

## **1. Financial Trends**

These schedules contain trend information to better understand how the District's financial performance and well-being have changed over time.

**Net Assets By Component**  
**Last Four Fiscal Years**  
*(accrual basis of accounting, dollars in thousands)*

<b>NET ASSETS</b>	<b>2002</b>	<b>2003</b>	<b>2004</b>	<b>2005</b>
<b>Governmental activities</b>				
Invested in capital assets, net of related debt	\$ 656,901	\$ 518,223	\$ 774,533	\$ 1,069,731
Restricted	834,006	870,284	807,839	930,021
Unrestricted	(625,908)	(593,786)	(370,474)	(249,088)
<b>Total governmental activities net assets</b>	<b>864,999</b>	<b>794,721</b>	<b>1,211,898</b>	<b>1,750,664</b>
<b>Business-type activities</b>				
Invested in capital assets, net of related debt	1,495	1,354	17,927	16,183
Restricted	271,361	262,148	288,224	322,893
Unrestricted	1,990	37,442	34,829	34,968
<b>Total business-type activities net assets</b>	<b>274,846</b>	<b>300,944</b>	<b>340,980</b>	<b>374,044</b>
<b>Primary government</b>				
Invested in capital assets, net of related debt	658,396	519,577	792,460	1,085,914
Restricted	1,105,367	1,132,432	1,096,063	1,252,914
Unrestricted	(623,918)	(556,344)	(335,645)	(214,120)
<b>Total primary government net assets</b>	<b>\$ 1,139,845</b>	<b>\$ 1,095,665</b>	<b>\$ 1,552,878</b>	<b>\$ 2,124,708</b>

Note: As a result of GASB 34 implementation in FY2002, only four fiscal years are presented.

Source: Office of Financial Operations and Systems

<b>Changes in Net Assets</b>		<b>Exhibit S-1B</b>			
<b>Last Four Fiscal Years</b>					
<i>(accrual basis of accounting, dollars in thousands)</i>					
	<u>2002</u>	<u>2003</u>	<u>2004</u>	<u>2005</u>	
<b>Governmental activities</b>					
<b>Expenses</b>					
Governmental direction and support	\$ 471,609	\$ 525,072	\$ 554,614	\$ 641,964	
Economic development and regulation	323,804	252,716	253,311	283,186	
Public safety and justice	920,599	936,797	1,007,755	1,036,120	
Public education system	1,153,719	1,168,545	1,301,807	1,374,538	
Human support services	2,267,597	2,572,881	2,537,195	2,663,556	
Public works	279,506	312,704	313,580	307,247	
Public transportation	184,883	272,726	162,602	167,783	
Interest on long-term debt	175,241	178,301	189,697	201,882	
<b>Total governmental activities expenses</b>	<u>5,776,958</u>	<u>6,219,742</u>	<u>6,320,561</u>	<u>6,676,276</u>	
<b>Program revenues</b>					
Charges for services, fees, fines & forfeitures:					
Fines and forfeitures	88,495	90,237	102,828	111,146	
Licenses and permits	52,003	62,189	62,968	82,093	
Charges for services	145,546	170,735	134,314	133,923	
Operating grants & contributions	1,890,544	1,833,060	2,060,973	2,098,723	
Capital grants & contributions	161,450	176,449	151,334	112,704	
<b>Total governmental activities program revenues</b>	<u>2,338,038</u>	<u>2,332,670</u>	<u>2,512,417</u>	<u>2,538,589</u>	
<b>Net (expenses)/revenues</b>	<u>(3,438,920)</u>	<u>(3,887,072)</u>	<u>(3,808,144)</u>	<u>(4,137,687)</u>	
<b>General revenues</b>					
Taxes:					
Property taxes	809,069	899,665	1,017,653	1,150,672	
Sales and use taxes	750,060	779,920	828,391	857,394	
Income and franchise taxes	1,160,423	1,167,452	1,299,009	1,472,432	
Gross receipts taxes	231,786	261,643	271,897	295,819	
Other taxes	283,146	273,191	379,521	377,213	
Grants and contributions - unrestricted	-	25,070	24,543	-	
Investment earnings	19,283	13,341	16,211	39,811	
Miscellaneous	333,943	325,529	314,596	311,662	
Special items	(171,094)	-	-	-	
Transfers	63,000	37,574	73,500	71,450	
<b>Total governmental activities general revenues</b>	<u>3,479,616</u>	<u>3,783,385</u>	<u>4,225,321</u>	<u>4,676,453</u>	
<b>Change in net assets --- governmental activities</b>	<u>\$ 40,696</u>	<u>\$ (103,687)</u>	<u>\$ 417,177</u>	<u>\$ 538,766</u>	
<b>Business activities</b>					
<b>Expenses</b>					
Lottery and games	\$ 148,670	\$ 166,185	\$ 167,938	\$ 164,066	
Unemployment compensation	191,043	165,045	113,888	92,728	
Nursing home services	-	34,687	33,023	35,066	
<b>Total business-type activities expenses</b>	<u>339,713</u>	<u>365,917</u>	<u>314,849</u>	<u>291,860</u>	
<b>Program revenues</b>					
Charges for services, fees, fines & forfeitures:					
Lottery and games	211,151	237,890	241,133	234,931	
Unemployment compensation	-	-	-	-	
Nursing home services	-	34,124	30,907	32,184	
Operating grants & contributions	49,308	55,356	26,588	16,707	
Capital grants & contributions	-	-	15,464	-	
<b>Total business-type activities program revenues</b>	<u>260,459</u>	<u>327,370</u>	<u>314,092</u>	<u>283,822</u>	
<b>Net (expenses)/revenues</b>	<u>(79,254)</u>	<u>(38,547)</u>	<u>(757)</u>	<u>(8,038)</u>	
<b>General revenues</b>					
Taxes:					
Other taxes	104,945	82,626	97,196	92,985	
Investment earnings	18,978	19,332	16,847	18,887	
Miscellaneous	-	261.00	250	680	
Transfers	(63,000)	(37,574)	(73,500)	(71,450)	
<b>Total business-type activities general revenues</b>	<u>60,923</u>	<u>64,645</u>	<u>40,793</u>	<u>41,102</u>	
<b>Change in net assets --- business-type activities</b>	<u>\$ (18,331)</u>	<u>\$ 26,098</u>	<u>\$ 40,036</u>	<u>\$ 33,064</u>	
<b>Total primary government</b>					
<b>Expenses</b>	<u>\$ 6,116,671</u>	<u>\$ 6,585,659</u>	<u>\$ 6,635,410</u>	<u>\$ 6,968,136</u>	
<b>Program revenues</b>	<u>2,598,497</u>	<u>2,660,040</u>	<u>2,820,257</u>	<u>2,822,411</u>	
<b>Net (expenses)/revenues</b>	<u>(3,518,174)</u>	<u>(3,925,619)</u>	<u>(3,815,153)</u>	<u>(4,145,725)</u>	
<b>General revenues</b>	<u>3,540,539</u>	<u>3,848,030</u>	<u>4,272,366</u>	<u>4,717,555</u>	
<b>Change in net assets --- primary government</b>	<u>\$ 22,365</u>	<u>\$ (73,090)</u>	<u>\$ 457,213</u>	<u>\$ 571,830</u>	

Note: As a result of GASB 34 implementation in FY2002, only four fiscal years are presented.  
Source: Office of Financial Operations and Systems

**Fund Balances, Governmental Funds  
Last Four Fiscal Years**

**Exhibit S-1C**

*(modified accrual basis of accounting, dollars in thousands)*

	<u>2002</u>	<u>2003</u>	<u>2004</u>	<u>2005</u>
<b>General Fund</b>				
Reserved	\$ 545,414	\$ 568,243	\$ 607,903	\$ 1,110,770
Unreserved	319,914	329,114	607,112	473,913
<b>Total general fund</b>	<u>865,328</u>	<u>897,357</u>	<u>1,215,015</u>	<u>1,584,683</u>
<b>All other governmental funds</b>				
Reserved	441,696	302,041	283,205	336,441
Unreserved, reported in:				
Special revenue funds	31,751	-	-	-
Capital project funds	(472,305)	(169,287)	(273,432)	(312,161)
<b>Total all other governmental funds</b>	<u>\$ 1,142</u>	<u>\$ 132,754</u>	<u>\$ 9,773</u>	<u>\$ 24,280</u>

Note: As a result of GASB 34 implementation in FY2002, only four fiscal years are presented.

Source: Office of Financial Operations and Systems

**Changes in Fund Balances, Governmental Funds  
Last Four Fiscal Years**

Exhibit S-1D

(modified accrual basis of accounting, dollars in thousands)

	2002	2003	2004	2005
<b>REVENUES</b>				
Taxes	\$ 3,229,809	\$ 3,384,093	\$ 3,806,906	\$ 4,251,191
Fines and forfeits	88,495	90,238	102,828	111,146
Licenses and permits	52,003	62,189	62,968	82,093
Charges for services	145,546	170,736	134,314	133,923
Investment earnings	19,283	13,341	16,211	39,811
Miscellaneous	332,861	320,460	305,039	311,573
Federal contributions	490,373	380,100	393,928	382,966
Operating grants	1,561,621	1,555,404	1,842,922	1,828,461
<b>Total revenues</b>	<b>5,919,991</b>	<b>5,976,561</b>	<b>6,665,116</b>	<b>7,141,164</b>
<b>EXPENDITURES</b>				
Governmental direction and support	366,981	415,591	483,185	590,344
Economic development and regulation	223,760	224,811	236,220	267,335
Public safety and justice	899,116	907,670	984,062	1,034,456
Public education system	1,143,281	1,155,297	1,284,448	1,340,767
Human support services	2,249,303	2,445,336	2,563,646	2,657,848
Public works	149,302	164,753	164,231	175,300
Public transportation	184,883	272,726	162,602	167,783
Debt service:				
Principal	138,575	149,792	152,086	183,845
Interest and other charges	189,006	178,301	189,697	202,387
Fiscal charges	-	15,338	13,721	9,277
Total debt service	327,581	343,431	355,504	395,509
<b>Subtotal expenditures</b>	<b>5,544,207</b>	<b>5,929,615</b>	<b>6,233,898</b>	<b>6,629,342</b>
Capital outlay	905,418	762,145	666,649	615,089
<b>Total expenditures</b>	<b>6,449,625</b>	<b>6,691,760</b>	<b>6,900,547</b>	<b>7,244,431</b>
<b>Excess of revenues over(under) expenditures</b>	<b>(529,634)</b>	<b>(715,199)</b>	<b>(235,431)</b>	<b>(103,267)</b>
<b>OTHER FINANCING SOURCES (USES)</b>				
Proceeds from sale of bonds	408,180	1,019,873	325,726	386,370
Premium (discount) from sale of bonds	-	-	-	14,478
Payment to refunded bond escrow agent	(69,487)	(234,179)	-	-
Proceeds from bond escrow restructuring	-	-	9,557	89
Proceeds from capital lease	-	-	503	19
Equipment financing program	51,944	17,094	20,822	15,036
Transfer in	63,000	77,119	109,717	193,439
Transfers out	-	(34,476)	(36,217)	(121,989)
<b>Total other financing sources (uses)</b>	<b>453,637</b>	<b>845,431</b>	<b>430,108</b>	<b>487,442</b>
<b>Net change in fund balances</b>	<b>\$ (75,997)</b>	<b>\$ 130,232</b>	<b>\$ 194,677</b>	<b>\$ 384,175</b>
Other capital expenditures beside capital outlay	31,262	49,529	23,960	33,706
Total Capital expenditures	936,680	811,674	690,609	648,795
<b>Debt service as a percentage of noncapital expenditures</b>	<b>5.94%</b>	<b>5.84%</b>	<b>5.72%</b>	<b>6.00%</b>

Source: Office of Financial Operations and Systems

**Tax Revenues by Source, Governmental Funds  
Last Four Fiscal Years**  
*(modified accrual basis of accounting, dollars in thousands)*

Exhibit S-1E

Fiscal Year	Property Tax			Sales and Use	Income and Franchise	Gross Receipts	Other Taxes	Total
	Real	Personal	Rental					
2002	\$ 726,014	\$ 65,208	\$ 13,172	\$ 750,060	\$ 1,160,423	\$ 231,786	\$ 283,146	\$ 3,229,809
2003	822,845	67,294	11,749	779,920	1,167,452	261,643	273,191	3,384,094
2004	947,690	63,558	16,840	828,391	1,299,009	271,897	379,521	3,806,906
2005	1,058,100	72,068	18,165	957,394	1,472,432	295,819	377,213	4,251,191

Note: As a result of GASB 34 implementation in FY2002, only four fiscal years are presented.

Source: Office of Financial Operations and Systems