BASIC FINANCIAL STATEMENTS

The basic financial statements include the *Government-Wide Financial Statements, Governmental Fund Financial Statements, Propietary 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 Assets
September 30, 2012
(With Comparative Totals at September 30, 2011)
($000s)

	Primary Government				
	Governmental Activities	Business-Type Activities	Totals 2012	Totals 2011	Component Units
ASSETS					
Cash and cash equivalents (unrestricted)	$ 981,411	$ 8,007	$ 989,418	$ 697,859	$ 159,366
Investments (unrestricted)	-	-	-	-	196,572
Due from federal government	526,497	324	526,821	419,956	23,491
Taxes receivable, net	423,309	-	423,309	359,532	-
Accounts receivable, net	520,203	23,970	544,173	508,129	79,081
Other receivables	-	-	-	-	22,363
Due from primary government	-	-	-	-	22,827
Due from component units	34,282	-	34,282	54,455	-
Due from fiduciary funds	2,213	-	2,213	2,631	-
Internal balances	34,117	(34,117)	-	-	-
Inventories	23,079	-	23,079	14,698	8,194
Other current assets	1,745	5	1,750	5,803	25,507
Cash and cash equivalents (restricted)	812,691	309,802	1,122,493	1,370,935	288,052
Investments (restricted)	388,255	16,381	404,636	368,239	783,533
Other long term assets	297,643	-	297,643	261,842	696,749
Deferred outflow of resources	73,597	-	73,597	69,087	-
Deferred charges	147,675	-	147,675	171,017	-
Depreciable capital assets, net	8,279,352	480	8,279,832	6,982,450	3,650,931
Non-depreciable capital assets	2,145,607	-	2,145,607	2,833,340	886,776
Total assets	14,691,676	324,852	15,016,528	14,119,973	6,843,442
LIABILITIES					
Accounts payable	703,299	66,218	769,517	763,133	183,198
Compensation payable	181,634	815	182,449	176,115	32,209
Due to primary government	-	-	-	-	34,282
Due to component units	22,827	-	22,827	27,975	-
Due to fiduciary funds	35	-	35	3,052	-
Unearned revenues	659,034	99	659,133	612,406	59,232
Accrued liabilities	432,270	7,322	439,592	400,543	65,123
Accrued interest payable	116,638	-	116,638	112,842	-
Other current liabilities	10,030	-	10,030	7,637	165,854
Derivative instrument liabilities	73,048	-	73,048	68,754	-
Long-term liabilities:					
Due within one year	477,791	7,306	485,097	401,931	60,115
Due in more than one year	8,686,500	9,075	8,695,575	8,344,792	4,464,509
Total liabilities	11,363,106	90,835	11,453,941	10,919,180	5,064,522
NET ASSETS					
Invested in capital assets, net of related debt	2,872,272	480	2,872,752	2,535,016	1,414,925
Restricted for:					
Expendable					
Debt service	388,255	-	388,255	345,327	-
Benefit payments	-	229,930	229,930	226,229	-
Capital projects	-	-	-	4,970	-
Grants and special purposes	180,921	-	180,921	183,609	-
Budget reserves	29,874	-	29,874	35,430	-
Purpose restriction	99,072	-	99,072	37,310	-
Emergency reserves	339,103	-	339,103	338,583	-
Other	20,357	-	20,357	18,465	276,868
Nonexpendable	-	-	-	-	7,568
Unrestricted (deficit)	(601,284)	3,607	(597,677)	(524,146)	79,559
Total net assets	$ 3,328,570	$ 234,017	$ 3,562,587	$ 3,200,793	$ 1,778,920

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, 2012
(With Comparative Totals for the Year Ended September 30, 2011)
($000s)

		Program Revenues			Net (Expense) Revenue and Changes in Net Assets				
					Primary Government				
		Charges for Services, Fees,	Operating Grants and	Capital Grants and	Governmental	Business-type	Totals		Component
Functions/Programs	**Expenses**	**Fines & Forfeits**	**Contributions**	**Contributions**	**Activities**	**Activities**	**2012**	**2011**	**Units**
Primary government:									
Governmental activities:									
Governmental direction and support	$ 987,978	$ 67,667	$ 40,697	$ 9,483	$ (870,131)		$ (870,131)	$ (717,264)	
Economic development and regulation	353,618	134,410	74,120	-	(145,088)		(145,088)	(147,868)	
Public safety and justice	1,490,423	131,648	516,158	-	(842,617)		(842,617)	(890,720)	
Public education system	2,113,955	429	375,082	-	(1,738,444)		(1,738,444)	(1,676,234)	
Human support services	3,925,613	11,289	2,154,127	8,845	(1,751,352)		(1,751,352)	(1,647,698)	
Public works	587,002	191,960	29,854	243,083	(122,105)		(122,105)	(55,254)	
Public transportation	221,339	-	-	-	(221,339)		(221,339)	(257,703)	
Interest on long-term debt	397,216	-	-	-	(397,216)		(397,216)	(356,164)	
Total governmental activities	10,077,144	537,403	3,190,038	261,411	(6,088,292)		(6,088,292)	(5,748,905)	
Business-type activities:									
Lottery and games	183,185	249,675	-	-		$ 66,490	66,490	62,223	
Unemployment compensation	344,913	-	27,945	-		(316,968)	(316,968)	(374,449)	
Total business-type activities	528,098	249,675	27,945			(250,478)	(250,478)	(312,226)	
Total primary government	$ 10,605,242	$ 787,078	$ 3,217,983	$ 261,411	(6,088,292)	(250,478)	(6,338,770)	(6,061,131)	
Component units:									
Water and sewer authority	$ 414,932	$ 424,489	$ -	$ 58,957					$ 68,514
Convention center	145,070	22,555	-	-					(122,515)
United Medical Center	107,600	93,738	-	-					(13,862)
Housing finance	58,203	6,813	-	-					(51,390)
University	147,034	27,981	26,061	26,036					(66,956)
Total component units	$ 872,839	$ 575,576	$ 26,061	$ 84,993					(186,209)
General revenues:									
Taxes:									
Property taxes					1,945,071	-	1,945,071	1,803,691	-
Sales and use taxes					1,218,576	-	1,218,576	1,121,257	-
Income and franchise taxes					1,956,590	-	1,956,590	1,656,283	-
Gross receipts taxes					319,036	-	319,036	279,002	-
Other taxes					404,066	133,618	537,684	532,074	-
Investment earnings					21,944	8,517	30,461	17,886	54,762
Miscellaneous					514,590	178,556	693,146	789,755	46,283
Subsidy from primary government					-	-	-	-	182,088
Transfer in (out)					66,404	(66,404)	-	-	-
Total general revenues and transfers					6,446,277	254,287	6,700,564	6,199,948	283,133
Change in net assets					357,985	3,809	361,794	138,817	96,924
Net assets at October 1					2,970,585	230,208	3,200,793	3,061,976	1,681,996
Net assets at September 30					$ 3,328,570	$ 234,017	$ 3,562,587	$ 3,200,793	$ 1,778,920

The accompanying notes are an integral part of this statement.

Exhibit 2-a

District of Columbia
Balance Sheet
Governmental Funds
September 30, 2012
(With Comparative Totals at September 30, 2011)
($000s)

	General	Federal & Private Resources	Housing Production Trust	General Capital Improvements	Nonmajor Governmental Funds	Total Governmental Funds 2012	Total Governmental Funds 2011
ASSETS							
Cash and cash equivalents (unrestricted)	$ 981,411	$ -	$ -	$ -	$ -	$ 981,411	$ 687,877
Due from federal government	24	457,905	-	68,568	-	526,497	416,097
Taxes receivable, net	419,683	-	-	-	3,626	423,309	359,532
Accounts receivable, net	194,599	294,304	-	3,098	28,202	520,203	485,673
Due from component units	33,616	-	-	-	666	34,282	54,456
Due from other funds	187,901	33,626	6,870	-	10,277	238,674	257,659
Inventories	12,195	10,884	-	-	-	23,079	14,698
Other current assets	1,029	716	-	-	-	1,745	5,794
Cash and cash equivalents (restricted)	339,103	79,497	67,509	51,269	275,313	812,691	1,057,745
Investments (restricted)	388,255	-	-	-	-	388,255	345,327
Other long term assets	13,646	20,063	263,634	-	-	297,343	261,842
Total assets	2,571,462	896,995	338,013	122,935	318,084	4,247,489	3,946,700
LIABILITIES AND FUND BALANCES							
Liabilities:							
Accounts payable	390,221	119,117	-	183,994	9,967	703,299	686,904
Compensation payable	152,684	26,268	-	2,539	143	181,634	175,275
Due to other funds	17,011	128,607	-	40,983	15,777	202,378	224,981
Due to component units	13,288	634	-	3,905	5,000	22,827	27,976
Deferred revenue	210,786	280,385	263,634	7,783	569	763,157	706,140
Accrued liabilities	270,922	161,062	-	-	286	432,270	391,153
Other current liabilities	10,029	1	-	-	-	10,030	7,637
Total liabilities	1,064,941	716,074	263,634	239,204	31,742	2,315,595	2,220,066
Fund balances:							
Nonspendable	20,357	-	-	-	-	20,357	18,465
Restricted	856,277	180,921	74,379	-	286,342	1,397,919	1,378,390
Committed	595,008	-	-	-	-	595,008	256,287
Assigned	34,879	-	-	-	-	34,879	73,492
Unassigned	-	-	-	(116,269)	-	(116,269)	-
Total fund balances	1,506,521	180,921	74,379	(116,269)	286,342	1,931,894	1,726,634
Total liabilities and fund balances	$ 2,571,462	$ 896,995	$ 338,013	$ 122,935	$ 318,084		$ 3,946,700

Amounts reported for governmental activities in the statement of net assets (Exhibit 1a) are different because:		
Capital assets used in governmental activities are not financial resources and therefore are not reported in the funds.		10,424,959
Certain long term assets are not available to pay current period expenditures and are therefore not recognized as revenues in the funds.		89,833
Loan receivable from sale of capital assets		300
Adjustment for lease agreement - nursing home.		14,290
Net of deferred outflow resources and derivative instrument liabilities.		549
Adjustment for deferred charges.		147,675
Certain liabilities (such as bonds payable and accrued expenses) are not due and payable in the current period:		
General obligation bonds	2,295,225	
Income tax revenue bonds	3,799,645	
Tobacco settlement bonds	677,219	
TIF bonds	112,985	
Ballpark bonds	507,935	
QZAB	7,628	
Accrued interest payable	116,638	
Capital leases	18,972	
Other long-term liabilities	1,744,683	
		(9,280,930)
Net assets of governmental activities		$ 3,328,570

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, 2012
(With Comparative Totals for the Year Ended September 30, 2011)
($000s)

	General	Federal & Private Resources	Housing Production Trust	General Capital Improvements	Nonmajor Governmental Funds	Total Governmental Funds 2012	Total Governmental Funds 2011
REVENUES							
Taxes:							
Property taxes	$ 1,902,541	$ -	$ -	$ -	$ 32,245	$ 1,934,786	$ 1,800,745
Sales and use taxes	1,183,735	-	-	-	34,841	1,218,576	1,121,257
Income and franchise taxes	1,956,590	-	-	-	-	1,956,590	1,656,283
Gross receipts taxes	276,398	-	-	-	42,638	319,036	279,002
Other taxes	366,904	-	37,162	-	-	404,066	403,199
Fines and forfeitures	185,771	-	-	-	-	185,771	129,448
Licenses and permits	99,300	-	-	-	-	99,300	102,769
Charges for services	246,421	5,911	-	-	-	252,332	257,884
Investment earnings	10,165	636	-	8,535	2,392	21,728	5,789
Miscellaneous	356,643	44,674	7,979	47,634	57,764	514,694	549,006
Federal contributions	-	554,979	-	-	-	554,979	617,845
Operating grants	-	2,635,059	-	261,411	-	2,896,470	2,898,866
Total revenues	6,584,468	3,241,259	45,141	317,580	169,880	10,358,328	9,822,093
EXPENDITURES							
Current:							
Governmental direction and support	694,011	35,565	-	-	57,755	787,331	698,117
Economic development and regulation	194,458	77,760	46,048	-	-	318,266	351,814
Public safety and justice	954,077	515,650	-	-	-	1,469,727	1,517,640
Public education system	1,571,264	409,120	-	-	-	1,980,384	1,943,438
Human support service	1,727,072	2,153,971	-	-	-	3,881,043	3,823,317
Public works	311,968	30,247	-	-	-	342,215	265,750
Public transportation	221,339	-	-	-	-	221,339	257,703
Debt service:							
Principal	177,175	-	-	-	40,470	217,645	211,696
Interest	287,819	20,157	-	-	67,485	375,461	333,872
Fiscal charges	14,349	-	-	-	1,098	15,447	14,296
Capital outlay	-	-	-	1,114,114	38,829	1,152,943	1,189,356
Total expenditures	6,153,532	3,242,470	46,048	1,114,114	205,637	10,761,801	10,606,999
Excess (deficiency) of revenues over (under) expenditures	430,936	(1,211)	(907)	(796,534)	(35,757)	(403,473)	(784,906)
OTHER FINANCING SOURCES (USES)							
Debt issuance	2,737	-	-	397,983	38,650	439,370	745,025
Refunding debt issuance	555,845	-	-	-	52,365	608,210	63,860
Premium on sale of bonds	66,836	-	-	52,166	5,677	124,679	24,711
Payment to refunded bond escrow agent	(622,363)	-	-	-	(57,480)	(679,843)	(63,335)
Equipment financing program	-	-	-	49,463	-	49,463	45,801
Transfers in	92,391	-	1,850	185,555	73,291	353,087	302,059
Transfers out	(124,755)	(1,478)	-	(10,322)	(150,128)	(286,683)	(230,748)
Sale of capital assets	-	-	-	450	-	450	-
Total other financing sources (uses)	(29,309)	(1,478)	1,850	675,295	(37,625)	608,733	887,373
Net change in fund balances	401,627	(2,689)	943	(121,239)	(73,382)	205,260	102,467
Fund balances at October 1,	1,104,894	183,610	73,436	4,970	359,724	1,726,634	1,624,167
Fund balances at September 30	$ 1,506,521	$ 180,921	$ 74,379	$ (116,269)	$ 286,342	$ 1,931,894	$ 1,726,634

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, 2012
($000s)

Net change in fund balances - total governmental funds	$ 205,260
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.	609,648
Deferred 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.	10,285
Bond proceeds provide current financial resources to governmental funds, but issuing debt increases long-term liabilities in the statement of net assets. Repayment of bond principal is an expenditure in the governmental funds, but the repayment reduces long-term liabilities in the statement of net assets. This is the amount by which bond proceeds exceeded repayments.	(406,731)
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 increased in the current period.	(60,889)
Capital assets leased to nursing home	(104)
Loan receivable from sale of capital assets	300
Investment income from investment derivative instrument	216
Change in net assets of governmental activities	$ 357,985

The accompanying notes are an integral part of this statement.

Exhibit 2-d

District of Columbia
Budgetary Comparison Statement
For the Year Ended September 30, 2012
($000s)

	General Fund				Federal and Private Resources				Totals			
	Budget Original	Budget Revised	Actual	Variance Positive (Negative)	Budget Original	Budget Revised	Actual	Variance Positive (Negative)	Budget Original	Budget Revised	Actual	Variance Positive (Negative)
Revenues and Sources:												
Taxes:												
Property taxes	$ 1,889,758	$ 1,924,048	$ 1,910,254	$ (13,794)	$ -	$ -	$ -	$ -	$ 1,889,758	$ 1,924,048	$ 1,910,254	$ (13,794)
Sales and use taxes	1,194,925	1,150,527	1,218,577	68,050	-	-	-	-	1,194,925	1,150,527	1,218,577	68,050
Income and franchise taxes	1,774,080	1,834,387	1,956,590	122,203	-	-	-	-	1,774,080	1,834,387	1,956,590	122,203
Other taxes	669,014	707,219	756,430	49,211	-	-	-	-	669,014	707,219	756,430	49,211
Total taxes	5,527,777	5,616,181	5,841,851	225,670	-	-	-	-	5,527,777	5,616,181	5,841,851	225,670
Licenses and permits	63,357	74,096	77,717	3,621	-	-	-	-	63,357	74,096	77,717	3,621
Fines and forfeits	138,236	154,396	181,603	27,207	-	-	-	-	138,236	154,396	181,603	27,207
Charges for services	47,987	61,029	73,795	12,766	-	-	-	-	47,987	61,029	73,795	12,766
Miscellaneous	154,757	126,240	122,997	(3,243)	-	-	-	-	154,757	126,240	122,997	(3,243)
Other sources	410,079	392,442	421,590	29,148	-	-	-	-	410,079	392,442	421,590	29,148
General obligation bonds	6,000	6,000	3,142	(2,858)	-	-	-	-	6,000	6,000	3,142	(2,858)
Federal contributions	-	-	-	-	92,575	112,989	72,579	(40,410)	92,575	112,989	72,579	(40,410)
Operating grant	-	-	-	-	2,501,972	2,476,622	2,443,127	(33,495)	2,501,972	2,476,622	2,443,127	(33,495)
Fund balance released from restrictions	43,744	69,730	5,769	(63,961)	-	25,306	25,306	-	43,744	95,036	31,075	(63,961)
Interfund transfer-from lottery and games	68,500	63,257	66,404	3,147	-	-	-	-	68,500	63,257	66,404	3,147
Interfund transfer-others	5,833	37,073	25,403	(11,670)	-	-	-	-	5,833	37,073	25,403	(11,670)
Total revenues and other sources	6,466,270	6,600,444	6,820,271	219,827	2,594,547	2,614,917	2,541,012	(73,905)	9,060,817	9,215,361	9,361,283	145,922
Expenditures and Other Uses:												
Governmental direction and support	536,105	533,520	520,531	12,989	29,798	32,241	27,090	5,151	565,903	565,761	547,621	18,140
Economic development and regulation	260,864	262,732	235,349	27,383	139,131	84,346	78,547	5,799	399,995	347,078	313,896	33,182
Public safety and justice	973,834	958,085	948,965	9,120	160,072	142,115	134,553	7,562	1,133,906	1,100,200	1,083,518	16,682
Public education system	1,557,725	1,453,478	1,429,593	23,885	303,859	338,747	311,779	26,968	1,861,584	1,792,225	1,741,372	50,853
Public education AY13 expenditure	-	137,743	137,743	-	-	-	-	-	-	137,743	137,743	-
Human support services	1,577,145	1,631,546	1,610,188	21,358	1,908,352	1,952,651	1,917,856	34,795	3,485,497	3,584,197	3,528,044	56,153
Public works	530,516	552,305	535,086	17,219	38,435	33,468	30,247	3,221	568,951	585,773	565,333	20,440
Wilson building	3,968	3,968	3,458	510	-	-	-	-	3,968	3,968	3,458	510
Repay bonds and interest	442,444	414,625	414,227	398	-	20,277	20,157	120	442,444	434,902	434,384	518
Repay revenue bonds and interest	6,691	5,574	5,574	-	-	-	-	-	6,691	5,574	5,574	-
Bond fiscal charge	6,000	6,000	4,348	1,652	-	-	-	-	6,000	6,000	4,348	1,652
Interest on short term borrowing	4,500	2,572	2,572	-	-	-	-	-	4,500	2,572	2,572	-
Certificates of participation	32,534	32,278	32,233	45	-	-	-	-	32,534	32,278	32,233	45
Settlements and judgments fund	21,477	24,337	24,337	-	-	-	-	-	21,477	24,337	24,337	-
Baseball tax transfer	45,545	55,231	55,231	-	-	-	-	-	45,545	55,231	55,231	-
Convention center transfer	100,718	101,093	101,093	-	-	-	-	-	100,718	101,093	101,093	-
Highway trust transfer	37,294	39,674	39,432	242	-	-	-	-	37,294	39,674	39,432	242
TIF and pilot transfer	65,466	54,494	54,494	-	-	-	-	-	65,466	54,494	54,494	-
Emergency planning and security costs	-	-	-	-	14,900	11,072	9,609	1,463	14,900	11,072	9,609	1,463
Equipment lease operating	53,617	49,804	49,791	13	-	-	-	-	53,617	49,804	49,791	13
Emergency and contingency reserve	3,000	-	-	-	-	-	-	-	3,000	-	-	-
Pay-go capital	37,448	80,878	80,878	-	-	-	-	-	37,448	80,878	80,878	-
Schools modernization fund	8,621	8,621	8,621	-	-	-	-	-	8,621	8,621	8,621	-
District retiree health contribution	109,800	109,800	109,800	-	-	-	-	-	109,800	109,800	109,800	-
Non-departmental agency	22,350	2,506	-	2,506	-	-	-	-	22,350	2,506	-	2,506
Total expenditures and other uses	6,437,662	6,520,864	6,403,544	117,320	2,594,547	2,614,917	2,529,838	85,079	9,032,209	9,135,781	8,933,382	202,399
EXCESS OF REVENUES AND OTHER SOURCES OVER EXPENDITURES AND OTHER USES – BUDGETARY BASIS	$ 28,608	$ 79,580	$ 416,727	$ 337,147	$ -	$ -	$ 11,174	$ 11,174	$ 28,608	$ 79,580	$ 427,901	$ 348,321

The accompanying notes are an integral part of this statement.

Exhibit 3-a

District of Columbia

Statement of Net Assets
Proprietary Funds
September 30, 2012
(With Comparative Totals at September 30, 2011)
($000s)

	Lottery and Games	Unemployment Compensation	Totals 2012	Totals 2011
ASSETS				
Current assets:				
Cash and cash equivalents (unrestricted)	$ 8,007	$ -	$ 8,007	$ 9,982
Due from federal government	-	324	324	3,859
Accounts receivable, net	6,282	17,688	23,970	22,456
Due from other funds	-	-	-	3,177
Other current assets	5	-	5	10
Cash and cash equivalents (restricted)	-	309,802	309,802	313,190
Total current assets	14,294	327,814	342,108	352,674
Noncurrent assets:				
Investments (restricted)	16,381	-	16,381	22,912
Capital assets, net	480	-	480	478
Total noncurrent assets	16,861	-	16,861	23,390
Total assets	31,155	327,814	358,969	376,064
LIABILITIES				
Current liabilities				
Accounts payable	2,451	63,767	66,218	76,229
Accrued compensated absences	815	-	815	840
Due to other funds	-	34,117	34,117	36,277
Deferred revenue	99	-	99	208
Accrued liabilities	7,322	-	7,322	9,390
Long term liabilities due within one year	7,306	-	7,306	6,878
Total current liabilities	17,993	97,884	115,877	129,822
Noncurrent liabilities				
Long term liabilities due in more than one year	9,075	-	9,075	16,034
Total noncurrent liabilities	9,075	-	9,075	16,034
Total liabilities	27,068	97,884	124,952	145,856
NET ASSETS				
Invested in capital assets	480	-	480	478
Restricted - expendable	-	229,930	229,930	226,229
Unrestricted	3,607	-	3,607	3,501
Total net assets	$ 4,087	$ 229,930	$ 234,017	$ 230,208

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 Assets
Proprietary Funds
For the Year Ended September 30, 2012
(With Comparative Totals for the Year Ended September 30, 2011)
($000s)

	Lottery and Games	Unemployment Compensation	Totals 2012	Totals 2011
Operating revenues:				
Employer taxes	$ -	$ 133,618	$ 133,618	$ 128,875
Charges for services	249,675	-	249,675	235,884
Benefit contributions	-	27,945	27,945	34,968
Miscellaneous	-	289	289	11
Total operating revenues	249,675	161,852	411,527	399,738
Operating expenses:				
Benefits	-	344,913	344,913	408,997
Prizes, agents commission & advertising	159,460	-	159,460	146,313
Personnel services	11,765	-	11,765	12,221
Contractual services	11,764	-	11,764	14,088
Depreciation	196	-	196	169
Miscellaneous	-	-	-	1,290
Total operating expenses	183,185	344,913	528,098	583,078
Operating income (loss)	66,490	(183,061)	(116,571)	(183,340)
Nonoperating revenues:				
Interest and investment revenue	22	8,495	8,517	11,764
Federal contribution	-	178,267	178,267	226,344
Total nonoperating revenues	22	186,762	186,784	238,108
Income before transfers	66,512	3,701	70,213	54,768
Transfer out	(66,404)	-	(66,404)	(71,311)
Change in net assets	108	3,701	3,809	(16,543)
Total net assets at October 1	3,979	226,229	230,208	246,751
Total net assets at September 30	$ 4,087	$ 229,930	$ 234,017	$ 230,208

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, 2012
(With Comparative Totals for the Year Ended September 30, 2011)
($000s)

	Lottery and Games	Unemployment Compensation	Totals 2012	Totals 2011
Cash Flows from Operating activities:				
Cash receipts from customers/employers	$ 248,684	$ 161,062	$ 409,746	$ 399,431
Other cash receipts	43	-	43	303
Cash payments to vendors	(21,406)	-	(21,406)	(23,193)
Cash payments to employees/claimants	(7,047)	(355,497)	(362,544)	(420,412)
Other cash payments, including prizes	(155,669)	-	(155,669)	(142,149)
Net cash provided by (used in) operating activities	64,605	(194,435)	(129,830)	(186,020)
Cash Flows from Noncapital financing activities:				
Intergovernmental grants	-	182,552	182,552	226,344
Interfund transfers out	(66,404)	-	(66,404)	(65,212)
Net cash provided by (used in) noncapital financing activities	(66,404)	182,552	116,148	161,132
Cash Flows from Capital and related financing activities:				
Disposal (acquisition) of capital assets	(198)	-	(198)	(449)
Net cash provided by (used in) capital and related financing activities	(198)	-	(198)	(449)
Cash Flows from Investing activities:				
Receipts of interest and dividends	22	8,495	8,517	11,764
Net cash provided by investing activities	22	8,495	8,517	11,764
NET DECREASE IN CASH AND CASH EQUIVALENTS	(1,975)	(3,388)	(5,363)	(13,573)
Cash and cash equivalents at October 1	9,982	313,190	323,172	336,745
Cash and cash equivalents at September 30	$ 8,007	$ 309,802	$ 317,809	$ 323,172
Reconciliation of operating income (loss) to net cash provided by (used in) operating activities:				
Operating income (loss)	$ 66,490	$ (183,061)	$ (116,571)	$ (183,340)
Depreciation	196	-	196	169
Decrease (increase) in assets:				
Accounts receivable	(840)	(674)	(1,514)	2,790
Allowance for uncollectible	-	-	-	507
Deposits	-	-	-	(3)
Other current assets	5	173	178	79
Increase (decrease) in liabilities:				
Accounts payable	956	(10,873)	(9,917)	(6,381)
Accrued liabilities	(1,952)	-	(1,952)	266
Deferred revenue	(109)	-	(109)	56
Other current liabilities	(141)	-	(141)	(163)
Net cash provided by (used in) operating activities:	$ 64,605	$ (194,435)	$ (129,830)	$ (186,020)

The accompanying notes are an integral part of this statement.

Exhibit 4-a

District of Columbia
Statement of Fiduciary Net Assets
Fiduciary Funds
September 30, 2012
($000s)

	Pension/OPEB Trust Funds	Private Purpose Trust Fund	Agency Funds
ASSETS			
Cash and cash equivalents - restricted	$ 203,819	$ -	$ 53,639
Investments - restricted:			
Equities	3,396,740	149,326	-
Fixed income securities	1,399,703	74,261	-
Real estate	253,621	-	-
Private equity	682,583	-	-
Collateral for securities lending transactions	96,652	-	-
Accounts receivable	-	305	-
Accounts receivable - foreign exchanges	42,010	-	-
Due from federal government	1,606	-	-
Benefit contribution receivables	3,332	-	-
Due from other funds	-	-	35
Other receivables	-	-	9,005
Other current assets	149,659	-	-
Capital assets	3	-	-
Total assets	6,229,728	223,892	$ 62,679
LIABILITIES			
Accounts payable	11,507	327	$ 878
Accounts payable - foreign currency purchased	42,010	-	-
Securities lending collateral	97,797	-	-
Due to component units	-	-	340
Due to other funds	2,054	-	160
Other current liabilities	197,676	-	61,301
Total liabilities	351,044	327	$ 62,679
NET ASSETS			
Held in trust for pension and OPEB benefits and other purposes	$ 5,878,684	$ 223,565	

The accompanying notes are an integral part of this statement.

Exhibit 4-b

District of Columbia
Statement of Changes in Fiduciary Net Assets
Fiduciary Funds
For the Year Ended September 30, 2012
($000s)

	Pension/OPEB Trust Funds	Private Purpose Trust Fund
ADDITIONS		
Contributions:		
Employer	$ 226,500	$ -
Plan members	59,318	43,614
Total contributions	285,818	43,614
Investment earnings:		
From investment activities		
Net increase in fair value of investments	646,729	31,240
Other revenue	2,256	-
Interest and dividends	83,001	3,452
Total investment gain	731,986	34,692
Less - investment expenses	(12,451)	(1,884)
Net gain from investing activities	719,535	32,808
From securities lending activities		
Securities lending income	2,128	-
Less: securities lending expenses	(570)	-
Net income from securities lending activities	1,558	-
Net investment gain	721,093	32,808
Total additions	1,006,911	76,422
DEDUCTIONS		
Benefits	98,061	-
Administrative expenses	9,831	557
Distributions to participants	-	19,541
Total deductions	107,892	20,098
Change in net assets	899,019	56,324
Net assets at October 1	4,979,665	167,241
Net assets at September 30	$ 5,878,684	$ 223,565

The accompanying notes are an integral part of this statement.

Exhibit 5-a

District of Columbia
Discretely Presented Component Units
Combining Statement of Net Assets
September 30, 2012
(With Comparative Totals at September 30, 2011)
($000s)

	Water and Sewer Authority	Washington Convention and Sports Authority	Not-for-Profit Hospital Corporation	Housing Finance Agency	University	Totals 2012	Totals 2011 as restated
ASSETS							
Current Assets:							
Cash and cash equivalents (unrestricted)	$ 94,472	$ 10,455	$ 1,635	$ 24,317	$ 28,487	$ 159,366	$ 166,083
Investments (unrestricted)	100,489	59,056	-	6,043	30,984	196,572	149,530
Receivables, net:							
Accounts	58,208	2,533	13,425	-	4,915	79,081	75,159
Other	-	-	-	16,890	5,473	22,363	31,892
Due from federal government	23,491	-	-	-	-	23,491	20,505
Due from primary government	3,155	12,611	-	-	7,061	22,827	27,975
Inventories	6,674	-	1,520	-	-	8,194	8,572
Other current assets	519	678	716	23,321	273	25,507	37,268
Restricted cash	175,567	2,287	1,704	107,486	1,008	288,052	267,930
Restricted investments	203,940	327,045	-	245,306	7,242	783,533	828,094
Total current assets	666,515	414,665	19,000	423,363	85,443	1,608,986	1,613,008
Noncurrent Assets:							
Loans receivable	-	-	-	651,874	846	652,720	549,203
Other	32,042	9,743	606	964	674	44,029	36,982
Total long term assets	32,042	9,743	606	652,838	1,520	696,749	586,185
Capital assets, net							
Property and equipment	2,910,813	591,954	49,085	2,064	97,015	3,650,931	3,553,339
Non-depreciable capital assets	807,430	46,998	8,100	573	23,675	886,776	560,007
Total assets	**4,416,800**	**1,063,360**	**76,791**	**1,078,838**	**207,653**	**6,843,442**	**6,312,539**
LIABILITIES							
Current Liabilities:							
Payables:							
Accounts	151,020	8,413	9,488	2,610	11,667	183,198	162,072
Compensation	18,302	588	5,668	236	7,415	32,209	26,737
Due to primary government	1,664	5,666	-	-	26,952	34,282	54,455
Accrued liabilities	43,841	17,376	-	-	3,906	65,123	61,341
Deferred revenue	42,875	3,202	-	1,373	11,782	59,232	45,836
Current maturities	19,692	13,865	682	25,876	-	60,115	72,445
Other current liabilities	41,200	9,317	1,010	107,884	6,443	165,854	142,106
Total current liabilities	318,594	58,427	16,848	137,979	68,165	600,013	564,992
Noncurrent Liabilities:							
Long term debt:							
Bonds payable	1,813,967	645,299	-	846,460	-	3,305,726	3,056,485
Other long-term liabilities	27,093	21,213	8,253	576	-	57,135	44,720
Refundable advances	-	982	-	-	1,262	2,244	2,245
Deferred revenue	1,099,404	-	-	-	-	1,099,404	962,101
Total long term liabilities	2,940,464	667,494	8,253	847,036	1,262	4,464,509	4,065,551
Total Liabilities	**3,259,058**	**725,921**	**25,101**	**985,015**	**69,427**	**5,064,522**	**4,630,543**
NET ASSETS							
Invested in capital assets, net of related debt	1,035,584	200,710	56,229	1,712	120,690	1,414,925	1,319,273
Restricted - expendable	63,597	160,454	-	51,112	1,705	276,868	265,574
Restricted - nonexpendable	-	-	-	-	7,568	7,568	7,242
Unrestricted	58,561	(23,725)	(4,539)	40,999	8,263	79,559	89,907
Total Net Assets	**$ 1,157,742**	**$ 337,439**	**$ 51,690**	**$ 93,823**	**$ 138,226**	**$ 1,778,920**	**$ 1,681,996**

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, 2012
(With Comparative Totals for the Year Ended September 30, 2011)
($000s)

	Water and Sewer Authority	Washington Convention and Sports Authority	Not-for-Profit Hospital Corporation	Housing Finance Agency	University	Totals 2012	Totals 2011
Expenses	$ 414,932	$ 145,070	$ 107,600	$ 58,203	$ 147,034	$ 872,839	$ 870,606
Program Revenues:							
Charges for services, fees, fines & forfeits	424,489	22,555	93,738	6,813	27,981	575,576	558,964
Operating grants and contributions	-	-	-	-	26,061	26,061	27,398
Capital grants and contributions	58,957	-	-	-	26,036	84,993	61,867
Net (Expense) Revenue	68,514	(122,515)	(13,862)	(51,390)	(66,956)	(186,209)	(222,377)
General Revenues:							
Investment earnings	933	2,005	(295)	46,732	5,387	54,762	54,324
Miscellaneous	16,077	4,284	135	11,386	14,401	46,283	64,177
Subsidy from primary government	-	101,026	13,700	-	67,362	182,088	164,417
Total general revenues	17,010	107,315	13,540	58,118	87,150	283,133	282,918
Change in net assets	85,524	(15,200)	(322)	6,728	20,194	96,924	60,541
Net assets at October 1 (as restated)	1,072,218	352,639	52,012	87,095	118,032	1,681,996	1,621,455
Net assets at September 30	$ 1,157,742	$ 337,439	$ 51,690	$ 93,823	$ 138,226	$ 1,778,920	$ 1,681,996

The accompanying notes are an integral part of this statement.