u>	<u>—</u>	<u>—</u>	<u>(2,136,734)</u>
Other financing sources (uses):						
Transfers in	4,126,298	—	425,000	—	—	5,190,298
Transfers out	—	—	(639,000)	—	—	(5,234,353)
Total other financing sources (uses)	<u>4,126,298</u>	<u>—</u>	<u>(214,000)</u>	<u>—</u>	<u>—</u>	<u>(44,055)</u>
Net changes in fund balances	<u>—</u>	<u>(1,358,976)</u>	<u>(638,960)</u>	<u>—</u>	<u>—</u>	<u>(2,180,789)</u>
Fund balances at June 30, 2004, as restated	<u>—</u>	<u>3,759,362</u>	<u>2,125,965</u>	<u>4,861</u>	<u>—</u>	<u>14,775,151</u>
Fund balances at June 30, 2005	<u>\$ —</u>	<u>2,400,386</u>	<u>1,487,005</u>	<u>4,861</u>	<u>—</u>	<u>12,594,362</u>

CITY OF NEWPORT NEWS, VIRGINIA
Statement of Revenues, Expenditures and Changes in Fund Balance
Budget and Actual (Non-GAAP Basis)
Special Revenue Fund:
Year ended June 30, 2005

	Street Maintenance				Economic Development				Law Library				Stormwater			
	Original Budget	Final Budget	Actual	Variance	Original Budget	Final Budget	Actual	Variance	Original Budget	Final Budget	Actual	Variance	Original Budget	Final Budget	Actual	Variance
Revenues:																
Intergovernmental:																
Local	\$ -	-	-	-	-	-	-	-	-	-	-	-	-	20,445	3,864	(16,581)
State	11,287,868	11,679,397	11,679,397	-	-	-	-	-	-	-	-	-	-	81,782	303,289	221,507
Federal	-	-	-	-	-	-	-	-	-	-	-	-	-	306,680	66,776	(239,904)
Charges for services	-	-	-	-	-	-	-	-	101,000	101,000	118,639	17,639	5,285,317	5,315,317	5,289,983	(25,334)
Interest and rents	-	-	-	-	61,556	61,556	66,840	5,284	-	-	-	-	40,000	40,000	64,879	24,879
Miscellaneous	-	-	-	-	28,444	28,444	54,902	26,458	-	-	-	-	1,042,583	1,277,028	-	(1,277,028)
Total revenues	\$ 11,287,868	11,679,397	11,679,397	-	90,000	90,000	121,742	31,742	101,000	101,000	118,639	17,639	6,367,900	7,041,252	5,728,791	(1,312,461)
Expenditures:																
Current:																
General government	-	-	-	-	-	-	-	-	101,000	101,000	97,459	3,541	-	-	-	-
Public works	11,287,868	11,679,397	11,679,397	-	-	-	-	-	-	-	-	-	6,367,900	7,541,252	5,080,877	2,460,375
Community development	-	-	-	-	90,000	90,000	65,255	24,745	-	-	-	-	-	-	-	-
Total expenditures	\$ 11,287,868	11,679,397	11,679,397	-	90,000	90,000	65,255	24,745	101,000	101,000	97,459	3,541	6,367,900	7,541,252	5,080,877	2,460,375
Operating Transfers In	-	-	-	-	-	-	-	-	-	-	-	-	-	-	639,000	-
Operating Transfers Out	-	-	-	-	-	-	-	-	-	-	-	-	-	-	(1,030,550)	-
Fund Balance Allocation	-	-	-	-	-	-	-	-	-	-	-	-	-	-	-	-
Excess (deficiency) of revenues over expenditures	\$ -	-	-	-	-	-	56,487	56,487	-	-	21,180	21,180	-	(500,000)	256,364	1,147,914
Less encumbrances outstanding at June 30, 2004, expended as of June 30, 2005															(136,093)	
Add encumbrances outstanding at June 30, 2005															168,976	
Excess (deficiency) of revenues over expenditures - GAAP basis							56,487				21,180				289,247	
Fund balances at June 30, 2004							656,886				70,509				3,635,648	
Fund balances at June 30, 2005							<u>713,373</u>				<u>91,689</u>				<u>3,924,895</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, 2005

	Solid Waste				Wastewater				Totals, Pages 1 & 2			
	Original Budget	Final Budget	Actual	Variance	Original Budget	Final Budget	Actual	Variance	Original Budget	Final Budget	Actual	Variance
Revenues:												
Intergovernmental:												
Local	-	-	-	-	-	-	-	-	-	20,445	3,864	(16,581)
State	\$ 17,000	17,000	17,688	688	-	-	-	-	11,304,868	11,778,179	12,000,374	222,195
Federal	-	-	-	-	-	-	-	-	-	306,680	66,776	(239,904)
Charges for services	10,290,481	10,290,481	9,882,212	(408,269)	8,260,001	8,260,001	7,980,169	(279,832)	23,936,799	23,966,799	23,271,003	(695,796)
Interest and rents	7,500	7,500	26,860	19,360	1	1	15,015	15,014	109,057	109,057	173,594	64,537
Miscellaneous	64,319	64,319	57,240	(7,079)	419,098	419,098	10,000	(409,098)	1,554,444	1,788,889	122,142	(1,666,747)
Total revenues	\$ 10,379,300	10,379,300	9,984,000	(395,300)	8,679,100	8,679,100	8,005,184	(673,916)	36,905,168	37,970,049	35,637,753	(2,332,296)
Expenditures:												
Current:												
General government	-	-	-	-	-	-	-	-	101,000	101,000	97,459	3,541
Public works	10,379,300	10,379,300	10,125,845	(253,455)	8,679,100	8,679,100	8,071,669	607,431	36,714,168	38,279,049	34,957,788	3,321,261
Community development	-	-	-	-	-	-	-	-	90,000	90,000	65,255	24,745
Total expenditures	\$ 10,379,300	10,379,300	10,125,845	(253,455)	8,679,100	8,679,100	8,071,669	607,431	36,905,168	38,470,049	35,120,502	3,349,547
Operating Transfers In	-	-	-	-	-	-	-	-	-	-	639,000	639,000
Operating Transfers Out	-	-	-	-	-	-	-	-	-	-	(1,030,550)	(1,030,550)
Transfer from Fund Balance	-	-	-	-	-	-	-	-	-	-	-	-
Excess (deficiency) of revenues over expenditures	\$ -	-	(141,845)	(141,845)	-	-	(66,485)	(66,485)	-	(500,000)	125,701	1,656,251
Less encumbrances outstanding at June 30, 2004, expended as of June 30, 2005			(24,641)				(649,054)				(809,788)	
Add encumbrances outstanding at June 30, 2005			4,690				327,568				501,234	
Excess (deficiency) of revenues over expenditures - GAAP basis			(161,796)				(387,971)				(182,853)	
Fund balances at June 30, 2004			2,985,622				1,536,298				8,884,963	
Fund balances at June 30, 2005			2,823,826				1,148,327				8,702,110	

See accompanying notes to combined financial statements.

CITY OF NEWPORT NEWS, VIRGINIA
 Debt Service Fund
 Schedule of Revenues, Expenditures and Changes in Fund Balances
 Budget and Actual (Budget Basis)
 Year ended June 30, 2005

	<u>Original Budget</u>	<u>Final Budget</u>	<u>Actual</u>	<u>Variance</u>
Revenues:				
Intergovernmental - Local	\$ 59,173,910	59,173,910	27,038,254	(32,135,656)
Miscellaneous	<u> -</u>	<u> -</u>	<u> 239,175</u>	<u> 239,175</u>
Total revenues	\$ <u>59,173,910</u>	<u>59,173,910</u>	<u>27,277,429</u>	<u>(31,896,481)</u>
Expenditures:				
General government	543,342	543,342	543,340	2
Debt service payments	<u>58,630,568</u>	<u>58,630,568</u>	<u>58,396,063</u>	<u>234,505</u>
Total expenditures	\$ <u>59,173,910</u>	<u>59,173,910</u>	<u>58,939,403</u>	<u>234,507</u>
Excess (deficiency) of revenues over expenditures	\$ <u> -</u>	<u> -</u>	<u>(31,661,974)</u>	<u>(31,661,974)</u>
Transfers in (out)			<u>30,275,043</u>	
Net changes in fund balances			(1,386,931)	
Fund balances at June 30, 2004			<u>2,524,220</u>	
Fund balances at June 30, 2005			<u><u>1,137,289</u></u>	

CITY OF NEWPORT NEWS, VIRGINIA
Combining Statement of Changes in Assets and Liabilities
Agency Funds
Year Ended June 30, 2005

GPWDC	Balance June 30, 2004	Additions	Deductions	Balance June 30, 2005
Assets:				
Cash and cash equivalents	\$ (1)	3,603,878	3,603,877	-
Accounts receivable	556,783	1,104,282	1,227,641	433,424
Total assets	<u>\$ 556,782</u>	<u>4,708,160</u>	<u>4,831,518</u>	<u>433,424</u>
Liabilities:				
Accounts payable	\$ 208,178	193,252	208,178	193,252
Due to other agencies	348,604	240,172	348,604	240,172
Total assets	<u>\$ 556,782</u>	<u>433,424</u>	<u>556,782</u>	<u>433,424</u>
Other Agency Funds				
Assets:				
Cash and cash equivalents	\$ 2,129,033	27,651,223	28,464,723	1,315,533
Accounts receivable	2,117,074	14,284,897	13,975,938	2,426,033
Inventory	11,226	5,839	11,226	5,839
Total assets	<u>\$ 4,257,333</u>	<u>41,941,959</u>	<u>42,451,887</u>	<u>3,747,405</u>
Liabilities:				
Accounts payable	\$ 48,614	407,528	381,852	74,290
Due to other governments	2,071,025	254,227	-	2,325,252
Due to other agencies	2,137,694	837,234	1,627,065	1,347,863
Total liabilities	<u>\$ 4,257,333</u>	<u>1,498,989</u>	<u>2,008,917</u>	<u>3,747,405</u>
Total - Agency Funds				
Assets:				
Cash and cash equivalents	\$ 2,129,032	31,255,101	32,068,600	1,315,533
Accounts receivable	2,673,857	15,389,179	15,203,579	2,859,457
Inventory	11,226	5,839	11,226	5,839
Total assets	<u>\$ 4,814,115</u>	<u>46,650,119</u>	<u>47,283,405</u>	<u>4,180,829</u>
Liabilities:				
Accounts payable	\$ 256,792	600,780	590,030	267,542
Due to other governments	2,071,025	254,227	-	2,325,252
Due to other agencies	2,486,298	1,077,406	1,975,669	1,588,035
Total liabilities	<u>\$ 4,814,115</u>	<u>1,932,413</u>	<u>2,565,699</u>	<u>4,180,829</u>