

**CITY OF NEWPORT NEWS, VIRGINIA**  
Combining Balance Sheet  
Nonmajor Governmental Funds  
June 30, 2008

Assets	<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>
Cash and cash equivalents	\$ —	—	1,519,058	111,758	3,895,981	2,153,767	4,115,369
Accounts receivable, net	—	—	—	12,771	288,999	919,391	702,958
Receivable from other governments:							
State	—	—	—	—	3,420	—	—
Federal	92,701	—	—	—	12,827	—	—
Advances to (from) other funds	—	—	—	—	—	—	—
Total assets	\$ 92,701	—	1,519,058	124,529	4,201,227	3,073,158	4,818,327
<b>Liabilities and Fund Balances</b>							
Liabilities:							
Accounts payable	\$ 22,950	—	9,371	1,086	129,066	431,106	1,193,638
Accrued liabilities	—	—	—	—	76,227	23,199	35,857
Deferred revenue	—	—	—	—	202,672	6,722	—
Advances from major governmental funds	69,751	—	—	—	—	—	225,865
Total liabilities	92,701	—	9,371	1,086	407,965	461,027	1,455,360
Fund balances:							
Reserved for encumbrances	—	—	17,354	—	171,058	65,354	2,556,556
Unreserved:							
Designated:							
Imprest funds	—	—	—	25	—	—	—
Capital improvements	—	—	—	—	—	—	—
Specific projects	—	—	—	—	614,626	983,915	—
Undesignated	—	—	1,492,333	123,418	3,007,578	1,562,862	806,411
Total fund balances	—	—	1,509,687	123,443	3,793,262	2,612,131	3,362,967
Total liabilities and fund balances	\$ 92,701	—	1,519,058	124,529	4,201,227	3,073,158	4,818,327

(continued)

**CITY OF NEWPORT NEWS, VIRGINIA**

Combining Balance Sheet

Nonmajor Governmental Funds

June 30, 2008

<b>Assets</b>	<b>Comprehensive Services Act</b>	<b>Other federal and state</b>	<b>General capital improvements</b>	<b>Revenue sharing</b>	<b>Other federal and state</b>	<b>Total nonmajor</b>
Cash and cash equivalents	\$ 250,061	1,853,588	16,001,899	—	455,724	30,357,205
Accounts receivable, net	—	—	—	—	—	1,924,119
Receivable from other governments:						
State	1,306,040	139,487	85,972	—	930,542	2,465,461
Federal	—	426,346	97,372	—	99,375	728,621
Advances to (from) other funds	—	—	817,322	—	(817,322)	—
<b>Total assets</b>	<b>\$ 1,556,101</b>	<b>2,419,421</b>	<b>17,002,565</b>	<b>—</b>	<b>668,319</b>	<b>35,475,406</b>
<b>Liabilities and Fund Balances</b>						
Liabilities:						
Accounts payable	\$ 1,556,101	279,151	615,241	—	212,585	4,450,295
Accrued liabilities	—	4,851	2,297	—	—	142,431
Deferred revenue	—	—	—	—	—	209,394
Advances from major governmental funds	—	—	—	—	—	295,616
<b>Total liabilities</b>	<b>1,556,101</b>	<b>284,002</b>	<b>617,538</b>	<b>—</b>	<b>212,585</b>	<b>5,097,736</b>
Fund balances:						
Reserved for encumbrances	—	252,300	5,284,891	—	—	8,347,513
Unreserved:						
Designated:						
Imprest funds	—	—	—	—	—	25
Capital improvements	—	—	5,043,167	—	—	5,043,167
Specific projects	—	1,883,119	6,056,969	—	—	9,538,629
Undesignated	—	—	—	—	455,734	7,448,336
<b>Total fund balances</b>	<b>—</b>	<b>2,135,419</b>	<b>16,385,027</b>	<b>—</b>	<b>455,734</b>	<b>30,377,670</b>
<b>Total liabilities and fund balances</b>	<b>\$ 1,556,101</b>	<b>2,419,421</b>	<b>17,002,565</b>	<b>—</b>	<b>668,319</b>	<b>35,475,406</b>

**CITY OF NEWPORT NEWS, VIRGINIA**  
Combining Statement of Revenues, Expenditures and Changes in Fund Balances  
Nonmajor Governmental Funds  
Year ended June 30, 2008

	<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:							
State	\$ —	13,099,259	—	—	—	26,123	—
Federal	3,030,325	—	—	—	—	—	—
Charges for services	—	—	—	130,617	8,381,943	10,809,458	10,934,250
Interest and rents	—	—	138,665	—	77,145	59,390	52,985
Sale of property	—	—	728,200	—	—	—	—
Miscellaneous	—	—	15	—	33,715	59,693	40,009
Total revenues	<u>3,030,325</u>	<u>13,099,259</u>	<u>866,880</u>	<u>130,617</u>	<u>8,492,803</u>	<u>10,954,664</u>	<u>11,027,244</u>
Expenditures:							
Current operating:							
General government	—	—	—	119,564	—	—	—
Public safety	—	—	—	—	—	—	—
Public works	—	13,099,259	—	—	6,949,815	10,542,305	8,191,913
Health and welfare	—	—	—	—	—	—	—
Parks, recreation, and culture	—	—	—	—	—	—	—
Community development	3,030,325	—	102,354	—	—	—	—
Capital outlay	—	—	—	—	—	—	—
Total expenditures	<u>3,030,325</u>	<u>13,099,259</u>	<u>102,354</u>	<u>119,564</u>	<u>6,949,815</u>	<u>10,542,305</u>	<u>8,191,913</u>
Excess (deficiency) of revenues over (under) expenditures	<u>—</u>	<u>—</u>	<u>764,526</u>	<u>11,053</u>	<u>1,542,988</u>	<u>412,359</u>	<u>2,835,331</u>
Other financing sources (uses):							
Transfers in	—	—	—	—	—	—	3,500,000
Transfers out	—	—	(121,140)	—	(1,558,579)	(497,642)	(3,132,315)
Total other financing sources (uses)	<u>—</u>	<u>—</u>	<u>(121,140)</u>	<u>—</u>	<u>(1,558,579)</u>	<u>(497,642)</u>	<u>367,685</u>
Net changes in fund balances	<u>—</u>	<u>—</u>	<u>643,386</u>	<u>11,053</u>	<u>(15,591)</u>	<u>(85,283)</u>	<u>3,203,016</u>
Fund balances at June 30, 2007	<u>—</u>	<u>—</u>	<u>866,301</u>	<u>112,390</u>	<u>3,808,853</u>	<u>2,697,414</u>	<u>159,951</u>
Fund balances at June 30, 2008	<u>\$ —</u>	<u>—</u>	<u>1,509,687</u>	<u>123,443</u>	<u>3,793,262</u>	<u>2,612,131</u>	<u>3,362,967</u>

(continued)

**CITY OF NEWPORT NEWS, VIRGINIA**  
Combining Statement of Revenues, Expenditures and Changes in Fund Balances  
Nonmajor Governmental Funds  
Year ended June 30, 2008

	<u>Special Revenue</u>		<u>Capital Projects</u>			<u>Total nonmajor</u>
	<u>Comprehensive Services Act</u>	<u>Other federal and state</u>	<u>General capital improvements</u>	<u>Revenue sharing</u>	<u>Other federal and state</u>	
Revenues:						
Intergovernmental:						
Local	\$ —	614,147	107,235	—	—	721,382
State	8,079,722	1,574,435	100,000	—	802,423	23,681,962
Federal	—	2,324,411	247,070	—	301,866	5,903,672
Charges for services	—	—	—	—	—	30,256,268
Interest and rents	—	28,316	228,578	—	—	585,079
Sale of Property	—	—	—	—	—	728,200
Miscellaneous	—	—	—	—	—	133,432
Total revenues	<u>8,079,722</u>	<u>4,541,309</u>	<u>682,883</u>	<u>—</u>	<u>1,104,289</u>	<u>62,009,995</u>
Expenditures:						
Current operating:						
General government	—	—	—	—	—	119,564
Public safety	—	4,317,227	—	—	—	4,317,227
Public works	—	—	—	—	—	38,783,292
Health and welfare	12,354,596	142,300	—	—	—	12,496,896
Parks, recreation, and culture	—	324,625	—	—	—	324,625
Community development	—	—	—	—	—	3,132,679
Capital outlay	—	—	13,732,807	—	859,388	14,592,195
Total expenditures	<u>12,354,596</u>	<u>4,784,152</u>	<u>13,732,807</u>	<u>—</u>	<u>859,388</u>	<u>73,766,478</u>
Excess (deficiency) of revenues over (under) expenditures	<u>(4,274,874)</u>	<u>(242,843)</u>	<u>(13,049,924)</u>	<u>-</u>	<u>244,901</u>	<u>(11,756,483)</u>
Other financing sources (uses):						
Transfers in	4,274,874	-	16,162,382	-	—	23,937,256
Transfers out	-	-	-	(4,861)	—	(5,314,537)
Total other financing sources (uses)	<u>4,274,874</u>	<u>-</u>	<u>16,162,382</u>	<u>(4,861)</u>	<u>—</u>	<u>18,622,719</u>
Net changes in fund balances	<u>-</u>	<u>(242,843)</u>	<u>3,112,458</u>	<u>(4,861)</u>	<u>244,901</u>	<u>6,866,236</u>
Fund balances at June 30, 2007	<u>-</u>	<u>2,378,262</u>	<u>13,272,569</u>	<u>4,861</u>	<u>210,833</u>	<u>23,511,434</u>
Fund balances at June 30, 2008	<u>\$ -</u>	<u>2,135,419</u>	<u>16,385,027</u>	<u>-</u>	<u>455,734</u>	<u>30,377,670</u>

**CITY OF NEWPORT NEWS, VIRGINIA**  
Schedule of Revenues, Expenditures and Changes in Fund Balances  
Budget and Actual (Non-GAAP Basis)  
Special Revenue Funds  
Year ended June 30, 2008

	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	\$ -	-	-	-	-	-	-	-	-	-	-	-	-	8,738	-	(8,738)
State	13,072,658	13,072,658	13,099,259	26,601	-	-	-	-	-	-	-	-	-	9,756	-	(9,756)
Federal	-	-	-	-	-	-	-	-	-	-	-	-	-	30,285	-	(30,285)
Charges for services	-	-	-	-	-	-	-	-	123,900	123,900	130,617	6,717	8,600,021	8,600,021	8,381,943	(218,078)
Sale of property	-	-	-	-	15,000	15,000	728,200	713,200	-	-	-	-	-	-	-	-
Interest and rents	-	-	-	-	142,176	142,176	138,665	(3,511)	-	-	-	-	31,314	31,314	77,145	45,831
Miscellaneous	-	-	-	-	324	324	15	(309)	-	-	-	-	252,165	769,546	33,715	(735,831)
Total revenues	\$ 13,072,658	13,072,658	13,099,259	26,601	157,500	157,500	866,880	709,380	123,900	123,900	130,617	6,717	8,883,500	9,449,660	8,492,803	(956,857)
Expenditures:																
Current:																
General government	-	-	-	-	-	-	-	-	123,900	123,900	119,564	4,336	-	-	-	-
Public works	13,072,658	13,072,658	13,099,259	(26,601)	-	-	-	-	-	-	-	-	8,883,500	9,449,660	8,604,371	845,289
Community development	-	-	-	-	157,500	157,500	240,848	(83,348)	-	-	-	-	-	-	-	-
Total expenditures	\$ 13,072,658	13,072,658	13,099,259	(26,601)	157,500	157,500	240,848	(83,348)	123,900	123,900	119,564	4,336	8,883,500	9,449,660	8,604,371	845,289
Operating Transfers In	-	-	-	-	-	-	-	-	-	-	-	-	-	-	150,301	150,301
Excess (deficiency) of revenues over expenditures	\$ -	-	-	-	-	-	626,032	626,032	-	-	11,053	11,053	-	-	38,733	38,733
Less encumbrances outstanding at June 30, 2007, Expended as of June 30, 2008							-	-			-	-			(225,382)	(225,382)
Add encumbrances outstanding at June 30, 2008							17,354	17,354			-	-			171,058	171,058
Excess (deficiency) of revenues over expenditures - GAAP basis							643,386	643,386			11,053	11,053			(15,591)	(15,591)
Fund balances at July 1, 2007							866,301	866,301			112,390	112,390			3,808,853	3,808,853
Fund balances at June 30, 2008							<u>1,509,687</u>	<u>1,509,687</u>			<u>123,443</u>	<u>123,443</u>			<u>3,793,262</u>	<u>3,793,262</u>

**CITY OF NEWPORT NEWS, VIRGINIA**  
Schedule of Revenues, Expenditures and Changes in Fund Balances  
Budget and Actual (Non-GAAP Basis)  
Special Revenue Funds  
Year ended June 30, 2008

	Solid Waste				Wastewater				Totals			
	Original Budget	Final Budget	Actual	Variance	Original Budget	Final Budget	Actual	Variance	Original Budget	Final Budget	Actual	Variance
Revenues:												
Intergovernmental:												
Local	-	-	-	-	-	-	-	-	-	8,738	-	(8,738)
State	\$ 20,000	20,000	26,123	6,123	-	-	-	-	13,092,658	13,102,414	13,125,382	22,968
Federal	-	-	-	-	-	-	-	-	-	30,285	-	(30,285)
Charges for services	10,939,173	10,939,173	10,809,458	(129,715)	10,407,098	10,407,098	10,934,250	527,152	30,070,192	30,070,192	30,256,268	186,076
Sale of Property	-	-	-	-	-	-	-	-	15,000	15,000	728,200	713,200
Interest and rents	17,173	17,173	59,390	42,217	1	1	52,985	52,984	190,664	190,664	328,185	137,521
Miscellaneous	797,854	797,854	59,693	(738,161)	1	3,500,001	40,009	(3,459,992)	1,050,344	5,067,725	133,432	(4,934,293)
Total revenues	\$ 11,774,200	11,774,200	10,954,664	(819,536)	10,407,100	13,907,100	11,027,244	(2,879,856)	44,418,858	48,485,018	44,571,467	(3,913,551)
Expenditures:												
Current:												
General government	-	-	-	-	-	-	-	-	123,900	123,900	119,564	4,336
Public works	11,774,200	11,774,200	10,894,117	880,083	10,407,100	13,907,100	13,740,230	166,870	44,137,458	48,203,618	46,337,977	1,865,641
Community development	-	-	-	-	-	-	-	-	157,500	157,500	240,848	(83,348)
Total expenditures	\$ 11,774,200	11,774,200	10,894,117	880,083	10,407,100	13,907,100	13,740,230	166,870	44,418,858	48,485,018	46,698,389	1,786,629
Operating Transfers In	-	-	-	-	-	-	3,500,000	3,500,000	-	-	3,650,301	3,650,301
Excess (deficiency) of revenues over expenditures	\$ -	-	60,547	60,547	-	-	787,014	787,014	-	-	1,523,379	1,523,379
Less encumbrances outstanding at June 30, 2007			(211,184)				(140,554)				(351,738)	
Add encumbrances outstanding at June 30, 2008			65,354				2,556,556				2,810,322	
Excess (deficiency) of revenues over expenditures - GAAP basis			(85,283)				3,203,016				3,981,963	
Fund balances at June 30, 2007			2,697,414				159,951				7,644,909	
Fund balances at June 30, 2008			2,612,131				3,362,967				11,626,872	

**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, 2008

	<b>Original Budget</b>	<b>Final Budget</b>	<b>Actual</b>	<b>Variance</b>
<b>Revenues:</b>				
Intergovernmental - Local	\$ 17,086,727	17,086,727	17,086,727	-
Miscellaneous	-	-	140,124	140,124
Total revenues	<u>\$ 17,086,727</u>	<u>17,086,727</u>	<u>17,226,851</u>	<u>140,124</u>
<b>Expenditures:</b>				
Debt service payments	61,949,527	61,949,527	60,402,575	1,546,952
Total expenditures	<u>\$ 61,949,527</u>	<u>61,949,527</u>	<u>60,402,575</u>	<u>1,546,952</u>
Excess (deficiency) of revenues over expenditures	<u>\$ (44,862,800)</u>	<u>(44,862,800)</u>	(43,175,724)	<u>1,687,076</u>
Transfers in (out)			<u>44,648,341</u>	
Net changes in fund balances			1,472,617	
Fund balances at June 30, 2007			<u>1,306,632</u>	
Fund balances at June 30, 2008			<u><u>2,779,249</u></u>	

**CITY OF NEWPORT NEWS, VIRGINIA**  
Combining Statement of Changes in Assets and Liabilities  
Agency Funds  
Year Ended June 30, 2008

<b>GPWDC</b>	<b>Balance June 30, 2007</b>	<b>Additions</b>	<b>Deductions</b>	<b>Balance June 30, 2008</b>
<b>GPWDC</b>				
Assets:				
Cash and cash equivalents	\$ 18,590	3,532,181	3,367,764	183,007
Accounts receivable	336,811	253,148	336,811	253,148
Total assets	<u>\$ 355,401</u>	<u>3,785,329</u>	<u>3,704,575</u>	<u>436,155</u>
Liabilities:				
Accounts payable	\$ 147,120	167,293	147,120	167,293
Due to other agencies	208,281	69,983	9,402	268,862
Total assets	<u>\$ 355,401</u>	<u>237,276</u>	<u>156,522</u>	<u>436,155</u>
 <b>Other Agency Funds</b>				
Assets:				
Cash and cash equivalents	\$ 1,491,805	21,685,561	21,457,153	1,720,213
Accounts receivable	2,612,095	6,303,559	6,131,069	2,784,585
Inventory	2,456	-	2,456	-
Total assets	<u>\$ 4,106,356</u>	<u>27,989,120</u>	<u>27,590,678</u>	<u>4,504,798</u>
Liabilities:				
Accounts payable	\$ 91,962	1,910,326	1,953,324	48,964
Due to other governments	2,669,969	176,783	-	2,846,752
Due to other agencies	1,344,425	370,401	105,744	1,609,082
Total liabilities	<u>\$ 4,106,356</u>	<u>2,457,510</u>	<u>2,059,068</u>	<u>4,504,798</u>
 <b>Total - Agency Funds</b>				
Assets:				
Cash and cash equivalents	\$ 1,510,395	25,217,742	24,824,917	1,903,220
Accounts receivable	2,948,906	6,556,707	6,467,880	3,037,733
Inventory	2,456	-	2,456	-
Total assets	<u>\$ 4,461,757</u>	<u>31,774,449</u>	<u>31,295,253</u>	<u>4,940,953</u>
Liabilities:				
Accounts payable	\$ 239,082	2,077,619	2,100,444	216,257
Due to other governments	2,669,969	176,783	-	2,846,752
Due to other agencies	1,552,706	440,384	115,146	1,877,944
Total liabilities	<u>\$ 4,461,757</u>	<u>2,694,786</u>	<u>2,215,590</u>	<u>4,940,953</u>