

**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 Assets**  
**September 30, 2011**  
**(With Comparative Totals at September 30, 2010)**  
**(\$000s)**

	Primary Government				Component Units
	Governmental Activities	Business-Type Activities	Totals		
			2011	2010 Adjusted	
<b>ASSETS</b>					
Cash and cash equivalents (unrestricted)	\$ 687,877	\$ 9,982	\$ 697,859	\$ 90,374	\$ 166,083
Investments (unrestricted)	-	-	-	288	149,530
Due from federal government	416,097	3,859	419,956	590,968	20,505
Taxes receivable, net	359,532	-	359,532	355,860	-
Accounts receivable, net	485,673	22,456	508,129	238,471	75,159
Other receivables	-	-	-	-	31,892
Due from primary government	-	-	-	-	27,975
Due from component units	54,455	-	54,455	61,014	-
Due from fiduciary funds	2,631	-	2,631	1,882	-
Internal balances	33,100	(33,100)	-	-	-
Inventories	14,698	-	14,698	13,753	8,572
Other current assets	5,793	10	5,803	6,386	37,268
Cash and cash equivalents (restricted)	1,057,745	313,190	1,370,935	1,766,245	267,930
Investments (restricted)	345,327	22,912	368,239	349,163	828,094
Other long term assets	261,842	-	261,842	231,206	586,185
Deferred outflow of resources	69,087	-	69,087	61,697	-
Deferred charges	171,017	-	171,017	167,990	-
Depreciable capital assets, net	6,981,972	478	6,982,450	6,141,447	3,553,339
Non-depreciable capital assets	2,833,340	-	2,833,340	3,091,911	560,007
<b>Total assets</b>	<b>13,780,186</b>	<b>339,787</b>	<b>14,119,973</b>	<b>13,168,655</b>	<b>6,312,539</b>
<b>LIABILITIES</b>					
Accounts payable	686,904	76,229	763,133	816,229	162,072
Compensation payable	175,275	840	176,115	154,828	26,737
Due to primary government	-	-	-	-	54,455
Due to component units	27,975	-	27,975	15,513	-
Due to fiduciary funds	3,052	-	3,052	2,292	-
Unearned revenues	612,198	208	612,406	372,526	70,852
Accrued liabilities	391,153	9,390	400,543	360,804	61,341
Accrued interest payable	112,842	-	112,842	107,960	-
Other current liabilities	7,637	-	7,637	11,507	85,460
Derivative instrument liabilities	68,754	-	68,754	61,697	-
Long-term liabilities:					
Due within one year	395,053	6,878	401,931	428,184	72,445
Due in more than one year	8,328,758	16,034	8,344,792	7,775,139	4,065,551
<b>Total liabilities</b>	<b>10,809,601</b>	<b>109,579</b>	<b>10,919,180</b>	<b>10,106,679</b>	<b>4,598,913</b>
<b>NET ASSETS</b>					
Invested in capital assets, net of related debt	2,534,538	478	2,535,016	2,442,212	1,319,273
Restricted for:					
Expendable					
Debt service	345,327	-	345,327	288,336	-
Benefit payments	-	226,229	226,229	233,296	-
Capital projects	4,970	-	4,970	4,484	-
Grants and special purposes	183,609	-	183,609	276,895	-
Budget reserves	35,430	-	35,430	74,447	-
Purpose restriction	37,310	-	37,310	118,143	-
Emergency reserves	338,583	-	338,583	337,945	-
Other	18,465	-	18,465	17,310	297,204
Nonexpendable	-	-	-	-	7,242
Unrestricted (deficit)	(527,647)	3,501	(524,146)	(731,092)	89,907
<b>Total net assets</b>	<b>\$ 2,970,585</b>	<b>\$ 230,208</b>	<b>\$ 3,200,793</b>	<b>\$ 3,061,976</b>	<b>\$ 1,713,626</b>

The accompanying notes are an integral part of this statement.



Exhibit 2-a

**District of Columbia  
Balance Sheet  
Governmental Funds  
September 30, 2011  
(With Comparative Totals at September 30, 2010)  
(\$000s)**

	General	Federal & Private Resources	Housing Production Trust	General Capital Improvements	Nonmajor Governmental Funds	Total Governmental Funds	
						2011	2010 Adjusted
<b>ASSETS</b>							
Cash and cash equivalents (unrestricted)	\$ 687,877	\$ -	\$ -	\$ -	\$ -	\$ 687,877	\$ 76,455
Due from federal government	5,486	366,279	-	44,332	-	416,097	585,463
Taxes receivable, net	356,993	-	-	-	2,539	359,532	355,860
Accounts receivable, net	174,113	278,173	-	3,331	30,056	485,673	214,741
Due from component units	53,790	-	-	-	666	54,456	61,014
Due from other funds	190,707	36,091	16,134	1,199	13,528	257,659	648,978
Inventories	10,510	4,188	-	-	-	14,698	13,753
Other current assets	5,222	572	-	-	-	5,794	6,128
Cash and cash equivalents (restricted)	322,583	119,029	57,302	221,443	337,388	1,057,745	1,443,419
Investments (restricted)	345,327	-	-	-	-	345,327	319,945
Other long term assets	13,646	15,314	232,882	-	-	261,842	231,206
<b>Total assets</b>	<b>2,166,254</b>	<b>819,646</b>	<b>306,318</b>	<b>270,305</b>	<b>384,177</b>	<b>3,946,700</b>	<b>3,956,962</b>
<b>LIABILITIES AND FUND BALANCES</b>							
<b>Liabilities:</b>							
Accounts payable	405,922	97,824	-	175,343	7,815	686,904	734,032
Compensation payable	152,097	19,785	-	3,269	124	175,275	153,376
Due to other funds	35,893	105,179	-	68,421	15,488	224,981	617,878
Due to component units	15,194	-	-	12,782	-	27,976	15,513
Deferred revenue	206,543	260,270	232,882	5,520	925	706,140	448,976
Accrued liabilities	238,086	152,966	-	-	101	391,153	351,513
Other current liabilities	7,625	12	-	-	-	7,637	11,507
<b>Total liabilities</b>	<b>1,061,360</b>	<b>636,036</b>	<b>232,882</b>	<b>265,335</b>	<b>24,453</b>	<b>2,220,066</b>	<b>2,332,795</b>
<b>Fund balances:</b>							
Nonspendable	18,465	-	-	-	-	18,465	13,634
Restricted	756,650	183,610	73,436	4,970	359,724	1,378,390	1,475,096
Committed	256,287	-	-	-	-	256,287	135,437
Assigned	73,492	-	-	-	-	73,492	-
<b>Total fund balances</b>	<b>1,104,894</b>	<b>183,610</b>	<b>73,436</b>	<b>4,970</b>	<b>359,724</b>	<b>1,726,634</b>	<b>1,624,167</b>
<b>Total liabilities and fund balances</b>	<b>\$ 2,166,254</b>	<b>\$ 819,646</b>	<b>\$ 306,318</b>	<b>\$ 270,305</b>	<b>\$ 384,177</b>		<b>\$ 3,956,962</b>

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.	9,815,312
Certain long term assets are not available to pay current period expenditures and are therefore deferred in the funds.	79,548
Adjustment for lease agreement - nursing home.	14,394
Net of deferred outflow resources and derivative instrument liabilities.	333
Adjustment for deferred charges.	171,017
Certain liabilities (such as bonds payable and accrued expenses) are not due and payable in the current period:	
General obligation bonds	2,829,598
Income tax revenue bonds	3,029,100
Tobacco settlement bonds	690,289
TIF bonds	87,484
Ballpark bonds	512,850
QZAB	8,573
Accrued interest payable	112,842
Capital leases	27,433
Other long-term liabilities	1,538,484
	(8,836,653)
Net assets of governmental activities	<b>\$ 2,970,585</b>

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, 2011  
(With Comparative Totals for the Year Ended September 30, 2010)  
(\$000s)

	General	Federal & Private Resources	Housing Production Trust	General Capital Improvements	Nonmajor Governmental Funds	Total Governmental Funds	
						2011	2010 Adjusted
<b>REVENUES</b>							
Taxes:							
Property taxes	\$ 1,770,185	\$ -	\$ -	\$ -	\$ 30,560	\$ 1,800,745	\$ 1,881,284
Sales and use taxes	1,066,366	-	-	-	54,891	1,121,257	1,081,005
Income and franchise taxes	1,656,283	-	-	-	-	1,656,283	1,434,131
Gross receipts taxes	234,420	-	-	-	44,582	279,002	295,531
Other taxes	362,822	-	40,377	-	-	403,199	264,959
Fines and forfeitures	129,448	-	-	-	-	129,448	128,473
Licenses and permits	102,769	-	-	-	-	102,769	86,951
Charges for services	236,744	3,516	-	-	17,624	257,884	234,598
Investment earnings	3,194	-	-	115	2,480	5,789	19,156
Miscellaneous	433,015	27,708	24,393	11,714	52,176	549,006	447,365
Federal contributions	-	617,845	-	-	-	617,845	670,186
Operating grants	-	2,725,902	-	172,964	-	2,898,866	2,910,762
<b>Total revenues</b>	<b>5,995,246</b>	<b>3,374,971</b>	<b>64,770</b>	<b>184,793</b>	<b>202,313</b>	<b>9,822,093</b>	<b>9,454,401</b>
<b>EXPENDITURES</b>							
Current:							
Governmental direction and support	620,426	41,689	-	-	36,002	698,117	657,935
Economic development and regulation	220,878	99,287	31,649	-	-	351,814	388,424
Public safety and justice	993,978	523,662	-	-	-	1,517,640	1,546,473
Public education system	1,507,747	435,691	-	-	-	1,943,438	1,904,023
Human support service	1,572,717	2,241,885	-	-	8,715	3,823,317	3,669,367
Public works	226,783	38,967	-	-	-	265,750	318,590
Public transportation	257,703	-	-	-	-	257,703	243,668
Debt service:							
Principal	179,097	-	-	-	32,599	211,696	209,746
Interest	266,272	-	-	-	67,600	333,872	300,123
Fiscal charges	14,296	-	-	-	-	14,296	64,532
Capital outlay	-	-	-	1,155,116	34,240	1,189,356	1,359,488
<b>Total expenditures</b>	<b>5,859,897</b>	<b>3,381,181</b>	<b>31,649</b>	<b>1,155,116</b>	<b>179,156</b>	<b>10,606,999</b>	<b>10,662,369</b>
<b>Excess (deficiency) of revenues over (under) expenditures</b>	<b>135,349</b>	<b>(6,210)</b>	<b>33,121</b>	<b>(970,323)</b>	<b>23,157</b>	<b>(784,906)</b>	<b>(1,207,968)</b>
<b>OTHER FINANCING SOURCES (USES)</b>							
Debt issuance	7,915	-	-	737,110	-	745,025	750,298
Refunding debt issuance	63,860	-	-	-	-	63,860	835,010
Premium on sale of bonds	6,188	-	-	18,523	-	24,711	89,505
Payment to refunded bond escrow agent	(63,335)	-	-	-	-	(63,335)	(855,011)
Equipment financing program	75	-	-	45,726	-	45,801	34,162
Transfers in	147,572	146	-	67,039	87,302	302,059	339,236
Transfers out	(123,499)	(1,349)	-	(26,543)	(79,357)	(230,748)	(242,612)
<b>Total other financing sources (uses)</b>	<b>38,776</b>	<b>(1,203)</b>	<b>-</b>	<b>841,855</b>	<b>7,945</b>	<b>887,373</b>	<b>950,588</b>
<b>Net change in fund balances</b>	<b>174,125</b>	<b>(7,413)</b>	<b>33,121</b>	<b>(128,468)</b>	<b>31,102</b>	<b>102,467</b>	<b>(257,380)</b>
Fund balances at October 1, as adjusted	930,769	191,023	40,315	133,438	328,622	1,624,167	1,881,547
Fund balances at September 30	\$ 1,104,894	\$ 183,610	\$ 73,436	\$ 4,970	\$ 359,724	\$ 1,726,634	\$ 1,624,167

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, 2011  
(\$000s)**

Net change in fund balances - total governmental funds \$ 102,467

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 exceeded depreciation expense in the current period. 586,781

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. 2,946

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. (548,716)

Some expenses reported in the statement of activities do not require the use of current financial resources and therefore are not reported as expenditures in governmental funds. This is the amount that other long term liabilities decreased in the current period. (2,845)

Capital assets leased to nursing home 14,394

Investment income from investment derivative instrument 333

Change in net assets of governmental activities \$ 155,360

*The accompanying notes are an integral part of this statement.*

Exhibit 2-4

District of Columbia  
Budgetary Comparison Statement  
For the Year Ended September 30, 2011  
(\$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		
<b>Revenues and Sources:</b>												
Taxes:												
Property taxes	\$ 1,653,786	\$ 1,733,188	\$ 1,753,246	\$ 20,058	\$ -	\$ -	\$ -	\$ -	\$ 1,653,786	\$ 1,733,188	\$ 1,753,246	\$ 20,058
Sales and use taxes	1,096,616	1,109,902	1,108,126	(1,776)	-	-	-	-	1,096,616	1,109,902	1,108,126	(1,776)
Income and franchise taxes	1,568,883	1,559,201	1,656,282	97,081	-	-	-	-	1,568,883	1,559,201	1,656,282	97,081
Other taxes	550,522	651,865	685,514	33,649	-	-	-	-	550,522	651,865	685,514	33,649
Total taxes	4,869,807	5,054,156	5,203,168	149,012	-	-	-	-	4,869,807	5,054,156	5,203,168	149,012
Licenses and permits	64,276	59,948	76,020	16,072	-	-	-	-	64,276	59,948	76,020	16,072
Fines and forfeits	166,425	131,261	126,251	(5,010)	-	-	-	-	166,425	131,261	126,251	(5,010)
Charges for services	43,587	51,505	75,540	24,035	-	-	-	-	43,587	51,505	75,540	24,035
Miscellaneous	173,813	142,559	145,101	2,542	-	-	-	-	173,813	142,559	145,101	2,542
Other sources	410,456	411,276	476,584	65,308	-	-	-	-	410,456	411,276	476,584	65,308
General obligation bonds	15,000	15,000	6,320	(8,680)	-	-	-	-	15,000	15,000	6,320	(8,680)
Federal contributions	-	-	-	-	124,725	159,827	126,155	(33,672)	124,725	159,827	126,155	(33,672)
Operating grant	-	-	-	-	2,572,328	2,610,374	2,513,209	(97,165)	2,572,328	2,610,374	2,513,209	(97,165)
Fund balance released from restrictions	114,704	105,530	55,805	(49,725)	-	-	-	-	114,704	105,530	55,805	(49,725)
Interfund transfer-from lottery and games	68,500	63,257	62,175	(1,082)	-	-	-	-	68,500	63,257	62,175	(1,082)
Interfund transfer-others	189,550	183,622	79,242	(1,04,380)	-	-	-	-	189,550	183,622	79,242	(1,04,380)
Total revenues and other sources	6,116,118	6,218,114	6,306,206	88,092	2,697,053	2,792,393	2,661,556	(130,837)	6,116,118	6,218,114	6,306,206	88,092
<b>Expenditures and Other Uses:</b>												
Governmental direction and support	464,046	455,607	440,427	15,180	27,810	34,135	28,980	5,155	464,046	455,607	440,427	20,335
Economic development and regulation	256,883	283,509	255,599	28,110	136,584	116,788	100,102	16,686	256,883	283,509	255,599	44,796
Public safety and justice	976,197	1,010,151	993,786	16,365	224,904	202,820	135,228	67,592	976,197	1,010,151	993,786	83,957
Public education system	1,485,844	1,394,754	1,371,079	23,675	311,135	358,552	334,044	24,508	1,485,844	1,394,754	1,371,079	48,183
Public education AY12 expenditure	-	126,560	126,560	-	-	-	-	-	-	126,560	126,560	-
Human support services	1,453,131	1,500,534	1,466,639	33,895	1,924,815	2,025,760	1,998,423	27,337	1,453,131	1,500,534	1,466,639	61,232
Public works	540,669	547,708	538,837	8,871	56,835	39,368	38,967	401	540,669	547,708	538,837	3,598
Wilson building	-	3,598	3,566	32	-	-	-	-	-	3,598	3,566	32
Repay bonds and interest	410,909	406,067	404,768	1,299	-	-	-	-	410,909	406,067	404,768	1,299
Repay revenue bonds and interest	-	7,574	4,782	2,792	-	-	-	-	-	7,574	4,782	2,792
Bond fiscal charge	15,000	15,000	5,885	9,115	-	-	-	-	15,000	15,000	5,885	9,115
Interest on short term borrowing	3,000	3,000	2,841	159	-	-	-	-	3,000	3,000	2,841	159
Certificates of participation	33,045	33,045	32,244	801	-	-	-	-	33,045	33,045	32,244	801
Settlements and judgments fund	21,477	21,477	21,477	-	-	-	-	-	21,477	21,477	21,477	-
Baseball tax transfer	29,582	30,336	30,336	-	-	-	-	-	29,582	30,336	30,336	-
Convention center transfer	101,696	96,844	96,844	-	-	-	-	-	101,696	96,844	96,844	-
Highway trust transfer	37,678	31,273	30,001	1,272	-	-	-	-	37,678	31,273	30,001	1,272
TIF and pilot transfer	61,304	58,254	58,254	-	-	-	-	-	61,304	58,254	58,254	-
Emergency planning and security costs	-	-	-	-	14,970	14,970	13,507	1,463	-	14,970	13,507	1,463
Equipment lease operating	49,804	48,819	48,247	572	-	-	-	-	49,804	48,819	48,247	572
Emergency and contingency reserve	3,000	3,000	-	3,000	-	-	-	-	3,000	3,000	-	3,000
Pay-go capital	12,071	31,726	31,726	-	-	-	-	-	12,071	31,726	31,726	-
Schools modernization fund	8,613	8,613	8,613	-	-	-	-	-	8,613	8,613	8,613	-
District retiree health contribution	98,700	98,700	94,200	4,500	-	-	-	-	98,700	98,700	94,200	4,500
Cash reserve	40,000	161	-	161	-	-	-	-	40,000	161	-	161
Non-departmental agency	973	973	-	973	-	-	-	-	973	973	-	973
Total expenditures and other uses	6,114,794	6,217,283	6,066,511	150,772	2,697,053	2,792,393	2,649,251	143,142	6,114,794	6,217,283	6,066,511	293,914
<b>EXCESS OF REVENUES AND EXPENDITURES AND OTHER SOURCES OVER USES - BUDGETARY BASIS</b>	\$ 1,324	\$ 831	\$ 239,695	\$ 238,864	\$ -	\$ -	\$ 12,305	\$ 12,305	\$ 1,324	\$ 831	\$ 252,000	\$ 251,169

The accompanying notes are an integral part of this statement.

## Exhibit 3-a

**District of Columbia**  
**Statement of Net Assets**  
**Proprietary Funds**  
**September 30, 2011**  
**(With Comparative Totals at September 30, 2010)**  
**(\$000s)**

	Lottery and Games	Unemployment Compensation	Nonmajor JB Johnson	Totals	
				2011	2010
<b>ASSETS</b>					
Current assets:					
Cash and cash equivalents (unrestricted)	\$ 9,982	\$ -	\$ -	\$ 9,982	\$ 13,919
Investments (unrestricted)	-	-	-	-	288
Due from federal government	-	3,859	-	3,859	5,505
Accounts receivable, net	5,442	17,014	-	22,456	23,730
Due from other funds	-	3,177	-	3,177	5,621
Other current assets	10	-	-	10	258
Cash and cash equivalents (restricted)	-	313,190	-	313,190	322,826
Total current assets	<u>15,434</u>	<u>337,240</u>	<u>-</u>	<u>352,674</u>	<u>372,147</u>
Noncurrent assets:					
Investments (restricted)	22,912	-	-	22,912	29,218
Capital assets, net	478	-	-	478	4,827
Total noncurrent assets	<u>23,390</u>	<u>-</u>	<u>-</u>	<u>23,390</u>	<u>34,045</u>
<b>Total assets</b>	<u>38,824</u>	<u>337,240</u>	<u>-</u>	<u>376,064</u>	<u>406,192</u>
<b>LIABILITIES</b>					
Current liabilities					
Accounts payable	1,495	74,734	-	76,229	82,197
Accrued compensated absences	840	-	-	840	1,452
Due to other funds	-	36,277	-	36,277	37,131
Deferred revenue	208	-	-	208	152
Accrued liabilities	9,390	-	-	9,390	9,291
Long term liabilities due within one year	6,878	-	-	6,878	6,873
Total current liabilities	<u>18,811</u>	<u>111,011</u>	<u>-</u>	<u>129,822</u>	<u>137,096</u>
Noncurrent liabilities					
Long term liabilities due in more than one year	16,034	-	-	16,034	22,345
Total noncurrent liabilities	<u>16,034</u>	<u>-</u>	<u>-</u>	<u>16,034</u>	<u>22,345</u>
<b>Total liabilities</b>	<u>34,845</u>	<u>111,011</u>	<u>-</u>	<u>145,856</u>	<u>159,441</u>
<b>NET ASSETS</b>					
Invested in capital assets	478	-	-	478	4,827
Restricted - expendable	-	226,229	-	226,229	233,296
Unrestricted	3,501	-	-	3,501	8,628
<b>Total net assets</b>	<u>\$ 3,979</u>	<u>\$ 226,229</u>	<u>\$ -</u>	<u>\$ 230,208</u>	<u>\$ 246,751</u>

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, 2011**  
**(With Comparative Totals for the Year Ended September 30, 2010)**  
**(\$000s)**

	Lottery and Games	Unemployment Compensation	Nonmajor JB Johnson	Totals	
				2011	2010
<b>Operating revenues:</b>					
Employer taxes	\$ -	\$ 128,875	\$ -	\$ 128,875	\$ 129,471
Charges for services	231,749	-	4,135	235,884	250,150
Benefit contributions	-	34,968	-	34,968	36,998
Miscellaneous	-	-	11	11	211
<b>Total operating revenues</b>	<u>231,749</u>	<u>163,843</u>	<u>4,146</u>	<u>399,738</u>	<u>416,830</u>
<b>Operating expenses:</b>					
Benefits	-	408,997	-	408,997	480,976
Prizes, agents commission & advertising	146,313	-	-	146,313	138,558
Personnel services	11,767	-	454	12,221	12,615
Contractual services	11,277	-	2,811	14,088	26,585
Depreciation	169	-	-	169	577
Miscellaneous	-	-	1,290	1,290	3,875
<b>Total operating expenses</b>	<u>169,526</u>	<u>408,997</u>	<u>4,555</u>	<u>583,078</u>	<u>663,186</u>
<b>Operating income (loss)</b>	<u>62,223</u>	<u>(245,154)</u>	<u>(409)</u>	<u>(183,340)</u>	<u>(246,356)</u>
<b>Nonoperating revenues:</b>					
Interest and investment revenue	20	11,743	1	11,764	13,584
Federal contribution	-	226,344	-	226,344	229,498
<b>Total nonoperating revenue</b>	<u>20</u>	<u>238,087</u>	<u>1</u>	<u>238,108</u>	<u>243,082</u>
<b>Income (loss) before transfers</b>	<u>62,243</u>	<u>(7,067)</u>	<u>(408)</u>	<u>54,768</u>	<u>(3,274)</u>
Transfer out	(62,175)	-	(9,136)	(71,311)	(96,624)
<b>Change in net assets</b>	<u>68</u>	<u>(7,067)</u>	<u>(9,544)</u>	<u>(16,543)</u>	<u>(99,898)</u>
Total net assets at October 1	3,911	233,296	9,544	246,751	346,649
Total net assets at September 30	\$ <u>3,979</u>	\$ <u>226,229</u>	\$ <u>-</u>	\$ <u>230,208</u>	\$ <u>246,751</u>

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, 2011**  
**(With Comparative Totals for the Year Ended September 30, 2010)**  
**(\$000s)**

	Lottery and Games	Unemployment Compensation	Nonmajor JB Johnson	Totals	
				2011	2010
<b>Cash Flows from Operating activities:</b>					
Cash receipts from customers/employers	\$ 231,041	\$ 163,843	\$ 4,547	\$ 399,431	\$ 408,475
Other cash receipts	292	-	11	303	533
Cash payments to vendors	(22,602)	-	(591)	(23,193)	(39,681)
Cash payments to employees/claimants	(7,020)	(411,566)	(1,826)	(420,412)	(482,187)
Other cash payments, including prizes	(140,363)	-	(1,786)	(142,149)	(137,528)
Net cash provided by (used in) operating activities	<u>61,348</u>	<u>(247,723)</u>	<u>355</u>	<u>(186,020)</u>	<u>(250,388)</u>
<b>Cash Flows from Noncapital financing activities:</b>					
Intergovernmental grants	-	226,344	-	226,344	261,298
Interfund transfers out	(62,175)	-	(3,037)	(65,212)	(96,624)
Reimbursement of administrative cost	-	-	-	-	(1,148)
Net cash provided by (used in) noncapital financing activities	<u>(62,175)</u>	<u>226,344</u>	<u>(3,037)</u>	<u>161,132</u>	<u>163,526</u>
<b>Cash Flows from Capital and related financing activities:</b>					
Disposal (acquisition) of capital assets	(69)	-	(380)	(449)	29,331
Net cash provided by (used in) capital and related financing activities	<u>(69)</u>	<u>-</u>	<u>(380)</u>	<u>(449)</u>	<u>29,331</u>
<b>Cash Flows from Investing activities:</b>					
Receipts of interest and dividends	20	11,743	1	11,764	13,584
Net proceeds from related party	-	-	-	-	(1,417)
Purchase of investments	-	-	-	-	(288)
Net cash provided by investing activities	<u>20</u>	<u>11,743</u>	<u>1</u>	<u>11,764</u>	<u>11,879</u>
<b>NET DECREASE IN CASH AND CASH EQUIVALENTS</b>	<u>(876)</u>	<u>(9,636)</u>	<u>(3,061)</u>	<u>(13,573)</u>	<u>(45,652)</u>
<b>Cash and cash equivalents at October 1</b>	<u>10,858</u>	<u>322,826</u>	<u>3,061</u>	<u>336,745</u>	<u>382,397</u>
<b>Cash and cash equivalents at September 30</b>	<u>\$ 9,982</u>	<u>\$ 313,190</u>	<u>\$ -</u>	<u>\$ 323,172</u>	<u>\$ 336,745</u>
<b>Reconciliation of operating income (loss) to net cash provided by (used in) operating activities:</b>					
Operating income (loss)	\$ 62,223	\$ (245,154)	\$ (408)	\$ (183,339)	\$ (246,357)
Depreciation	169	-	-	169	577
Decrease (increase) in assets:					
Accounts receivable	(473)	2,773	490	2,790	(7,662)
Allowance for uncollectible	-	-	507	507	1,146
Deposits	-	-	(3)	(3)	28
Other current assets	(3)	-	82	79	(4,734)
Increase (decrease) in liabilities:					
Accounts payable	(726)	(5,342)	(313)	(6,381)	5,582
Accrued liabilities	266	-	-	266	485
Deferred revenue	56	-	-	56	(28)
Other current liabilities	(164)	-	-	(164)	575
Net cash provided by (used in) operating activities:	<u>\$ 61,348</u>	<u>\$ (247,723)</u>	<u>\$ 355</u>	<u>\$ (186,020)</u>	<u>\$ (250,388)</u>

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, 2011**  
**(\$000s)**

	<b>Pension/OPEB Trust Funds</b>	<b>Private Purpose Trust Fund</b>	<b>Agency Funds</b>
<b>ASSETS</b>			
Cash and cash equivalents - restricted	\$ 246,025	\$ -	\$ 85,743
Investments - restricted:			
Equities	2,647,260	108,698	-
Fixed income securities	1,339,980	58,557	-
Real estate	203,157	-	-
Private equity	716,486	-	-
Collateral for securities lending transactions	416,288	-	-
Accounts receivable	-	82	-
Due from federal government	1,051	-	-
Benefit contribution receivables	3,312	-	-
Due from other funds	3,000	-	52
Other receivables	-	-	22,236
Other current assets	146,966	-	-
Capital assets	9	-	-
Total assets	<u>5,723,534</u>	<u>167,337</u>	<u>108,031</u>
<b>LIABILITIES</b>			
Accounts payable	4,308	96	7,609
Securities lending collateral	419,096	-	-
Due to other funds	2,573	-	57
Other current liabilities	317,892	-	100,365
Total liabilities	<u>743,869</u>	<u>96</u>	<u>\$ 108,031</u>
<b>NET ASSETS</b>			
Held in trust for pension and OPEB benefits and other purposes	<u>\$ 4,979,665</u>	<u>\$ 167,241</u>	

*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, 2011**  
**(\$000s)**

	<b>Pension/OPEB Trust Funds</b>	<b>Private Purpose Trust Fund</b>
<b>ADDITIONS</b>		
Contributions:		
Employer	\$ 221,400	\$ -
Plan members	58,478	33,465
Total contributions	279,878	33,465
Investment earnings:		
<i>From investment activities</i>		
Net increase (decrease) in fair value of investments	38,506	(2,952)
Other revenue	2,051	-
Interest and dividends	95,317	2,633
Total investment gain	135,874	(319)
Less - investment expenses	(12,115)	(1,716)
Net gain (loss) from investing activities	123,759	(2,035)
<i>From securities lending activities</i>		
Securities lending income	2,734	-
Less: securities lending expenses	(868)	-
Net income from securities lending activities	1,866	-
Net investment gain (loss)	125,625	(2,035)
<b>Total additions</b>	<b>405,503</b>	<b>31,430</b>
<b>DEDUCTIONS</b>		
Benefits	83,419	-
Administrative expenses	9,885	484
Distributions to participants	-	9,723
<b>Total deductions</b>	<b>93,304</b>	<b>10,207</b>
<b>Change in net assets</b>	<b>312,199</b>	<b>21,223</b>
Net assets at October 1	4,667,466	146,018
Net assets at September 30	\$ 4,979,665	\$ 167,241

*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, 2011  
(With Comparative Totals at September 30, 2010)  
(\$000s)

	Water and Sewer Authority	Washington Convention and Sports Authority	Not-for-Profit Hospital Corporation	Housing Finance Agency	University	Totals	
						2011	2010
<b>ASSETS</b>							
<b>Current Assets:</b>							
Cash and cash equivalents (unrestricted)	\$ 112,944	\$ 11,611	\$ 626	\$ 17,449	\$ 23,453	\$ 166,083	\$ 147,975
Investments (unrestricted)	69,764	45,082	-	8,924	25,760	149,530	160,871
Receivables, net:							
Accounts	55,454	3,846	11,877	-	3,982	75,159	62,034
Other	-	-	-	14,899	16,993	31,892	29,795
Due from federal government	20,505	-	-	-	-	20,505	40,264
Due from primary government	456	8,405	-	-	19,114	27,975	15,513
Inventories	7,264	-	1,308	-	-	8,572	8,318
Other current assets	204	2,952	1,058	32,806	248	37,268	25,558
Restricted cash	98,054	936	902	167,101	937	267,930	367,509
Restricted investments	183,121	337,476	-	300,255	7,242	828,094	463,978
Total current assets	<u>547,766</u>	<u>410,308</u>	<u>15,771</u>	<u>541,434</u>	<u>97,729</u>	<u>1,613,008</u>	<u>1,321,815</u>
<b>Noncurrent Assets:</b>							
Loans receivable	-	-	-	548,306	897	549,203	526,462
Other	24,069	10,120	689	1,808	296	36,982	16,699
Total long term assets	<u>24,069</u>	<u>10,120</u>	<u>689</u>	<u>550,114</u>	<u>1,193</u>	<u>586,185</u>	<u>543,161</u>
<b>Capital assets, net</b>							
Property and equipment	2,813,849	606,678	53,092	1,931	77,789	3,553,339	3,421,622
Non-depreciable capital assets	485,497	45,374	8,532	573	20,031	560,007	399,226
<b>Total assets</b>	<u><b>3,871,181</b></u>	<u><b>1,072,480</b></u>	<u><b>78,084</b></u>	<u><b>1,094,052</b></u>	<u><b>196,742</b></u>	<u><b>6,312,539</b></u>	<u><b>5,685,824</b></u>
<b>LIABILITIES</b>							
<b>Current Liabilities:</b>							
Payables:							
Accounts	128,350	8,222	12,364	1,464	11,672	162,072	127,220
Compensation	16,748	361	5,060	223	4,345	26,737	34,687
Due to primary government	2,436	791	6,000	-	45,228	54,455	61,014
Accrued liabilities	39,945	17,676	-	-	3,720	61,341	48,076
Deferred revenue	33,568	2,561	-	26,085	8,638	70,852	69,580
Current maturities	18,721	13,265	-	40,459	-	72,445	63,166
Other current liabilities	35,200	5,719	1,331	39,344	3,866	85,460	68,792
Total current liabilities	<u>274,968</u>	<u>48,595</u>	<u>24,755</u>	<u>107,575</u>	<u>77,469</u>	<u>533,362</u>	<u>472,535</u>
<b>Noncurrent Liabilities:</b>							
Long term debt:							
Bonds payable	1,530,174	659,044	-	867,267	-	3,056,485	2,611,116
Other long-term liabilities	31,720	11,198	1,317	485	-	44,720	31,963
Refundable advances	-	1,004	-	-	1,241	2,245	2,272
Deferred revenue	962,101	-	-	-	-	962,101	914,853
Total long term liabilities	<u>2,523,995</u>	<u>671,246</u>	<u>1,317</u>	<u>867,752</u>	<u>1,241</u>	<u>4,065,551</u>	<u>3,560,204</u>
<b>Total Liabilities</b>	<u><b>2,798,963</b></u>	<u><b>719,841</b></u>	<u><b>26,072</b></u>	<u><b>975,327</b></u>	<u><b>78,710</b></u>	<u><b>4,598,913</b></u>	<u><b>4,032,739</b></u>
<b>NET ASSETS</b>							
Invested in capital assets, net of related debt	946,868	212,311	60,825	1,449	97,820	1,319,273	1,163,678
Restricted - expendable	62,505	148,748	-	85,764	187	297,204	200,779
Restricted - nonexpendable	-	-	-	-	7,242	7,242	7,242
Unrestricted	62,845	(8,420)	(8,813)	31,512	12,783	89,907	281,386
<b>Total Net Assets</b>	<u><b>\$ 1,072,218</b></u>	<u><b>\$ 352,639</b></u>	<u><b>\$ 52,012</b></u>	<u><b>\$ 118,725</b></u>	<u><b>\$ 118,032</b></u>	<u><b>\$ 1,713,626</b></u>	<u><b>\$ 1,653,085</b></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, 2011  
(With Comparative Totals for the Year Ended September 30, 2010)  
(\$000s)

	Water and Sewer Authority	Washington Convention and Sports Authority	Not-for-Profit Hospital Corporation	Housing Finance Agency	University	Totals	
						2011	2010
Expenses	\$ 412,894	\$ 147,499	\$ 94,872	\$ 62,701	\$ 152,640	\$ 870,606	\$ 719,359
<b>Program Revenues:</b>							
Charges for services, fees, fines & forfeits	400,045	25,488	95,716	7,561	30,154	558,964	434,852
Operating grants and contributions	-	-	-	-	27,398	27,398	29,079
Capital grants and contributions	47,374	-	-	-	14,493	61,867	31,876
<b>Net (Expense) Revenue</b>	<b>34,525</b>	<b>(122,011)</b>	<b>844</b>	<b>(55,140)</b>	<b>(80,595)</b>	<b>(222,377)</b>	<b>(223,552)</b>
<b>General Revenues:</b>							
Investment earnings	2,008	2,094	(274)	51,431	(935)	54,324	52,142
Miscellaneous	8,210	1,230	1,921	10,713	42,103	64,177	27,213
Subsidy from primary government	-	97,997	-	-	66,420	164,417	156,178
<b>Total general revenues</b>	<b>10,218</b>	<b>101,321</b>	<b>1,647</b>	<b>62,144</b>	<b>107,588</b>	<b>282,918</b>	<b>235,533</b>
<b>Capital Contributions</b>	<b>-</b>	<b>-</b>	<b>-</b>	<b>-</b>	<b>-</b>	<b>-</b>	<b>48,128</b>
<b>Change in net assets</b>	<b>44,743</b>	<b>(20,690)</b>	<b>2,491</b>	<b>7,004</b>	<b>26,993</b>	<b>60,541</b>	<b>60,109</b>
<b>Net assets at October 1</b>	<b>1,027,475</b>	<b>373,329</b>	<b>49,521</b>	<b>111,721</b>	<b>91,039</b>	<b>1,653,085</b>	<b>1,592,976</b>
<b>Net assets at September 30</b>	<b>\$ 1,072,218</b>	<b>\$ 352,639</b>	<b>\$ 52,012</b>	<b>\$ 118,725</b>	<b>\$ 118,032</b>	<b>\$ 1,713,626</b>	<b>\$ 1,653,085</b>

The accompanying notes are an integral part of this statement.