

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 *Discretely Presented Component Units 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, 2018
(With Comparative Totals at September 30, 2017)
(\$000s)

	Primary Government		Totals		Component Units
	Governmental Activities	Business-Type Activities	2018	2017	
ASSETS					
Cash and cash equivalents	\$ 1,574,313	\$ 40,952	\$ 1,615,265	\$ 1,338,784	\$ 136,426
Investments	-	-	-	-	274,816
Taxes receivable, net	462,762	-	462,762	458,442	-
Accounts receivable, net	298,991	38,628	337,619	293,509	14,101
Other receivables	-	-	-	-	23,424
Due from federal government	431,228	786	432,014	500,233	-
Due from component units	3,887	-	3,887	10,602	-
Due from primary government	-	-	-	-	20,088
Internal balances	24,130	(24,130)	-	-	-
Inventories	8,270	1,520	9,790	16,873	-
Other current assets	9,261	1,942	11,203	9,431	14,293
Derivative instrument assets	359	-	359	555	-
Cash and cash equivalents (restricted)	1,540,408	481,740	2,022,148	2,074,114	228,433
Investments (restricted)	121,495	1,547	123,042	92,464	484,212
Other long-term assets	296,886	-	296,886	326,198	1,272,508
Net pension and OPEB assets	828,925	-	828,925	727,102	-
Depreciable capital assets, net	11,404,480	63,952	11,468,432	10,846,605	757,201
Non-depreciable capital assets	2,358,180	8,517	2,366,697	2,253,501	94,105
Total assets	19,363,575	615,454	19,979,029	18,948,413	3,319,607
DEFERRED OUTFLOWS OF RESOURCES					
Derivative instrument - hedge	21,031	-	21,031	35,450	-
Pension and OPEB	304,095	-	304,095	327,365	-
Advance refunding loss	5,371	-	5,371	6,057	10,899
Total deferred outflows of resources	330,497	-	330,497	368,872	10,899
Total assets and deferred outflows of resources	19,694,072	615,454	20,309,526	19,317,285	3,330,506
LIABILITIES					
Accounts payable	749,859	50,304	800,163	823,703	58,146
Compensation payable	191,359	8,641	200,000	165,231	15,751
Due to component units	20,088	-	20,088	18,262	-
Due to primary government	-	-	-	-	3,887
Accrued liabilities	372,616	9,641	382,257	341,776	13,119
Accrued interest payable	169,115	-	169,115	161,788	-
Unearned revenues	234,813	44	234,857	266,464	15,059
Derivative instrument liabilities	21,031	-	21,031	35,450	-
Other current liabilities	64,802	3,642	68,444	74,814	204,056
Long-term liabilities:					
Due within one year	670,944	443	671,387	613,892	51,461
Due in more than one year	11,436,976	6,827	11,443,803	10,697,669	1,937,509
Total liabilities	13,931,603	79,542	14,011,145	13,199,049	2,298,988
DEFERRED INFLOWS OF RESOURCES					
Capital lease gain	29,204	-	29,204	30,799	-
Pension and OPEB	581,864	-	581,864	704,576	-
Total deferred inflows of resources	611,068	-	611,068	735,375	-
Total liabilities and deferred inflows of resources	14,542,671	79,542	14,622,213	13,934,424	2,298,988
NET POSITION					
Net investment in capital assets	3,467,965	72,469	3,540,434	3,283,728	507,137
Restricted for:					
Expendable					
Pension and OPEB	465,394	-	465,394	260,142	-
Debt service	520,693	-	520,693	542,081	-
Benefit payments	-	459,203	459,203	416,373	-
Capital projects	56,643	-	56,643	53,710	-
Grants and special purposes	133,067	-	133,067	133,129	-
Budget reserves	452	-	452	40,063	-
Purpose restriction	132,017	-	132,017	95,661	-
Emergency reserves	419,504	-	419,504	413,901	-
Other	-	-	-	-	180,127
Nonexpendable	-	-	-	-	17,932
Unrestricted (deficit)	(44,334)	4,240	(40,094)	144,073	312,400
Total net position	\$ 5,151,401	\$ 535,912	\$ 5,687,313	\$ 5,382,861	\$ 1,017,596

The accompanying notes are an integral part of this statement.

DISTRICT OF COLUMBIA
STATEMENT OF ACTIVITIES
For the Year Ended September 30, 2018
 (With Comparative Totals for the Year Ended September 30, 2017)
 (\$000s)

Functions/Programs	Program Revenues				Net (Expense) Revenue and Changes in Net Position				Component Units
	Expenses	Charges for Services, Fees, Fines & Forfeitures	Operating Grants and Contributions	Capital Grants and Contributions	Governmental Activities	Business-type Activities	2018	2017	
GOVERNMENTAL ACTIVITIES									
Governmental direction and support	\$ 1,164,181	\$ 82,354	\$ 40,545	\$ -	\$ (1,041,282)		\$ (1,041,282)	\$ (945,031)	
Economic development and regulation	724,404	181,857	57,160	360	(485,027)		(485,027)	(340,777)	
Public safety and justice	1,623,766	134,590	557,448	-	(931,728)		(931,728)	(1,034,425)	
Public education system	2,834,186	11,489	284,433	-	(2,538,264)		(2,538,264)	(2,207,548)	
Human support services	4,799,268	6,760	2,706,028	14,225	(2,072,255)		(2,072,255)	(1,981,007)	
Public works	812,726	191,000	28,405	246,865	(346,456)		(346,456)	(340,028)	
Public transportation	419,198	-	-	-	(419,198)		(419,198)	(368,014)	
Interest on long-term debt	435,006	-	-	-	(435,006)		(435,006)	(446,621)	
Total governmental activities	12,812,735	608,050	3,674,019	261,450	(8,269,216)		(8,269,216)	(7,663,451)	
BUSINESS-TYPE ACTIVITIES									
Lottery and games	161,397	210,264	-	-	-	\$ 48,867	48,867	45,491	
Unemployment compensation	131,764	-	16,836	-	-	(114,928)	(114,928)	(120,166)	
Not-for-profit hospital corporation	149,194	96,925	3,953	-	-	(48,316)	(48,316)	(8,984)	
Total business-type activities	442,355	307,189	20,789	-	-	(114,377)	(114,377)	(83,659)	
Total primary government	\$ 13,255,090	\$ 915,239	\$ 3,694,808	\$ 261,450	(8,269,216)		(8,383,593)	(7,747,110)	
COMPONENT UNITS									
Health benefit exchange	\$ 43,026	\$ 4,971	\$ -	\$ -					\$ (38,055)
Convention center	151,795	31,501	-	-					(120,294)
Housing finance	91,439	60,593	-	-					(30,846)
University	161,574	33,973	24,957	11,649					(90,995)
Total component units	\$ 447,834	\$ 131,038	\$ 24,957	\$ 11,649					(280,190)
GENERAL REVENUES:									
Taxes:									
Property					2,713,310	-	2,713,310	2,651,688	-
Sales and use					1,597,940	-	1,597,940	1,527,120	-
Income and franchise					2,666,690	-	2,666,690	2,479,847	-
Gross receipts					368,446	-	368,446	364,791	-
Other					508,151	144,068	652,219	645,845	-
Investment earnings					36,273	11,043	47,316	18,933	13,708
Miscellaneous					500,442	-	500,442	527,920	123,225
Subsidy from primary government					-	-	-	-	221,448
Transfer in (out)					12,080	(12,080)	-	-	-
Total general revenues and transfers					8,403,332	143,031	8,546,363	8,216,144	358,381
Change in net position					134,116	28,654	162,770	469,034	78,191
Net position as of October 1, as restated (See Note 1Y)					5,017,285	507,258	5,524,543	4,913,827	939,405
Net position at September 30					\$ 5,151,401	\$ 535,912	\$ 5,687,313	\$ 5,382,861	\$ 1,017,596

The accompanying notes are an integral part of this statement.

Exhibit 2-a

**DISTRICT OF COLUMBIA
BALANCE SHEET
Governmental Funds
September 30, 2018
(With Comparative Totals at September 30, 2017)
(\$000s)**

	General	Federal & Private Resources	Housing Production Trust	General Capital Improvements	Nonmajor Governmental Funds	Total	
						2018	2017
ASSETS							
Cash and cash equivalents	\$ 1,574,313	\$ -	\$ -	\$ -	\$ -	\$ 1,574,313	\$ 1,300,779
Taxes receivable, net	459,640	-	-	-	3,122	462,762	458,442
Accounts receivable, net	251,255	9,324	328	1,258	36,826	298,991	255,217
Due from federal government	350	362,297	-	68,581	-	431,228	499,108
Due from other funds	634,245	24,166	4,947	-	6,740	670,098	853,336
Due from component units	2,222	-	-	-	1,665	3,887	10,602
Inventories	8,270	-	-	-	-	8,270	14,969
Other current assets	7,890	1,355	-	-	16	9,261	6,532
Cash and cash equivalents (restricted)	954,486	122,594	159,975	50,147	253,206	1,540,408	1,631,384
Investments (restricted)	65,294	1,880	2,147	-	52,174	121,495	90,525
Other long-term assets	100,091	64,160	97,736	15,898	-	277,885	306,965
Total assets	\$ 4,058,056	\$ 585,776	\$ 265,133	\$ 135,884	\$ 353,749	\$ 5,398,598	\$ 5,427,859
LIABILITIES							
Accounts payable	\$ 427,848	\$ 120,445	\$ -	\$ 199,998	\$ 1,568	\$ 749,859	\$ 749,687
Compensation payable	175,677	13,636	-	1,949	97	191,359	156,131
Due to other funds	18,828	193,362	-	426,695	7,083	645,968	831,710
Due to component units	15,339	609	-	3,086	1,054	20,088	18,262
Accrued liabilities	280,121	59,485	-	-	67	339,673	333,535
Unearned revenue	72,898	48,781	97,736	15,398	-	234,813	266,425
Other current liabilities	51,255	-	-	10,603	2,944	64,802	71,507
Total liabilities	1,041,966	436,318	97,736	657,729	12,813	2,246,562	2,427,257
DEFERRED INFLOWS OF RESOURCES							
Unavailable revenues	239,707	16,391	-	500	1,666	258,264	290,518
FUND BALANCES							
Nonspendable	8,270	-	-	-	-	8,270	14,969
Restricted	1,105,718	133,067	167,397	-	339,270	1,745,452	1,795,893
Committed	1,635,148	-	-	-	-	1,635,148	1,541,254
Assigned	27,247	-	-	-	-	27,247	-
Unassigned	-	-	-	(522,345)	-	(522,345)	(642,032)
Total fund balances	2,776,383	133,067	167,397	(522,345)	339,270	2,893,772	2,710,084
Total liabilities, deferred inflows of resources and fund balances	\$ 4,058,056	\$ 585,776	\$ 265,133	\$ 135,884	\$ 353,749		\$ 5,427,859

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

Capital assets used in governmental activities are not financial resources and therefore are not reported in the governmental funds.	13,762,660
Certain long-term assets are not available to pay current period expenditures and are therefore not recognized as revenues in the governmental funds.	
Unavailable tax revenues (Exhibit A-1)	\$ 132,539
Other general fund unavailable revenues (Exhibit A-1)	107,168
Unavailable revenues - federal & private resources (Exhibit 2-a)	16,391
Unavailable revenues - general capital improvements	500
Unavailable revenues - nonmajor funds (Exhibit 2-a)	1,666
Net unavailable revenue	258,264
Deferred inflows of resources - capital lease gain (Exhibit 1-a)	(29,204)
Deferred inflows of resources - pension and OPEB (Exhibit 1-a)	(581,864)
Deferred outflows of resources - pension and OPEB (Exhibit 1-a)	304,095
Net pension and OPEB asset (Exhibit 1-a)	828,925
Retainage liability not to be paid with current resources	(32,942)
Advance refunding loss (Exhibit 1-a)	5,371
Derivative instrument asset (Exhibit 1-a)	359
Other long-term receivables (Walter Reed)	19,000
Certain liabilities are not due and payable in the current period:	
General obligation bonds (Note 7, Table N7-1)	\$ 4,827,105
Income tax revenue bonds (Note 7, Table N7-1)	3,776,255
Tobacco settlement bonds (Note 7, Table N7-1)	561,119
TIF bonds (Note 7, Table N7-1)	105,906
GARVEE (Note 7, Table N7-1)	82,620
Ballpark bonds (Note 7, Table N7-1)	285,480
QZAB (Note 7, Table N7-1)	2,466
Accrued interest payable (Exhibit 1-a)	169,115
Deed tax revenue bonds (Note 7, Table N7-1)	107,390
PILOT revenue bonds and notes (Note 7, Table N7-1)	219,698
Other long-term liabilities (Note 7, Table N7-1)	2,139,881
Total liabilities not due and payable in the current period:	(12,277,035)
Net position of governmental activities	\$ 5,151,401

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, 2018
(With Comparative Totals for the Year Ended September 30, 2017)
(\$000s)

	General	Federal & Private Resources	Housing Production Trust	General Capital Improvements	Nonmajor Governmental Funds	Total	
						2018	2017
REVENUES							
Taxes:							
Property taxes	\$ 2,663,794	\$ -	\$ -	\$ -	\$ 44,644	\$ 2,708,438	\$ 2,617,103
Sales and use taxes	1,537,378	-	-	-	60,561	1,597,939	1,527,120
Income and franchise taxes	2,641,586	-	-	-	-	2,641,586	2,512,522
Gross receipts taxes	321,801	-	-	-	46,645	368,446	364,791
Other taxes	447,079	-	61,072	-	-	508,151	502,117
Fines and forfeitures	168,486	-	-	-	-	168,486	176,351
Licenses and permits	133,938	-	-	-	-	133,938	127,546
Charges for services	296,628	3,998	-	5,000	-	305,626	290,425
Miscellaneous	419,346	31,177	11,022	508	52,873	514,926	470,392
Investment earnings	30,014	2,006	39	197	4,017	36,273	14,039
Federal contributions	-	528,300	-	-	-	528,300	535,131
Operating grants	-	3,145,719	-	261,450	-	3,407,169	3,517,441
Total revenues	8,660,050	3,711,200	72,133	267,155	208,740	12,919,278	12,654,978
EXPENDITURES							
Current:							
Governmental direction and support	984,073	44,042	-	-	66,898	1,095,013	1,070,683
Economic development and regulation	450,329	60,746	154,240	-	-	665,315	578,242
Public safety and justice	1,222,117	399,161	-	-	-	1,621,278	1,596,144
Public education system	2,284,664	450,471	-	-	-	2,735,135	2,500,267
Human support services	2,049,211	2,709,475	-	-	-	4,758,686	4,814,189
Public works	389,778	28,916	-	-	-	418,694	390,741
Public transportation	419,198	-	-	-	-	419,198	368,014
Debt service:							
Principal	304,964	-	-	7,550	90,018	402,532	333,305
Interest	399,439	17,951	-	4,222	56,020	477,632	470,307
Fiscal charges	7,322	-	-	-	-	7,322	7,849
Capital outlay	-	-	-	1,421,840	23,352	1,445,192	1,233,004
Total expenditures	8,511,095	3,710,762	154,240	1,433,612	236,288	14,045,997	13,362,745
Excess (deficiency) of revenues over (under) expenditures	148,955	438	(82,107)	(1,166,457)	(27,548)	(1,126,719)	(707,767)
OTHER FINANCING SOURCES (USES)							
Debt issuance	4,214	-	-	1,107,016	46,405	1,157,635	398,911
Refunding debt issuance	401,095	-	-	-	-	401,095	1,168,615
Premium on sale of bonds	45,334	-	-	117,984	-	163,318	177,402
Payment to refunded bond escrow agent	(444,960)	-	-	-	-	(444,960)	(1,287,378)
Transfers in	114,620	-	12,516	123,028	92,587	342,751	358,002
Transfers out	(190,405)	(500)	-	(61,884)	(77,882)	(330,671)	(312,402)
Sale of capital assets	21,239	-	-	-	-	21,239	451
Total other financing sources (uses)	(48,863)	(500)	12,516	1,286,144	61,110	1,310,407	503,601
Net change in fund balances	100,092	(62)	(69,591)	119,687	33,562	183,688	(204,166)
Fund balances at October 1	2,676,291	133,129	236,988	(642,032)	305,708	2,710,084	2,914,250
Fund balances at September 30	\$ 2,776,383	\$ 133,067	\$ 167,397	\$ (522,345)	\$ 339,270	\$ 2,893,772	\$ 2,710,084

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, 2018
(\$000s)

Net change in fund balances - total governmental funds \$ 183,688

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 N5-1)	\$ 1,180,764	
Depreciation expense (Note 5, Table N5-1)	(453,675)	
Depreciable capital asset additions (Note 5, Table N5-1)	17,011	
Transfers/dispositions (Note 5, Table N5-1)	<u>(1,809)</u>	
Net adjustment		742,291

Deferred inflows 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.

Current year deferred inflows of resources reported in Exhibit 2-a	\$ 258,264	
Prior year deferred inflows of resources reported in Exhibit 2-a	<u>(290,518)</u>	
Net adjustment		(32,254)

Proceeds from long-term liabilities provide current financial resources to governmental funds, but issuing debt increases the 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 7, Table N7-19)

Long-term liabilities additions	\$ (1,881,248)	
Long-term liabilities reductions	<u>1,075,769</u>	
Net adjustment		(805,479)

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.

Change in net pension assets - police & firefighters (Note 8, Table N8-6)	\$ 30,794	
Change in OPEB assets - OPEB (Note 9, Table N9-5)	(70,653)	
Change in deferred outflows of resources - teachers (Note 8, Table N8-8)	(13,113)	
Change in deferred outflows of resources - police officers' and firefighters' retirement fund (Note 8, Table N8-8)	(72,594)	
Change in deferred outflows of resources - OPEB (Note 9, Table N9-8)	62,437	
Change in deferred inflows of resources - teachers' retirement fund (Note 8, Table N8-8)	37,090	
Change in deferred inflows of resources - police officers' and firefighters' retirement fund (Note 8, Table N8-8)	86,259	
Change in deferred inflows of resources - OPEB (Note 9, Table N9-8)	<u>(637)</u>	
Net adjustment		59,583

Other adjustments include:

Advance refunding loss amortization	\$ (686)	
Realized capital lease gain	1,595	
Increase in long-term accrued interest liabilities	(7,327)	
Increase in retainage payables	(7,102)	
Other	<u>(389)</u>	
Net adjustment		(13,909)

Investment income from investment derivative instruments 196

Change in net position of governmental activities **\$ 134,116**

The accompanying notes are an integral part of this statement.

**DISTRICT OF COLUMBIA
BUDGETARY COMPARISON STATEMENT
For the Year Ended September 30, 2018
(\$000s)**

	General Fund				Federal and Private Resources				Totals			
	Budget		Actual	Variance	Budget		Actual	Variance	Budget		Actual	Variance
	Original	Revised			Original	Revised			Original	Revised		
REVENUES AND SOURCES												
Taxes:												
Property taxes	\$ 2,660,876	\$ 2,639,859	\$ 2,614,596	\$ (25,263)	\$ -	\$ -	\$ -	\$ -	\$ 2,660,876	\$ 2,639,859	\$ 2,614,596	\$ (25,263)
Sales and use taxes	1,522,521	1,539,419	1,536,844	(2,575)	-	-	-	-	1,522,521	1,539,419	1,536,844	(2,575)
Income and franchise taxes	2,490,923	2,604,170	2,641,587	37,417	-	-	-	-	2,490,923	2,604,170	2,641,587	37,417
Gross receipts and other taxes	709,124	773,961	766,421	(7,540)	-	-	-	-	709,124	773,961	766,421	(7,540)
Total taxes	7,383,444	7,557,409	7,559,448	2,039	-	-	-	-	7,383,444	7,557,409	7,559,448	2,039
Licenses and permits	82,902	94,134	98,699	4,565	-	-	-	-	82,902	94,134	98,699	4,565
Fines and forfeitures	156,460	168,070	164,382	(3,688)	-	-	-	-	156,460	168,070	164,382	(3,688)
Charges for services	74,130	88,568	87,632	(936)	-	-	-	-	74,130	88,568	87,632	(936)
Miscellaneous	92,335	120,437	146,124	25,687	-	-	-	-	92,335	120,437	146,124	25,687
Other sources	662,919	652,225	616,116	(36,109)	-	-	-	-	662,919	652,225	616,116	(36,109)
Federal contributions	-	-	-	-	91,000	61,113	61,000	(113)	91,000	61,113	61,000	(113)
Operating grants	-	-	-	-	3,362,278	3,348,459	3,028,795	(319,664)	3,362,278	3,348,459	3,028,795	(319,664)
Bond proceeds	8,000	8,000	4,564	(3,436)	-	-	-	-	8,000	8,000	4,564	(3,436)
Fund balance released from restrictions	265,201	297,963	-	(297,963)	-	-	-	-	265,201	297,963	-	(297,963)
Interfund transfer-from lottery and games	45,000	45,600	49,500	3,900	-	-	-	-	45,000	45,600	49,500	3,900
Interfund transfer-others	14,304	58,441	65,079	6,638	-	-	-	-	14,304	58,441	65,079	6,638
Total revenues and other sources	8,784,695	9,090,847	8,791,544	(299,303)	3,453,278	3,409,572	3,089,795	(319,777)	12,237,973	12,500,419	11,881,339	(619,080)
EXPENDITURES AND OTHER USES												
Governmental direction and support	774,539	839,963	816,632	23,331	33,066	28,688	28,586	102	807,605	868,651	845,218	23,433
Economic development and regulation	555,106	557,675	483,311	74,364	94,243	68,838	61,456	7,382	649,349	626,513	544,767	81,746
Public safety and justice	1,160,566	1,228,935	1,220,915	8,020	167,065	91,436	90,743	693	1,327,631	1,320,371	1,311,658	8,713
Public education system	2,162,395	1,968,281	1,935,752	32,529	321,388	327,144	284,425	42,719	2,483,783	2,295,425	2,220,177	75,248
Public education AY19 expenditure	-	319,460	319,460	-	-	-	-	-	-	319,460	319,460	-
Human support services	2,003,390	2,048,645	2,030,015	18,630	2,766,059	2,824,141	2,556,644	267,497	4,769,449	4,872,786	4,586,659	286,127
Public works	837,632	831,505	803,621	27,884	40,195	34,658	28,916	5,742	877,827	866,163	832,537	33,626
Repayment of loans and interest	692,500	685,059	685,059	-	18,262	18,262	17,951	311	710,762	703,321	703,010	311
Debt service - issuance costs	8,000	8,000	5,571	2,429	-	-	-	-	8,000	8,000	5,571	2,429
Commercial paper program	8,503	2,881	2,881	-	-	-	-	-	8,503	2,881	2,881	-
Settlements and judgments fund	21,825	16,021	15,959	62	-	-	-	-	21,825	16,021	15,959	62
Wilson building	4,082	4,082	4,014	68	-	-	-	-	4,082	4,082	4,014	68
D.C. retiree health contribution	44,500	44,500	44,500	-	-	-	-	-	44,500	44,500	44,500	-
Repayment of revenue bonds	7,832	7,832	7,822	10	-	-	-	-	7,832	7,832	7,822	10
Convention center transfer	141,636	143,246	143,246	-	-	-	-	-	141,636	143,246	143,246	-
Highway transportation fund	24,936	26,268	26,268	-	-	-	-	-	24,936	26,268	26,268	-
Emergency planning and security fund	-	-	-	-	13,000	16,405	16,405	-	-	16,405	16,405	-
Workforce investments	181,576	18,381	-	18,381	-	-	-	-	181,576	18,381	-	18,381
Operating lease-equipment	19,254	19,254	19,254	-	-	-	-	-	19,254	19,254	19,254	-
Pay-as-you-go capital fund	130,297	123,028	123,028	-	-	-	-	-	130,297	123,028	123,028	-
Non-departmental	5,622	240	-	240	-	-	-	-	5,622	240	-	240
Total expenditures and other uses	8,784,191	8,893,256	8,687,308	205,948	3,453,278	3,409,572	3,085,126	324,446	12,237,469	12,302,828	11,772,434	530,394
Excess of revenues and other sources over expenditures and other uses - budgetary basis	\$ 504	\$ 197,591	\$ 104,236	\$ (93,355)	\$ -	\$ -	\$ 4,669	\$ 4,669	\$ 504	\$ 197,591	\$ 108,905	\$ (88,686)

The accompanying notes are an integral part of this statement.

Exhibit 3-a

DISTRICT OF COLUMBIA STATEMENT OF NET POSITION Proprietary Funds September 30, 2018 (With Comparative Totals for the Year Ended September 30, 2017) (\$000s)					
	Lottery and Games	Unemployment Compensation	Not-for-Profit Hospital Corporation	Totals	
				2018	2017
ASSETS					
Current assets:					
Cash and cash equivalents	\$ 12,804	\$ -	\$ 28,148	\$ 40,952	\$ 38,005
Accounts receivable, net	3,880	11,841	22,907	38,628	38,292
Due from federal government	-	786	-	786	1,125
Due from other funds	-	420	-	420	430
Inventories	-	-	1,520	1,520	1,904
Other current assets	2	-	1,940	1,942	2,899
Cash and cash equivalents (restricted)	-	481,740	-	481,740	442,730
Total current assets	16,686	494,787	54,515	565,988	525,385
Noncurrent assets:					
Investments (restricted)	1,547	-	-	1,547	1,939
Depreciable capital assets, net	646	-	63,306	63,952	63,375
Non-depreciable capital assets	-	-	8,517	8,517	16,362
Other	-	-	-	-	235
Total noncurrent assets	2,193	-	71,823	74,016	81,911
Total assets	18,879	494,787	126,338	640,004	607,296
LIABILITIES					
Current liabilities:					
Accounts payable	2,168	33,505	14,631	50,304	48,175
Accrued compensated absences	328	-	8,313	8,641	9,100
Due to other funds	-	24,543	7	24,550	22,056
Accrued liabilities	9,641	-	-	9,641	8,241
Unearned revenues	44	-	-	44	39
Other current liabilities	-	-	3,642	3,642	3,307
Long-term liabilities due within one year	443	-	-	443	464
Total current liabilities	12,624	58,048	26,593	97,265	91,382
Noncurrent liabilities:					
Long-term liabilities due in more than one year	1,595	-	5,232	6,827	8,656
Total noncurrent liabilities	1,595	-	5,232	6,827	8,656
Total liabilities	14,219	58,048	31,825	104,092	100,038
NET POSITION					
Net investment in capital assets	646	-	71,823	72,469	79,700
Restricted - expendable	-	436,739	22,464	459,203	416,373
Unrestricted	4,014	-	226	4,240	11,185
Total net position	\$ 4,660	\$ 436,739	\$ 94,513	\$ 535,912	\$ 507,258

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, 2018
(With Comparative Totals for the Year Ended September 30, 2017)
(\$000s)

	Lottery and Games	Unemployment Compensation	Not-for-Profit Hospital Corporation	Totals	
				2018	2017
OPERATING REVENUES					
Employer taxes	\$ -	\$ 144,068	\$ -	\$ 144,068	\$ 143,728
Charges for services	210,264	-	96,925	307,189	342,411
Benefit contributions	-	16,836	-	16,836	23,776
Operating grants and contributions	-	-	3,953	3,953	1,441
Total operating revenues	210,264	160,904	100,878	472,046	511,356
OPERATING EXPENSES					
Benefits	-	131,764	15,545	147,309	158,842
Prizes and other expenses	128,525	-	-	128,525	140,408
Personnel services	7,887	-	58,171	66,058	63,202
Supplies	-	-	15,890	15,890	14,776
Utilities	-	-	2,893	2,893	3,019
Insurance	-	-	2,844	2,844	1,796
Rent	-	-	708	708	876
Repairs and maintenance	-	-	1,583	1,583	1,931
Other expenses	-	-	1,663	1,663	911
Contractual services	24,877	-	38,147	63,024	55,925
Depreciation	108	-	11,750	11,858	9,601
Total operating expenses	161,397	131,764	149,194	442,355	451,287
Operating income (loss)	48,867	29,140	(48,316)	29,691	60,069
NONOPERATING REVENUES					
Interest, investment and other income	696	10,347	-	11,043	9,645
Total nonoperating revenues	696	10,347	-	11,043	9,645
Income (loss) before transfers	49,563	39,487	(48,316)	40,734	69,714
Transfer in (out)	(49,500)	-	37,420	(12,080)	(29,616)
Change in net position	63	39,487	(10,896)	28,654	40,098
Net position at October 1	4,597	397,252	105,409	507,258	467,160
Net position at September 30	\$ 4,660	\$ 436,739	\$ 94,513	\$ 535,912	\$ 507,258

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, 2018 (With Comparative Totals for the Year Ended September 30, 2017) (\$000s)					
	Lottery and Games	Unemployment Compensation	Not-for-Profit Hospital Corporation	Totals	
				2018	2017
CASH FLOWS FROM OPERATING ACTIVITIES					
Cash receipts from customers/employers	\$ 210,241	\$ 159,605	\$ 77,226	\$ 447,072	\$ 485,343
Other cash receipts	6	2,457	23,352	25,815	14,185
Cash payments to vendors	(22,812)	-	(57,271)	(80,083)	(72,523)
Cash payments to employees	(7,805)	-	(74,212)	(82,017)	(76,723)
Cash payments to claimants	-	(133,399)	-	(133,399)	(140,233)
Other cash payments, including prizes	(129,325)	-	-	(129,325)	(144,943)
Net cash provided (used) by operating activities	50,305	28,663	(30,905)	48,063	65,106
CASH FLOWS FROM NONCAPITAL FINANCING ACTIVITIES					
Interfund transfers out	(49,500)	-	-	(49,500)	(45,600)
Net cash used in noncapital financing activities	(49,500)	-	-	(49,500)	(45,600)
CASH FLOWS FROM CAPITAL AND RELATED FINANCING ACTIVITIES					
Acquisition of capital assets	(404)	-	(4,186)	(4,590)	(20,862)
Interfund transfers in	-	-	37,420	37,420	15,984
Repayment of capital lease obligation	-	-	(36)	(36)	(120)
Net cash provided (used) in capital and related financing activities	(404)	-	33,198	32,794	(4,998)
CASH FLOWS FROM INVESTING ACTIVITIES					
Receipts of interest and dividends	253	10,347	-	10,600	9,645
Net cash provided by investing activities	253	10,347	-	10,600	9,645
NET INCREASE IN CASH AND CASH EQUIVALENTS					
Cash and cash equivalents at October 1	12,150	442,730	25,855	480,735	456,582
Cash and cash equivalents at September 30	\$ 12,804	\$ 481,740	\$ 28,148	\$ 522,692	\$ 480,735
RECONCILIATION OF OPERATING INCOME TO NET CASH PROVIDED BY OPERATING ACTIVITIES					
Operating income (loss)	\$ 48,867	\$ 29,140	\$ (48,316)	\$ 29,691	\$ 60,069
Depreciation	108	-	11,750	11,858	9,601
Decrease (increase) in assets:					
Accounts receivable	(21)	(1,638)	1,333	(326)	(7,254)
Other current assets	442	339	1,341	2,122	(732)
Increase (decrease) in liabilities:					
Accounts payable	(578)	822	4,371	4,615	6,841
Accrued liabilities	1,806	-	(488)	1,318	826
Unearned revenues	5	-	-	5	(42)
Other current liabilities	(324)	-	(896)	(1,220)	(4,203)
Net cash provided (used) by operating activities:	\$ 50,305	\$ 28,663	\$ (30,905)	\$ 48,063	\$ 65,106

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, 2018
(\$000s)

	Pension/ OPEB Trust Funds	Private Purpose Trust Fund	Agency Funds
ASSETS			
Cash and cash equivalents	\$ 124,252	\$ 4,903	\$ 99,258
Investments:			
Equities	5,276,006	316,350	-
Fixed income securities	2,987,674	297,024	-
Real estate	693,111	-	-
Private equity	542,723	-	-
Commodities	45,468	-	-
Accounts receivable, net	-	1,843	8,820
Benefit contributions receivable	6,003	-	-
Due from federal government	1,622	-	-
Other current assets	5,549	-	-
Total assets	9,682,408	620,120	\$ 108,078
LIABILITIES			
Accounts payable	16,125	417	\$ 512
Other current liabilities	4,377	-	107,566
Total liabilities	20,502	417	\$ 108,078
NET POSITION			
Net position restricted for pensions, OPEB benefits and other purposes	\$ 9,661,906	\$ 619,703	

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, 2018
(\$000s)

	Pension/ OPEB Trust Funds	Private Purpose Trust Fund
ADDITIONS		
Contributions:		
Employer	\$ 209,142	\$ -
Plan members	75,508	91,744
Total contributions	<u>284,650</u>	<u>91,744</u>
Investment earnings:		
Net increase in fair value of investments	424,220	39,646
Other revenue	198	-
Interest and dividends	72,384	4,675
Total investment gain	<u>496,802</u>	<u>44,321</u>
Less: investment expenses	<u>(18,445)</u>	<u>(511)</u>
Net gain from investing activities	<u>478,357</u>	<u>43,810</u>
Other Income	3,394	-
Total additions	<u>766,401</u>	<u>135,554</u>
DEDUCTIONS		
Benefits	209,377	-
Administrative expenses	16,441	1,832
Distributions to participants	-	48,463
Total deductions	<u>225,818</u>	<u>50,295</u>
Change in net position	540,583	85,259
Net position at October 1	9,121,323	534,444
Net position at September 30	<u>\$ 9,661,906</u>	<u>\$ 619,703</u>

The accompanying notes are an integral part of this statement.

Exhibit 5-a

DISTRICT OF COLUMBIA
COMBINING STATEMENT OF NET POSITION
Discretely Presented Component Units
September 30, 2018
(With Comparative Totals at September 30, 2017)
(\$000s)

	Health Benefit Exchange	Washington Convention and Sports Authority	Housing Finance Agency	University of the District of Columbia	Totals	
					2018	2017
ASSETS						
Current assets:						
Cash and cash equivalents	\$ 69,653	\$ 14,522	\$ 29,972	\$ 22,279	\$ 136,426	\$ 173,282
Investments	-	206,758	30,265	37,793	274,816	215,512
Receivables, net:						
Accounts	2,804	3,449	-	7,848	14,101	16,237
Other	1,838	511	12,336	8,739	23,424	21,324
Due from primary government	-	13,344	1,546	5,198	20,088	18,262
Other current assets	-	1,162	12,694	437	14,293	22,413
Restricted cash	-	8,974	216,837	2,622	228,433	158,948
Restricted investments	30,852	190,331	236,400	26,629	484,212	356,174
Total current assets	105,147	439,051	540,050	111,545	1,195,793	982,152
Noncurrent assets:						
Loans receivable	-	-	1,217,779	-	1,217,779	1,061,386
Other	-	53,746	126	857	54,729	46,223
Total noncurrent assets	-	53,746	1,217,905	857	1,272,508	1,107,609
Capital assets, net						
Property and equipment	83,500	475,484	1,980	196,237	757,201	781,534
Non-depreciable capital assets	-	79,016	573	14,516	94,105	37,032
Total assets	188,647	1,047,297	1,760,508	323,155	3,319,607	2,908,327
DEFERRED OUTFLOWS OF RESOURCES						
	-	10,692	207	-	10,899	13,536
LIABILITIES						
Current liabilities:						
Payables:						
Accounts	33,191	16,754	653	7,548	58,146	54,795
Compensation	516	1,317	300	13,618	15,751	12,478
Due to primary government	1,499	2,329	-	59	3,887	10,602
Accrued liabilities	475	12,629	-	15	13,119	15,870
Current maturities	-	18,105	33,356	-	51,461	42,224
Unearned revenue	-	3,273	-	11,786	15,059	14,473
Other current liabilities	21	8,422	191,521	4,092	204,056	141,150
Total current liabilities	35,702	62,829	225,830	37,118	361,479	291,592
Noncurrent liabilities:						
Long-term debt:						
Bonds payable	-	518,135	1,413,318	-	1,931,453	1,684,685
Other long-term liabilities	-	6,056	-	-	6,056	6,181
Total noncurrent liabilities	-	524,191	1,413,318	-	1,937,509	1,690,866
Total liabilities	35,702	587,020	1,639,148	37,118	2,298,988	1,982,458
NET POSITION						
Net investment in capital assets	83,500	210,772	2,553	210,312	507,137	445,634
Restricted - expendable	-	130,404	38,231	11,492	180,127	196,312
Restricted - nonexpendable	-	-	-	17,932	17,932	16,278
Unrestricted	69,445	115,871	80,783	46,301	312,400	281,181
Total net position	\$ 152,945	\$ 457,047	\$ 121,567	\$ 286,037	\$ 1,017,596	\$ 939,405

The accompanying notes are an integral part of this statement.

Exhibit 5-b

DISTRICT OF COLUMBIA
COMBINING STATEMENT OF ACTIVITIES
Discretely Presented Component Units
For the Year Ended September 30, 2018
(With Comparative Totals for the Year Ended September 30, 2017)
(\$000s)

	Health Benefit Exchange	Washington Convention and Sports Authority	Housing Finance Agency	University of the District of Columbia	Totals	
					2018	2017
EXPENSES	\$ 43,026	\$ 151,795	\$ 91,439	\$ 161,574	\$ 447,834	\$ 385,697
Program revenues:						
Charges for services, fees, fines & forfeitures	4,971	31,501	60,593	33,973	131,038	117,612
Operating grants and contributions	-	-	-	24,957	24,957	50,503
Capital grants and contributions	-	-	-	11,649	11,649	9,627
Net expense	(38,055)	(120,294)	(30,846)	(90,995)	(280,190)	(207,955)
GENERAL REVENUES						
Investment earnings	122	4,821	4,842	3,923	13,708	13,619
Miscellaneous	29,228	47,363	34,368	12,266	123,225	98,011
Subsidy from primary government	-	141,448	-	80,000	221,448	215,799
Total general revenues	29,350	193,632	39,210	96,189	358,381	327,429
Change in net position	(8,705)	73,338	8,364	5,194	78,191	119,474
Net position at October 1	161,650	383,709	113,203	280,843	939,405	819,931
Net position at September 30	\$ 152,945	\$ 457,047	\$ 121,567	\$ 286,037	\$ 1,017,596	\$ 939,405

The accompanying notes are an integral part of this statement.