

City of Greenville
Audit Committee Meeting
Wednesday, October 26, 2016
City Hall, Room 337
10:30am-11:30am

Attendees:

- | | | |
|---|--|--|
| <input type="checkbox"/> Allen Thomas, <i>Mayor (Chair)</i> | <input type="checkbox"/> Rose Glover, <i>Council Member (V. Chair)</i> | <input type="checkbox"/> Rick Smiley, <i>Council Member (Secretary)</i> |
| <input type="checkbox"/> Barbara Lipscomb, <i>City Manager</i> | <input type="checkbox"/> Michael Cowin, <i>Assistant City Manager</i> | <input type="checkbox"/> Bernita Demery, <i>Director of Financial Services</i> |
| <input type="checkbox"/> Kimberly Branch, <i>Financial Services Manager</i> | <input type="checkbox"/> Alisha McNeil, <i>Internal Auditor</i> | <input type="checkbox"/> Michelle Thompson, <i>Cherry Bekaert Auditor</i> |
| | | <input type="checkbox"/> Carlene Kamradt, <i>Cherry Bekaert Auditor</i> |
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1. Introductions

2. Review May 11, 2016 Audit Committee Meeting Minutes

3. Results of Audit - Cherry Bekaert

- **2016 Management Recommendations**
- **2016 Auditor's Opinion**
- **Results from FY 2016 Operations (Key Financial Results - Attached)**
- **Computation of 14% of Unassigned General Fund Balance**

4. Questions and Answers

5. Next Meeting – Wednesday, February 8, 2017 10am-11am

City of Greenville
Audit Committee Meeting Minutes
Wednesday, May 11, 2016
City Hall, Room 337
2:00pm-3:00pm
Attendees:

- | | | |
|--|--|---|
| <input checked="" type="checkbox"/> Allen Thomas, <i>Mayor (Chair)</i> | <input type="checkbox"/> Rose Glover, <i>Council Member (V. Chair)</i> | <input checked="" type="checkbox"/> Rick Smiley, <i>Council Member (Secretary)</i> |
| <input checked="" type="checkbox"/> Barbara Lipscomb, <i>City Manager</i> | <input checked="" type="checkbox"/> Michael Cowin, <i>Assistant City Manager</i> | <input checked="" type="checkbox"/> Bernita Demery, <i>Director of Financial Services</i> |
| <input checked="" type="checkbox"/> Kimberly Branch, <i>Financial Services Manager</i> | <input checked="" type="checkbox"/> Alisha McNeil, <i>Internal Auditor</i> | <input checked="" type="checkbox"/> Michelle Thompson, <i>Cherry Bekaert Auditor</i> |
| | | <input checked="" type="checkbox"/> Carlene Kamradt, <i>Cherry Bekaert Auditor</i> |
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1. Review of February 10, 2016 Audit Committee Meeting Minutes

The minutes were approved without exception by the committee.

2. Audit Plan for 2016 Update – Cherry Bekaert

Ms. Kamradt reviewed the FY 2016 audit plan with the Committee. She discussed the file exchange portal. This portal will give all Cherry Bekaert auditors the capability to review all audit files. Currently, the interim process is underway and Ms. Kamradt informed the Committee that meetings have been held with Bernita and Kimberly. It was highlighted that the trial balances from HTE will be transferred to MUNIS during this time as well. Cherry Bekaert Computer Control Specialists are in correspondence with the City's IT staff to go through system controls. Ms. Thompson added that there are system controls that require additional procedures and the incremental costs for this year's audit are related directly to this.

Ms. Kamradt informed the Committee that the auditors are planning to sample May transactions now and June data in July. The full fieldwork is scheduled to take place in September, at which time it is expected that the Financial Services Department will have all needed documents uploaded to the file exchange portal. The planned date to have everything uploaded for Cherry Bekaert for year-end audit work is September 12th. In contrast to the prior year audit, the easier tasks for FY 2016 audit will be done in the Cherry Bekaert offices and the more intense work will be done on-site, stated Ms. Thompson. The reporting phase will follow the on-site work and the goal to be done with audit is October 31st.

Council Member Smiley inquired to find out if there were any bonds to be issued during this year's audit, since last year's audit process required time pressure due to bond issuance. Mrs. Demery's response was that the City is looking at General Obligation (GO) bonds for this year. Council Member Smiley followed up to find out if time pressure and additional expenses will be incurred this year as well. Mrs. Demery stated that last year those factors were as a result of the City aiming to be bank qualified, which will not be the case this year.

The auditors then proceeded to go through several compliance changes that impact the current year including:

Iran Divestment Act – Ms. Kamradt informed Mrs. Demery that there is a form that will be sent out by Cherry Bekaert with more information on this topic.

GASB 73, 74 & 75 – Ms. Kamradt explained that the state obligations as it relates to actuarial calculations that concern GASB 73. Also, it was highlighted that in reference to GASB 74 & 75 there is a need to be communicating with actuaries this year to be prepared for next year. Mr. Cowin

inquired to find out if the study will be affected by this. Mrs. Demery followed up stating yes, but the City is already in correspondence with Cavanaugh, which is the firm completing the study.

Staff also went through a status update for each finding identified in 2015. Some highlights during this part of the discussion included Cherry Bekaert defining their role and activities in the audit process in comparison to City management staff. Also, Ms. Thompson mentioned that in this year's audit Cherry Bekaert will be looking for and expecting corrections to have been made to last year's findings. In particular, the deficit is expected to have decreased.

Ms. Kamradt closed out discussions by asking if there were any concerns in regards to fraud that should be brought out.

3. Federal Forfeiture Update

Mrs. Demery confirmed that the federal documents were submitted to the Department of Justice back in March. There is no update from the Department of Justice at this time per Mrs. McNeil.

Mr. Cowin asked how the Federal Forfeiture agreed upon procedure affects the audit. Ms. Kamradt responded that the grant thresholds have been changed. Also, there are changes to federal and state awards; there are requirements to report on face of schedule. The state has adopted some of the changes and a percentage of coverage has changed.

4. Ethics and Code of Conduct Policy Update

Mrs. Demery informed the committee that the Ethics policy is scheduled to be on the agenda for the June City Council agenda. Ms. Lipscomb added that she originally pulled the policy from the agenda out of concern and to ensure that all employees are held to the same standard in relation to the policy guidelines for GUC and City employees. A comparison was then given as to what GUC offers their employees versus what the City is proposing to adhere to in an ethics policy. It was stated that both GUC's and the City's personnel policies have an ethics policy embedded in them.

Ms. Thompson clarified that the ethics policy comment was made in the FY 2015 Management Letter versus the "Audit Findings". This comment suggested that there be a policy implemented that is consolidated to have an ethics and conflicts of interest policy in one. It was shared with the Committee that GUC has language in their employee personnel policy that explicitly defines the ethics policy. The recommendation will be made this year to GUC by Cherry Bekaert to have an ethics policy separate from the personnel policy. Ms. Thompson also stated that as the auditor, Cherry Bekaert is more concerned with the substance of the policy, not just the form. Mrs. Demery added that the HR Director has ensured that the policy will be given to incoming employees, which will occur at new employee orientation.

5. Next Meeting – Wednesday, September 28, 2016

There were no exceptions to the proposed meeting date. It is scheduled to be held at 2pm on the date proposed.

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CITY OF GREENVILLE, NORTH CAROLINA
STATEMENT OF NET POSITION

Exhibit A

June 30, 2016

	Governmental Activities	Business-Type Activities	Total
Assets:			
Cash and investments	\$ 40,374,193	\$ 103,853,543	\$ 144,227,736
Taxes receivable, net	491,959	-	491,959
Accounts receivable, net	3,612,150	27,350,694	30,962,844
Interest receivable	1,963	-	1,963
Due from other governments	3,659,689	2,515,205	6,174,894
Inventories	15,274	6,644,688	6,659,962
Prepaid items	264,404	18,965	283,369
Internal balances	1,035,547	(1,035,547)	-
Restricted cash and investments	12,603,473	32,727,647	45,331,120
Notes receivable	-	380,248	380,248
Investment in joint venture	21,242,806	-	21,242,806
Net pension asset restricted	-	-	-
Capital assets:			
Non-depreciable	83,172,106	69,313,908	152,486,014
Depreciable, net	<u>104,569,981</u>	<u>318,777,490</u>	<u>423,347,471</u>
Total assets	<u>271,043,545</u>	<u>560,546,841</u>	<u>831,590,386</u>
Deferred Outflows of Resources:			
Pension deferrals	2,341,743	2,122,730	4,464,473
Unamortized bond refunding charges	995,687	2,520,779	3,516,466
Total deferred outflows of resources	<u>3,337,430</u>	<u>4,643,509</u>	<u>7,980,939</u>
Liabilities:			
Accounts payable and accrued liabilities	6,929,623	19,300,142	26,229,765
Accrued interest payable	88,023	481,119	569,142
Due to other governments	-	98,759	98,759
Other liabilities	342,753	-	342,753
Advances from grantors	198,714	-	198,714
Prepaid business licenses	-	-	-
Unearned revenue	-	254,721	254,721
Liabilities payable from restricted assets:			
Customer deposits	-	3,868,925	3,868,925
Long-term liabilities:			
Due within one year	5,818,649	12,610,810	18,429,459
Due in more than one year	<u>57,248,714</u>	<u>150,976,528</u>	<u>208,225,242</u>
Total liabilities	<u>70,626,476</u>	<u>187,591,004</u>	<u>258,217,480</u>
Deferred Inflows of Resources:			
Pension deferrals	<u>2,103,307</u>	<u>1,185,202</u>	<u>3,288,509</u>
Net Position:			
Net investment in capital assets	157,082,030	272,072,886	429,154,916
Restricted for:			
Stabilization by State statute	8,738,519	-	8,738,519
Restricted for streets	1,717,351	-	1,717,351
General government	104,713	-	104,713
Economic development	4,103,206	-	4,103,206
Public safety	858,094	-	858,094
Cultural and recreational	117,383	-	117,383
Unrestricted	<u>28,976,892</u>	<u>104,341,258</u>	<u>133,318,150</u>
Total net position	<u>\$ 201,698,188</u>	<u>\$ 376,414,144</u>	<u>\$ 578,112,332</u>

The accompanying notes to the financial statements are an integral part of this statement.

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CITY OF GREENVILLE, NORTH CAROLINA
STATEMENT OF ACTIVITIES

Exhibit B

YEAR ENDED JUNE 30, 2016

Functions/Programs	Expenses	Program Revenues			Net (Expense) Revenue and Changes in Net Position		
		Charges for Services	Operating Grants and Contributions	Capital Grants and Contributions	Governmental Activities	Business-Type Activities	Total
Primary Government:							
Governmental Activities:							
General government	\$ 28,646,538	\$ 3,725,548	\$ 105,891	\$ -	\$ (24,815,099)	\$ -	\$ (24,815,099)
Public safety	26,907,148	4,686,170	75,274	-	(22,145,704)	-	(22,145,704)
Transportation	7,172,037	195,069	-	2,231,425	(4,745,543)	-	(4,745,543)
Cultural and recreational	4,589,132	1,938,560	963,104	2,056,960	369,492	-	369,492
Economic and physical development	10,680,819	19,017	1,360,620	2,537,099	(6,764,092)	-	(6,764,092)
Interest and fees	949,176	-	-	-	(949,176)	-	(949,176)
Total governmental activities	<u>78,944,850</u>	<u>10,564,364</u>	<u>2,504,889</u>	<u>6,825,475</u>	<u>(69,050,122)</u>	<u>-</u>	<u>(59,050,122)</u>
Business-Type Activities:							
Electric	157,838,593	181,932,087	-	-	-	24,093,494	24,093,494
Water	16,281,026	18,587,374	-	-	-	2,306,348	2,306,348
Sewer	18,261,803	21,577,263	-	-	-	3,315,460	3,315,460
Gas	25,519,090	27,683,713	-	-	-	2,164,623	2,164,623
Public transportation	2,530,223	283,816	-	1,252,163	-	(994,244)	(994,244)
Stormwater utility	2,525,857	4,904,736	-	439,859	-	2,857,938	2,857,938
Sanitation	6,114,877	7,494,624	-	-	-	1,379,747	1,379,747
Total business-type activities	<u>229,071,469</u>	<u>262,463,613</u>	<u>-</u>	<u>1,731,222</u>	<u>-</u>	<u>35,123,366</u>	<u>35,123,366</u>
Total primary government	<u>\$ 308,016,319</u>	<u>\$ 273,027,977</u>	<u>\$ 2,504,889</u>	<u>\$ 8,556,697</u>	<u>(59,050,122)</u>	<u>35,123,366</u>	<u>(23,926,756)</u>
General Revenues:							
Ad valorem taxes					32,999,892	-	32,999,892
Sales and use taxes					13,564,423	-	13,564,423
Cable TV franchise tax					871,961	-	871,961
Medicaid hold harmless payment					3,725,269	-	3,725,269
Rental vehicle, gross receipts					142,723	-	142,723
Utilities franchise tax					6,949,180	-	6,949,180
Beer and wine tax					390,180	-	390,180
Other taxes and licenses					1,011,536	-	1,011,536
Investment earnings					700,023	329,802	1,029,825
Total general revenues					<u>60,355,187</u>	<u>329,802</u>	<u>60,684,989</u>
Transfers					<u>6,703,765</u>	<u>(6,703,765)</u>	<u>-</u>
Total general revenues and transfers					<u>67,058,952</u>	<u>(6,373,963)</u>	<u>60,684,989</u>
Change in net position					<u>8,008,830</u>	<u>28,749,403</u>	<u>36,758,233</u>
Net position, beginning of year, as previously reported					195,208,986	347,403,154	542,612,140
Restatement					<u>(1,519,628)</u>	<u>261,587</u>	<u>(1,258,041)</u>
Net position, beginning of year, as restated					<u>193,689,358</u>	<u>347,664,741</u>	<u>541,354,099</u>
Net position, end of year					<u>\$ 201,698,188</u>	<u>\$ 376,414,144</u>	<u>\$ 578,112,332</u>

The accompanying notes to the financial statements are an integral part of this statement.

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**CITY OF GREENVILLE, NORTH CAROLINA
GOVERNMENTAL FUNDS
BALANCE SHEET**

Exhibit C

JUNE 30, 2016

	General	Nonmajor Governmental Funds	Total Governmental Funds
Assets:			
Cash and cash equivalents	\$ 27,495,296	\$ 6,662,863	\$ 34,158,159
Taxes receivable, net	491,959	-	491,959
Accounts receivable, net	2,523,060	1,015,106	3,538,166
Interest receivable	-	1,963	1,963
Due from other funds	3,366,962	98,767	3,465,729
Due from other governments	3,333,557	-	3,333,557
Inventories	15,274	-	15,274
Prepaid items	24,470	79,204	103,674
Restricted cash and investments	2,680,158	4,330,205	7,010,363
Total assets	\$ 39,930,736	\$ 12,188,108	\$ 52,118,844
Liabilities, Deferred Inflows of Resources, and Fund Balances:			
Liabilities:			
Accounts payable and accrued liabilities	\$ 3,995,560	\$ 297,156	\$ 4,292,716
Due to other funds	443,026	553,079	996,105
Advances from grantors	-	198,714	198,714
Other liabilities	342,753	-	342,753
Total liabilities	4,781,339	1,048,949	5,830,288
Deferred Inflows of Resources:			
Property taxes receivable	407,296	-	407,296
Other receivables	2,345,240	-	2,345,240
Total deferred inflows of resources	2,752,536	-	2,752,536
Fund Balances:			
Nonspendable:			
Prepaid items and inventories	39,744	79,204	118,948
Loans receivable	14,700	301,864	316,564
Restricted:			
Stabilization by state statute	7,906,930	831,589	8,738,519
Restricted for general government	104,713	-	104,713
Restricted for streets	1,717,351	-	1,717,351
Restricted public safety	858,094	-	858,094
Restricted for economic development	-	4,103,206	4,103,206
Restricted for cultural and recreational	-	117,383	117,383
Restricted for debt service	-	109,616	109,616
Committed:			
Committed for catastrophic losses	2,276,781	-	2,276,781
Committed for general government	-	793,076	793,076
Committed for culture and recreation	-	256,093	256,093
Committed for public safety	-	73,003	73,003
Committed for economic development	-	2,117,251	2,117,251
Committed for capital outlay	-	2,097,475	2,097,475
Committed for debt service	-	145,678	145,678
Assigned:			
Assigned for subsequent year's expenditures	1,795,994	19,736	1,815,730
Assigned for culture and recreation	-	598,668	598,668
Unassigned	17,682,554	(457,687)	17,224,867
Total fund balance	32,396,861	11,186,155	43,583,016
Total liabilities, deferred inflows of resources, and fund balances	\$ 39,930,736	\$ 12,235,104	\$ 52,165,840

The accompanying notes to the financial statements are an integral part of this statement.

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CITY OF GREENVILLE, NORTH CAROLINA
GOVERNMENTAL FUNDS
BALANCE SHEET

Exhibit C

JUNE 30, 2016

Amounts reported for governmental activities in the Statement of Net Position are different because:

Ending fund balance - governmental funds	\$ 43,583,016
Capital assets used in governmental activities are not financial and, therefore, are not reported in the funds.	177,354,039
Investment in joint venture reported in governmental activities is not reported in the funds.	21,242,806
Net pension liability is not reported in the funds.	(2,835,420)
Contributions to the pension plan in the current fiscal year are deferred outflows of resources on the Statement of Net Position.	2,290,276
Other long-term balances are not available to pay for current expenditures and, therefore, are deferred outflows of resources.	2,752,536
Assets and liabilities of the Internal Service Funds used by management to account for health, vehicle, and fleet maintenance costs are included in governmental activities in the Statement of Net Position.	18,637,233
Long-term liabilities, compensated absences, unfunded other post-employment benefits, and unfunded pension obligation are not due and payable in the current period and, therefore, are not reported in the funds.	(60,168,225)
Pension related deferrals	(2,057,081)
Deferred charges on refunding reported in governmental activities are not reported in the funds.	995,687
Other long-term liabilities (accrued interest) are not due and payable in the current period and, therefore, are not reported in the funds.	<u>(96,679)</u>
Net position of governmental activities	<u>\$ 201,698,188</u>

The accompanying notes to the financial statements are an integral part of this statement.

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CITY OF GREENVILLE, NORTH CAROLINA
GOVERNMENTAL FUNDS
STATEMENT OF REVENUES, EXPENDITURES, AND CHANGES IN FUND BALANCES

Exhibit D

YEAR ENDED JUNE 30, 2016

	General	Nonmajor Governmental Funds	Total Governmental Funds
Revenues:			
Ad valorem taxes	\$ 32,775,803	\$ -	\$ 32,775,803
Other taxes	18,304,376	967,147	19,271,523
Unrestricted intergovernmental	7,385,959	-	7,385,959
Restricted intergovernmental	2,504,352	5,426,829	7,931,181
Licenses, permits, and fees	2,352,503	-	2,352,503
Sales and services	5,082,687	-	5,082,687
Investment earnings	691,409	8,614	700,023
Other revenues	1,010,285	284,752	1,295,037
Total revenues	70,107,374	6,687,342	76,794,716
Expenditures:			
Current:			
General government	11,731,599	681,313	12,412,912
Public safety	37,020,608	8,757	37,029,365
Public works	8,580,845	-	8,580,845
Cultural and recreational	2,624,265	3,393,613	6,017,878
Economic and physical development	7,644,937	7,918,788	15,563,725
Capital outlay	-	-	-
Reimbursement of indirect cost	(1,390,870)	-	(1,390,870)
Contribution to OPEB Trust	450,000	-	450,000
Debt Service:			
Principal retirement	-	3,808,442	3,808,442
Interest and fees	-	871,158	871,158
Total expenditures	66,661,384	16,682,071	83,343,455
Revenues over (under) expenditures	3,445,990	(9,994,729)	(6,548,739)
Other Financing Sources (Uses):			
Payments to escrow agents	-	(6,248,200)	(6,248,200)
Transfers from other funds	7,800,064	8,924,200	16,724,264
Transfers to other funds	(11,428,732)	(162,460)	(11,591,192)
Long-term debt issued	-	2,096,100	2,096,100
Refunding debt issued	-	6,185,392	6,185,392
Total other financing sources (uses)	(3,628,668)	10,795,032	7,166,364
Net change in fund balance	(182,678)	800,303	617,625
Fund Balance:			
Fund balance, beginning of year – July 1, as previously reported	32,579,539	10,694,050	43,273,589
Restatement	-	(308,198)	(308,198)
Fund balance, end of year – June 30	\$ 32,396,861	\$ 11,186,155	\$ 43,583,016

The accompanying notes to the financial statements are an integral part of this statement.

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CITY OF GREENVILLE, NORTH CAROLINA
GOVERNMENTAL FUNDS

Exhibit E

**RECONCILIATION OF THE STATEMENT OF REVENUES, EXPENDITURES, AND CHANGES IN FUND BALANCES –
GOVERNMENTAL FUNDS TO THE STATEMENT OF ACTIVITIES**

YEAR ENDED JUNE 30, 2016

Amounts reported for governmental activities in the Statement of Activities (Exhibit B) are different due to the following items:

Net change in fund balances - total governmental funds	\$ 617,625
Capital outlays are reported as expenditures in the governmental fund statement. However, in the Statement of Activities, capital outlay is not an expense, rather it is an increase in capital assets.	10,779,220
Asset transfers from business-type activities reported in the Statement of Activities are not reported in the governmental fund statement.	-
Depreciation expense allocates the costs of capital assets over their useful lives. It is not reported as an expenditure in the governmental funds statement.	(6,041,903)
Revenues in the Statement of Activities that do not provide current financial resources are not reported as revenues in the governmental funds. This adjustment represents the amount of change related to revenues to the "availability" criteria.	541,070
Expenses related to other post-employment benefits, compensated absences and law enforcement officer's special separation allowance that do not require current financial resources are not reported as expenditures in the governmental fund statement.	(149,036)
Contributions to the pension plan in the current fiscal year are not included in the Statement of Activities.	-
Proceeds from issuance of long-term debt are reported as other financing sources in the governmental funds statement. However, in the Statement of Activities, it is an increase in liabilities.	(8,285,392)
Payments to Refunding Escrow Agent	6,757,779
Accrued interest expense reported in the Statement of Activities does not require the use of current financial resources and, therefore, is not reported as an expenditure in the governmental funds.	31,688
Principal repayments on long-term debt are reported as expenditures in the governmental funds statement. However, in the Statement of Activities, these transactions are not an expense, rather they are a decrease in liabilities.	3,300,553
Pension expense is not an expenditure and is not reported in the funds.	860,794
Loss on disposal of capital assets is reported in the Statement of Activities but not the funds statement.	(1,418,825)
Deferred charges on refunding reported in governmental activities are not reported in the funds.	(109,706)
Changes in the investment in joint venture asset is reported as investment income in the entity-wide financial statements but not reported in the governmental funds.	-
The Internal Service Funds are used by management to charge the costs of health, vehicle, and fleet maintenance. The net revenue of the Internal Service Funds is determined to be governmental-type.	<u>1,124,963</u>
Changes in net position of governmental activities	<u>\$ 8,008,830</u>

The accompanying notes to the financial statements are an integral part of this statement.

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CITY OF GREENVILLE, NORTH CAROLINA
GENERAL FUND – BUDGET AND ACTUAL
STATEMENT OF REVENUES, EXPENDITURES, AND CHANGES IN FUND BALANCE

Exhibit F

YEAR ENDED JUNE 30, 2016

	General Fund			
	Budget		Actual Amounts	Variance Positive/ Negative
	Original	Final		
Revenues:				
Ad valorem taxes	\$ 33,039,074	\$ 33,039,074	\$ 32,775,803	\$ (263,271)
Other taxes	17,658,444	18,328,044	18,304,376	(23,668)
Unrestricted intergovernmental	6,474,179	7,335,889	7,385,959	50,070
Restricted intergovernmental	3,318,585	3,451,326	2,504,352	(946,974)
Licenses, permits, and fees	2,427,068	2,077,975	2,352,503	274,528
Sales and services	5,138,355	5,356,067	5,082,687	(273,380)
Investment earnings	553,761	133,490	691,409	557,919
Other revenues	1,341,935	1,394,335	1,010,285	(384,050)
Total revenues	<u>69,951,401</u>	<u>71,116,200</u>	<u>70,107,374</u>	<u>(1,008,826)</u>
Expenditures:				
Current:				
General government	11,018,681	12,384,743	11,731,599	653,144
Public safety	37,378,188	37,280,256	37,020,608	259,648
Public works	10,126,328	10,712,747	8,580,845	2,131,902
Economic development	3,067,084	3,258,794	2,624,265	634,529
Cultural and recreational	8,197,119	8,437,451	7,644,937	792,514
Capital outlay	-	-	-	-
Reimbursement of indirect cost	(1,268,214)	(1,268,214)	(1,390,870)	122,656
Contribution to OPEB Trust	450,000	450,000	450,000	-
Total expenditures	<u>68,969,186</u>	<u>71,255,777</u>	<u>66,661,384</u>	<u>4,594,393</u>
Revenues over (under) expenditures	<u>982,215</u>	<u>(139,577)</u>	<u>3,445,990</u>	<u>3,585,567</u>
Other Financing Sources (Uses):				
Transfers from other funds	6,562,596	7,806,853	7,800,064	(6,789)
Transfers to other funds	(8,936,493)	(11,423,734)	(11,428,732)	(4,998)
Contingency	(200,000)	-	-	-
Appropriated fund balance	1,591,682	3,756,458	-	(3,756,458)
Total other financing sources (uses)	<u>(982,215)</u>	<u>139,577</u>	<u>(3,628,668)</u>	<u>(3,768,245)</u>
Net change in fund balance	<u>\$ -</u>	<u>\$ -</u>	<u>(182,678)</u>	<u>\$ (182,678)</u>
Fund Balance:				
Fund balance, beginning of year – July 1, as previously stated			32,579,539	
Restatement			-	
Fund balance, end of year – June 30			<u>\$ 32,396,861</u>	

The accompanying notes to the financial statements are an integral part of this statement.

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CITY OF GREENVILLE, NORTH CAROLINA
PROPRIETARY FUNDS
STATEMENT OF FUND NET POSITION

Exhibit G

JUNE 30, 2016

	Major Enterprise Funds			
	Electric Fund	Water Fund	Sewer Fund	Gas Fund
Assets:				
Current Assets:				
Cash and cash equivalents	\$ 51,704,729	\$ 3,769,797	\$ 7,009,786	\$ 21,505,895
Accounts receivable, net	19,737,849	1,871,286	2,198,021	1,636,429
Due from other governments	1,051,679	348,431	341,941	397,745
Due from other funds	249,799	-	-	-
Inventories	5,007,816	711,675	191,776	733,421
Restricted cash	2,834,040	648,428	1,325	385,132
Prepaid items	-	-	-	-
Total current assets	<u>80,585,912</u>	<u>7,349,617</u>	<u>9,742,849</u>	<u>24,658,622</u>
Non-Current Assets:				
Cash and cash equivalents, restricted	15,834,771	4,739,176	5,609,458	2,242,153
Investments	8,989,305	965,568	1,416,381	3,641,916
Notes receivable	-	388,248	-	-
Land improvements and construction in progress	14,042,801	4,198,761	33,470,096	15,842,270
Other capital assets, net	86,493,001	83,889,076	111,387,429	27,667,632
Total non-current assets	<u>125,359,878</u>	<u>94,172,829</u>	<u>151,883,364</u>	<u>49,393,971</u>
Total assets	<u>205,945,790</u>	<u>101,522,446</u>	<u>161,626,213</u>	<u>74,052,593</u>
Deferred Outflows of Resources:				
Pension deferrals	775,363	416,048	397,137	302,581
Unamortized bond refunding charges	608,421	898,874	748,762	179,710
Total deferred outflows of resources	<u>1,383,784</u>	<u>1,314,922</u>	<u>1,145,899</u>	<u>482,291</u>
Liabilities:				
Current Liabilities:				
Accounts payable and accrued expenses	15,031,982	794,415	1,072,333	1,928,175
Accrued interest payable	111,627	109,345	209,168	50,979
Due to other funds	67,095	48,533	28,745	3,123
Due to other governments	-	-	-	-
Unearned revenue	-	99,501	155,220	-
Current portion of compensated absences	722,002	315,750	280,721	235,534
Current maturities of long-term debt	2,006,521	2,723,516	4,596,377	1,079,872
Liabilities Payable from Restricted Assets:				
Customer deposits	2,834,040	648,428	1,325	385,132
Total current liabilities	<u>20,773,267</u>	<u>4,739,488</u>	<u>6,343,889</u>	<u>3,682,815</u>
Non-Current Liabilities:				
Compensated absences payable	112,133	121,741	144,715	152,415
Net pension liability	770,836	413,619	394,818	300,814
Non-current portion of other post-employment benefits	5,701,067	2,445,387	2,091,389	1,877,395
Non-current portion of long-term debt	39,139,237	24,368,493	50,783,692	15,617,666
Total non-current liabilities	<u>45,723,273</u>	<u>27,349,240</u>	<u>53,414,614</u>	<u>17,948,290</u>
Total liabilities	<u>66,496,540</u>	<u>32,088,728</u>	<u>59,758,503</u>	<u>21,631,105</u>
Deferred Inflows of Resources:				
Pension deferrals	400,645	214,980	205,208	156,349
Total deferred inflows of resources	<u>400,645</u>	<u>214,980</u>	<u>205,208</u>	<u>156,349</u>
Net Position:				
Net investment in capital assets	75,833,236	65,309,513	94,348,256	29,234,227
Unrestricted	64,599,153	5,224,147	8,460,145	23,513,203
Total net position	<u>\$ 140,432,389</u>	<u>\$ 70,533,660</u>	<u>\$ 102,808,401</u>	<u>\$ 52,747,430</u>

The accompanying notes to the financial statements are an integral part of this statement.

CITY OF GREENVILLE, NORTH CAROLINA
 PROPRIETARY FUNDS
 STATEMENT OF FUND NET POSITION

Exhibit G

JUNE 30, 2016

	Nonmajor Enterprise Funds	Total Enterprise Funds	Internal Service Funds
Assets:			
Current Assets:			
Cash and cash equivalents	\$ 4,850,166	\$ 88,840,373	\$ 6,216,034
Accounts receivable, net	1,907,109	27,350,694	73,984
Due from other governments	375,409	2,515,205	326,132
Due from other funds	-	249,799	2,789
Inventories	-	6,644,688	-
Restricted cash	-	3,868,925	5,593,110
Prepaid items	18,965	18,965	160,730
Total current assets	<u>7,151,649</u>	<u>129,488,649</u>	<u>12,372,779</u>
Non-Current Assets:			
Cash and cash equivalents, restricted	433,164	28,858,722	-
Investments	-	15,013,170	-
Notes receivable	-	380,248	-
Land improvements and construction in progress	1,759,980	69,313,908	504,416
Other capital assets, net	9,340,352	318,777,490	9,883,632
Total non-current assets	<u>11,533,496</u>	<u>432,343,538</u>	<u>10,388,048</u>
Total assets	<u>18,685,145</u>	<u>561,832,187</u>	<u>22,760,827</u>
Deferred Outflows of Resources:			
Pension deferrals	231,601	2,122,730	51,467
Unamortized bond refunding charges	85,012	2,520,779	-
Total deferred outflows of resources	<u>316,613</u>	<u>4,643,509</u>	<u>51,467</u>
Liabilities:			
Current Liabilities:			
Accounts payable and accrued expenses	473,237	19,300,142	2,636,907
Accrued interest payable	-	481,119	-
Due to other funds	1,137,850	1,285,346	1,428,210
Due to other governments	98,759	98,759	-
Unearned revenue	-	254,721	-
Current portion of compensated absences	149,213	1,703,220	-
Current maturities of long-term debt	501,304	10,907,590	-
Liabilities Payable from Restricted Assets:			
Customer deposits	-	3,868,925	-
Total current liabilities	<u>2,360,363</u>	<u>37,899,822</u>	<u>4,065,117</u>
Non-Current Liabilities:			
Compensated absences payable	63,948	594,952	-
Net pension liability	286,729	2,166,816	63,718
Non-current portion of other post-employment benefits	1,895,476	14,010,714	-
Non-current portion of long-term debt	4,294,958	134,204,046	-
Total non-current liabilities	<u>6,541,111</u>	<u>150,976,528</u>	<u>63,718</u>
Total liabilities	<u>8,901,474</u>	<u>188,876,350</u>	<u>4,128,835</u>
Deferred Inflows of Resources:			
Pension deferrals	208,020	1,185,202	46,226
Total deferred inflows of resources	<u>208,020</u>	<u>1,185,202</u>	<u>46,226</u>
Net Position:			
Net investment in capital assets	7,347,654	272,072,886	10,388,048
Unrestricted	2,544,610	104,341,258	8,249,185
Total net position	<u>\$ 9,892,264</u>	<u>\$ 376,414,144</u>	<u>\$ 18,637,233</u>

The accompanying notes to the financial statements are an integral part of this statement.

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CITY OF GREENVILLE, NORTH CAROLINA
PROPRIETARY FUNDS
STATEMENT OF REVENUES, EXPENSES, AND CHANGE IN FUND NET POSITION

Exhibit H

YEAR ENDED JUNE 30, 2016

	Major Enterprise Funds			
	Electric Fund	Water Fund	Sewer Fund	Gas Fund
Operating Revenues:				
Charges for services	\$ 179,455,918	\$ 18,132,582	\$ 21,173,096	\$ 27,350,745
Other operating revenues	710,641	97,450	105,693	182,283
Total operating revenues	<u>180,166,559</u>	<u>18,230,032</u>	<u>21,278,789</u>	<u>27,533,028</u>
Operating Expenses:				
Administrative and general	10,083,328	3,071,183	3,029,512	3,041,534
Operations and maintenance	14,166,868	8,205,968	8,340,350	5,113,337
Purchased power and gas	124,697,341	-	-	15,335,516
Depreciation and amortization	7,978,292	3,962,590	5,028,068	1,692,607
Claims and payments to third-party administrators	-	-	-	-
Total operating expenses	<u>156,925,834</u>	<u>15,239,741</u>	<u>16,397,930</u>	<u>25,182,994</u>
Operating income (loss)	<u>23,240,725</u>	<u>2,990,291</u>	<u>4,880,859</u>	<u>2,350,034</u>
Non-Operating Revenues (Expenses):				
Investment earnings	173,124	53,167	33,191	70,244
Other non-operating revenues	1,765,528	357,342	298,474	150,685
Bond issuance cost	-	-	-	-
Interest expense	(912,759)	(1,041,285)	(1,863,873)	(336,096)
Loss on disposal of capital assets	-	-	-	-
Total non-operating revenues (expenses)	<u>1,025,893</u>	<u>(630,776)</u>	<u>(1,532,208)</u>	<u>(115,167)</u>
Income (loss) before transfers and contributions	24,266,618	2,359,515	3,348,651	2,234,867
Transfers In (Out) and Capital Contributions:				
Capital contributions	-	-	-	-
Transfers from other funds	-	-	-	-
Transfers to other funds	(5,542,975)	-	-	(1,815,290)
Total transfers in (out) and capital contributions:	<u>(5,542,975)</u>	<u>-</u>	<u>-</u>	<u>(1,815,290)</u>
Change in net position	<u>18,723,643</u>	<u>2,359,515</u>	<u>3,348,651</u>	<u>419,577</u>
Net Position:				
Beginning of year – July 1, as previously reported	121,708,746	68,174,145	99,459,750	52,327,853
Restatement	-	-	-	-
Beginning of year – restated	<u>121,708,746</u>	<u>68,174,145</u>	<u>99,459,750</u>	<u>52,327,853</u>
End of year – June 30	<u>\$ 140,432,389</u>	<u>\$ 70,533,660</u>	<u>\$ 102,808,401</u>	<u>\$ 52,747,430</u>

The accompanying notes to the financial statements are an integral part of this statement.

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CITY OF GREENVILLE, NORTH CAROLINA
PROPRIETARY FUNDS
STATEMENT OF REVENUES, EXPENSES, AND CHANGE IN FUND NET POSITION

Exhibit H

YEAR ENDED JUNE 30, 2016

	Nonmajor Enterprise Funds	Total Enterprise Funds	Internal Service Funds
Operating Revenues:			
Charges for services	\$ 12,594,964	\$ 258,707,305	\$ 18,390,690
Other operating revenues	88,212	1,184,279	63,820
Total operating revenues	<u>12,683,176</u>	<u>259,891,584</u>	<u>18,454,510</u>
Operating Expenses:			
Administrative and general	124,998	19,350,555	867,435
Operations and maintenance	10,521,629	46,348,152	4,902,629
Purchased power and gas	-	140,032,857	-
Depreciation and amortization	369,765	19,031,327	1,823,455
Claims and payments to third-party administrators	-	-	11,306,721
Total operating expenses	<u>11,016,392</u>	<u>224,762,891</u>	<u>18,900,240</u>
Operating income (loss)	<u>1,666,784</u>	<u>35,128,693</u>	<u>(445,730)</u>
Non-Operating Revenues (Expenses):			
Investment earnings	76	329,802	-
Other non-operating revenues	-	2,572,029	-
Bond issuance cost	(31,147)	(31,147)	-
Interest expense	(116,814)	(4,270,827)	-
Loss on disposal of capital assets	(6,604)	(6,604)	-
Total non-operating revenues (expenses)	<u>(154,489)</u>	<u>(1,406,747)</u>	<u>-</u>
Income (loss) before transfers and contributions	1,512,295	33,721,946	(445,730)
Transfers In (Out) and Capital Contributions:			
Capital contributions	1,731,222	1,731,222	-
Transfers from other funds	713,442	713,442	1,579,180
Transfers to other funds	(58,942)	(7,417,207)	(8,487)
Total transfers in (out) and capital contributions:	<u>2,385,722</u>	<u>(4,972,543)</u>	<u>1,570,893</u>
Change in net position	<u>3,898,017</u>	<u>28,749,403</u>	<u>1,124,963</u>
Net Position:			
Beginning of year – July 1, as previously reported	5,732,660	347,403,154	17,671,268
Restatement	261,587	261,587	(158,998)
Beginning of year – restated	<u>5,994,247</u>	<u>347,664,741</u>	<u>17,512,270</u>
End of year – June 30	<u>\$ 9,892,264</u>	<u>\$ 376,414,144</u>	<u>\$ 18,637,233</u>

The accompanying notes to the financial statements are an integral part of this statement.

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CITY OF GREENVILLE, NORTH CAROLINA
PROPRIETARY FUNDS
STATEMENT OF CASH FLOWS

Exhibit I

YEAR ENDED JUNE 30, 2016

	Major Enterprise Funds			
	Electric Fund	Water Fund	Sewer Fund	Gas Fund
Cash Flows From Operating Activities:				
Cash received from customers	\$ 183,755,327	\$ 18,285,677	\$ 21,183,470	\$ 27,563,895
Other operating receipts	1,574,905	109,160	19,030	138,391
Cash paid to vendors	(141,139,067)	(6,091,000)	(6,161,552)	(19,307,014)
Cash paid to employees	(11,021,224)	(5,103,383)	(4,867,549)	(4,233,527)
Payments received on loans	-	33,774	-	-
Net cash provided (used) by operating activities	<u>33,169,941</u>	<u>7,234,228</u>	<u>10,173,399</u>	<u>4,161,745</u>
Cash Flows From Non-Capital Financing Activities:				
Repayment of principal of long-term debt	-	-	-	-
Proceeds from issuance of long-term debt	-	-	-	-
Transfers from other funds	-	-	-	-
Transfers to other funds	(5,542,975)	-	-	(1,815,290)
Noncapital contributions	18,149	13,061	13,061	12,879
Repayments (to)/from other funds	-	-	-	-
Net cash provided (used) by non-capital financing activities	<u>(5,524,826)</u>	<u>13,061</u>	<u>13,061</u>	<u>(1,802,411)</u>
Capital and Related Financing Activities:				
Acquisition and construction of capital assets	(9,987,017)	(2,609,969)	(5,387,520)	(9,440,599)
Capital grants/cash capital contributions	-	-	-	-
Capital related receipts from customers	-	195,046	215,993	-
Proceeds from issuance of long-term debt	31,264,926	12,642,236	20,300,943	12,267,202
Escrow deposit for debt refunded	(5,842,155)	(10,138,444)	(10,938,374)	(784,372)
Debt issuance costs	(316,518)	(81,381)	(313,501)	(139,194)
Repayment of principal of long-term debt	(2,420,378)	(2,668,804)	(4,526,960)	(1,127,174)
Interest and other debt related expenses	(615,482)	(1,029,534)	(1,632,655)	(183,475)
Net cash provided (used) by capital and related financing activities	<u>12,083,376</u>	<u>(3,690,850)</u>	<u>(2,282,074)</u>	<u>592,388</u>
Cash Flow From Investing Activities:				
Purchase of investments	(17,894,011)	(2,443,377)	(4,236,793)	(1,925,918)
Proceeds from sale and maturity of investments	13,799,328	1,884,202	3,267,133	1,485,795
Interest received on investments	163,046	51,824	31,269	68,824
Net cash provided by investing activities	<u>(3,931,637)</u>	<u>(507,351)</u>	<u>(938,391)</u>	<u>(371,299)</u>
Net increase (decrease) in cash and cash equivalents	35,796,854	3,049,088	6,965,995	2,580,423
Cash and Cash Equivalents:				
Beginning of year – July 1	<u>34,576,686</u>	<u>6,108,313</u>	<u>5,654,574</u>	<u>21,552,757</u>
End of year – June 30	<u>\$ 70,373,540</u>	<u>\$ 9,157,401</u>	<u>\$ 12,620,569</u>	<u>\$ 24,133,180</u>

The accompanying notes to the financial statements are an integral part of this statement.

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**CITY OF GREENVILLE, NORTH CAROLINA
PROPRIETARY FUNDS
STATEMENT OF CASH FLOWS**

Exhibit I

YEAR ENDED JUNE 30, 2016

	Nonmajor Enterprise Funds	Total Enterprise Funds	Internal Service Funds
Cash Flows From Operating Activities:			
Cash received from customers	\$ 12,606,287	\$ 263,394,656	\$ 18,893,625
Other operating receipts	-	1,841,486	-
Cash paid to vendors	(5,062,235)	(177,760,868)	(15,659,567)
Cash paid to employees	(5,572,687)	(30,798,370)	(1,376,179)
Payments received on loans	-	33,774	-
Net cash provided (used) by operating activities	<u>1,971,365</u>	<u>56,710,678</u>	<u>1,857,879</u>
Cash Flows From Non-Capital Financing Activities:			
Repayment of principal of long-term debt	(96,428)	(96,428)	-
Proceeds from issuance of long-term debt	425,000	425,000	-
Transfers from other funds	713,442	713,442	(8,487)
Transfers to other funds	(58,942)	(7,417,207)	1,579,180
Noncapital contributions	-	57,150	-
Repayments (to)/from other funds	<u>1,027,753</u>	<u>1,027,753</u>	<u>(629,702)</u>
Net cash provided (used) by non-capital financing activities	<u>2,010,825</u>	<u>(5,290,290)</u>	<u>940,991</u>
Capital and Related Financing Activities:			
Acquisition and construction of capital assets	(2,088,158)	(29,513,263)	(3,883,236)
Capital grants/cash capital contributions	1,078,670	1,078,670	-
Capital related receipts from customers	-	411,039	-
Proceeds from issuance of long-term debt	-	76,475,307	-
Escrow deposit for debt refunded	-	(27,703,345)	-
Debt issuance costs	-	(850,594)	-
Repayment of principal of long-term debt	(175,300)	(10,918,616)	-
Interest and other debt related expenses	<u>(232,973)</u>	<u>(3,694,119)</u>	<u>-</u>
Net cash provided (used) by capital and related financing activities	<u>(1,417,761)</u>	<u>5,285,079</u>	<u>(3,883,236)</u>
Cash Flow From Investing Activities:			
Purchase of investments	-	(26,500,099)	-
Proceeds from sale and maturity of investments	-	20,436,458	-
Interest received on investments	76	315,039	-
Net cash provided by investing activities	<u>76</u>	<u>(5,748,602)</u>	<u>-</u>
Net increase (decrease) in cash and cash equivalents	2,564,505	50,956,865	(1,084,366)
Cash and Cash Equivalents:			
Beginning of year – July 1	<u>2,718,825</u>	<u>70,611,155</u>	<u>12,893,510</u>
End of year – June 30	<u>\$ 5,283,330</u>	<u>\$ 121,568,020</u>	<u>\$ 11,809,144</u>

The accompanying notes to the financial statements are an integral part of this statement.

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CITY OF GREENVILLE, NORTH CAROLINA
PROPRIETARY FUNDS
STATEMENT OF CASH FLOWS

Exhibit I

YEAR ENDED JUNE 30, 2016

	Major Enterprise Funds			
	Electric Fund	Water Fund	Sewer Fund	Gas Fund
Reconciliation of Operating Income (Loss) to				
Net Cash Provided (Used) by Operating Activities:				
Operating income (loss)	\$ 23,240,725	\$ 2,990,291	\$ 4,880,859	\$ 2,350,034
Adjustments to reconcile operating income (loss) to net cash provided (used) by operating activities:				
Depreciation	7,978,297	3,962,590	5,028,068	1,692,607
Change in assets and liabilities:				
(Increase) decrease in accounts receivable	3,508,600	(30,571)	(90,868)	12,289
(Increase) decrease in notes receivable	-	33,774	-	-
(Increase) decrease in due from other governments	8,535	(36,858)	(38,181)	1,942
Change in due to/from other funds	(157,165)	(85,350)	(48,288)	(16,194)
(Increase) decrease in inventories	(96,683)	24,216	8,489	(172,275)
(Increase) decrease in prepaids	40,222	103,883	77,033	19,317
(Increase) decrease in net pension asset	1,111,749	489,601	466,593	413,002
Increase (decrease) in net pension liability	770,886	413,619	394,818	300,814
(Increase) decrease in deferred inflow of resources	(2,308,959)	(978,298)	(931,993)	(850,238)
Increase (decrease) in deferred outflow of resources	62,427	(47,095)	(45,523)	8,649
Increase (decrease) in accounts payable	(3,098,579)	(31,411)	259,009	87,985
Increase (decrease) in due to other governments	-	-	-	-
Increase (decrease) in customer deposits	19,310	95,189	(100)	17,221
Increase (decrease) in compensated absences payable	40,702	35,507	33,197	42,980
Increase (decrease) in OPEB liability	300,137	127,887	127,556	114,319
Increase (decrease) in unearned revenue	-	(12,190)	(16,560)	-
Miscellaneous income (expense)	1,749,787	149,444	69,290	139,293
Net cash provided (used) by operating activities	<u>\$ 33,169,941</u>	<u>\$ 7,234,228</u>	<u>\$ 10,173,399</u>	<u>\$ 4,161,745</u>
Non-Cash Investing, Capital, and Financing Activities:				
Capital contribution	\$ -	\$ -	\$ -	\$ -
Refunded bonds and loss on refunding	-	-	-	-
Purchase of capital assets in accounts payable	-	-	-	-
Total non-cash investing, capital, and financing activities	<u>\$ -</u>	<u>\$ -</u>	<u>\$ -</u>	<u>\$ -</u>
Reconciliation of Cash and Cash Equivalents:				
Cash and investments, unrestricted	\$ 51,704,729	\$ 3,769,797	\$ 7,009,786	\$ 21,505,895
Cash and investments, restricted	18,668,811	5,387,604	5,610,783	2,627,285
Total cash and cash equivalents	<u>\$ 70,373,540</u>	<u>\$ 9,157,401</u>	<u>\$ 12,620,569</u>	<u>\$ 24,133,180</u>

The accompanying notes to the financial statements are an integral part of this statement.

CITY OF GREENVILLE, NORTH CAROLINA
 PROPRIETARY FUNDS
 STATEMENT OF CASH FLOWS

Exhibit I

YEAR ENDED JUNE 30, 2016

	Nonmajor Enterprise Funds	Total Enterprise Funds	Internal Service Funds
Reconciliation of Operating Income (Loss) to			
Net Cash Provided (Used) by Operating Activities:			
Operating income (loss)	\$ 1,666,784	\$ 35,128,693	\$ (445,730)
Adjustments to reconcile operating income (loss)			
to net cash provided (used) by operating activities:			
Depreciation	369,765	19,031,327	1,823,455
Change in assets and liabilities:			
(Increase) decrease in accounts receivable	(76,889)	3,322,561	411,221
(Increase) decrease in notes receivable	-	33,774	-
(Increase) decrease in due from other governments	-	(64,562)	-
Change in due to/from other funds	-	(276,997)	-
(Increase) decrease in inventories	-	(236,253)	-
(Increase) decrease in prepaids	(6,615)	233,840	(12,599)
(Increase) decrease in net pension asset	435,522	2,916,467	87,104
Increase (decrease) in net pension liability	286,729	2,166,816	63,718
(Increase) decrease in deferred inflow of resources	(885,092)	(5,954,580)	(172,396)
Increase (decrease) in deferred outflow of resources	36,883	15,341	2,230
Increase (decrease) in accounts payable	(40,639)	(2,823,635)	100,876
Increase (decrease) in due to other governments	98,759	98,759	-
Increase (decrease) in customer deposits	-	131,620	-
Increase (decrease) in compensated absences payable	187	152,573	-
Increase (decrease) in OPEB liability	85,971	755,870	-
Increase (decrease) in unearned revenue	-	(28,750)	-
Miscellaneous income (expense)	-	2,107,814	-
Net cash provided (used) by operating activities	<u>\$ 1,971,365</u>	<u>\$ 56,710,678</u>	<u>\$ 1,857,879</u>
Non-Cash Investing, Capital, and Financing Activities:			
Capital contribution	\$ 387,240	\$ 387,240	\$ -
Refunded bonds and loss on refunding	3,904,002	3,904,002	-
Purchase of capital assets in accounts payable	-	-	41,706
Total non-cash investing, capital, and financing activities	<u>\$ 4,291,242</u>	<u>\$ 4,291,242</u>	<u>\$ 41,706</u>
Reconciliation of Cash and Cash Equivalents:			
Cash and investments, unrestricted	\$ 4,850,166	\$ 88,840,373	\$ 6,216,034
Cash and investments, restricted	433,164	32,727,647	5,593,110
Total cash and cash equivalents	<u>\$ 5,283,330</u>	<u>\$ 121,568,020</u>	<u>\$ 11,809,144</u>

The accompanying notes to the financial statements are an integral part of this statement.

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CITY OF GREENVILLE, NORTH CAROLINA
FIDUCIARY FUNDS
STATEMENT OF FIDUCIARY NET POSITION

Exhibit J

JUNE 30, 2016

	<u>OPEB Trust Fund</u>
Assets:	
Restricted cash and cash equivalents	<u>\$ 3,346,928</u>
Net Position:	
Restricted for OPEB	<u>\$ 3,346,928</u>

The accompanying notes to the financial statements are an integral part of this statement.

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CITY OF GREENVILLE, NORTH CAROLINA
FIDUCIARY FUNDS
STATEMENT OF CHANGES IN FIDUCIARY NET POSITION

Exhibit K

YEAR ENDED JUNE 30, 2016

	<u>OPEB Trust Fund</u>
Additions:	
Employer contributions	\$ 2,548,739
Investment income:	
Net appreciation in fair value of investments	8,208
Total additions	<u>2,556,947</u>
Deductions:	
Benefits	1,710,687
Administrative expense	6,681
Total deductions	<u>1,717,368</u>
Change in net position	839,579
Net position, beginning	<u>2,507,349</u>
Net position, ending	<u>\$ 3,346,928</u>

The accompanying notes to the financial statements are an integral part of this statement.