

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, 2015
(With Comparative Totals at September 30, 2014)
(\$000s)

	Primary Government				Component Units
	Governmental Activities	Business-Type Activities	Totals		
			2015	2014, as restated	
ASSETS					
Cash and cash equivalents	\$ 1,729,830	\$ 10,289	\$ 1,740,119	\$ 1,126,578	\$ 138,346
Investments	-	-	-	-	134,175
Due from federal government	555,039	795	555,834	505,033	-
Taxes receivable, net	324,997	-	324,997	486,344	-
Accounts receivable, net	186,547	15,710	202,257	206,383	23,174
Other receivables	-	-	-	-	14,165
Due from primary government	-	-	-	-	37,419
Due from component units	17,502	-	17,502	37,702	-
Due from fiduciary funds	1,595	-	1,595	1,587	314
Internal balances	24,967	(24,967)	-	-	-
Inventories	16,486	-	16,486	35,404	1,460
Other current assets	3,474	2	3,476	4,966	38,797
Derivative instrument assets	605	-	605	-	-
Cash and cash equivalents (restricted)	1,711,930	357,903	2,069,833	1,797,333	176,482
Investments (restricted)	92,182	3,422	95,604	100,921	299,386
Other long-term assets	264,067	-	264,067	332,987	895,014
Net pension assets	78,585	-	78,585	587,266	-
Depreciable capital assets, net	9,657,571	169	9,657,740	9,237,341	835,981
Non-depreciable capital assets	2,259,453	-	2,259,453	2,172,981	32,523
Total assets	16,924,830	363,323	17,288,153	16,632,826	2,627,236
DEFERRED OUTFLOW OF RESOURCES					
Derivative instrument - hedge	53,571	-	53,571	48,030	-
Pension	533,423	-	533,423	-	-
Advance refunding loss	6,375	-	6,375	7,037	15,919
Total deferred outflow of resources	593,369	-	593,369	55,067	15,919
Total assets and deferred outflow of resources	17,518,199	363,323	17,881,522	16,687,893	2,643,155
LIABILITIES					
Accounts payable	783,453	34,110	817,563	815,496	48,543
Compensation payable	204,680	1,145	205,825	217,482	19,691
Due to primary government	-	-	-	-	17,502
Due to component units	37,419	-	37,419	35,021	-
Unearned revenues	223,239	34	223,273	242,606	15,705
Accrued liabilities	461,332	7,250	468,582	458,528	16,944
Accrued interest payable	142,447	-	142,447	128,828	-
Other current liabilities	58,614	-	58,614	56,183	141,321
Derivative instrument liabilities	53,571	-	53,571	47,571	-
Net pension liabilities	280,173	-	280,173	110,073	-
Long-term liabilities:					
Due within one year	533,212	1,160	534,372	545,356	53,733
Due in more than one year	10,597,689	2,701	10,600,390	9,684,370	1,550,685
Total liabilities	13,375,829	46,400	13,422,229	12,341,514	1,864,124
DEFERRED INFLOW OF RESOURCES					
Capital lease gain	33,712	-	33,712	35,523	-
Pension	9,210	-	9,210	-	-
Total deferred inflow of resources	42,922	-	42,922	35,523	-
Total liabilities and deferred inflow of resources	13,418,751	46,400	13,465,151	12,377,037	1,864,124
NET POSITION					
Net investment in capital assets	2,639,069	169	2,639,238	2,830,469	465,278
Restricted for:					
Expendable					
Pension	322,625	-	322,625	477,193	-
Debt service	397,557	-	397,557	437,786	-
Benefit payments	-	312,483	312,483	260,645	-
Capital projects	102,320	-	102,320	61,708	-
Grants and special purposes	167,215	-	167,215	164,485	-
Budget reserves	24,598	-	24,598	23,239	-
Purpose restriction	144,146	-	144,146	137,707	-
Emergency reserves	366,249	-	366,249	355,417	-
FEMS Settlement	47,000	-	47,000	-	-
Other	23,099	-	23,099	15,022	173,158
Nonexpendable	-	-	-	-	7,568
Unrestricted (deficit)	(134,430)	4,271	(130,159)	(452,815)	133,027
Total net position	\$ 4,099,448	\$ 316,923	\$ 4,416,371	\$ 4,310,856	\$ 779,031

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, 2015
(With Comparative Totals for the Year Ended September 30, 2014)
(\$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	Governmental Activities	Primary Government		Totals	
						Business-type Activities	2015		
Governmental activities:									
Governmental direction and support	\$ 912,698	\$ 102,109	\$ 36,463	\$ -	\$ (774,126)	\$ -	\$ (774,126)	\$ (814,559)	
Economic development and regulation	474,493	167,841	60,405	96	(246,151)	-	(246,151)	(213,460)	
Public safety and justice	1,715,161	93,552	476,593	-	(1,145,016)	-	(1,145,016)	(1,020,845)	
Public education system	2,558,644	1,433	390,226	-	(2,166,985)	-	(2,166,985)	(1,878,325)	
Human support services	4,484,943	8,095	2,475,403	26,904	(1,974,541)	-	(1,974,541)	(1,871,090)	
Public works	705,766	165,931	25,656	197,891	(316,288)	-	(316,288)	(277,904)	
Public transportation	335,703	-	-	-	(335,703)	-	(335,703)	(309,436)	
Interest on long-term debt	404,130	-	-	-	(404,130)	-	(404,130)	(396,754)	
Total governmental activities	11,591,538	538,961	3,464,746	224,891	(7,362,940)	-	(7,362,940)	(6,782,373)	
Business-type activities:									
Lottery and games	156,762	212,495	-	-	-	\$ 55,733	\$ 55,733	54,896	
Unemployment compensation	119,267	-	14,561	-	-	(104,706)	(104,706)	(150,637)	
Total business-type activities	276,029	212,495	14,561	-	-	(48,973)	(48,973)	(95,741)	
Total primary government	\$ 11,867,567	\$ 751,456	\$ 3,479,307	\$ 224,891	(7,362,940)	(48,973)	(7,411,913)	(6,878,114)	
Component units:									
Health benefit exchange	\$ 47,488	\$ -	\$ 53,119	\$ -	-	-	-	\$ 5,631	
Convention center	130,727	28,604	-	-	-	-	-	(102,123)	
Not-for-profit hospital corporation	122,175	98,792	4,162	-	-	-	-	(19,221)	
Housing finance	48,563	32,097	-	-	-	-	-	(16,466)	
University	139,524	31,357	-	42,779	-	-	-	(43,711)	
Total component units	\$ 488,477	\$ 190,850	\$ 78,958	\$ 42,779	-	-	-	(173,890)	
General revenues:									
Taxes:									
Property taxes					2,315,693	-	2,315,693	2,118,198	
Sales and use taxes					1,425,525	-	1,425,525	1,282,573	
Income and franchise taxes					2,316,727	-	2,316,727	2,094,754	
Gross receipts taxes					361,293	-	361,293	389,539	
Other taxes					528,866	148,889	677,755	565,114	
Investment earnings					7,666	-	7,666	14,150	
Miscellaneous					406,914	-	406,914	519,479	
Subsidy from primary government					-	(55,586)	(55,586)	-	
Transfer in (out)					55,586	-	55,586	-	
Total general revenues and transfers					7,416,459	100,969	7,517,428	6,983,807	
Change in net position									
Net position at October 1, as restated					53,519	51,996	105,515	105,693	
Net position at September 30					4,045,929	264,927	4,310,856	4,205,163	
					\$ 4,099,448	\$ 316,923	\$ 4,416,371	\$ 4,310,856	

The accompanying notes are an integral part of this statement.

Exhibit 2-a

District of Columbia
Balance Sheet
Governmental Funds
September 30, 2015
(With Comparative Totals at September 30, 2014)
(\$000s)

						Total Governmental Funds	
	General	Federal & Private Resources	Housing Production Trust	General Capital Improvements	Nonmajor Governmental Funds	2015	2014
ASSETS							
Cash and cash equivalents	\$ 1,729,830	\$ -	\$ -	\$ -	\$ -	\$ 1,729,830	\$ 1,117,260
Due from federal government	3,744	466,552	-	84,743	-	555,039	504,178
Taxes receivable, net	321,475	-	-	-	3,522	324,997	486,344
Accounts receivable, net	143,209	10,017	270	2,494	30,557	186,547	189,871
Due from component units	16,695	-	-	142	665	17,502	37,702
Due from other funds	276,005	24,696	6,318	-	8,717	315,736	312,157
Inventories	12,734	3,752	-	-	-	16,486	35,404
Other current assets	2,330	1,114	-	-	30	3,474	4,963
Cash and cash equivalents (restricted)	763,806	116,020	176,846	244,156	411,102	1,711,930	1,480,161
Investments (restricted)	78,880	-	2,147	-	11,155	92,182	94,639
Other long-term assets	110,818	100,276	42,297	10,676	-	264,067	332,987
Total assets	\$ 3,459,526	\$ 722,427	\$ 227,878	\$ 342,211	\$ 465,748	\$ 5,217,790	\$ 4,595,666
LIABILITIES							
Accounts payable	\$ 452,647	\$ 116,689	\$ 85	\$ 175,006	\$ 5,157	\$ 749,584	\$ 743,608
Compensation payable	177,850	23,435	-	3,237	158	204,680	216,489
Due to other funds	15,570	155,538	-	98,542	19,524	289,174	278,346
Due to component units	13,463	10,400	-	12,065	1,491	37,419	35,021
Unearned revenue	63,985	104,882	42,297	12,075	-	223,239	242,540
Accrued liabilities	316,645	144,266	-	-	421	461,332	451,929
Other current liabilities	52,985	2	-	4,981	646	58,614	56,183
Total liabilities	1,093,145	555,212	42,382	305,906	27,397	2,024,042	2,024,116
DEFERRED INFLOW OF RESOURCES							
Unavailable revenues	199,319	-	-	500	1,243	201,062	162,799
FUND BALANCE							
Nonspendable	12,734	3,752	-	-	-	16,486	35,404
Restricted	1,026,396	163,463	185,496	35,805	437,108	1,848,268	1,622,615
Committed	1,047,105	-	-	-	-	1,047,105	744,649
Assigned	80,827	-	-	-	-	80,827	120,331
Unassigned	-	-	-	-	-	-	(114,248)
Total fund balances	2,167,062	167,215	185,496	35,805	437,108	2,992,686	2,408,751
Total liabilities, deferred inflow of resources and fund balances	\$ 3,459,526	\$ 722,427	\$ 227,878	\$ 342,211	\$ 465,748		\$ 4,595,666

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	11,917,024
Certain long term assets are not available to pay current period expenditures and are therefore not recognized as revenues in the funds:	
Unavailable Tax revenue (Exhibit A-1)	92,357
Other General Fund unavailable revenues (Exhibit A-1)	106,962
Unavailable revenues - General Capital Improvements (Exhibit 2-	500
Unavailable revenues - Non-Major Funds (Exhibit 2-a)	1,243
	201,062
Deferred inflow of resources - Capital lease gain (Exhibit 1-a)	(33,712)
Deferred inflow of resources - pension (Exhibit 1-a)	(9,210)
Deferred outflow of resources - pension (Exhibit 1-a)	533,423
Net pension asset (Exhibit 1-a)	78,585
Retainage liability not to be paid with current resources	(33,869)
Advanced refunding loss (Exhibit 1-a)	6,375
Derivative instrument asset (exhibit 1-a)	605
Certain liabilities (such as bonds payable and accrued expenses) are not due and payable in the current period:	
General obligation bonds (Note 8, Table N27)	3,530,770
Income tax revenue bonds (Note 8, Table N27)	4,327,855
Tobacco settlement bonds (Note 8, Table N27)	616,404
TIF bonds (Note 8, Table N27)	100,895
Net pension liabilities (Exhibit 1-a)	280,173
Ballpark bonds (Note 8, Table N27)	467,360
QZAB (Note 8, Table N27)	4,791
Accrued interest payable (Exhibit 1-a)	142,447
Capital leases (Note 8, Table N27)	5,105
Other long-term liabilities (Note 8, Table N27)	2,077,721
	(11,553,531)
Net position of governmental activities	\$ 4,099,448

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, 2015
(With Comparative Totals for the Year Ended September 30, 2014)
(\$000s)

	General	Federal & Private Resources	Housing Production Trust	General Capital Improvements	Nonmajor Governmental Funds	Total Governmental Funds	
						2015	2014
REVENUES							
Taxes:							
Property taxes	\$ 2,316,147	\$ -	\$ -	\$ -	\$ 40,180	\$ 2,356,327	\$ 2,135,037
Sales and use taxes	1,373,066	-	-	-	52,459	1,425,525	1,282,573
Income and franchise taxes	2,316,727	-	-	-	-	2,316,727	2,094,754
Gross receipts taxes	314,989	-	-	-	46,304	361,293	389,539
Other taxes	468,268	-	60,598	-	-	528,866	423,354
Fines and forfeitures	129,283	-	-	-	-	129,283	143,124
Licenses and permits	119,658	-	-	-	-	119,658	102,242
Charges for services	286,031	3,989	-	-	-	290,020	256,020
Investment earnings	1,814	646	1	19	3,375	5,855	6,810
Miscellaneous	335,342	28,738	3,945	2,257	44,218	414,500	552,455
Federal contributions	-	554,342	-	-	-	554,342	519,846
Operating grants	-	2,910,404	-	224,891	-	3,135,295	3,026,937
Total revenues	7,661,325	3,498,119	64,544	227,167	186,536	11,637,691	10,932,691
EXPENDITURES							
Current:							
Governmental direction and support	870,067	43,063	-	-	114,343	1,027,473	920,513
Economic development and regulation	309,346	65,888	73,010	-	-	448,244	411,812
Public safety and justice	1,044,356	476,840	-	-	-	1,521,196	1,515,470
Public education system	1,866,863	379,346	-	-	-	2,246,209	2,128,137
Human support services	1,954,001	2,484,447	-	-	-	4,438,448	4,261,400
Public works	328,787	25,899	-	-	-	354,686	329,355
Public transportation	335,703	-	-	-	-	335,703	309,436
Debt service:							
Principal	259,142	-	-	6,715	35,144	301,001	306,498
Interest	337,326	18,440	-	5,053	60,730	421,549	422,450
Fiscal charges	7,260	-	-	-	1,051	8,311	4,895
Capital outlay	-	-	-	1,160,957	35,437	1,196,394	1,123,073
Total expenditures	7,312,851	3,493,923	73,010	1,172,725	246,705	12,299,214	11,733,039
Excess (deficiency) of revenues over (under) expenditures	348,474	4,196	(8,466)	(945,558)	(60,169)	(661,523)	(800,348)
OTHER FINANCING SOURCES (USES)							
Debt issuance	4,894	-	-	874,461	154,897	1,034,252	597,230
Refunding debt issuance	231,255	-	-	-	-	231,255	475,305
Premium on sale of bonds	27,099	-	-	128,441	-	155,540	85,679
Payment to refunded bond escrow agent	(256,765)	-	-	-	-	(256,765)	(503,439)
Equipment financing program	-	-	-	25,590	-	25,590	31,716
Transfers in	114,901	-	20,099	136,245	87,491	358,736	331,676
Transfers out	(176,455)	(1,466)	-	(69,126)	(56,103)	(303,150)	(276,710)
Sale of capital assets	-	-	-	-	-	-	1,050
Total other financing sources (uses)	(55,071)	(1,466)	20,099	1,095,611	186,285	1,245,458	742,507
Net change in fund balances	293,403	2,730	11,633	150,053	126,116	583,935	(57,841)
Fund balances at October 1,	1,873,659	164,485	173,863	(114,248)	310,992	2,408,751	2,466,592
Fund balances at September 30	\$ 2,167,062	\$ 167,215	\$ 185,496	\$ 35,805	\$ 437,108	\$ 2,992,686	\$ 2,408,751

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, 2015
(\$000s)

Net change in fund balances - total governmental funds \$ 583,935

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.

Capital outlay capitalized (Note 5, table N15)	\$ 887,787	
Depreciation expense (Note 5, table N15)	(391,147)	
Depreciable capital asset additions (Note 5, table N15)	17,848	
Transfers/Dispositions (Note 5, table N15)	<u>(7,516)</u>	
		506,972

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

Current year deferred inflow reported in Exhibit 2-a	201,062	
Prior year deferred inflow	<u>(162,799)</u>	
		38,263

Proceeds from long-term liabilities 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 long-term liabilities additions exceeded reductions. (Note 8, table N44)

Long-term liabilities additions	(1,716,322)	
Long-term liabilities reductions	<u>808,467</u>	
		(907,855)

Pension expense reported in statement of activities was adjusted to reflect the difference between the actuarial assumptions and actual performance of the District retirement funds

Increase in net pension liabilities - Teachers retirement fund (Note 9, Table N53)	(170,100)	
Decrease in net pension assets - Police & Firefighters retirement fund (Note 9, Table N53)	(508,681)	
Change in deferred outflow of resources - Teachers retirement fund (Note 9, Table N55)	146,989	
Change in deferred outflow of resources - Police & Firefighters retirement fund (Note 9, Table N55)	386,434	
Change in deferred inflow of resources - Teachers retirement fund (Note 9, Table N55)	(6,863)	
Change in deferred inflow of resources - Police & Firefighters retirement fund (Note 9, Table N55)	<u>(2,347)</u>	
		(154,568)

Other adjustments include:

Advance refunding loss amortization	(662)	
Realized capital lease gain	1,811	
Increase in long term accrued interest liabilities	(13,619)	
Increase in retainage payables	<u>(904)</u>	
		(13,374)

Investment income from investment derivative instrument		<u>146</u>
---	--	------------

Change in net position of governmental activities		<u>\$ 53,519</u>
---	--	------------------

The accompanying notes are an integral part of this statement.

District of Columbia
Budgetary Comparison Statement
For the Year Ended September 30, 2015
(\$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	\$ 2,221,788	\$ 2,241,687	\$ 2,247,667	\$ 5,980	-	-	\$ -	-	\$ 2,221,788	\$ 2,241,687	\$ 2,247,667	\$ 5,980
Sales and use taxes	1,311,945	1,393,309	1,372,436	(20,873)	-	-	-	-	1,311,945	1,393,309	1,372,436	(20,873)
Income and franchise taxes	2,234,006	2,290,437	2,315,842	25,405	-	-	-	-	2,234,006	2,290,437	2,315,842	25,405
Other taxes	672,313	754,299	781,356	27,057	-	-	-	-	672,313	754,299	781,356	27,057
Total taxes	6,440,052	6,679,732	6,717,301	37,569	-	-	-	-	6,440,052	6,679,732	6,717,301	37,569
Licenses and permits	74,156	78,772	88,788	10,016	-	-	-	-	74,156	78,772	88,788	10,016
Fines and forfeitures	226,228	127,910	117,199	(10,711)	-	-	-	-	226,228	127,910	117,199	(10,711)
Charges for services	68,774	77,238	94,399	17,161	-	-	-	-	68,774	77,238	94,399	17,161
Miscellaneous	83,839	118,547	116,171	(2,376)	-	-	-	-	83,839	118,547	116,171	(2,376)
Other sources	585,045	480,197	524,826	44,629	-	-	-	-	585,045	480,197	524,826	44,629
Bond proceeds	6,000	6,000	4,894	(1,106)	-	-	-	-	6,000	6,000	4,894	(1,106)
Federal contributions	-	-	-	-	80,400	92,190	66,850	(25,240)	80,400	92,190	66,850	(25,240)
Operating grants	120,291	268,531	60,410	(208,121)	3,019,581	2,799,906	2,724,285	(75,621)	3,019,581	2,799,906	2,724,285	(75,621)
Fund balance released from restrictions	66,000	54,967	55,586	619	-	-	-	-	66,000	54,967	55,586	619
Interfund transfer-from lottery and games	25,815	69,332	57,583	(11,769)	-	-	-	-	25,815	69,332	57,583	(11,769)
Interfund transfer-others	7,696,200	7,961,246	7,837,157	(124,089)	3,099,981	2,900,812	2,799,851	(100,961)	10,796,181	10,862,058	10,637,008	(225,050)
Total revenues and other sources												
Expenditures and Other Uses:												
Governmental direction and support	732,614	700,424	674,877	25,547	28,221	28,571	25,042	3,529	760,835	728,995	699,919	29,076
Economic development and regulation	373,644	359,104	320,080	39,114	106,666	68,923	66,572	2,351	480,310	428,117	386,652	41,465
Public safety and justice	1,060,064	1,062,644	1,045,398	17,246	132,217	95,374	91,722	3,652	1,192,281	1,158,018	1,137,120	20,898
Public education system	1,879,150	1,652,588	1,638,049	14,539	309,546	331,941	276,283	55,658	2,188,696	1,984,529	1,914,332	70,197
Public education AY16 expenditure	-	215,081	215,081	-	-	-	-	-	-	215,081	215,081	-
Human support services	1,893,776	1,887,265	1,857,487	29,778	2,481,844	2,296,626	2,259,451	37,175	4,375,620	4,183,891	4,116,938	66,953
Public works	688,344	678,469	653,044	25,425	28,987	26,305	25,899	406	717,331	704,774	678,943	25,831
Workforce investments	42,052	98	98	98	-	-	-	-	42,052	98	98	-
Wilson building	4,469	4,469	4,336	133	-	-	-	-	4,469	4,469	4,336	133
Repayment of loans and interest	600,694	568,131	568,131	-	-	18,440	18,440	-	600,694	586,571	586,571	-
Repayment of revenue bonds	7,839	7,829	7,829	-	-	-	-	-	7,839	7,829	7,829	-
Debt service - issuance costs	6,000	6,000	5,638	362	-	-	-	-	6,000	6,000	5,638	362
Interest expense on short-term borrowing	2,500	723	723	-	-	-	-	-	2,500	723	723	-
Certificates of participation	22,670	-	-	-	-	-	-	-	22,670	-	-	-
Settlements and judgments fund	21,292	21,292	17,222	4,070	-	-	-	-	21,292	21,292	17,222	4,070
Section 103 - financing and other funds	-	21,100	21,100	-	-	-	-	-	-	21,100	21,100	-
Convention center transfer	115,719	121,000	120,448	552	-	-	-	-	115,719	121,000	120,448	552
Highway transportation fund	37,685	42,910	40,210	2,700	-	-	-	-	37,685	42,910	40,210	2,700
TIP and PILOT transfer	-	9,907	-	9,907	-	-	-	-	-	9,907	-	9,907
Emergency planning and security fund	-	-	-	-	12,500	34,632	19,009	15,623	12,500	34,632	19,009	15,623
Operating lease-equipment	51,548	43,778	43,778	-	-	-	-	-	51,548	43,778	43,778	-
Emergency and contingency reserve funds	28,937	136,245	136,245	61,067	-	-	-	-	28,937	136,245	136,245	61,067
Pay-as-you-go capital fund	11,412	11,412	11,412	-	-	-	-	-	11,412	11,412	11,412	-
Schools modernization fund	91,400	91,400	91,400	-	-	-	-	-	91,400	91,400	91,400	-
D.C. retiree health contribution	18,653	3,163	-	3,163	-	-	-	-	18,653	3,163	-	3,163
Non-departmental	7,690,462	7,706,189	7,472,488	233,701	3,099,981	2,900,812	2,782,418	118,394	10,790,443	10,607,001	10,254,906	352,095
Total expenditures and other uses												
EXCESS OF REVENUES AND OTHER SOURCES OVER EXPENDITURES AND OTHER USES - BUDGETARY BASIS	\$ 5,738	\$ 255,057	\$ 364,669	\$ 109,612	\$ -	\$ -	\$ 17,433	\$ 17,433	\$ 5,738	\$ 255,057	\$ 382,102	\$ 127,045

The accompanying notes are an integral part of this statement.

Exhibit 3-a

**District of Columbia
Statement of Net Position
Proprietary Funds
September 30, 2015**
(With Comparative Totals at September 30, 2014)
(\$000s)

	Lottery and Games	Unemployment Compensation	Totals	
			2015	2014
ASSETS				
Current assets:				
Cash and cash equivalents	\$ 10,289	\$ -	\$ 10,289	\$ 9,318
Due from federal government	-	795	795	855
Accounts receivable, net	5,350	10,360	15,710	16,512
Due from other funds	-	536	536	-
Other current assets	2	-	2	3
Cash and cash equivalents (restricted)	-	357,903	357,903	317,172
Total current assets	15,641	369,594	385,235	343,860
Noncurrent assets:				
Investments (restricted)	3,422	-	3,422	6,282
Capital assets, net	169	-	169	270
Total noncurrent assets	3,591	-	3,591	6,552
Total assets	19,232	369,594	388,826	350,412
LIABILITIES				
Current liabilities				
Accounts payable	2,502	31,608	34,110	38,923
Accrued compensated absences	1,145	-	1,145	993
Due to other funds	-	25,503	25,503	32,224
Unearned revenues	34	-	34	66
Accrued liabilities	7,250	-	7,250	6,599
Long-term liabilities due within one year	1,160	-	1,160	2,962
Total current liabilities	12,091	57,111	69,202	81,767
Noncurrent liabilities				
Long-term liabilities due in more than one year	2,701	-	2,701	3,718
Total noncurrent liabilities	2,701	-	2,701	3,718
Total liabilities	14,792	57,111	71,903	85,485
NET POSITION				
Net investment in capital assets	169	-	169	270
Restricted - expendable	-	312,483	312,483	260,645
Unrestricted	4,271	-	4,271	4,012
Total net position	\$ 4,440	\$ 312,483	\$ 316,923	\$ 264,927

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, 2015
(With Comparative Totals for the Year Ended September 30, 2014)
(\$000s)

	Lottery and Games	Unemployment Compensation	Totals	
			2015	2014
Operating revenues:				
Employer taxes	\$ -	\$ 148,889	\$ 148,889	\$ 141,760
Charges for services	212,495	-	212,495	216,040
Benefit contributions	-	14,561	14,561	9,766
Total operating revenues	212,495	163,450	375,945	367,566
Operating expenses:				
Benefits	-	119,267	119,267	160,403
Prizes and other expenses	125,296	-	125,296	131,678
Personnel services	7,009	-	7,009	6,731
Contractual services	24,323	-	24,323	22,578
Depreciation	134	-	134	157
Total operating expenses	156,762	119,267	276,029	321,547
Operating income	55,733	44,183	99,916	46,019
Nonoperating revenues:				
Interest and investment revenue	11	7,655	7,666	7,340
Federal contribution	-	-	-	20,244
Total nonoperating revenues	11	7,655	7,666	27,584
Income before transfers	55,744	51,838	107,582	73,603
Transfer out	(55,586)	-	(55,586)	(54,966)
Change in net position	158	51,838	51,996	18,637
Net position at October 1	4,282	260,645	264,927	246,290
Net position at September 30	\$ 4,440	\$ 312,483	\$ 316,923	\$ 264,927

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, 2015
(With Comparative Totals for the Year Ended September 30, 2014)
(\$000s)

	Lottery and Games	Unemployment Compensation	Totals	
			2015	2014
Cash flows from operating activities:				
Cash receipts from customers/employers	\$ 211,712	\$ 164,380	\$ 376,092	\$ 377,857
Other cash receipts	98	-	98	22
Cash payments to vendors	(19,914)	-	(19,914)	(19,725)
Cash payments to employees/claimants	(6,911)	(131,304)	(138,215)	(189,223)
Other cash payments, including prizes	(128,406)	-	(128,406)	(135,729)
Net cash provided by operating activities	<u>56,579</u>	<u>33,076</u>	<u>89,655</u>	<u>33,202</u>
Cash flows from noncapital financing activities:				
Intergovernmental grants	-	-	-	20,244
Interfund transfers out	(55,586)	-	(55,586)	(54,966)
Net cash used in noncapital financing activities	<u>(55,586)</u>	<u>-</u>	<u>(55,586)</u>	<u>(34,722)</u>
Cash flows from capital and related financing activities:				
Acquisition of capital assets	(33)	-	(33)	-
Net cash used in capital and related financing activities	<u>(33)</u>	<u>-</u>	<u>(33)</u>	<u>-</u>
Cash flows from investing activities:				
Receipts of interest and dividends	11	7,655	7,666	7,340
Net cash provided by investing activities	<u>11</u>	<u>7,655</u>	<u>7,666</u>	<u>7,340</u>
NET INCREASE IN CASH AND CASH EQUIVALENTS	971	40,731	41,702	5,820
Cash and cash equivalents at October 1	<u>9,318</u>	<u>317,172</u>	<u>326,490</u>	<u>320,670</u>
Cash and cash equivalents at September 30	<u>\$ 10,289</u>	<u>\$ 357,903</u>	<u>\$ 368,192</u>	<u>\$ 326,490</u>
Reconciliation of operating income (loss) to net cash provided by (used in) operating activities:				
Operating income	\$ 55,733	\$ 44,183	\$ 99,916	\$ 46,019
Depreciation	134	-	134	157
Decrease (increase) in assets:				
Accounts receivable	(604)	870	266	1,030
Other current assets	1	60	61	9,359
Increase (decrease) in liabilities:				
Accounts payable	503	(12,037)	(11,534)	(22,847)
Accrued liabilities	651	-	651	(280)
Unearned revenues	(32)	-	(32)	(70)
Other current liabilities	193	-	193	(166)
Net cash provided by operating activities:	<u>\$ 56,579</u>	<u>\$ 33,076</u>	<u>\$ 89,655</u>	<u>\$ 33,202</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, 2015
(\$000s)

	Pension/OPEB Trust Funds	Private Purpose Trust Fund	Agency Funds
ASSETS			
Cash and cash equivalents	\$ 121,151	\$ -	\$ 62,121
Investments:			
Equities	3,681,979	260,812	-
Fixed income securities	2,271,671	124,787	-
Real estate	395,430	-	-
Private equity	708,607	-	-
Commodities	44,001	-	-
Accounts receivable	-	362	-
Due from federal government	900	-	20,551
Benefit contributions receivable	4,479	-	-
Other receivables	-	-	3,529
Other current assets	24,960	-	-
Total assets	<u>7,253,178</u>	<u>385,961</u>	<u>\$ 86,201</u>
LIABILITIES			
Accounts payable	33,668	405	\$ 373
Due to component units	-	-	314
Due to other funds	1,456	-	139
Other current liabilities	8,867	-	85,375
Total liabilities	<u>43,991</u>	<u>405</u>	<u>\$ 86,201</u>
NET POSITION			
Held in trust for pension, OPEB benefits and other purposes	<u>\$ 7,209,187</u>	<u>\$ 385,556</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, 2015
(S000s)

	Pension/OPEB Trust Funds	Private Purpose Trust Fund
ADDITIONS		
Contributions:		
Employer	\$ 234,343	\$ -
Plan members	65,711	56,276
Total contributions	300,054	56,276
Investment earnings:		
<i>From investment activities</i>		
Net increase/(decrease) in fair value of investments	(358,798)	957
Other revenue	304	-
Interest and dividends	56,642	5,969
Total investment gain	(301,852)	6,926
Less - investment expenses	(17,660)	(3,328)
Net gain/(loss) from investing activities	(319,512)	3,598
<i>From securities lending activities</i>		
Securities lending income	87	-
Less: securities lending expenses	(19)	-
Net income from securities lending activities	68	-
Net investment gain/(loss)	(319,444)	3,598
Other Income	1,397	-
Total	(17,993)	59,874
DEDUCTIONS		
Benefits	141,422	-
Administrative expenses	16,847	918
Distributions to participants	-	21,873
Total deductions	158,269	22,791
Change in net position	(176,262)	37,083
Net position at October 1	7,385,449	348,473
Net position at September 30	\$ 7,209,187	\$ 385,556

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, 2015
(With Comparative Totals at September 30, 2014)
(\$000s)

	Health Benefit Exchange Authority	Washington Convention and Sports Authority	Not-for-Profit Hospital Corporation	Housing Finance Agency	University of the District of Columbia	Totals	
						2015	2014
ASSETS							
Current assets:							
Cash and cash equivalents	\$ 45,575	\$ 13,162	\$ 22,829	\$ 40,170	\$ 16,610	\$ 138,346	\$ 84,778
Investments	-	99,912	-	3,427	30,836	134,175	117,989
Receivables, net:							
Accounts	2,341	1,845	10,804	-	8,184	23,174	25,593
Other	3,733	219	-	5,354	4,859	14,165	32,782
Due from primary government	9,287	11,258	-	-	16,874	37,419	35,021
Due from fiduciary fund	-	-	147	-	167	314	-
Inventories	-	-	1,460	-	-	1,460	1,415
Other current assets	-	275	1,795	33,685	3,042	38,797	24,010
Restricted cash	6,071	7,094	-	158,284	5,033	176,482	120,459
Restricted investments	-	200,860	-	90,958	7,568	299,386	283,229
Total current assets	<u>67,007</u>	<u>334,625</u>	<u>37,035</u>	<u>331,878</u>	<u>93,173</u>	<u>863,718</u>	<u>725,276</u>
Noncurrent assets:							
Loans receivable	-	-	-	846,923	-	846,923	712,921
Other	-	47,000	837	145	109	48,091	48,569
Total long-term assets	<u>-</u>	<u>47,000</u>	<u>837</u>	<u>847,068</u>	<u>109</u>	<u>895,014</u>	<u>761,490</u>
Capital assets, net							
Property and equipment	54,059	547,298	49,195	1,440	183,989	835,981	759,973
Non-depreciable capital assets	-	7,527	13,045	573	11,378	32,523	78,845
Total assets	<u>121,066</u>	<u>936,450</u>	<u>100,112</u>	<u>1,180,959</u>	<u>288,649</u>	<u>2,627,236</u>	<u>2,325,584</u>
Deferred Outflows of Resources	-	15,688	-	231	-	15,919	17,110
LIABILITIES							
Current liabilities:							
Payables:							
Accounts	18,384	5,209	9,813	513	14,624	48,543	37,553
Compensation	-	1,572	7,134	311	10,674	19,691	19,303
Due to primary government	694	1,703	-	-	15,105	17,502	37,702
Accrued liabilities	618	16,326	-	-	-	16,944	16,867
Unearned revenue	-	3,486	-	-	12,219	15,705	15,077
Current maturities	-	18,900	159	34,674	-	53,733	41,040
Other current liabilities	43	8,631	2,237	123,226	7,184	141,321	90,563
Total current liabilities	<u>19,739</u>	<u>55,827</u>	<u>19,343</u>	<u>158,724</u>	<u>59,806</u>	<u>313,439</u>	<u>258,105</u>
Noncurrent liabilities:							
Long-term debt:							
Bonds payable	-	613,708	-	925,344	-	1,539,052	1,424,988
Other long-term liabilities	-	4,827	6,806	-	-	11,633	8,730
Refundable advances	-	-	-	-	-	-	184
Total long-term liabilities	<u>-</u>	<u>618,535</u>	<u>6,806</u>	<u>925,344</u>	<u>-</u>	<u>1,550,685</u>	<u>1,433,902</u>
Total liabilities	<u>19,739</u>	<u>674,362</u>	<u>26,149</u>	<u>1,084,068</u>	<u>59,806</u>	<u>1,864,124</u>	<u>1,692,007</u>
Deferred Inflow of Resources	-	-	-	-	-	-	25,364
NET POSITION							
Net investment in capital assets	54,059	151,890	61,949	2,013	195,367	465,278	417,716
Restricted - expendable	-	114,030	13,606	40,559	4,963	173,158	159,193
Restricted - nonexpendable	-	-	-	-	7,568	7,568	7,568
Unrestricted	47,268	11,856	(1,592)	54,550	20,945	133,027	40,846
Total net position	<u>\$ 101,327</u>	<u>\$ 277,776</u>	<u>\$ 73,963</u>	<u>\$ 97,122</u>	<u>\$ 228,843</u>	<u>\$ 779,031</u>	<u>\$ 625,323</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, 2015
(With Comparative Totals for the Year Ended September 30, 2014)
(\$000s)

	Health Benefit Exchange Authority	Washington Convention and Sports Authority	Not-for-Profit Hospital Corporation	Housing Finance Agency	University of the District of Columbia	Totals	
						2015	2014
Expenses	\$ 47,488	\$ 130,727	\$ 122,175	\$ 48,563	\$ 139,524	\$ 488,477	\$ 454,474
Program revenues:							
Charges for services, fees, fines & forfeits	-	28,604	98,792	32,097	31,357	190,850	191,495
Operating grants and contributions	53,119	-	4,162	-	21,677	78,958	43,110
Capital grants and contributions	-	-	-	-	42,779	42,779	40,118
Net (expense) revenue	<u>5,631</u>	<u>(102,123)</u>	<u>(19,221)</u>	<u>(16,466)</u>	<u>(43,711)</u>	<u>(175,890)</u>	<u>(179,751)</u>
General revenues:							
Investment earnings	-	2,744	168	4,836	(1,253)	6,495	13,043
Miscellaneous	53,538	20,932	215	17,960	12,760	105,405	41,973
Subsidy from primary government	-	116,448	27,792	-	73,458	217,698	185,476
Total general revenues	<u>53,538</u>	<u>140,124</u>	<u>28,175</u>	<u>22,796</u>	<u>84,965</u>	<u>329,598</u>	<u>240,492</u>
Change in net position	59,169	38,001	8,954	6,330	41,254	153,708	60,741
Net position at October 1	42,158	239,775	65,009	90,792	187,589	625,323	564,582
Net position at September 30	<u>\$ 101,327</u>	<u>\$ 277,776</u>	<u>\$ 73,963</u>	<u>\$ 97,122</u>	<u>\$ 228,843</u>	<u>\$ 779,031</u>	<u>\$ 625,323</u>

The accompanying notes are an integral part of this statement.