

BASIC FINANCIAL STATEMENTS

The basic financial statements include the *Government-Wide Financial Statements*, *Governmental Fund Financial Statements*, *Proprietary Fund Financial Statements*, *Fiduciary Fund Financial Statements* and the *Component Unit Financial Statements*. These financial statements present different views of the District.

Following the basic financial statements are the *Notes to the Basic Financial Statements* which explain some of the information in the financial statements and provide more detail.

Exhibit 1-a

District of Columbia
Statement of Net Position
September 30, 2014
(With Comparative Totals at September 30, 2013)
(S000s)

	Primary Government				Component Units
	Governmental Activities	Business-Type Activities	Totals		
			2014	2013	
ASSETS					
Cash and cash equivalents (unrestricted)	\$ 1,117,260	\$ 9,318	\$ 1,126,578	\$ 1,288,265	\$ 84,778
Investments (unrestricted)	-	-	-	-	117,989
Due from federal government	504,178	855	505,033	518,846	-
Taxes receivable, net	486,344	-	486,344	384,120	-
Accounts receivable, net	189,871	16,512	206,383	172,043	25,593
Other receivables	-	-	-	-	32,782
Due from primary government	-	-	-	-	35,021
Due from component units	37,702	-	37,702	24,745	-
Due from fiduciary funds	1,587	-	1,587	388	-
Internal balances	32,224	(32,224)	-	-	-
Inventories	35,404	-	35,404	25,890	1,415
Other current assets	4,963	3	4,966	2,561	24,010
Cash and cash equivalents (restricted)	1,480,161	317,172	1,797,333	1,894,872	120,459
Investments (restricted)	94,639	6,282	100,921	108,824	283,229
Other long term assets	332,987	-	332,987	714,010	761,490
Depreciable capital assets, net	9,237,071	270	9,237,341	8,947,282	759,973
Non-depreciable capital assets	2,172,981	-	2,172,981	1,953,084	78,845
Total assets	15,727,372	318,188	16,045,560	16,034,930	2,325,584
DEFERRED OUTFLOW OF RESOURCES					
Derivative instrument - hedge	48,030	-	48,030	50,275	-
Other deferred outflow of resources	7,037	-	7,037	-	17,110
Total deferred outflow of resources	55,067	-	55,067	50,275	17,110
Total assets and deferred outflow of resources	15,782,439	318,188	16,100,627	16,085,205	2,342,694
LIABILITIES					
Accounts payable	776,573	38,923	815,496	899,436	37,553
Compensation payable	216,489	993	217,482	206,009	19,303
Due to primary government	-	-	-	-	37,702
Due to component units	35,021	-	35,021	28,067	-
Unearned revenues	242,540	66	242,606	661,892	15,077
Accrued liabilities	451,929	6,599	458,528	432,818	16,867
Accrued interest payable	128,828	-	128,828	115,522	-
Other current liabilities	56,183	-	56,183	42,566	90,563
Derivative instrument liabilities	47,571	-	47,571	50,262	-
Long-term liabilities:					
Due within one year	542,394	2,962	545,356	486,396	41,040
Due in more than one year	9,680,652	3,718	9,684,370	9,434,267	1,433,902
Total liabilities	12,178,180	53,261	12,231,441	12,357,235	1,692,007
DEFERRED INFLOW OF RESOURCES					
Deferred inflow of resources	35,523	-	35,523	-	25,364
Total liabilities and deferred inflow of resources	12,213,703	53,261	12,266,964	12,357,235	1,717,371
NET POSITION					
Net investment in capital assets	2,830,199	270	2,830,469	2,849,470	417,716
Restricted for:					
Expendable					
Debt service	437,786	-	437,786	488,201	-
Benefit payments	-	260,645	260,645	241,952	-
Capital projects	61,708	-	61,708	102,434	-
Grants and special purposes	164,485	-	164,485	170,162	-
Budget reserves	23,239	-	23,239	30,759	-
Purpose restriction	137,707	-	137,707	117,621	-
Emergency reserves	355,417	-	355,417	339,490	-
Other	15,022	-	15,022	16,015	159,193
Nonexpendable	-	-	-	-	7,568
Unrestricted (deficit)	(456,827)	4,012	(452,815)	(628,134)	40,846
Total net position	\$ 3,568,736	\$ 264,927	\$ 3,833,663	\$ 3,727,970	\$ 625,323

The accompanying notes are an integral part of this statement.

Exhibit 1-b

District of Columbia
Statement of Activities
For the Year Ended September 30, 2014
(With Comparative Totals for the Year Ended September 30, 2013)
(\$000s)

Functions/Programs	Program Revenues				Net (Expense) Revenue and Changes in Net Position			Component Units
	Expenses	Charges for Services, Fees, Fines & Forfeits	Operating Grants and Contributions	Capital Grants and Contributions	Primary Government		Component Units	
					Governmental Activities	Business-type Activities		
Governmental activities:								
Governmental direction and support	\$ 929,313	\$ 75,215	\$ 39,514	\$ 25	\$ (814,559)	\$ (814,559)	\$ (834,629)	
Economic development and regulation	416,670	146,067	57,143	-	(213,460)	(213,460)	(256,293)	
Public safety and justice	1,568,899	83,131	464,923	-	(1,020,845)	(1,020,845)	(860,358)	
Public education system	2,221,519	765	342,429	-	(1,878,325)	(1,878,325)	(1,873,593)	
Human support services	4,336,750	6,642	2,439,318	19,680	(1,871,090)	(1,871,090)	(1,780,037)	
Public works	651,221	189,566	25,238	158,513	(277,904)	(277,904)	(181,907)	
Public transportation	309,436	-	-	-	(309,436)	(309,436)	(284,851)	
Interest on long-term debt	396,754	-	-	-	(396,754)	(396,754)	(382,530)	
Total governmental activities	10,830,542	501,386	3,368,565	178,218	(6,782,373)	(6,782,373)	(6,454,198)	
Business-type activities:								
Lottery and games	161,144	216,040	-	-	\$ 54,896	\$ 54,896	68,533	
Unemployment compensation	160,403	-	9,766	-	(150,637)	(150,637)	(222,855)	
Total business-type activities	321,547	216,040	9,766	-	(95,741)	(95,741)	(154,322)	
Total primary government	\$ 11,152,089	\$ 717,426	\$ 3,378,331	\$ 178,218	(6,782,373)	(6,782,373)	(6,608,520)	
Component units:								
Health benefit exchange	\$ 23,180	\$ -	\$ 20,374	\$ 17,220	-	-	\$ 14,414	
Convention center	134,906	25,350	-	-	-	-	(109,556)	
Not-for-profit hospital corporation	108,149	103,761	2,280	-	-	-	(2,108)	
Housing finance	54,009	31,689	-	-	-	-	(22,320)	
University	134,230	30,695	20,456	22,898	-	-	(60,181)	
Total component units	\$ 454,474	\$ 191,495	\$ 43,110	\$ 40,118	-	-	(179,751)	
General revenues:								
Taxes:								
Property taxes					2,118,198	2,118,198	2,012,788	
Sales and use taxes					1,282,573	1,282,573	1,247,374	
Income and franchise taxes					2,094,754	2,094,754	2,094,179	
Gross receipts taxes					389,539	389,539	345,852	
Other taxes					423,354	423,354	531,333	
Investment earnings					7,340	7,340	13,794	
Miscellaneous					6,810	6,810	676,258	
Subsidy from primary government					499,235	499,235	519,479	
Transfer in (out)					54,966	(54,966)	-	
Total general revenues and transfers					6,869,429	6,869,429	6,921,578	
Change in net position					87,056	18,637	313,058	
Net position at October 1					3,481,680	246,290	3,414,912	
Net position at September 30					\$ 3,568,736	\$ 264,927	\$ 3,727,970	

The accompanying notes are an integral part of this statement.

Exhibit 2-a

**District of Columbia
Balance Sheet
Governmental Funds
September 30, 2014**
(With Comparative Totals at September 30, 2013)
(\$000s)

	General	Federal & Private Resources	Housing Production Trust	General Capital Improvements	Nonmajor Governmental Funds	Total Governmental Funds	
						2014	2013
ASSETS							
Cash and cash equivalents (unrestricted)	\$ 1,117,260	\$ -	\$ -	\$ -	\$ -	\$ 1,117,260	\$ 1,279,409
Due from federal government	65	439,700	2,495	61,918	-	504,178	508,636
Taxes receivable, net	483,468	-	-	-	2,876	486,344	384,120
Accounts receivable, net	139,519	12,514	258	6,035	31,545	189,871	154,501
Due from component units	37,037	-	-	-	665	37,702	24,745
Due from other funds	265,950	31,817	4,642	4	9,744	312,157	291,758
Inventories	25,668	9,736	-	-	-	35,404	25,890
Other current assets	4,357	572	-	-	34	4,963	2,554
Cash and cash equivalents (restricted)	789,340	114,844	164,321	129,426	282,230	1,480,161	1,583,058
Investments (restricted)	81,338	-	2,147	-	11,154	94,639	98,624
Other long term assets	171,974	118,406	42,107	500	-	332,987	714,010
Total assets	3,115,976	727,589	215,970	197,883	338,248	4,595,666	5,067,305
LIABILITIES							
Accounts payable	444,084	104,316	-	188,881	6,327	743,608	809,203
Compensation payable	192,196	21,159	-	2,981	153	216,489	205,171
Due to other funds	14,387	138,875	-	107,150	17,934	278,346	255,914
Due to component units	14,528	11,213	-	7,896	1,384	35,021	28,067
Unearned revenue	59,090	138,772	42,107	2,571	-	242,540	661,756
Accrued liabilities	302,631	148,761	-	-	537	451,929	425,220
Other current liabilities	53,838	8	-	2,152	185	56,183	74,261
Total liabilities	1,080,754	563,104	42,107	311,631	26,520	2,024,116	2,459,592
DEFERRED INFLOW OF RESOURCES							
Unavailable revenues	161,563	-	-	500	736	162,799	141,121
FUND BALANCE							
Nonspendable	25,668	9,736	-	-	-	35,404	16,015
Restricted	983,011	154,749	173,863	-	310,992	1,622,615	1,693,735
Committed	744,649	-	-	-	-	744,649	659,567
Assigned	120,331	-	-	-	-	120,331	97,275
Unassigned	-	-	-	(114,248)	-	(114,248)	-
Total fund balances	1,873,659	164,485	173,863	(114,248)	310,992	2,408,751	2,466,592
Total liabilities, deferred inflow of resources and fund balances	\$ 3,115,976	\$ 727,589	\$ 215,970	\$ 197,883	\$ 338,248		\$ 5,067,305

Amounts reported for governmental activities in the statement of net position (Exhibit 1a) are different because:

Capital assets used in governmental activities are not financial resources and therefore are not reported in the funds.	11,410,052
Certain long term assets are not available to pay current period expenditures and are therefore not recognized as revenues in the funds.	
Tax revenue related	45,285
Other deferred inflow of resources	81,991
Retainage liability not to be paid with current resources	(32,965)
Net of deferred outflow of resources and derivative instrument liabilities.	459
Advanced refunding loss	7,037
Certain liabilities (such as bonds payable and accrued expenses) are not due and payable in the current period:	
General obligation bonds	2,790,935
Income tax revenue bonds	4,465,820
Tobacco settlement bonds	631,294
TIF bonds	104,809
Ballpark bonds	474,420
QZAB	5,736
Accrued interest payable	128,828
Capital leases	8,162
Other long-term liabilities	1,741,870
	(10,351,874)

Net position of governmental activities **\$ 3,568,736**

The accompanying notes are an integral part of this statement.

Exhibit 2-b

District of Columbia
Statement of Revenues, Expenditures and Changes in Fund Balances
Governmental Funds
For the Year Ended September 30, 2014
(With Comparative Totals for the Year Ended September 30, 2013)
(S000s)

	General	Federal & Private Resources	Housing Production Trust	General Capital Improvements	Nonmajor Governmental Funds	Total Governmental Funds	
						2014	2013
REVENUES							
Taxes:							
Property taxes	\$ 2,104,902	\$ -	\$ -	\$ -	\$ 30,135	\$ 2,135,037	\$ 2,040,497
Sales and use taxes	1,245,015	-	-	-	37,558	1,282,573	1,247,374
Income and franchise taxes	2,094,754	-	-	-	-	2,094,754	2,094,179
Gross receipts taxes	344,631	-	-	-	44,908	389,539	345,852
Other taxes	377,169	-	46,185	-	-	423,354	400,308
Fines and forfeitures	143,124	-	-	-	-	143,124	178,708
Licenses and permits	102,242	-	-	-	-	102,242	105,081
Charges for services	253,076	2,885	-	59	-	256,020	247,426
Investment earnings	3,323	449	-	20	3,018	6,810	6,608
Miscellaneous	427,164	43,632	10,419	10,798	60,442	552,455	511,582
Federal contributions	-	519,846	-	-	-	519,846	555,038
Operating grants	-	2,848,720	-	178,217	-	3,026,937	2,992,893
Total revenues	7,095,400	3,415,532	56,604	189,094	176,061	10,932,691	10,725,546
EXPENDITURES							
Current:							
Governmental direction and support	841,765	32,819	-	-	45,929	920,513	810,803
Economic development and regulation	288,002	62,372	61,438	-	-	411,812	383,143
Public safety and justice	1,049,808	465,662	-	-	-	1,515,470	1,513,469
Public education system	1,752,794	375,343	-	-	-	2,128,137	2,084,613
Human support services	1,822,322	2,439,078	-	-	-	4,261,400	4,042,204
Public works	303,514	25,841	-	-	-	329,355	287,598
Public transportation	309,436	-	-	-	-	309,436	284,851
Debt service:							
Principal	239,888	-	-	6,460	60,150	306,498	254,312
Interest	336,385	18,606	-	5,303	62,156	422,450	410,020
Fiscal charges	4,894	-	-	-	1	4,895	8,640
Capital outlay	-	-	-	1,096,441	26,632	1,123,073	1,208,481
Total expenditures	6,948,808	3,419,721	61,438	1,108,204	194,868	11,733,039	11,288,134
Excess (deficiency) of revenues over (under) expenditures	146,592	(4,189)	(4,834)	(919,110)	(18,807)	(800,348)	(562,588)
OTHER FINANCING SOURCES (USES)							
Debt issuance	4,775	-	-	592,455	-	597,230	833,286
Refunding debt issuance	475,305	-	-	-	-	475,305	25,005
Premium on sale of bonds	28,134	-	-	57,545	-	85,679	154,681
Payment to refunded bond escrow agent	(503,439)	-	-	-	-	(503,439)	(28,929)
Equipment financing program	-	-	-	31,716	-	31,716	41,016
Transfers in	125,193	-	38,966	59,798	107,719	331,676	364,563
Transfers out	(152,879)	(1,488)	-	(39,086)	(83,257)	(276,710)	(296,249)
Sale of capital assets	1,050	-	-	-	-	1,050	3,913
Total other financing sources (uses)	(21,861)	(1,488)	38,966	702,428	24,462	742,507	1,097,286
Net change in fund balances	124,731	(5,677)	34,132	(216,682)	5,655	(57,841)	534,698
Fund balances at October 1,	1,748,928	170,162	139,731	102,434	305,337	2,466,592	1,931,894
Fund balances at September 30	\$ 1,873,659	\$ 164,485	\$ 173,863	\$ (114,248)	\$ 310,992	\$ 2,408,751	\$ 2,466,592

The accompanying notes are an integral part of this statement.

Exhibit 2-c

**District of Columbia
Reconciliation of the Statement of Revenues, Expenditures
and Changes in Fund Balances of Governmental Funds
to the Statement of Activities
For the Year Ended September 30, 2014
(\$000s)**

Net change in fund balances - total governmental funds \$ (57,841)

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

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 that are capitalized exceeded depreciation expense in the current period. 477,150

Deferred inflow of resources, including property tax revenues which were earned but whose current financial resources are not available for the purpose of recognition in the governmental funds were recognized in the government-wide financial statements.

Tax revenue related	(16,839)
Other deferred inflow resources	2,993

Bond proceeds provide current financial resources to governmental funds, but issuing debt increases long-term liabilities in the statement of net position. Repayment of bond principal is an expenditure in the governmental funds, but the repayment reduces long-term liabilities in the statement of net position. This is the amount by which bond proceeds exceeded repayments. (381,751)

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 is the amount that other long term liabilities decreased in the current period. 62,898

Investment income from investment derivative instrument 446

Change in net position of governmental activities \$ 87,056

The accompanying notes are an integral part of this statement.

District of Columbia
Budgetary Comparison Statement
For the Year Ended September 30, 2014
(\$000s)

	General Fund				Federal and Private Resources				Totals			
	Budget		Actual	Variance Positive (Negative)	Budget		Actual	Variance Positive (Negative)	Budget		Actual	Variance Positive (Negative)
	Original	Revised			Original	Revised			Original	Revised		
Revenues and Sources:												
Taxes:												
Property taxes	\$ 2,013,926	\$ 2,061,889	\$ 2,074,036	\$ 12,147	\$ -	\$ -	\$ -	\$ -	\$ 2,013,926	\$ 2,061,889	\$ 2,074,036	\$ 12,147
Sales and use taxes	1,244,868	1,251,317	1,244,440	(6,877)	-	-	-	-	1,244,868	1,251,317	1,244,440	(6,877)
Income and franchise taxes	2,121,334	2,196,070	2,094,754	(101,316)	-	-	-	-	2,121,334	2,196,070	2,094,754	(101,316)
Other taxes	672,422	660,405	719,617	59,212	-	-	-	-	672,422	660,405	719,617	59,212
Total taxes	6,052,550	6,169,681	6,132,847	(36,834)	-	-	-	-	6,052,550	6,169,681	6,132,847	(36,834)
Licenses and permits	66,392	73,434	79,210	5,776	-	-	-	-	66,392	73,434	79,210	5,776
Fines and forfeits	227,672	174,938	136,794	(38,164)	-	-	-	-	227,672	174,938	136,794	(38,164)
Charges for services	69,659	64,909	77,984	13,075	-	-	-	-	69,659	64,909	77,984	13,075
Miscellaneous	84,028	83,407	125,220	41,813	-	-	-	-	84,028	83,407	125,220	41,813
Other sources	516,392	459,090	463,735	4,645	-	-	-	-	516,392	459,090	463,735	4,645
Bond proceeds	6,000	6,000	584	(5,416)	-	-	-	-	6,000	6,000	584	(5,416)
Federal contributions	-	-	-	-	84,555	94,775	52,556	(42,219)	84,555	94,775	52,556	(42,219)
Operating grant	-	-	-	-	2,867,541	2,953,554	2,647,656	(305,898)	2,867,541	2,953,554	2,647,656	(305,898)
Fund balance released from restrictions	99,539	246,748	98,417	(148,331)	-	-	-	-	99,539	246,748	98,417	(148,331)
Interfund transfer-from lottery and games	63,175	63,175	54,967	(8,208)	-	-	-	-	63,175	63,175	54,967	(8,208)
Interfund transfer-others	4,527	55,188	66,048	10,860	-	-	-	-	4,527	55,188	66,048	10,860
Total revenues and other sources	7,189,934	7,396,590	7,233,306	(160,784)	2,952,096	3,054,049	2,705,932	(348,117)	10,142,030	10,450,639	9,941,738	(508,901)
Expenditures and Other Uses:												
Governmental direction and support	653,931	656,562	623,249	(33,313)	28,846	29,828	26,274	(3,554)	682,777	686,390	649,523	(36,867)
Economic development and regulation	341,221	397,949	338,198	(59,751)	96,426	68,424	63,032	(33,392)	437,647	466,373	401,230	(65,143)
Public safety and justice	1,035,064	1,064,998	1,050,890	(14,108)	112,708	129,123	96,503	(32,620)	1,147,772	1,194,121	1,147,393	(46,728)
Public education system	1,724,425	1,542,941	1,527,338	(15,603)	327,169	324,935	276,552	(48,383)	2,051,594	1,867,876	1,803,890	(63,986)
Public education AY15 expenditure	-	210,520	210,520	-	-	-	-	-	-	210,520	210,520	-
Human support services	1,750,479	1,783,335	1,732,676	(50,659)	2,341,522	2,429,798	2,191,279	(238,519)	4,092,001	4,213,133	3,923,955	(289,178)
Public works	623,396	648,625	623,032	(25,593)	30,545	25,985	25,841	(144)	653,941	674,610	648,873	(25,737)
Workforce investments	59,442	4,305	-	4,305	-	-	-	-	59,442	4,305	-	4,305
Wilson building	4,495	4,495	3,926	(569)	-	-	-	-	4,495	4,495	3,926	(569)
Repay bonds and interest	524,082	507,907	501,901	(6,006)	-	-	-	-	524,082	507,907	501,901	(6,006)
Repay revenue bonds and interest	7,824	7,824	7,824	-	18,606	18,606	18,606	-	26,428	26,428	26,428	-
Bond fiscal charges	6,000	6,000	983	(5,017)	-	-	-	-	6,000	6,000	983	(5,017)
Interest on short term borrowing	3,675	3,675	943	(2,732)	-	-	-	-	3,675	3,675	943	(2,732)
Certificates of participation	24,619	24,619	22,623	(1,996)	-	-	-	-	24,619	24,619	22,623	(1,996)
Settlements and judgments fund	21,292	21,292	21,292	-	-	-	-	-	21,292	21,292	21,292	-
Convention center transfer	118,995	111,002	108,701	(2,301)	-	-	-	-	118,995	111,002	108,701	(2,301)
Highway trust transfer	40,306	41,488	41,488	-	-	-	-	-	40,306	41,488	41,488	-
TIF and pilot transfer	-	15,127	12,627	(2,500)	-	-	-	-	-	15,127	12,627	(2,500)
Emergency planning and security fund	-	-	-	-	14,880	27,350	7,584	(19,766)	14,880	27,350	7,584	(19,766)
Operating lease-equipment	42,677	45,636	45,617	(19)	-	-	-	-	42,677	45,636	45,617	(19)
Emergency and contingency reserve	5,500	23,512	-	(23,512)	-	-	-	-	5,500	23,512	-	(23,512)
Pay-to capital	44,447	59,798	59,798	-	-	-	-	-	44,447	59,798	59,798	-
Schools modernization fund	11,863	11,863	11,863	-	-	-	-	-	11,863	11,863	11,863	-
School retiree health contribution	107,800	86,600	86,600	-	-	-	-	-	107,800	86,600	86,600	-
Non-departmental agency	10,702	1,692	-	(1,692)	-	-	-	-	10,702	1,692	-	(1,692)
Total expenditures and other uses	7,162,235	7,281,765	7,032,089	(249,676)	2,952,096	3,054,049	2,705,671	(348,378)	10,114,331	10,358,814	9,737,760	(598,054)
EXCESS OF REVENUES AND EXPENDITURES AND OTHER												
OTHER SOURCES OVER EXPENDITURES AND OTHER												
USES -- BUDGETARY BASIS	\$ 27,699	\$ 114,825	\$ 203,717	\$ 88,892	\$ -	\$ -	\$ 261	\$ 261	\$ 27,699	\$ 114,825	\$ 203,978	\$ 89,153

The accompanying notes are an integral part of this statement.

Exhibit 3-a

District of Columbia
Statement of Net Position
Proprietary Funds
September 30, 2014
(With Comparative Totals at September 30, 2013)
(\$000s)

	Lottery and Games	Unemployment Compensation	Totals	
			2014	2013
ASSETS				
Current assets:				
Cash and cash equivalents (unrestricted)	\$ 9,318	\$ -	\$ 9,318	\$ 8,856
Due from federal government	-	855	855	10,210
Accounts receivable, net	4,746	11,766	16,512	17,542
Other current assets	3	-	3	7
Cash and cash equivalents (restricted)	-	317,172	317,172	311,814
Total current assets	14,067	329,793	343,860	348,429
Noncurrent assets:				
Investments (restricted)	6,282	-	6,282	10,200
Capital assets, net	270	-	270	427
Total noncurrent assets	6,552	-	6,552	10,627
Total assets	20,619	329,793	350,412	359,056
LIABILITIES				
Current liabilities				
Accounts payable	1,999	36,924	38,923	58,538
Accrued compensated absences	993	-	993	838
Due to other funds	-	32,224	32,224	35,456
Unearned revenues	66	-	66	136
Accrued liabilities	6,599	-	6,599	7,598
Long term liabilities due within one year	2,962	-	2,962	4,010
Total current liabilities	12,619	69,148	81,767	106,576
Noncurrent liabilities				
Long term liabilities due in more than one year	3,718	-	3,718	6,190
Total noncurrent liabilities	3,718	-	3,718	6,190
Total liabilities	16,337	69,148	85,485	112,766
NET POSITION				
Investment in capital assets	270	-	270	427
Restricted - expendable	-	260,645	260,645	241,952
Unrestricted	4,012	-	4,012	3,911
Total net position	\$ 4,282	\$ 260,645	\$ 264,927	\$ 246,290

The accompanying notes are an integral part of this statement.

Exhibit 3-b

District of Columbia
Statement of Revenues, Expenses, and Changes in Fund Net Position
Proprietary Funds
For the Year Ended September 30, 2014
(With Comparative Totals for the Year Ended September 30, 2013)
(\$000s)

	Lottery and Games	Unemployment Compensation	Totals	
			2014	2013
Operating revenues:				
Employer taxes	\$ -	\$ 141,760	\$ 141,760	\$ 131,025
Charges for services	216,040	-	216,040	242,460
Benefit contributions	-	9,766	9,766	32,790
Total operating revenues	216,040	151,526	367,566	406,275
Operating expenses:				
Benefits	-	160,403	160,403	255,645
Prizes and other expenses	131,678	-	131,678	139,934
Personnel services	6,731	-	6,731	6,657
Contractual services	22,578	-	22,578	27,130
Depreciation	157	-	157	206
Total operating expenses	161,144	160,403	321,547	429,572
Operating income (loss)	54,896	(8,877)	46,019	(23,297)
Nonoperating revenues:				
Interest and investment revenue	14	7,326	7,340	7,723
Federal contribution	-	20,244	20,244	96,161
Total nonoperating revenues	14	27,570	27,584	103,884
Income before transfers	54,910	18,693	73,603	80,587
Transfer out	(54,966)	-	(54,966)	(68,314)
Change in net position	(56)	18,693	18,637	12,273
Net position at October 1	4,338	241,952	246,290	234,017
Net position at September 30	\$ 4,282	\$ 260,645	\$ 264,927	\$ 246,290

The accompanying notes are an integral part of this statement.

Exhibit 3-c

District of Columbia
Statement of Cash Flows
Proprietary Funds
For the Year Ended September 30, 2014
(With Comparative Totals for the Year Ended September 30, 2013)
(\$000s)

	Lottery and Games	Unemployment Compensation	Totals	
			2014	2013
Cash flows from operating activities:				
Cash receipts from customers/employers	\$ 217,821	\$ 160,036	\$ 377,857	\$ 402,823
Other cash receipts	22	-	22	30
Cash payments to vendors	(19,725)	-	(19,725)	(21,731)
Cash payments to employees/claimants	(6,975)	(182,248)	(189,223)	(269,168)
Other cash payments, including prizes	(135,729)	-	(135,729)	(144,510)
Net cash provided by (used in) operating activities	<u>55,414</u>	<u>(22,212)</u>	<u>33,202</u>	<u>(32,556)</u>
Cash flows from noncapital financing activities:				
Intergovernmental grants	-	20,244	20,244	96,161
Interfund transfers out	(54,966)	-	(54,966)	(68,314)
Net cash provided by (used in) noncapital financing activities	<u>(54,966)</u>	<u>20,244</u>	<u>(34,722)</u>	<u>27,847</u>
Cash flows from capital and related financing activities:				
Acquisition of capital assets	-	-	-	(153)
Net cash used in capital and related financing activities	<u>-</u>	<u>-</u>	<u>-</u>	<u>(153)</u>
Cash flows from investing activities:				
Receipts of interest and dividends	14	7,326	7,340	7,723
Net cash provided by investing activities	<u>14</u>	<u>7,326</u>	<u>7,340</u>	<u>7,723</u>
NET INCREASE IN CASH AND CASH EQUIVALENTS	462	5,358	5,820	2,861
Cash and cash equivalents at October 1	<u>8,856</u>	<u>311,814</u>	<u>320,670</u>	<u>317,809</u>
Cash and cash equivalents at September 30	<u>\$ 9,318</u>	<u>\$ 317,172</u>	<u>\$ 326,490</u>	<u>\$ 320,670</u>
Reconciliation of operating income (loss) to net cash provided by (used in) operating activities:				
Operating income (loss)	\$ 54,896	\$ (8,877)	\$ 46,019	\$ (23,297)
Depreciation	157	-	157	206
Decrease (increase) in assets:				
Accounts receivable	1,873	(843)	1,030	6,428
Other current assets	4	9,355	9,359	(9,888)
Increase (decrease) in liabilities:				
Accounts payable	(1,000)	(21,847)	(22,847)	(6,341)
Accrued liabilities	(280)	-	(280)	513
Deferred inflows of resources	(70)	-	(70)	37
Other current liabilities	(166)	-	(166)	(214)
Net cash provided by (used in) operating activities:	<u>\$ 55,414</u>	<u>\$ (22,212)</u>	<u>\$ 33,202</u>	<u>\$ (32,556)</u>

The accompanying notes are an integral part of this statement.

Exhibit 4-a

District of Columbia
Statement of Fiduciary Net Position
Fiduciary Funds
September 30, 2014
(\$000s)

	<u>Pension/OPEB Trust Funds</u>	<u>Private Purpose Trust Fund</u>	<u>Agency Funds</u>
ASSETS			
Cash and cash equivalents - restricted	\$ 151,788	\$ -	\$ 80,996
Investments - restricted:			
Equities	3,982,628	239,957	-
Fixed income securities	2,190,469	108,545	-
Real estate	354,594	-	-
Private equity	648,346	-	-
Commodities	41,703	-	-
Collateral for securities lending transactions	24,982	-	-
Accounts receivable	-	258	-
Due from federal government	1,402	-	-
Benefit contributions receivable	4,749	-	-
Other receivables	-	-	4,998
Other current assets	172,146	-	-
Total assets	<u>7,572,807</u>	<u>348,760</u>	<u>\$ 85,994</u>
LIABILITIES			
Accounts payable	42,883	287	\$ 897
Securities lending collateral	25,336	-	-
Due to component units	-	-	248
Due to other funds	1,476	-	111
Other current liabilities	117,663	-	84,738
Total liabilities	<u>187,358</u>	<u>287</u>	<u>\$ 85,994</u>
NET POSITION			
Held in trust for pension and OPEB benefits and other purposes	<u>\$ 7,385,449</u>	<u>\$ 348,473</u>	

The accompanying notes are an integral part of this statement.

Exhibit 4-b

District of Columbia
Statement of Changes in Fiduciary Net Position
Fiduciary Funds
For the Year Ended September 30, 2014
(\$000s)

	Pension/OPEB Trust Funds	Private Purpose Trust Fund
ADDITIONS		
Contributions:		
Employer	\$ 229,002	\$ -
Plan members	61,875	51,754
Total contributions	290,877	51,754
Investment earnings:		
<i>From investment activities</i>		
Net increase in fair value of investments	413,431	29,431
Other revenue	239	-
Interest and dividends	147,756	4,937
Total investment gain	561,426	34,368
Less - investment expenses	(18,995)	(3,157)
Net gain from investing activities	542,431	31,211
<i>From securities lending activities</i>		
Securities lending income	369	-
Less: securities lending expenses	(87)	-
Net income from securities lending activities	282	-
Net investment gain	542,713	31,211
Other Income	1,864	-
Total additions	835,454	82,965
DEDUCTIONS		
Benefits	124,772	-
Administrative expenses	13,880	799
Distributions to participants	-	18,950
Total deductions	138,652	19,749
Change in net position	696,802	63,216
Net position at October 1	6,688,647	285,257
Net position at September 30	\$ 7,385,449	\$ 348,473

The accompanying notes are an integral part of this statement.

Exhibit 5-a

District of Columbia
Discretely Presented Component Units
Combining Statement of Net Position
September 30, 2014
(With Comparative Totals at September 30, 2013)
(\$000s)

	Health Benefit Exchange	Washington Convention and Sports Authority	Not-for-Profit Hospital Corporation	Housing Finance Agency	University	Totals	
						2014	2013 as restated
ASSETS							
Current assets:							
Cash and cash equivalents (unrestricted)	\$ 14,747	\$ 8,828	\$ 7,062	\$ 32,673	\$ 21,468	\$ 84,778	\$ 76,096
Investments (unrestricted)	-	80,866	-	3,217	33,906	117,989	100,542
Receivables, net:							
Accounts	10,617	3,160	8,743	-	3,073	25,593	20,275
Other	5,636	190	810	7,057	19,089	32,782	93,191
Due from primary government	10,314	12,370	186	-	12,151	35,021	28,067
Inventories	-	-	1,415	-	-	1,415	1,249
Other current assets	-	35	1,283	22,373	319	24,010	24,701
Restricted cash	4,891	8,975	9,377	92,737	4,479	120,459	111,602
Restricted investments	-	145,169	-	130,492	7,568	283,229	317,662
Total current assets	<u>46,205</u>	<u>259,593</u>	<u>28,876</u>	<u>288,549</u>	<u>102,053</u>	<u>725,276</u>	<u>773,385</u>
Noncurrent assets:							
Loans receivable	-	27,181	-	685,727	13	712,921	657,622
Other	-	47,000	234	153	1,182	48,569	1,880
Total long term assets	<u>-</u>	<u>74,181</u>	<u>234</u>	<u>685,880</u>	<u>1,195</u>	<u>761,490</u>	<u>659,502</u>
Capital assets, net							
Property and equipment	24,970	574,294	42,758	1,645	116,306	759,973	729,107
Non-depreciable capital assets	17,220	7,527	13,131	573	40,394	78,845	109,057
Total assets	<u>88,395</u>	<u>915,595</u>	<u>84,999</u>	<u>976,647</u>	<u>259,948</u>	<u>2,325,584</u>	<u>2,271,051</u>
Deferred Outflows of Resources	-	16,872	-	238	-	17,110	19,621
LIABILITIES							
Current liabilities:							
Payables:							
Accounts	13,396	3,721	5,851	452	14,133	37,553	34,918
Compensation	-	1,255	6,768	285	10,995	19,303	17,518
Due to primary government	7,303	3,535	-	-	26,864	37,702	24,745
Accrued liabilities	174	16,693	-	-	-	16,867	17,279
Unearned revenue	-	2,977	-	-	12,100	15,077	16,024
Current maturities	-	16,315	577	24,148	-	41,040	41,272
Other current liabilities	-	10,080	3,063	69,337	8,083	90,563	84,608
Total current liabilities	<u>20,873</u>	<u>54,576</u>	<u>16,259</u>	<u>94,222</u>	<u>72,175</u>	<u>258,105</u>	<u>236,364</u>
Noncurrent liabilities:							
Long term debt:							
Bonds payable	-	633,117	-	791,871	-	1,424,988	1,465,673
Other long-term liabilities	-	4,999	3,731	-	-	8,730	21,988
Refundable advances	-	-	-	-	184	184	2,065
Total long term liabilities	<u>-</u>	<u>638,116</u>	<u>3,731</u>	<u>791,871</u>	<u>184</u>	<u>1,433,902</u>	<u>1,489,726</u>
Total liabilities	<u>20,873</u>	<u>692,692</u>	<u>19,990</u>	<u>886,093</u>	<u>72,359</u>	<u>1,692,007</u>	<u>1,726,090</u>
Deferred Inflow	<u>25,364</u>	<u>-</u>	<u>-</u>	<u>-</u>	<u>-</u>	<u>25,364</u>	<u>-</u>
NET POSITION							
Net investment in capital assets	42,190	162,200	55,057	1,569	156,700	417,716	395,572
Restricted - expendable	-	113,225	-	41,561	4,407	159,193	155,457
Restricted - nonexpendable	-	-	-	-	7,568	7,568	7,568
Unrestricted	(32)	(35,650)	9,952	47,662	18,914	40,846	5,985
Total net position	<u>\$ 42,158</u>	<u>\$ 239,775</u>	<u>\$ 65,009</u>	<u>\$ 90,792</u>	<u>\$ 187,589</u>	<u>\$ 625,323</u>	<u>\$ 564,582</u>

The accompanying notes are an integral part of this statement.

Exhibit 5-b

District of Columbia
Discretely Presented Component Units
Combining Statement of Activities
For the Year Ended September 30, 2014
(With Comparative Totals for the Year Ended September 30, 2013)
(\$000s)

	Health Benefit Exchange Authority	Washington Convention and Sports Authority	Not-for-Profit Hospital Corporation	Housing Finance Agency	University	Totals	
						2014	2013 as restated
Expenses	\$ 23,180	\$ 134,906	\$ 108,149	\$ 54,009	\$ 134,230	\$ 454,474	\$ 553,075
Program revenues:							
Charges for services, fees, fines & forfeits	-	25,350	103,761	31,689	30,695	191,495	151,638
Operating grants and contributions	20,374	-	2,280	-	20,456	43,110	39,432
Capital grants and contributions	17,220	-	-	-	22,898	40,118	47,704
Net (expense) revenue	<u>14,414</u>	<u>(109,556)</u>	<u>(2,108)</u>	<u>(22,320)</u>	<u>(60,181)</u>	<u>(179,751)</u>	<u>(314,301)</u>
General revenues:							
Investment earnings	-	3,322	(304)	6,269	3,756	13,043	45,557
Miscellaneous	-	6,924	1,969	17,856	15,224	41,973	31,992
Subsidy from primary government	-	105,451	13,334	-	66,691	185,476	190,513
Total general revenues	<u>-</u>	<u>115,697</u>	<u>14,999</u>	<u>24,125</u>	<u>85,671</u>	<u>240,492</u>	<u>268,062</u>
Change in net position	14,414	6,141	12,891	1,805	25,490	60,741	(46,239)
Net position at October 1 (as restated)	27,744	233,634	52,118	88,987	162,099	564,582	610,821
Net position at September 30	<u>\$ 42,158</u>	<u>\$ 239,775</u>	<u>\$ 65,009</u>	<u>\$ 90,792</u>	<u>\$ 187,589</u>	<u>\$ 625,323</u>	<u>\$ 564,582</u>

The accompanying notes are an integral part of this statement.