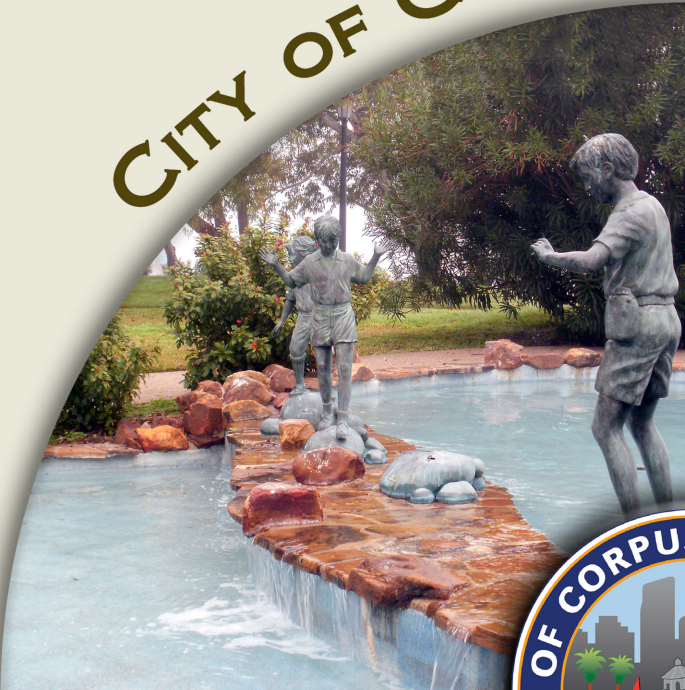


COMPREHENSIVE ANNUAL

For the Fiscal Year
Ended July 31, 2013

FINANCIAL REPORT

CITY OF CORPUS CHRISTI, TEXAS



2013



City of
Corpus
Christi

CITY OF CORPUS CHRISTI, TEXAS

Comprehensive Annual Financial Report

For Fiscal Year Ended July 31, 2013

CITY COUNCIL

Mayor

Nelda Martinez

City Council Members

Kelley Allen

Rudy Garza, Jr.

Priscilla G. Leal

David Loeb

Chad Magill

Colleen McIntyre

Lillian Riojas

Mark Scott

City Manager

Ronald L. Olson

Assistant City Managers

Wesley S. Pierson

Margie C. Rose

Susan K. Thorpe

Mark Van Vleck, Interim

Director of Financial Services

Constance P. Sanchez, CPA, CPM

Assistant Director of Financial Services

Alma I. Casas

Chief Accountant

Martha A. Messer, CPA

Prepared by the staff of the Financial Services Department



City of
Corpus
Christi

*Rocky Barrera
Margarita Cruz
Kim Galan-Flores
KaLee Fuller
Priscilla Garza
Teddi Giggy
Jason Gooding
David Hedberg
Aldilia Martin
Daniel Pena
Betsy Perez
Johanna Ramirez
Vanessa Riggs
Adelita Rowland
Diana Silguero
Vanessa Wahl*

**Comprehensive Annual Financial Report
For the Fiscal Year Ended July 31, 2013**

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City of
Corpus
Christi

January 30, 2014

The Honorable Mayor Nelda Martinez, Members of the City Council, and
Citizens of the City of Corpus Christi

FINANCIAL SERVICES

PO Box 9257
Corpus Christi
Texas 78469-9257
Phone 361-826-3600
Fax 361-826-3601
www.cctexas.com

Dear Honorable Mayor, Members of City Council, and Citizens of Corpus Christi:

State law requires that every general-purpose local government publish at the close of each fiscal year a complete set of audited financial statements. This report is published to fulfill that requirement for the fiscal year ended July 31, 2013.

Management assumes full responsibility for the completeness and reliability of the information contained in this report based upon a comprehensive framework of internal control that it has established for this purpose. Because the cost of internal control should not exceed anticipated benefits, the objective is to provide reasonable, rather than absolute, assurance that the financial statements are free of any material misstatements.

Collier, Johnson & Woods, P.C., Certified Public Accountants, have issued an unqualified (“clean”) opinion on the City of Corpus Christi, Texas (City)’s financial statements for the year ended July 31, 2013. The independent auditor’s report is located at the front of the financial section of this report.

Management’s discussion and analysis (MD&A) immediately follows the independent auditor’s report and provides a narrative introduction, overview, and analysis of the basic financial statements. MD&A complements this letter of transmittal and should be read in conjunction with it.

PROFILE OF THE GOVERNMENT

The City was incorporated in 1852. In 1909, the City was organized under a City Charter and operated as a general law city until 1926, at which time a home rule charter with a commission form of government was adopted. The Charter was amended in 1945 to adopt the present and nationally predominant Council-Manager form of government.

The City Council consists of the Mayor and eight Council Members elected for two-year terms. The Mayor and three Council Members are elected at large, and five Council Members are elected from single member districts. The City Council is

responsible for passing ordinances, adopting the budget, appointing committees, and appointing the City Manager, City Secretary, City Auditor, and Municipal Court Judges. The City Manager is the Chief Administrative and Executive Officer and is responsible for carrying out policies and ordinances of the City Council, overseeing day-to-day operations, presenting an annual budget, and appointing all other City employees, except for the City Secretary, City Auditor, and the Municipal Court Judges.

The City provides a full range of services, including a combined utility system (System) consisting of the water, wastewater, storm water, and gas systems; garbage collection and disposal services; police, fire protection, and emergency medical services; the construction and maintenance of streets and other infrastructure; and recreational and cultural activities.

The City is financially accountable for the Corpus Christi Community Improvement Corporation, the Corpus Christi Housing Finance Corporation, the Corpus Christi Industrial Development Corporation, the Corpus Christi Crime Control and Prevention District, the Corpus Christi Business and Job Development Corporation, and the North Padre Island Development Corporation (which includes the Tax Increment Financing Zone Number 2). These are shown as 'blended component units' within the City's financial statements. The City of Corpus Christi has financial accountability for the legally separate Coastal Bend Health Facilities Development Corporation and the Corpus Christi Convention and Visitors Bureau, both of which are reported separately within the City's financial statements.

The City Manager must submit a proposed budget to the City Council at least sixty days prior to the beginning of the fiscal year, and the City Council is required to adopt a final budget by no later than the close of the fiscal year. This annual budget serves as the foundation for the City's financial planning and control. The budget is prepared by fund and department (e.g., general fund - police department). Department directors may transfer resources within a department as they see fit. Transfers between funds, however, need approval from the City Council.

ECONOMIC CONDITION

Local Economy

The City of Corpus Christi is the eighth largest city in the State of Texas with a population of 320,231. The geographic location of the city on the Gulf of Mexico and the Intercoastal Waterway gives it one of the most strategic locations in the Southwest and has been important to its economic development. The Corpus Christi region has a varied manufacturing and industrial base. Major industries with headquarters or divisions located within the City's boundaries, or in close proximity, include industrial, petrochemical, construction, meat processing, convenience store, banking, and financial services.

The federal government also has a major presence within the area with a federal courthouse and the largest industrial employer in South Texas – the Corpus Christi Army Depot, which employs over 6,600 people (including both employees of the Corpus Christi Army Depot and contract labor). The Corpus Christi Army Depot (CCAD) is a United

States Department of Defense's Center of Industrial and Technical Excellence for rotary wing aircraft. CCAD is currently the largest facility of its type in the world and serves as a depot training base for active duty Army, National Guard, Reserve, and international personnel. The depot performs overhaul, repair, modification, recapitalization, retrofit, testing, and modernization of helicopters, engines, and components for all services and international sales of rotary wing aircraft. Additionally, CCAD has been critical in its support to aviation maintenance most notably with its sustainment of the UH-60 Black Hawk fleet, which remains the largest fleet of aircraft in the Army inventory. During 2013, construction of a new Dynamic Component Rebuild Facility was completed. This facility, located at Naval Air Station Corpus Christi, will house CCAD's powertrain production – mostly for assembly and testing of transmissions and gearboxes for many of the helicopters. Also in 2013, CCAD earned two prestigious awards: the Robert M. Leich Award and the Robert T. Mason Award. CCAD won the Robert M. Leich Award in April 2013 for its outstanding commitment to Army aviation through helicopter recapitalization and overhaul. This is one of the Army aviation's highest honors. Additionally, CCAD earned the 2013 Robert T. Mason Award for Depot Maintenance Excellence for its strides to churn Black Hawk helicopters better and faster than ever before. CCAD produced a record-breaking fifty recapitalized Black Hawks at an uncompromised value. The Mason Award is the highest award for depot-level maintenance in all of the Department of Defense. It is only one of two Secretary of Defense Maintenance Awards. In May 2013 CCAD hit a major milestone in Army Aviation by selling its first-ever unmanned aircraft vehicle (UAV). This is a big step for CCAD, which has always been known as the Army's only industrial base dedicated to helicopter repair, maintenance, and overall. This program takes CCAD into a new territory to evolve with the Army's latest operational environment and technological capabilities. It is expected to bring more UAV work to South Texas as the next chapter of Army aviation increases the use of UAV's on the battlefield.

Two bases make up the South Texas military complex: Naval Air Station – Corpus Christi and Naval Air Station – Kingsville (jet aviation training). The site of the region's third base, Naval Station Ingleside (base for the Navy's mine warfare fleet), which was closed in 2010, was sold in November 2012 by the Port of Corpus Christi to Occidental Petroleum Corporation (Oxy) for \$82.1 million. Oxy plans to build a propane export facility that has a target operation date of January 2015. The project is expected to approach \$1 billion and will bring dozens of jobs to the area.

The Corpus Christi's trade area consists of five counties: Aransas, Jim Wells, Kleberg, Nueces and San Patricio. Each of these counties maintains a solid and diversified economic base which contributes material support to Corpus Christi due to its location as a regional trade center and international shipping point. The Corpus Christi economy provides a diversified product market including metal fabrication, chemical processing, farm and ranch equipment, oil field equipment, cement, food processing, electronic and petrochemical products, fishing and seafood products, and more.

The land in the Corpus Christi region has strong mineral deposits and rich soil with the principle crops being grain, sorghum, and cotton. The region also produces a large supply of livestock including beef and dairy cattle, hogs, and poultry. The oil and gas industry is a major factor in the growth and economic stability within the trade area. This industry

provides a secondary market for petroleum by-products and chemicals. Most recently, the Eagle Ford Shale drilling production has boosted the region's economic base as it relates to the oil and gas industry. By the end of 2012, this shale drilling production supported over 116,000 jobs in the region with over \$61 billion in economic impact. It is estimated to create over 127,000 jobs with \$89 billion in economic impact by 2020.

Port of Corpus Christi

The trade area's principal outlet for agricultural and petroleum products is the Port of Corpus Christi, which opened to world markets in 1926. It is located along the southeastern coast of Texas on the Gulf of Mexico approximately 150 miles north of the Mexican border. The Port's channel stretches over 30 miles and links the Corpus Christi Bay with the Gulf of Mexico. It is one of the deepest ports along the Gulf of Mexico coast with a channel depth of 45 feet and is currently ranked as the fifth largest port in the United States in terms of tonnage. The Port handled a volume of 78.8 million tons of cargo during the 2012 calendar year, a decrease of 1.9% from the prior year.

The dynamics at the Port have begun to change with the Eagle Ford Shale drilling production. There are 10 projects underway at the Port and its vicinity that are intended to take advantage of crude oil, condensates, and natural gas liquids coming from the "shale boom". The Port has played a vital role as the logistical and distribution center for cargoes used in drilling and fracturing. New pipelines to the Port have seen the beginning shipments of crude oil, condensate and gas for shipments to other refineries in northern United States. The Port's proximity makes it the ideal port to handle new commodities for transport into the Eagle Ford Shale regions. There are six facilities in various stages of development either in the Inner Harbor or the nearby La Quinta Ship Channel to take advantage of the opportunity to convert gas and gas by-products from the shale production into profit centers of their own. Other sites have agreed to pump billions of dollars into the region and located facilities to gain access to natural gas needed to fuel their processes or convert it into an exportable energy source. The Port continues to invest in new rail infrastructure and liquid docks to support the current needs and estimated growth potential of the Eagle Ford Shale.

The Port has many other initiatives underway, three of which will require significant funding in the future. They include the Channel Improvement Project, the La Quinta Multi-Purpose Facility, and the Nueces River Rail Yard. Congress authorized the Port's Channel Improvement Project in the Water Resources Development Act (WRDA) of 2007. This project includes the deepening of the Corpus Christi Ship Channel from 45 feet to 52 feet; the adding of 200 foot barge shelves across Corpus Christi Bay; the widening of the Ship Channel to 530 feet from Port Aransas to the Harbor Bridge; the extension of the La Quinta Ship Channel by approximately 1.4 miles at 39 feet deep; and the construction of ecosystem restoration features to protect endangered species, wetlands, and sea grass. The ecosystem restoration project was completed in 2012, while the channel extension project is expected to be completed within the next year. The remaining projects are still pending appropriations of funding by Congress.

The La Quinta Trade Gateway Terminal Project is a major component of the Port of Corpus Christi Authority's long-term development plan. This 1,100-acre site will serve as a multi-purpose dock and terminal facility to handle a wide variety of general cargo including containers, military, wind turbines, and steel pipe. The final design for the initial phase began in 2012 with the current target for completion by 2014-2015.

As part of the Port's north side rail master plan, a new rail yard, the Nueces River Rail Yard, will be constructed in three phases at the northwest end of the Inner Harbor adjacent to the Viola Channel. This new rail yard will be capable of more efficiently handling the increased number of unit trains and cars loading and unloading cargoes at the Port. Once constructed, a 7,800 foot long unit train siding and four 4,000 foot long interchange tracks will be available for rail lines and Port customers.

Tourism

Corpus Christi continues to be a favorite vacation spot for visitors and is the fifth most popular tourist destination in Texas according to the Office of the Governor's Economic Development, and Tourism division. The number one reason visitors flock to the area has always been to enjoy miles of beaches along Mustang and Padre Islands, the longest barrier island in nature fronting on the Gulf of Mexico. The opposite side of the barrier provides a shoreline for Corpus Christi Bay, Laguna Madre, and the various bays and bayous north of the Coastal Bend which are ideal for outdoor recreation.

Tourist facilities located within the City include: a multi-purpose arena at the American Bank Center, Whataburger Field which houses the Corpus Christi Hooks, a AA major league affiliate baseball team, the Texas State Aquarium, the USS Lexington Museum, the Museum of Science and History, the Art Museum of South Texas, the Multicultural Center/Heritage Park complex, the Concrete Street Amphitheater, and Hurricane Alley water park. In 2013 the City Council renamed this area of town the "Sports, Entertainment, and Arts District" or the SEA District. Stakeholders plan on branding the area because it includes several popular attractions and is a family-friendly environment. They envision residents and visitors being able to purchase a day pass to play and eat at multiple businesses in the SEA District. Additionally, Schlitterbahn water park and resort is currently being developed on Padre Island, and the first phase is expected to be completed by the summer of 2014.

The Corpus Christi area is also a renowned location for water sports, including windsurfing and kiteboarding. The City serves as host to the annual U. S. Open Windsurfing Regatta, international power and sail boat races, and the Texas International Boat Show. Additionally in July 2013, the City hosted more than 9,000 athletes for the Texas Amateur Athletic Federation (TAAF) Summer Games of Texas. This four-day event consisted of 12 sports ranging from judo to swimming to track and field and brought in over 20,000 people to the Corpus Christi area, creating an economic impact of \$8.75 million.

Construction Permits

The table below shows the number of permits and value of permits for the last ten fiscal years. The total number of building permits in FY 2012-2013 rose by 10.2% from the prior year with the associated values increasing by 40.9%. After a period of years of declining building permits, this is the second year where activity has continued to rebound and exceeded prior year levels.

<u>Year</u>	<u>Building Permits</u>	<u>Value</u>
2003-2004	7,111	\$ 295,984,882
2004-2005	5,781	387,122,472
2005-2006	5,989	450,750,242
2006-2007	5,699	503,027,247
2007-2008	5,118	343,865,608
2008-2009	4,022	286,139,536
2009-2010	4,052	260,412,022
2010-2011	5,447	376,894,414
2011-2012	5,728	376,144,270
2012-2013	6,314	529,809,599

Employment

The unemployment rate in Corpus Christi dropped 12.2% from a rate of 6.6% in July 2012 to 5.8% in July 2013 according to the Texas Workforce Commission. The Eagle Ford Shale activity has spurred employment in Corpus Christi and has sheltered Corpus Christi from the higher national unemployment rate of 7.3% in July 2013. Overall during the last ten years in Corpus Christi, the unemployment rate has decreased – from 6.7% in 2002 to 5.8% in 2013. During this same ten-year time period, personal (per capita) income in the area rose from \$27,340 to \$40,796 or 49%.

Major Expenditures

The government's expenses relating to "police and municipal court" and "fire and ambulance" comprise 51.7% of total expenses for governmental activities as reflected in Exhibit 1-B. Statistical Table 2 "Changes in Net Position" shows expenses by activity for the last ten years. The government's expenses relating to "police and municipal court" and "fire and ambulance" have increased as a percentage of total expenses for governmental activities over the last ten years as evidenced in the following table:

	<u>Expenses as a Percent of Total Governmental Activities</u>		
	<u>2004</u>	<u>2013</u>	<u>% increase</u>
Police and Municipal Court	29.2%	32.1%	9.9%
Fire and Ambulance	16.6%	19.6%	18.1%

In the case of sworn personnel, as in previous years, much of the increase reflects a regional trend that has seen the salaries and benefits of police officers and firefighters growing at a much faster rate than those of other categories of public-sector employees. Additionally, the net pension obligation for the police officers has increased from the prior year - adding to the increase in expenses.

During this same ten-year period, charges for services, while continuing to increase in amount, have actually remained relatively stable as a percentage of total revenue. The reason for this is the relative increase in expenses related to services that are not supported by fees and charges (e.g., public safety); thus, as tax revenues have increased to support these services, so has the proportion of total revenue generated by taxes.

Long-term financing plan/relevant financing policies

During the fiscal year 2012-2013 budget process, the City Council approved financial policies as an essential guide to direct the City's financial planning. The City Council reaffirmed and expanded the policy to set aside adequate financial resources in the fund balance of the general fund to ensure that current and future services or operations would not be severely impacted by any economic slowdowns, emergencies, national disasters, or other unforeseen circumstances. The City Council's goal for fiscal year 2012-2013 expanded upon the commitment to build and maintain a reserve in the General Fund "committed" fund balance of at least ten (10%) of total annual general fund appropriations to up to 25%. Uncommitted fund balance in excess of the 10% policy requirement may be recommended for expenditure by the City Manager. City management increased the commitment in the general fund at July 31, 2013 from 14% to 19% of the total annual fiscal year 2013 general fund appropriations in accordance with this newly approved policy. The remaining balance in the unassigned fund balance at July 31, 2013, was \$7.5 million and is considered excess and available for one-time improvement expenditures, deferred maintenance, lifecycle replacement, and/or capital items. This amount represents 3.7% of the total general fund expenditures for fiscal year 2012-2013.

A new section was added to the financial policies for fiscal year 2013 to outline the committed fund balances for the internal service funds, group health plans, general liability fund, worker's compensation fund, enterprise funds, and the debt service reserve fund. Although these funds do not show committed fund balances in the Comprehensive Annual Financial Report (CAFR) due to the nature of the accounting of their funds, staff will track the "reserved" balances for each of the funds in the general ledger.

The City Council provided clear direction in relation to establishing the property tax rate for operations and maintenance. This section of the policies was modified to state that if assessed values decrease, full consideration will be given to achieving the "effective tax rate". When assessed values increase, on the other hand, full consideration will be given to maintain the current tax rate as long as the tax rate does not exceed the "rollback" rate.

The City Council also directed the City Manager to budget at least \$200,000 in fiscal year 2012-2013 as an operating contingency as part of the general fund expenditures in order to further insulate the general fund's unreserved fund balance from unforeseen circumstances. A similar directive was made for operating contingencies in the enterprise and special revenue funds.

The section regarding multi-year financial forecasting was removed for fiscal year 2012-2013, and the section regarding a multi-year budget model was expanded to discuss the annual adoption of business plans necessary for the accomplishment of short and long-term goals. Additionally, a section was added to allow the City to recover costs in the general fund by charging other funds for administrative costs incurred to support their operations. The remaining sections of the financial policies were consistent with the previous policy and included quarterly financial reporting and monitoring; the use of nonrecurring revenue to fund one-time expenditures; adherence to the City's Debt Management Policy; continuation of a ten-year capital improvement plan; and utilization of zero-based budgeting processes for completion of the operating budget.

Major Initiatives

The City of Corpus Christi has adopted a mission statement which has become an integral part in the development of a strategic plan to guide the City. The mission of the City of Corpus Christi is to deliver municipal services which meet the vital health, safety, and general welfare needs of its residents and which sustain and improve their quality of life. As we work to achieve this mission, we will employ fiscal discipline, continuous improvement, first-rate customer service, and straightforward communication. In this work, we will tolerate no mediocrity.

The City Council's priorities for 2013 provide guidance and vision in fulfilling the City's mission and strategic plan. These priorities include: (1) sustainability policies (i.e. taking care of assets and resources); (2) water policies; and (3) economic development policies.

Steps outlined to achieve the first priority regarding sustainability policies included: (1) the development of a streets policy and a street maintenance fee plan and (2) developing a maintenance plan / life cycle analysis. On July 9, 2013, the City Council adopted a street preventative maintenance program and a street maintenance fee (designed to fund the street preventative maintenance program). The street maintenance fee began billing in January 2014 with associated contracted preventative maintenance work beginning that same month. It is expected to generate approximately \$11.4 million per year and has a 10-year sunset provision.

In response to the second piece of the sustainability policies, an assessment/inventory of City buildings was performed by the Office of Strategic Management and was presented to the City Council in April 2013. One of the recommendations was to create a new department - the Department of City Facilities and Property. In response to this recommendation, the existing Maintenance Services Fund was split into two funds in fiscal year 2013 to account for each new cost center: Fleet Maintenance Services Fund and Facilities Maintenance Services Fund. Additionally the City Manager is currently in the

process of filling the director position for the Department of City Facilities and Property, and that position should be filled within fiscal year 2013-2014. Once the director is hired and the newly created department staffed, then it is anticipated that a building maintenance plan /life cycle replacement plan will be developed for all City facilities.

The second City Council priority deals with developing a long-term water policy. The Mayor appointed a Blue Ribbon Task Force of key stakeholders in March 2013, and this group has been meeting regularly since. Major issues identified by this group include the City's water supply system and management, non-surface water supply, and dealing with the City's aging infrastructure. Discussions focused on the planned construction of the Mary Rhodes Pipeline Phase 2 which will draw water from the Lower Colorado River. This project will provide another water source for Corpus Christi and its region in addition to Lake Corpus Christi, the Choke Canyon Reservoir, and Lake Texana. Construction of this project is scheduled to begin in early 2014 and is estimated to be completed by the spring of 2015. Additionally discussions have begun involving evaluating other sources of water including desalinization, brackish water, effluent, and water storage. Long-term planning for water conservation and reuse are also being discussed.

The third City Council priority deals with developing an economic development policy. The City has been working on a targeted economic development policy that recruits specific businesses to the area and incentivizes downtown growth. Strategies to achieve this priority include the short-term and long-term workforce readiness and development (including workforce succession planning), inner city infill and reinvestment, and taking a more proactive approach in targeted areas. A plan is currently being developed and will be presented to the City Council in fiscal year 2014.

There are several major initiatives underway to promote economic development for the City of Corpus Christi. The Eagle Ford Shale oil and gas formation continues to positively impact Corpus Christi and the surrounding areas by employing many of the City's residents. Both offshore rig fabricators, Kiewit and Gulf Marine, have increased orders due to the lifting of the offshore drilling moratorium which should add a combined 1,000 workers to the workforce. Schlitterban represents a \$552 million investment to the area which is expected to bring 300 new jobs and over 300,000 visitors to the water park each year. Groundbreaking occurred in February 2013, and it is projected that the water park will be open in the summer of 2014. In addition, the area continues to receive international attraction with the beginning of construction for the Chinese pipe manufacturing facility, TPCO America Corporation; the Italian company, M&G Group, breaking ground for its \$1 billion plastics factory located on the northern side of the Viola Channel within the Port of Corpus Christi; and the Austrian company, voestalpine, announcing in March 2013 their plans to construct an iron ore processing facility within the La Quinta corridor at the Port of Corpus Christi.

Initiatives that were approved in fiscal year 2012-2013 to be funded by the "Type A" economic sales tax proceeds include incentives to the M&G Group that is anticipated to generate 250 jobs; incentives in the form of road repairs by an HEB Bakery that will be expanding its bread and tortilla factory; incentives to Sam Kane Beef Processors which will retain 739 jobs in the area and which will create 100 new jobs; and incentives to Texas

A&M-Corpus Christi to assist with the application process to the Federal Aviation Administration (FAA) seeking approval to be one of six test site operators to research the use of unmanned aircraft systems or drones. In January 2014, Texas A&M-Corpus Christi was notified that they were successful in their application and were selected out of 25 applicants nationwide by the FAA to be one of the six sites. The economic impact on the state is expected to be about \$8 billion, and \$260 million in South Texas alone during the next 10 years, creating more than 1,000 jobs.

AWARDS AND ACKNOWLEDGMENTS

Awards

During fiscal year 2012-2013, several City departments received awards or recognitions. In 2013 Corpus Christi was ranked fifth in the nation by the Center for Digital Governments among those with a population class of 250,000 and greater. The City of Corpus Christi was designated as a “Citizen-Engaged Community” by the Public Technology Institute (PTI) for 2012-2014. Additionally, PTI and the Alfred P. Sloan Foundation recognized the City as one of 17 cities, county, and state governments that are United States leaders in the innovative application of Web 2.0 technologies and civic/social media tools used to achieve impressive results in citizen engagement, government accountability, and operational efficiencies

In February 2010, the City was first awarded the gold designation in the Texas Comptroller Leadership Circle program which recognizes local governments across Texas that meet a high standard for financial transparency online. This gold designation has been achieved each year since (2010-2013). Additionally, the Government Finance Officers Association (GFOA) awarded a Certificate of Achievement for Excellence in Financial Reporting to the City of Corpus Christi for its comprehensive annual financial report (CAFR) for the fiscal year ended July 31, 2012, continuing to confirm compliance with both Generally Accepted Accounting Principles (GAAP) and legal requirements. This was the thirtieth consecutive year that the City has received this prestigious award. A Certificate of Achievement is valid for a period of one year only. We believe that this CAFR continues to meet the Certificate of Achievement Program’s requirements, and we are submitting it to the GFOA to determine its eligibility for another certificate.

The City also received the GFOA’s Distinguished Budget Presentation Award for its annual budget document for the fiscal year beginning August 1, 2012. The City has received twenty-two of these awards. In order to qualify for the Distinguished Budget Presentation Award, the government’s budget document was judged to be proficient as a policy document, a financial plan, an operations guide, and a communications device.

Acknowledgments

The preparation of this report is possible only because of the dedication of the staff members in the Department of Financial Services. Special thanks must be given to Assistant City Manager Margie C. Rose for her continued guidance and support and to John Shepherd and Craig Mlady with Collier, Johnson, and Woods, P.C. who tirelessly and patiently worked with City staff in conducting the audit and producing the CAFR.

Credit must also be given to the Mayor and City Council for their unfailing support for maintaining the highest standards of professionalism in the management of the City of Corpus Christi and the prudent financial policies to which it subscribes.

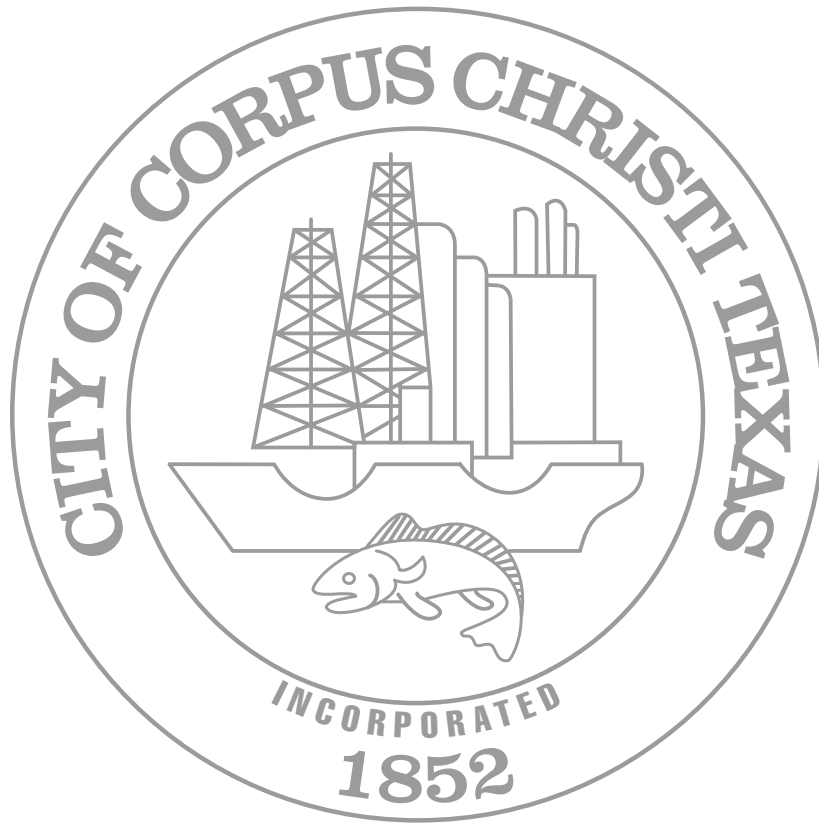
Respectfully submitted,



Ronald L. Olson
City Manager



Constance P. Sanchez, CPA, CPM
Director of Financial Services





Government Finance Officers Association

**Certificate of
Achievement
for Excellence
in Financial
Reporting**

Presented to

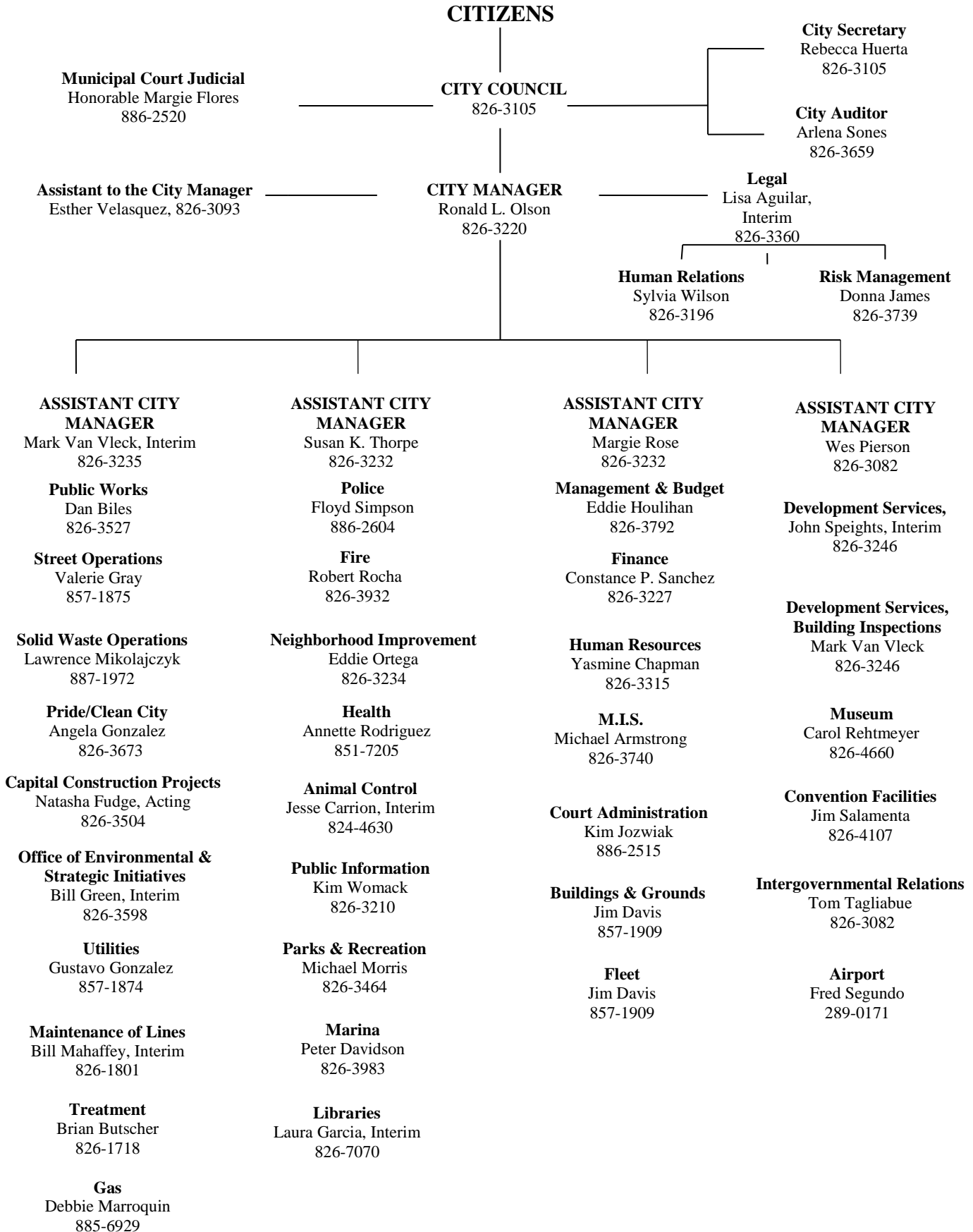
**City of Corpus Christi
Texas**

For its Comprehensive Annual
Financial Report
for the Fiscal Year Ended

July 31, 2012

Executive Director/CEO

City Organizational Chart



INDEPENDENT AUDITOR'S REPORT

January 30, 2014

The Honorable Mayor, City Council Members,
and the City Manager of the
City of Corpus Christi, Texas

Report on the Financial Statements

We have audited the accompanying financial statements of the governmental activities, the business-type activities, the aggregate discretely presented component units, each major fund, and the aggregate remaining fund information of the City of Corpus Christi, Texas as of and for the year ended July 31, 2013, and the related notes to the financial statements, which collectively comprise the City's basic financial statements as listed in the table of contents.

Management's Responsibility for the Financial Statements

Management is responsible for the preparation and fair presentation of these financial statements in accordance with accounting principles generally accepted in the United States of America; this includes the design, implementation, and maintenance of internal control relevant to the preparation and fair presentation of financial statements that are free from material misstatement, whether due to fraud or error.

Auditor's Responsibility

Our responsibility is to express opinions on these financial statements based on our audit. We did not audit the financial statements of the Corpus Christi Convention and Visitors Bureau whose assets were \$1,247,871 and revenues were \$4,118,072, the American Bank Center Convention Center Fund whose assets were \$1,558,687 and revenues were \$2,666,428 and the American Bank Center Arena Operations Fund whose assets were \$1,864,494 and revenues were \$2,990,543. Those financial statements were audited by other auditors whose reports thereon have been furnished to us, and our opinion, insofar as it relates to the amounts included for the Corpus Christi Convention and Visitors Bureau and the American Bank Center Convention Center Fund and Arena Operations Fund, is based on the reports of the other auditors. We conducted our audit in accordance with auditing standards generally accepted in the United States of America and the standards applicable to financial audits contained in *Government Auditing Standards*, issued by the Comptroller General of the United States. Those standards require that we plan and perform the audit to obtain reasonable assurance about whether the financial statements are free from material misstatement.

An audit involves performing procedures to obtain audit evidence about the amounts and disclosures in the financial statements. The procedures selected depend on the auditor's judgment, including the assessment of the risks of material misstatement of the financial statements, whether due to fraud or error. In making those risk assessments, the auditor considers internal control relevant to the entity's preparation and fair presentation of the financial statements in order to design audit procedures that are appropriate in the circumstances, but not for the purpose of expressing an opinion on the effectiveness of the entity's internal control. Accordingly, we express no such opinion. An audit also includes evaluating the appropriateness of accounting policies used and the reasonableness of significant accounting estimates made by management, as well as evaluating the overall presentation of the financial statements.

We believe that the audit evidence we have obtained is sufficient and appropriate to provide a basis for our audit opinions.

Opinions

In our opinion, the financial statements referred to above present fairly, in all material respects, the respective financial position of the governmental activities, the business-type activities, the aggregate discretely presented component units, each major fund, and the aggregate remaining fund information of the City of Corpus Christi, Texas as of July 31, 2013 and the respective changes in financial position, cash flows, where applicable, and the respective budgetary comparison for the general fund thereof for the year then ended in conformity with accounting principles generally accepted in the United States of America.

Other Matters

Required Supplementary Information

Accounting principles generally accepted in the United States of America require that the management's discussion and analysis and the other required supplementary information on pages 5 through 17 and 85 be presented to supplement the basic financial statements. Such information, although not a required part of the basic financial statements, is required by the Governmental Accounting Standards Board, who considers it to be an essential part of financial reporting for placing the basic financial statements in an appropriate operational, economic, or historical context. We have applied certain limited procedures to the required supplementary information in accordance with auditing standards generally accepted in the United States of America, which consisted of inquiries of management regarding the methods of preparing the information and comparing the information for consistency with management's responses to our inquiries, the basic financial statements, and other knowledge we obtained during our audit of the basic financial statements. We do not express an opinion or provide any assurance on the information because the limited procedures do not provide us with sufficient evidence to express an opinion or provide any assurance.

Other Information

Our audit was conducted for the purpose of forming opinions on the financial statements that collectively comprise the City of Corpus Christi's basic financial statements. The introductory section, combining and individual nonmajor fund financial statements and schedules, capital assets used in the operation of governmental funds and the statistical section listed in the table of contents are presented for purposes of additional analysis and are not a required part of the basic financial statements. The schedule of expenditures of federal/state awards, pages 375 through 386 is presented for purposes of additional analysis as required by the U.S. Office of Management and Budget Circular A-133, *Audits of States, Local Governments, and Non-Profit Organizations* and by the *State of Texas Single Audit Circular* issued by the Governor's Office of Budget and Planning and is also not a required part of the financial statements.

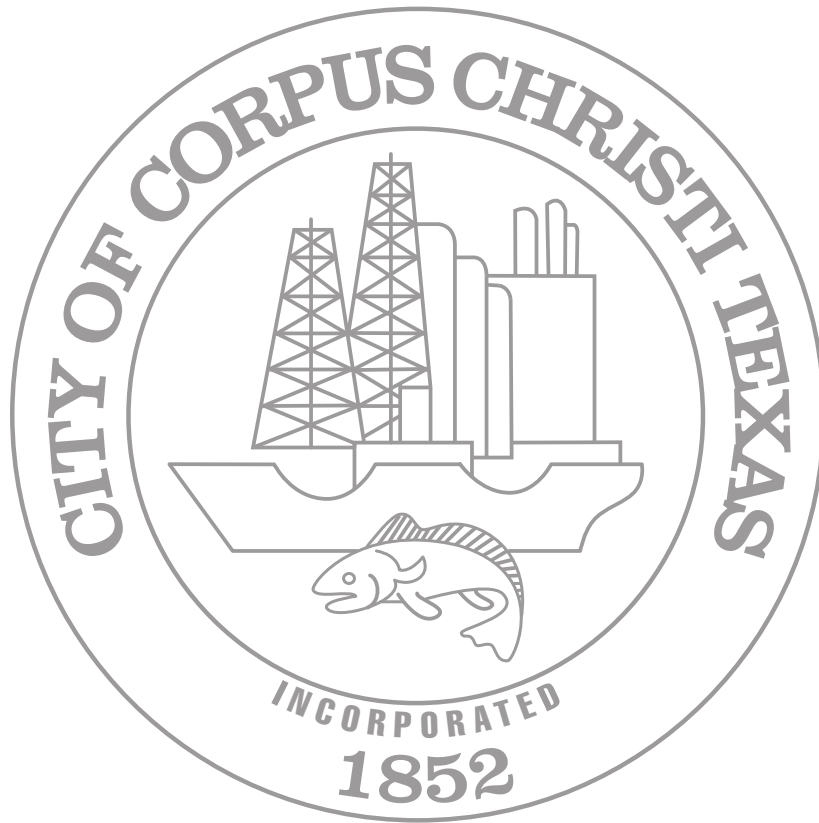
The combining and individual fund statements and schedules, capital assets used in the operation of governmental funds and the schedule of expenditures of federal/state awards are the responsibility of management and were derived from and relate directly to the underlying accounting and other records used to prepare the financial statements. Such information has been subjected to the auditing procedures applied in the audit of the basic financial statements and certain additional procedures, including comparing and reconciling such information directly to the underlying accounting and other records used to prepare the basic financial statements or to the basic financial statements themselves, and other additional procedures in accordance with auditing standards generally accepted in the United States of America. In our opinion, the combining and individual fund statements and schedules, capital assets used in the operation of governmental funds and the schedule of expenditures of federal/state awards is fairly stated in all material respects in relation to the financial statements taken as a whole.

The introductory and statistical sections have not been subjected to the auditing procedures applied in the audit of the basic financial statements and accordingly, we do not express an opinion or provide any assurance on them.

Other Reporting Required by *Government Auditing Standards*

In accordance with *Government Auditing Standards*, we have also issued our report dated January 30, 2014 on our consideration of the City's internal control over financial reporting and our tests of its compliance with certain provisions of laws, regulations, contracts and grants agreements and other matters. The purpose of that report is to describe the scope of our testing of internal control over financial reporting and compliance and the results of that testing, and not to provide an opinion on the internal control over financial reporting or on compliance. That report is an integral part of an audit performed in accordance with *Government Auditing Standards* in considering the City's internal control over financial reporting and compliance.

Collier, Johnson & Woods



MANAGEMENT'S DISCUSSION AND ANALYSIS

This section of the City of Corpus Christi's (City) annual financial report presents an overview, through management's discussion and analysis (MD&A), of the City's financial activities and performance during the fiscal year ended July 31, 2013. The MD&A should be read in conjunction with the transmittal letter found in the Introductory Section of this report and the accompanying financial statements and disclosure following this section.

FINANCIAL HIGHLIGHTS

Entity Wide

- Total net position of the City, excluding component units, were \$1.2 billion at July 31, 2013, an increase of \$73 million, or 6.6% compared to July 31, 2012. Of these assets, 88.5% are the net invested in capital assets and restricted with the remaining 11.5% unrestricted.
- Total net expenses over program revenue were \$1.6 million higher than prior year, reflecting net expenses of \$112.7 million at July 31, 2013 compared to \$111.2 million at July 31, 2012.
- Total general revenue and transfers, excluding component units, increased \$9 million from the prior year from \$176.7 million at July 31, 2012 to \$185.7 million at July 31, 2013, an increase of 5.1% due in part to a \$4.2 million increase in sales tax revenue and a \$3.2 million increase in property tax revenue.

Governmental Activities

- On a government-wide basis for governmental activities, the City had expenses net of program revenue of \$169.2 million at July 31, 2013, compared to \$169.0 million at July 31, 2012, representing a slight increase of 0.1% from the prior year. General revenues and transfers totaled \$206 million at July 31, 2013 compared to July 31, 2012 totals of \$196.3 million with an increase in net position at July 31, 2013 of \$36.8 million. At the end of fiscal year 2013, the City's governmental activities had \$471.3 million in total debt compared to \$407.8 million at July 31, 2012.

Business-Type Activities

- On a government-wide basis for business-type activities, program revenue net of expenses was \$56.4 million for fiscal year ended July 31, 2013 compared to \$57.8 million for 2012, representing a slight decrease of 2.4 % from the prior year. Net position increased by 4.7% from \$765.2 million at July 31, 2012 to \$801.4 million at July 31, 2013. At the end of fiscal year 2013, the business-type activities had \$936.5 million in total debt compared to \$830.4 million at July 31, 2012.

Bond Issues

- During the fiscal year ended July 31, 2013, the City issued \$82.0 million of general improvement bonds to fund projects approved in the November 2012 bond election; \$69.1 million of utility system junior lien revenue improvement bonds for improvements to the combined utility system; and \$5.99 million of certificates of obligation for improvements at the airport. The City also issued four series of refunding bonds: \$107.6 million of general obligation bonds, taxable series; \$29.9 million of general obligation bonds, tax-exempt series; \$29.1 million of sales tax revenue bonds (Seawall Project); and \$155.7 utility system junior lien bonds for a combined net present value savings of \$26.3 million.

General Fund

- At the end of the current fiscal year, unassigned fund balance for the General Fund was \$11.4 million, or 5.7% of the General Fund expenditures. This compares to an unassigned fund balance of \$7.6 million, or 4.0% of General Fund expenditures for fiscal year ended July 31, 2012.
- In 2012, the financial policies were modified to maintain a commitment for major contingencies of at least 10% and up to 25% of the total General Fund appropriations. The commitment was increased at July 31, 2013 from 14% to 19% of the total General Fund appropriations or \$40.4 million, an increase of \$11.7 million from the prior year.
- General Fund expenditures for the current year of \$200.7 million were 7.4% higher than the prior year expenditures of \$186.9 million.

USING THE FINANCIAL SECTION OF THIS COMPREHENSIVE ANNUAL FINANCIAL REPORT

This Comprehensive Annual Financial Report (CAFR) consists of four sections: introductory, financial, statistical, and single audit. As illustrated in the following chart, Figure 1, the financial section of this report has three components: *management's discussion and analysis* (this section), the *basic financial statements*, and *required supplementary information*.

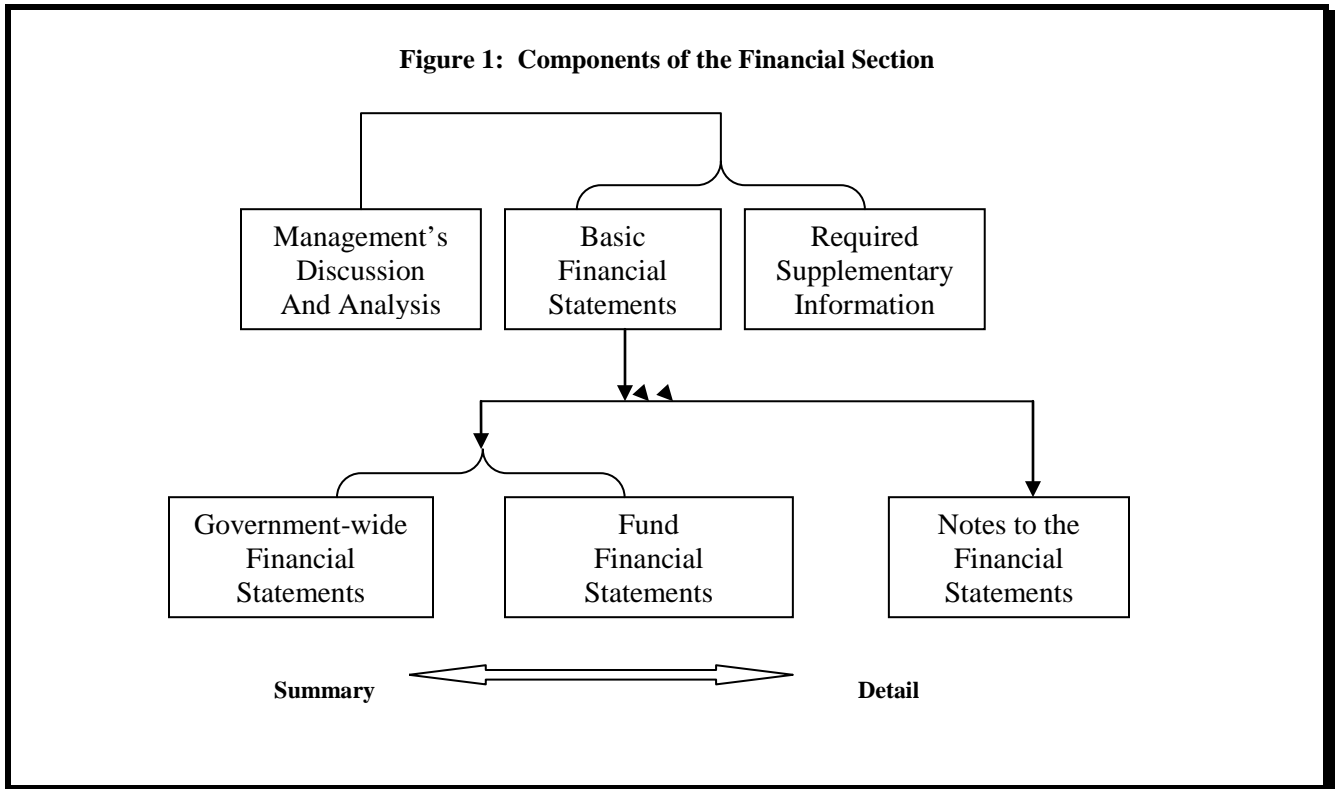


Figure 1 depicts how the required parts of this annual financial report are arranged and relate to one another. In addition to these required elements, a section with combining and individual fund financial statements and schedules that provides details about the non-major governmental funds and internal service funds is included.

OVERVIEW OF THE FINANCIAL STATEMENTS

The basic financial statements of the City of Corpus Christi are comprised of three elements:

1. Government-wide financial statements provide both long-term and short-term information about the City's overall financial condition. The *Statement of Net Position* and the *Statement of Activities*, which are the government-wide statements, report information about the City as a whole, and about its activities, in a way that provides information helpful in determining whether the City's financial condition has improved or deteriorated as a result of current year's activities. These statements are presented for both *governmental activities* and *business-type activities*. All assets and liabilities are reported using the accrual basis of accounting so the statements will provide readers with a broad overview of the City's finances, similar to

statements used by most private-sector companies. Legally separate *component units* (Coastal Bend Health Facilities Corporation and Corpus Christi Convention and Visitors Bureau) are also shown in these statements.

2. Fund financial statements provide a detailed short-term view of the City's operations, focusing on the most significant funds in greater detail than the government-wide statements. The three types of funds reported are:

- Governmental funds – General Fund, Debt Service Fund, Streets Capital Projects Fund, and other non-major funds consisting of special revenue funds, capital project funds, the other debt service funds, focus on how cash and other financial assets that can readily be converted to cash flow in and out and the balances left at year-end that are available for spending. The governmental funds statements provide the short-term view that helps determine whether there are more or fewer financial resources to be spent in the near future to finance the City's programs. Because the focus of governmental funds does not encompass the additional long-term focus of the government-wide financial statements, it is useful to compare the information presented for *governmental funds* with similar information presented for *governmental activities* in the government-wide financial statements. Both the governmental fund balance sheet and the governmental fund statement of revenues, expenditures, and changes in fund balances provide a reconciliation to facilitate this comparison between *governmental funds* and *governmental activities*.
- Proprietary funds – Enterprise funds and Internal Service funds are used to report services for which the City charges their customers, either internal or external, a fee. These funds, like the government-wide statements, provide both long-term and short-term financial information, however, in more detail. Enterprise funds are used to report the same functions presented as *business-type activities* in the government-wide financial statements, excluding Solid Waste Services, which is recorded in the General Fund. The City uses enterprise funds to account for its Utility System, Airport, Golf Courses, and Marina. Internal service funds are used to report activities that provide supplies and services for the City's various other programs and activities. The City uses internal service funds to account for Stores, Fleet Maintenance Services, Facilities Maintenance Service, Municipal Information Systems, Liability and Employee Benefits, and Engineering Services. Because these services predominantly benefit governmental rather than business-type functions, they have been included within *governmental activities* in the government-wide financial statements.
- Fiduciary funds – The City is trustee, or fiduciary, for certain amounts held on behalf of others or, because of an arrangement, can be used only for the trust beneficiaries. The City is responsible for ensuring that the assets reported in these funds are used for their intended purposes. A Deferred Compensation Plan and a Private Purpose Trust Fund are the City's two fiduciary activities and are reported in a separate statement of fiduciary net position and a statement of changes in fiduciary net position. These fiduciary activities are excluded from the City's government-wide financial statements because the City cannot use these assets to finance its operations.

3. Notes to the financial statements provide disclosures and additional information that are essential to the full understanding of the financial information presented in the government-wide and fund financial statements.

Following the notes to the financial statements is *required supplementary information (RSI)* that further explains and supports the information in the financial statements.

GOVERNMENT-WIDE FINANCIAL ANALYSIS

Net Position

At July 31, 2013, the net position for the City of Corpus Christi totaled \$1.2 billion, \$73.0 million higher than the prior year. The composition of the net position is \$382.6 million for governmental activities and \$801.4 million for business-type activities. The largest portion of the City's total net position, 79.8%, are invested in capital assets (e.g., land, infrastructure, buildings, machinery and equipment, and construction in progress), less any related debt used to acquire those assets that is still outstanding. The City has \$102.9 million in restricted net position for specific purposes in 2013, which is a \$6.7 million increase from 2012 due to an increase in sales tax revenue restricted for tourism purposes and crime control and prevention purposes and additional cash reserves required for new utility bond issues. The City's unrestricted net position, \$135.9 million for 2013, is used to finance day-to-day operations. The City has sufficient funds to meet requirements for cash outlays in the next fiscal year as well as the financial capacity to meet its long-term obligations, without major reductions in fund balances or net position.

Table 1 reflects a comparative summary of statement of net position for the City of Corpus Christi.

Table 1
Summary of Statement of Net Position
As of July 31, 2013 and 2012
(in 000's)

	Governmental Activities		Business-Type Activities		Total	
	2013	2012	2013	2012	2013	2012
Capital assets, net of accumulated depreciation	\$ 574,028	\$ 549,048	\$ 1,521,721	\$ 1,472,104	\$ 2,095,749	\$ 2,021,152
Other assets	398,842	328,674	276,891	174,204	675,733	502,878
Total assets	972,870	877,722	1,798,612	1,646,308	2,771,482	2,524,030
Long-term liabilities	542,778	475,053	965,271	855,985	1,508,049	1,313,060
Other liabilities	47,486	92,463	31,917	7,465	79,403	99,928
Total liabilities	590,264	531,918	997,188	881,070	1,587,452	1,412,988
Net position						
Net invested in capital assets	240,668	222,519	704,595	693,364	945,263	915,883
Restricted	89,423	85,446	13,455	10,689	102,878	96,135
Unrestricted	52,515	37,840	83,374	61,185	135,889	99,025
Total net position	\$ 382,606	\$ 345,805	\$ 801,424	\$ 765,238	\$ 1,184,030	\$ 1,111,043

Of the business-type activities, the Utility System fund is the largest operation at the City with total assets of \$1.58 billion, comprising 87.8% of all business-type activities total assets for 2013, increasing slightly from 87.6% in 2012. The Utility System fund net position was \$698.8 million which is 87.2% of total business-type activities net position for 2013, remaining relatively constant from the prior year.

Changes in Net Position

Table 2 reflects a comparative detail of changes in net position for the City of Corpus Christi.

Table 2
Changes in Net Position
For the Fiscal Years Ended July 31, 2013 and 2012
(in 000's)

	Governmental Activities		Business-Type Activities		Total	
	2013	2012	2013	2012	2013	2012
Revenue						
Program revenues						
Charges for services	\$ 60,607	\$ 54,169	\$ 254,319	\$ 255,452	\$ 314,926	\$ 309,621
Operating grants and contributions	12,516	14,697	1,579	1,320	14,095	16,017
Capital grants and contributions	7,646	4,841	19,797	9,858	27,443	14,699
Total program revenues	<u>80,769</u>	<u>73,707</u>	<u>275,695</u>	<u>266,630</u>	<u>356,464</u>	<u>340,337</u>
General revenue						
Property taxes	87,247	84,108	--	--	87,247	84,108
Sales taxes	83,650	79,404	--	--	83,650	79,404
Hotel occupancy taxes	13,175	12,052	--	--	13,175	12,052
Investment earnings	1,209	848	445	330	1,654	1,178
Total general revenue	<u>185,281</u>	<u>176,412</u>	<u>445</u>	<u>330</u>	<u>185,726</u>	<u>176,742</u>
Total revenues	<u>266,050</u>	<u>250,119</u>	<u>276,140</u>	<u>266,960</u>	<u>542,190</u>	<u>517,079</u>
Expenses						
General government	20,067	18,080	--	--	20,067	18,080
Police and municipal court	80,195	80,497	--	--	80,195	80,497
Fire and ambulance	48,997	45,749	--	--	48,997	45,749
Emergency management	506	508	--	--	506	508
Inspections	1,996	1,752	--	--	1,996	1,752
Streets	18,523	17,337	--	--	18,523	17,337
Health	6,835	6,813	--	--	6,835	6,813
Parks and recreation	18,659	17,861	--	--	18,659	17,861
Libraries	3,731	4,223	--	--	3,731	4,223
Museums	1,556	1,659	--	--	1,556	1,659
Community enrichment	2,743	4,274	--	--	2,743	4,274
Community development	13,218	11,085	--	--	13,218	11,085
Convention and visitors activities	18,022	16,057	--	--	18,022	16,057
Interest on long-term debt	14,875	16,786	--	--	14,875	16,786
Solid waste	--	--	25,722	23,495	25,722	23,495
Utilities	--	--	179,659	171,245	179,659	171,245
Airport	--	--	11,900	11,983	11,900	11,983
Golf centers	--	--	241	294	241	294
Marina	--	--	1,758	1,802	1,758	1,802
Total expenses	<u>249,923</u>	<u>242,681</u>	<u>219,280</u>	<u>208,819</u>	<u>469,203</u>	<u>451,500</u>
Excess revenues over expenses	16,127	7,438	56,860	58,141	72,987	65,579
Transfers	20,674	19,853	(20,674)	(19,853)	--	--
Increase in net position	<u>36,801</u>	<u>27,291</u>	<u>36,186</u>	<u>38,288</u>	<u>72,987</u>	<u>65,579</u>
Net position at beginning of year	<u>345,805</u>	<u>318,514</u>	<u>765,238</u>	<u>726,950</u>	<u>1,111,043</u>	<u>1,045,464</u>
Net position at end of year	<u>\$ 382,606</u>	<u>\$ 345,805</u>	<u>\$ 801,424</u>	<u>\$ 765,238</u>	<u>\$ 1,184,030</u>	<u>\$ 1,111,043</u>

Governmental Activities

As shown in Table 2, there was a \$36.8 million increase in net position for governmental activities in 2013 as compared to a \$27.3 million net increase for 2012. For fiscal year ended July 31, 2013, revenues totaled \$266.1 million compared to \$250.1 million in the prior year, an increase of \$16.0 million or 6.4%. Both program revenues and general revenue increased from the prior year reflecting a rebound in the economy due, in part, to the increased Eagle Ford Shale oil and gas activity in the area. During 2013 five new developments were initiated, increasing contributions for infrastructure by \$2.7 million. Four of the five developments have since been completed. General revenues increased by \$8.9 million due to a \$3.1 million increase in property tax revenue, \$4.2 million increase in sales tax revenue, and a \$1.1 million increase in hotel occupancy tax.

Expenses for governmental activities totaled \$249.9 million in 2013 compared to \$242.7 million in 2012, an increase of \$7.2 million. This increase can be attributed, in part, to a 2% across-the-board pay increase for all general employees in August 2012 resulting in added costs of \$1.8 million; a 2% increase for fire sworn personnel resulting in an increase cost of \$700 thousand; and a 4% increase for police sworn personnel resulting in an increase cost of \$1.2 million. A new contract for the fire sworn personnel began in August 2012. This new contract resulted in the City's health insurance costs to increase by \$1.9 million due to a 14.6% premium increase and a contractual commitment to pay 100% of the fire sworn employee health costs versus 50% in the prior year. Overtime for fire employees was \$1.1 million higher than 2012 due to staffing shortages. Additionally, the Corpus Christi Business and Job Development Corporation paid out an additional \$3.1 million in incentives over the prior year, and \$700 thousand of additional costs paid for convention promotion.

Business-Type Activities

As shown in Table 2, the net position for business-type activities for 2013 increased \$36.2 million, a 5.5% increase from the prior year. For 2013, revenues for business-type activities increased by \$9.1 million from the prior year: \$276.1 million for 2013 compared to \$267.0 million for 2012.

Revenues for the City's business-type activities are associated with operating activities accounted for in the enterprise funds, the largest activity being the utilities (74.5%) which consists of the gas, water, and wastewater systems. Charges for services for the utilities decreased by \$1.1 million from 2012 to 2013 due to the implementation of drought conservation measures in fiscal year 2013 that resulted in lower residential water consumption. Operating grants and contributions remained relatively constant from 2012 to 2013 with a slight increase of \$259 thousand. Capital contributions increased by \$9.9 million from the prior year due to a \$5.5 million increase in contributions from developers for the water fund and a \$720 thousand increase for the Wastewater Fund. In addition to updated unit costs being used to calculate the value of these contributions in 2013, the Water Department added 79,130 feet of water mains in 2013, as well as 468 gate valves, 90 fire hydrants, and 548 pre-taps. Additionally the Wastewater Department added an increase of 12,712 feet of lines in 2013 at an increased cost of 2.5% per foot. Additionally, contributions from other governmental agencies at the Airport increased by \$3.2 million due to increase funding by the Federal Aviation Administration (FAA) to fund a runway extension project.

Expenses reported in the business-type activities increased by \$10.5 million from 2012 to 2013. The major expense reported in the business-type activities was utilities (81.9%), reflecting \$179.7 million in 2012 compared to \$171.2 million in 2012. Expenses for the utilities increased by \$8.5 million from the prior year due in part to a \$3.5 million increase in debt payments for three bond issuances with payments beginning in 2013. Depreciation expense increased in the utilities by

\$3.7 million. Additionally, natural gas purchases increased by \$2.8 million from the prior year. This cost, however, is a pass-through cost and is recaptured through revenue. Expenses for Solid Waste increased \$2.2 million from the prior year due to increased closure/post-closure costs for the landfill.

FINANCIAL ANALYSIS OF THE CITY'S GOVERNMENTAL FUNDS

Governmental Funds

- Total assets of the General Fund increased \$14.5 million from the prior year, reporting \$68.2 million in 2013 compared to \$53.7 million in 2012. Cash, cash equivalents and investments reflect \$51.5 million or 75.6% of total assets with net receivables reporting \$14.4 million, or 21.1% of the total. The majority of the net receivables balance was in property taxes receivables, solid waste receivables, demolition liens, and intergovernmental receivables attributed to sales tax. Some of these receivables are deferred.
- Total liabilities of the General Fund decreased \$1.2 million from the prior year reporting \$14.6 million in 2013 and \$15.8 million in 2012.
- General Fund revenues reflect a \$9.4 million increase from 2012 revenues. Sales tax revenue increased by \$4.4 million in 2013 from \$50.7 million in 2012 to \$55.1 million in 2013, an increase of 8.7%. Total property taxes increased \$2.3 million from \$58.2 million in 2012 to \$60.5 million in 2012. This increase is due to a resurge in the economy in Corpus Christi caused in part by the increased Eagle Ford Shale oil and gas activity in the area. Additionally General Fund transfers increased by \$5.8 million of which \$5.4 million is due to a one-time rebate from the Liability and Employee Benefits Fund.
- The General Fund's unassigned fund balance increased by \$3.9 million from 2012. Committed for major contingencies increased by \$11.7 million in 2013 from \$28.7 million in 2012 to \$40.4 million in 2013. The financial policies were modified in 2012 to reflect a goal to build and maintain the commitment for major contingencies to be at least 10% and up to 25% of the total annual General Fund appropriations. The commitment was increased at July 31, 2013 from 14% to 19% of the total annual general fund appropriations in the General Fund.
- The Debt Service Fund's committed fund balance decreased by \$1.3 million, reporting a balance of \$15.5 million in 2013. This was a planned decrease to use fund balance to offset any potential property tax increases in 2013.
- The Streets Capital Projects Fund increased its fund balance by \$32.1 million in 2013. In 2013, the fund received \$63.9 million in general obligation bond proceeds to fund street improvements approved from the bond election held in November 2012. The fund spent \$33.1 million on capital projects during year. Total fund balance was \$93.0 million at July 31, 2013, increasing \$32.1 million from 2012.

Non-major Governmental Funds

Funds comprising the non-major governmental category are special revenue, capital projects funds and debt service funds from the Corpus Christi Business and Job Development Corporation. The combined fund balance for all non-major governmental funds for 2013 was \$145.3 million, as compared to \$119.3 million from 2012. This represents a \$26.0 million increase or 21.8%. \$20.3 million of the increase in fund balance is attributed to borrowing for Bond 2012 projects recorded

in the capital project funds during 2013. Of note, the fund balance in the Visitors' Facilities Fund increased by \$1.2 million from 2012, and the Hotel Occupancy Tax Fund increased its fund balance by \$1.5 million. These increases are a result of a stronger economy in Corpus Christi in 2013. The Crime Control and Prevention District also experienced an increase in its fund balance from \$2.8 million in 2012 to \$3.8 million in 2013 or 35.7%. This increase was mainly due to the increased sales tax collections in 2013, again signifying a stronger economy.

CAPITAL ASSET AND DEBT ADMINISTRATION

Capital Assets

As shown in Table 3, at the end of 2013 the City had invested over \$2.1 billion in a broad range of capital assets, including Police and Fire equipment, buildings, park facilities, roads and bridges, and its Utility System and Airport. This amount represented a net increase of \$74.6 million, or 3.7% over last year. The governmental activities increased by \$25.0 million from the prior year. This increase included \$51.6 million in additions less \$25.6 million of depreciation expense and \$954 thousand for retirements in 2013. The additions were due mainly to an increase in infrastructure (\$34.3 million) for streets associated with Bond 2008 projects being completed in 2013. The business-type activities increased by \$74.6 million in 2013. This increase included \$97.3 million in additions less \$46.6 million of depreciation expense and \$1.2 million in retirements. The majority of the increase in infrastructure was associated with Utility System improvements. (See Note 8 of the Financial Statements for more details on capital assets.)

Table 3
Capital Assets (net of depreciation) at July 31, 2013 and 2012
(in 000's)

	Governmental Activities		Business-Type Activities		Total		% Change 2012-2013
	2013	2012	2013	2012	2013	2012	
Land	\$ 60,129	\$ 59,075	\$ 36,433	\$ 36,443	\$ 96,562	\$ 95,518	1.1%
Water rights	--	--	196,510	198,421	196,510	198,421	-1.0%
Buildings	143,258	145,863	51,104	52,578	194,362	198,441	-2.1%
Improvements	96,018	98,331	244,033	253,549	340,051	351,880	-3.4%
Equipment	26,348	27,652	18,130	16,912	44,478	44,564	-0.2%
Infrastructure	180,847	146,552	795,280	769,716	976,127	916,268	6.5%
Construction in progress	67,416	71,575	180,231	144,485	247,647	216,060	14.6%
Total	<u>\$ 574,016</u>	<u>\$ 549,048</u>	<u>\$ 1,521,721</u>	<u>\$ 1,472,104</u>	<u>\$ 2,095,737</u>	<u>\$ 2,021,152</u>	3.7%

Long-term Liabilities

Table 4 shows that total long-term liabilities increased \$177 million in 2013, from \$1.3 billion to \$1.5 billion, or 13.3%. Governmental activities reported a net increase in long-term liabilities of \$67.7 million or 14.3% which reflects the adding of \$209.3 million of debt, paying down of \$145.9 million of debt, and increasing other long-term liabilities by \$4.3 million due mainly to the reduced funding levels for retirement. Business-type activities reported an increase in long-term liabilities of \$109.3 million or a 12.8% increase from 2012 due to the adding of \$306.9 million of debt, the paying down of debt of \$200.8 million, and increasing other long-term liabilities of \$3.1 million due mainly to reduced funding levels for retirement.

Table 4
Long-Term Liabilities at July 31, 2013 and 2012
(in 000's)

	Governmental Activities		Business-Type Activities		Total		% Change 2012-2013
	2013	2012	2013	2012	2013	2012	
General obligation bonds	\$ 341,945	\$ 251,195	\$ 67,765	\$ 18,220	\$ 409,710	\$ 269,415	52.1%
Certificates of obligation	11,628	32,822	19,667	59,388	31,295	92,210	-66.1%
Revenue bonds	86,070	94,485	--	--	86,070	94,485	-8.9%
Utility priority revenue bonds	--	--	443,705	576,810	443,705	576,810	-23.1%
Utility junior lien revenue bonds	--	--	216,735	--	216,735	--	--
Capital leases	5,826	7,339	8,158	6,860	13,984	14,199	-1.5%
Other notes	9,055	10,665	148,594	152,513	157,649	163,178	-3.4%
Deferred amounts	16,760	11,332	21,920	6,606	38,680	17,938	115.6%
Total debt	<u>471,284</u>	<u>407,838</u>	<u>926,544</u>	<u>820,397</u>	<u>1,397,828</u>	<u>1,228,235</u>	13.8%
Accumulated compensated							
absences	36,775	37,307	3,880	3,760	40,655	41,067	-1.0%
Landfill closure cost	--	--	25,307	24,219	25,307	24,219	4.5%
Net pension obligation	23,779	18,865	8,879	7,006	32,658	25,871	26.2%
Net OPEB obligation	10,940	11,043	661	603	11,601	11,646	-0.4%
Total long-term liabilities	<u>\$ 542,778</u>	<u>\$ 475,053</u>	<u>\$ 965,271</u>	<u>\$ 855,985</u>	<u>\$ 1,508,049</u>	<u>\$ 1,331,038</u>	13.3%

During the fiscal year, the City completed seven bond issuances to fund projects approved by the citizens as a result of the November 2012 bond election; to fund utility projects planned and approved during the last fiscal year; to fund a runway safety project at the airport; and to refund outstanding debt for utilities, general obligation, and seawall sales tax bonds to benefit from lower interest rates.

In July 2012, the Corpus Christi Business and Job Development Corporation issued \$29.1 million of Sales Tax and Revenue Refunding Bonds, Series 2012 (Seawall Project) to realize savings of annual debt payments and to take advantage of low interest rates. Savings realized by the refunding was a net present value savings of \$5.0 million. The interest rates for these bonds range from 3.125% to 5.00%. Although these bonds were sold in fiscal year 2012, they were funded in fiscal year 2013, and are, therefore, included in the financial statements for 2013.

In August 2012, the City issued \$6.0 million of Combination Tax and Surplus Airport Revenue Certificates of Obligation, Series 2012 to fund a runway safety project at the Corpus Christi International Airport. This debt is backed by ad valorem taxes but has a secondary backing of Airport revenue. The interest rates range from 3.12% to 5.00%.

In December 2012, the City issued three series of refunding bonds. The first refunding was an issuance of \$29.9 million of General Improvement Refunding Bonds, Series 2012C to refund four prior bond issuances for a net present value savings of \$5.1 million or 15.05%. The interest rates range from 2.00% to 5.00%. The second refunding was an issuance of \$107.7 million of General Improvement Refunding Bonds, Taxable Series 2012 to refund five prior bond issuances relating to the City's landfill for a net present value savings of \$4.3 million or 4.51%. The interest rates range from .029% to 4.03%. The third refunding was an issuance of \$155.7 million of Utility System Junior Lien Revenue and Refunding Bonds, Series 2012 to refund four prior bond issuances for a net present value savings of \$11.9 million. The interest rates range from 2.00% to 5.00%.

In 2013, the City Council created a junior lien revenue finance program for the City's utility system. Junior lien bonds are secured by net revenues of the City's combined utility system after payment of priority lien bonds but do not require that the City fund a debt service reserve fund (so long as minimum debt service coverage ratios are maintained) nor maintain annual debt service coverage ratios at the levels required for the priority lien bonds. These factors can relieve pressure on utility rates by not requiring additional debt proceeds or cash-on-hand to be tied up in a reserve. The utility refunding bond issuance from December 2012 could not have been achieved by issuing priority bonds because funding the debt reserve would have resulted in a loss to the City of \$4.5 million. Instead, the City realized over \$11.9 million in net present value savings by issuing junior lien bonds. Additionally the City issued \$69.1 million of Utility System Junior Lien Revenue Improvement Bonds, Series 2012 in December 2012 to finance planned utility system capital improvements. These bonds are backed by revenue generated from the combined utility system. The interest rates for these bonds range from 2.00% to 5.00%. These junior lien utility bonds saved the City \$3.0 million over the term of the bonds as compared to issuing priority lien bonds due mainly to reduce cash reserve requirements.

In July 2013, the City issued \$82.0 million of General Improvement Bonds, Series 2013 to fund projects authorized by the voters on November 6, 2012. This issuance added \$55.0 million of bond dollars for street improvements; \$4.75 million for service center improvements; \$16.0 million for parks and recreation improvements; \$2.3 million for museum and library improvements; \$820 thousand for public health improvements; \$700 thousand for public safety improvements; and \$8.4 million for economic development projects (including improvements to North Beach). This debt is backed by ad valorem taxes. No tax rate increase is needed to fund the street improvements but voters approved an ad valorem tax rate increase of \$0.1824 to fund the remaining projects. The interest rates range from 2.00% to 5.00%.

The net pension obligation increased from \$25.9 million in 2012 to \$32.7 million in 2013, a 26.3% increase due to reduced funding levels to the Texas Municipal Retirement System (TMRS). In calendar year 2011, the City Council approved an ordinance to change the "annually repeating" feature of the City's plan regarding updated service credits and 70% consumer price index (CPI) increases for annuitants to "ad hoc" (one time only basis) - thereby reducing the City's full contribution rate for subsequent years. The rate for calendar year 2012 fell to 10.33% using the "ad hoc" methodology and fell again to 10.03% in 2013. However, these provisions are considered to be substantively automatic due to contract provisions with the Corpus Christi Police Officers' Association; so the full TMRS rate of 20.90% for 2013 has been expensed in the current year, and the net pension obligation has been increased by \$6.7 million for a total pension obligation of \$32.7 million. It should be noted that the City elected to fund the City's contribution at a higher rate than the TMRS minimum funding requirement of 10.03%. In January 2010, the City began funding at 14.80%. The unfunded actuarial accrued liability for the City at July 31, 2013 is \$259.5 million. (See Note 9 Employee Retirement Benefits in the Financial Statements.)

The net OPEB (other post-employment benefits) obligation decreased by \$45.0 million from 2012 to 2013. An actuarial valuation was obtained and determined that the total annual required contribution (ARC) for the City at July 31, 2013 was \$679 thousand, a slight increase of \$16 thousand from 2012. In an effort to reduce the City's liability, general retirees and public safety retirees that are Medicare-eligible were enrolled in a separate Medicare insurance plan last fiscal year and were no longer covered by the City's insurance. Effective October 1, 2012, the Medicare eligible fire retirees did the same. This change of moving all Medicare-eligible retirees to a

separate Medicare insurance plan resulted in a significant decrease in the net OPEB obligation for 2013. The unfunded actuarial accrued liability for the City at July 31, 2012, most recent validation date, is \$12.7 million. (See Note 10 Post-Employment Health Care Benefits in the Financial Statements.)

Additionally, the landfill closure cost increased by \$1.09 million from 2012 due mainly to changes in the estimates for the closure/post-closure costs for the Cefe Valenzuela landfill. (See Note 13 Long-Term Obligations in the Financial Statements.)

Bond Ratings

The City's bond ratings from each of the three rating agencies were reaffirmed in fiscal year 2013. The unenhanced bond ratings for general obligation bonds were assigned Aa2 from Moody's Investors Service, Inc. (Moody's), AA- from Standard & Poor's Ratings Service (S&P), and AA from Fitch Ratings (Fitch). The City's unenhanced bond ratings for 2013 for the primary lien utility revenue bonds were assigned Aa3 from Moody's, A+ from S&P, and AA- from Fitch. The City's unenhanced bond ratings for the junior lien utility revenue bonds established in 2013 were A by S&P, A+ by Fitch, and by A1 by Moody's. The unenhanced bond ratings for the Corpus Christi Business and Job Development's sales tax revenue bonds were A1 from Moody's, A+ from S&P, and AA- from Fitch. Moody's upgraded this bond rating in December 2013 from A2 to A1.

GENERAL FUND BUDGETARY HIGHLIGHTS

The financial policies of the City dictate that current budgeted revenues will equal or exceed current budgeted expenditures. In 2012, the financial policies were modified to reflect a goal to build and maintain the commitment for major contingencies of at least 10% and up to 25% of the total annual General Fund appropriations. The commitment was increased at July 31, 2013 from 14% in 2012 to 19% of the total annual General Fund appropriations in 2013.

Exhibit 3 of the Financial Statements reflects the budget to actual budget basis comparisons for the General Fund. The originally adopted General Fund revenue budget (including transfers in) of \$206.4 million was amended by the City Council during 2013 resulting in a net increase in revenue of \$3.95 million. Major amendments included increasing revenue in the amount of \$3.8 million for one-time rebates of excess contributions from the Liability and Employee Benefits Fund. The originally adopted General Fund expenditure budget (including transfers out) of \$205.2 million was amended by the City Council during 2013 resulting in a net increase in expenditures of \$4.6 million. Major amendments included \$2.7 million of encumbrances carried forward into 2013; \$1.2 for the purchase of vehicle recording equipment for police vehicles; and \$550 thousand for a pavement repair project. (See Note 6 Budgetary Data in the Financial Statements for more detail of budget changes.)

Budgetary Variances

General Fund actual budget basis revenue for 2013 of \$205.8 million was \$5.8 million over the final budgeted amount. Taxes and business fees were \$134.3 million in 2013, a \$7.6 million increase from the prior year, and \$2.4 million over budget. Included in this classification is sales tax which was budgeted in 2013 with an increase of 6% over the prior year's estimated collections. However, actual sales tax revenue in 2013 was 8.6% over the prior year due to the economy remaining strong. Total charges for services totaled \$58.2 million in 2013, as compared to \$58.5 million from the prior year and the \$56.5 million budget. Charges for solid waste services were \$1.3 million over the budget. The increase can be attributed in part to residential refuse collection

fees, commercial and industrial refuse collection fees, and refuse disposal charges being \$878 thousand over budget. Total fines and forfeitures totaled \$5.1 million in 2013, which represented a \$720 thousand increase from 2012 and a \$785 thousand increase from budget. This was primarily due to a renewed focus within the police department to be more stringent in enforcing vehicular laws; thus resulting in more moving violation fines.

General Fund actual budget basis expenditures for 2013 of \$185.7 million were \$3.9 million under the amended budget amount of \$189.6. Main contributing factors were salary savings in the general government departmental expenditures resulting in \$1 million in salary savings. \$2.4 million had been budgeted in reserve appropriation in the General Fund but was not expended. Of this amount \$1.5 million will be encumbered for future pay equity adjustments. Additionally, municipal court realized salary savings of \$220 thousand and deferred the \$600 thousand purchase of court software into 2014.

ECONOMIC FACTORS AND NEXT YEAR'S BUDGET AND RATES

- The unemployment rate for Corpus Christi dropped to 5.8% in July 2013 from 6.6% in July 2012. In November 2013, the unemployment rate dropped to 5.5%, which was below the 6.1% unemployment rate for the State of Texas and below the 7.0% national unemployment rate.
- For fiscal year 2013-2014, the Certified Net Assessed Taxable Value experienced an increase of 4.5% to \$15 billion. The adopted tax rate for fiscal year 2013-2014 is \$0.585264 per \$100 valuation which includes a voter-approved rate increase to fund Bond 2012 projects. The Maintenance and Operations (M&O) rate is \$0.376806 per \$100 valuation, and the Debt Service rate is \$0.208458 per \$100 valuation, which reflects the voter approved increase of \$0.01824.
- The City of Corpus Christi has appropriated total revenues and expenditures for fiscal year 2013-2014 of \$772.9 million and \$771.4 million, respectively. Included for the General Fund are revenues budgeted at \$212.8, which is a \$6.4 million increase over the adopted General Fund budget of \$206.4 million for fiscal year 2012-2013. Ad valorem tax revenue is budgeted at a 5% increase from the prior year which is estimated to generate an additional \$2.7 million. Sales tax revenue is budgeted at a 5% increase over the current year's estimate and is anticipated to generate an additional \$4.6 million.
- Included for the General Fund are expenditures budgeted at \$212.8, which is a \$7.6 million increase over the adopted General Fund budget of \$205,194,507 for fiscal year 2012-2013. The increases are the result of a 4% contractual pay increase for the police sworn officers and 2% increase for fire sworn personnel totaling \$2.7 million. \$500 thousand is included to resolve salary inequity issues. A competitive assessment was done on the solid waste department in fiscal year 2012-2013, and the 2014 budget includes some of the recommendations including the implementation of an equipment replacement program at a cost of \$500 thousand and the purchase of route optimization software at a cost of \$300 thousand. The total budget for the solid waste department increased by \$2.1 million from the prior year. Additional resources were also budgeted in fiscal year 2013-2014 for Community Development (\$220 thousand) and Animal Control (\$200 thousand).
- In January 2014, a new charge for a street maintenance fee was implemented. Most residents will pay a flat \$5.38 per month, while commercial accounts and nonresidential properties will

be assessed a fee based on a formula of square footage and customer traffic. It is anticipated that this fee will generate about \$11.4 million annually. However since this fee was implemented half-way during the fiscal year, the 2014 budget includes \$5.7 million of revenue.

- A 5.85% average water rate increase for residential customers, 8.67% wastewater rate increase, and 2.50% gas rate increase have been programmed for fiscal year 2013-2014 based upon capital budget discussions and directives from City Council. This will be the sixth year that the water utility is utilizing a revised rate schedule, designed to charge customers for the cost of service received.

CITY'S FINANCIAL MANAGEMENT

This financial report is designed to provide the City Council, citizens, taxpayers, customers, bondholders, creditors, and other governmental sectors with a general overview of the City's financial condition and to demonstrate the City's accountability for the funds it receives.

If you have any questions about this report or need additional information, contact:

The City of Corpus Christi
Director of Financial Services
P. O. Box 9277
Corpus Christi, TX 78469-9277

(361) 826-3613
(361) 826-3601 (fax)

or visit our web site at: **www.cctexas.com**

**STATEMENT OF NET POSITION
JULY 31, 2013**

	Primary Government			Component Units
	Governmental Activities	Business-Type Activities	Total	
ASSETS				
Cash and cash equivalents (Note 5)	\$ 71,445,811	\$ 33,705,894	\$ 105,151,705	\$ 970,841
Investments (Note 5)	82,523,043	68,482,972	151,006,015	--
Receivables, net of allowance for uncollectibles (Note 7)	13,166,273	30,289,548	43,455,821	560
Inventories	1,904,633	601,723	2,506,356	--
Prepaid items	2,800,396	30	2,800,426	88,302
Restricted assets				
Cash and cash equivalents (Note 5)	89,338,867	40,718,844	130,057,711	--
Investments (Note 5)	108,504,980	95,518,062	204,023,042	--
Receivables, net of allowance for uncollectibles (Note 7)	22,921,354	171,156	23,092,510	--
Prepaid items	82,778	--	82,778	--
Advances to (from) other funds (Note 15)	702,413	(702,413)	--	--
Bond issue costs	5,195,870	8,105,199	13,301,069	--
Other property	255,704	--	255,704	--
Capital assets, net of accumulated depreciation (Note 8)				
Land and construction in progress (Note 8) and amortization (Note 8)	127,544,970 446,482,558	216,663,981 1,305,057,431	344,208,951 1,751,539,989	191,887 --
Total assets	<u>972,869,649</u>	<u>1,798,612,427</u>	<u>2,771,482,076</u>	<u>1,251,590</u>
LIABILITIES				
Accounts payable	11,848,186	15,115,031	26,963,217	362,544
Accrued expenses	9,859,119	4,610,045	14,469,164	--
Accrued interest	4,609,455	3,327,083	7,936,538	--
Contractor interest and retainage payable	1,591,860	7,658,439	9,250,299	--
Deposits	1,472,002	649,581	2,121,583	--
Liability to claimants - escheat property	94,073	122,575	216,648	--
Due to other governmental agencies	543,852	--	543,852	--
Unearned revenue	5,186,036	434,143	5,620,179	--
Current portion of estimated claims liability (Note 11)	5,656,313	--	5,656,313	--
Current portion of long-term liabilities (Note 13)				
Long-term debt	28,780,359	45,202,757	73,983,116	--
Landfill closure cost	--	689,777	689,777	--
Accumulated unpaid compensated absences	9,824,138	2,200,156	12,024,294	--

(Continued)

Exhibit 1-A

	Primary Government			Component Units
	Governmental Activities	Business-Type Activities	Total	
Estimated liability claims, excluding current portion (Note 11)	6,624,845	--	6,624,845	--
Long-term liabilities, excluding current portion (Note 13)				
Long-term debt	442,503,790	881,341,228	1,323,845,018	--
Landfill closure cost	--	24,616,654	24,616,654	--
Accumulated unpaid compensated absences	26,950,542	1,680,749	28,631,291	--
Net pension obligation (Note 9)	23,779,288	8,879,072	32,658,360	--
Net OPEB obligation (Note 10)	10,939,953	660,692	11,600,645	--
Total liabilities	<u>590,263,811</u>	<u>997,187,982</u>	<u>1,587,451,793</u>	<u>362,544</u>
NET POSITION				
Net invested in capital assets	240,668,349	704,595,166	945,263,515	191,887
Restricted for				
Vital statistics records retention	232,224	--	232,224	--
Passenger facility charges projects	--	2,109,456	2,109,456	--
Bond interest and redemption	1,500,000	7,880,667	9,380,667	--
Municipal and Juvenile Court	598,578	--	598,578	--
Fire contribution trust	5,585	--	5,585	--
PEG equipment and facilities	452,377	--	452,377	--
Tourism	4,106,016	--	4,106,016	--
Traffic safety programs	269,194	--	269,194	--
State and federal grant programs	1,288,631	--	1,288,631	--
Parks and recreation	1,635,620	--	1,635,620	--
Infrastructure development	2,206,197	--	2,206,197	--
Loans	15,012,549	--	15,012,549	--
Crime control and prevention	3,834,421	--	3,834,421	--
Business and job development	53,952,594	--	53,952,594	--
Tax increment zone improvements	4,328,922	--	4,328,922	--
Improvements to utility lines and facilities	--	3,369,123	3,369,123	--
Abatement of public health hazards	--	95,500	95,500	--
Law enforcement officers' standards and education	--	717	717	--
Unrestricted	<u>52,514,581</u>	<u>83,373,816</u>	<u>135,888,397</u>	<u>697,159</u>
Total net position	<u>\$ 382,605,838</u>	<u>\$ 801,424,445</u>	<u>\$ 1,184,030,283</u>	<u>\$ 889,046</u>

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

**STATEMENT OF ACTIVITIES
YEAR ENDED JULY 31, 2013**

	<u>Expenses</u>	<u>Charges for Services</u>
Primary government		
Governmental activities		
General government	\$ 20,066,766	\$ 24,054,154
Police and municipal court	80,194,663	14,174,004
Fire and ambulance	48,997,146	6,774,122
Emergency management	505,811	--
Inspections	1,995,533	--
Streets	18,523,334	1,491,186
Health	6,835,120	1,996,477
Parks and recreation	18,659,058	3,671,972
Libraries	3,731,475	163,995
Museums	1,555,994	420,632
Community enrichment	2,742,906	--
Community development	13,218,255	3,464,736
Convention and visitor activities	18,022,411	4,396,080
Interest on long-term debt	14,875,186	--
Total governmental activities	<u>249,923,658</u>	<u>60,607,358</u>
Business-type activities		
Solid Waste	25,721,265	37,122,282
Utilities		
Water	102,157,760	117,230,520
Gas	28,564,940	28,950,470
Wastewater	48,937,097	59,323,805
Airport	11,899,650	9,489,991
Golf centers	241,504	350,592
Marina	1,757,820	1,851,612
Total business-type activities	<u>219,280,036</u>	<u>254,319,272</u>
Total primary government	<u>\$ 469,203,694</u>	<u>\$ 314,926,630</u>
Component units		
Convention and visitor activities	<u>3,900,203</u>	<u>228,119</u>

Exhibit 1-B

Program Revenue		Net (expense) revenue and changes in net assets			
Operating Grants and Contributions	Capital Grants and Contributions	Governmental Activities	Business-type Activities	Total	Component Units
\$ 85,600	\$ 72,716	\$ 4,145,703	\$ --	\$ 4,145,703	
2,603,698	54,257	(63,362,704)	--	(63,362,704)	
1,523,896	134,396	(40,564,732)	--	(40,564,732)	
190,825	--	(314,986)	--	(314,986)	
--	--	(1,995,533)	--	(1,995,533)	
338,454	4,053,938	(12,639,756)	--	(12,639,756)	
1,651,404	--	(3,187,239)	--	(3,187,239)	
2,426,899	134,581	(12,425,606)	--	(12,425,606)	
6,117	230	(3,561,133)	--	(3,561,133)	
413	--	(1,134,949)	--	(1,134,949)	
1,620,216	795,397	(327,293)	--	(327,293)	
2,052,347	1,974,108	(5,727,064)	--	(5,727,064)	
16,188	57,225	(13,552,918)	--	(13,552,918)	
--	369,082	(14,506,104)	--	(14,506,104)	
<u>12,516,057</u>	<u>7,645,930</u>	<u>(169,154,314)</u>	<u>--</u>	<u>(169,154,314)</u>	
236	--	--	11,401,253	11,401,253	
685,192	8,283,566	--	24,041,518	24,041,518	
208,044	139,399	--	732,973	732,973	
523,737	2,451,822	--	13,362,267	13,362,267	
161,591	8,922,328	--	6,674,260	6,674,260	
--	--	--	109,088	109,088	
--	(185)	--	93,607	93,607	
<u>1,578,800</u>	<u>19,796,930</u>	<u>--</u>	<u>56,414,966</u>	<u>56,414,966</u>	
<u>\$ 14,094,857</u>	<u>\$ 27,442,860</u>	<u>(169,154,314)</u>	<u>56,414,966</u>	<u>(112,739,348)</u>	
<u>142,000</u>	<u>--</u>				<u>\$ (3,530,084)</u>
General revenue					
Taxes					
Property taxes, levied for general purposes		60,568,518	--	60,568,518	--
Property taxes, levied for debt service		26,678,937	--	26,678,937	--
Sales taxes		83,650,264	--	83,650,264	--
Hotel occupancy taxes		13,174,824	--	13,174,824	--
Unrestricted investment earnings		1,208,748	445,360	1,654,108	1,291
Payments from primary government		--	--	--	3,746,662
Transfers		20,674,272	(20,674,272)	--	--
Total general revenue and transfers		<u>205,955,563</u>	<u>(20,228,912)</u>	<u>185,726,651</u>	<u>3,747,953</u>
Changes in net position		36,801,249	36,186,054	72,987,303	217,869
Net position at beginning of year		<u>345,804,589</u>	<u>765,238,391</u>	<u>1,111,042,980</u>	<u>671,177</u>
Net position at end of year		<u>\$ 382,605,838</u>	<u>\$ 801,424,445</u>	<u>\$ 1,184,030,283</u>	<u>\$ 889,046</u>

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

**GOVERNMENTAL FUNDS
BALANCE SHEET
JULY 31, 2013**

	<u>General</u>	<u>Debt Service</u>	<u>Street Capital Projects</u>	<u>Other Governmental Funds</u>
ASSETS				
Cash and cash equivalents (Note 5)	\$ 20,551,365	\$ 1,501,869	\$ 51,260,646	\$ 66,043,394
Investments (Note 5)	30,992,412	14,002,576	47,000,830	65,031,173
Receivables, net of allowance for uncollectibles (Note 7)	14,378,976	785,315	1,007,887	24,082,173
Due from other funds (Note 15)	25,542	--	--	179,389
Inventories	497,366	--	--	142,347
Prepaid items	49,477	--	--	429,131
Advances to other funds (Note 15)	1,702,413	--	--	--
Other assets	--	--	--	205,833
	<u>\$ 68,197,551</u>	<u>\$ 16,289,760</u>	<u>\$ 99,269,363</u>	<u>\$ 156,113,440</u>
LIABILITIES AND FUND BALANCES				
Liabilities				
Accounts payable	\$ 2,676,905	\$ --	\$ 4,800,974	\$ 2,952,412
Accrued liabilities	8,727,216	--	--	692,620
Contractor interest and retainage payable	--	--	1,157,522	434,338
Deposits	615,416	--	353,400	707,237
Liability to claimants - escheat property	73,035	--	--	--
Due to other funds (Note 15)	179,389	--	--	25,542
Due to other governmental agencies	211,605	--	--	332,247
Advance from other funds (Note 15)	--	--	--	1,000,000
Deferred revenues	2,121,268	776,926	--	4,673,747
Total liabilities	<u>14,604,834</u>	<u>776,926</u>	<u>6,311,896</u>	<u>10,818,143</u>
Fund balances				
Nonspendable				
Inventory	497,367	--	--	142,347
Prepaid items	3,924	--	--	429,131
Advances to other funds	801,689	--	--	--
Total nonspendable	<u>1,302,980</u>	<u>--</u>	<u>--</u>	<u>571,478</u>
Restricted				
Vital statistic record retention	232,224	--	--	--
Municipal and Juvenile Court				
Municipal Court building security	--	--	--	120,101
Municipal Court technology	--	--	--	170,567
Judicial/Court improvements	41,277	--	--	--
Juvenile Court case manager	--	--	--	266,633
Fire contribution trust	5,585	--	--	--
PEG equipment and facilities	19,768	--	--	432,609
Tourism (HOT)	--	--	--	4,106,016
Traffic safety programs	--	--	--	269,194
Federal and state grant programs				
Senior Community Services	--	--	--	19,768

(Continued)

Exhibit 2-A

Total Governmental Funds	
\$	139,357,274
	157,026,991
	40,254,351
	204,931
	639,713
	478,608
	1,702,413
	205,833
	<u>339,870,114</u>

\$	10,430,291
	9,419,836
	1,591,860
	1,676,053
	73,035
	204,931
	543,852
	1,000,000
	7,571,941
	<u>32,511,799</u>

	639,714
	433,055
	801,689
	<u>1,874,458</u>

232,224

120,101
 170,567
 41,277
 266,633
 5,585
 452,377
 4,106,016
 269,194

19,768

**GOVERNMENTAL FUNDS
BALANCE SHEET
JULY 31, 2013**

	<u>General</u>	<u>Debt Service</u>	<u>Streets Capital Projects</u>	<u>Other Governmental Funds</u>
Law enforcement	--	--	--	624,970
CDBG projects	--	--	--	631,032
Libraries	--	--	--	8
Community enrichment	--	--	--	12,853
Parks and recreation	--	--	--	1,635,620
Infrastructure	--	--	--	2,206,197
Loans	--	--	--	15,012,549
Crime control and prevention	--	--	--	3,834,421
Business and job development				
Seawall improvement	--	--	--	24,126,478
Arena facility	--	--	--	17,135,953
Economic development	--	--	--	12,690,163
Tax increment zone improvements				
North Padre Island development	--	--	--	3,412,874
Downtown development	--	--	--	916,048
Debt service	--	--	--	1,500,000
Capital projects	--	--	87,599,566	51,430,747
Total restricted	<u>298,854</u>	<u>--</u>	<u>87,599,566</u>	<u>140,554,801</u>
Committed				
Major contingencies	40,437,489	--	--	--
Government access equipment	11,959	--	--	--
PEG equipment and facilities	--	--	--	--
Radio system capital replacement	27,431	--	--	--
Debt service	--	15,512,834	--	--
Parking improvements	60,626	--	--	--
Sister City programs	--	--	--	1,156
Park projects	--	--	--	3,257
Permanent art projects	--	--	--	149,028
Development projects	--	--	--	516,488
Local Emergency Planning Committee	--	--	--	69,800
Capital projects	--	--	4,356,073	1,302,818
Total committed	<u>40,537,505</u>	<u>15,512,834</u>	<u>4,356,073</u>	<u>2,042,547</u>
Assigned				
Housing	--	--	--	248,177
Industrial development	--	--	--	68,775
Arts and Cultural Commission	11,480	--	--	--
Capital projects	--	--	1,001,828	666,678
Total assigned	<u>11,480</u>	<u>--</u>	<u>1,001,828</u>	<u>983,630</u>
Unassigned	<u>11,441,898</u>	<u>--</u>	<u>--</u>	<u>1,142,841</u>
Total fund balances	<u>53,592,717</u>	<u>15,512,834</u>	<u>92,957,467</u>	<u>145,295,297</u>
Total liabilities and fund balances	<u>\$ 68,197,551</u>	<u>\$ 16,289,760</u>	<u>\$ 99,269,363</u>	<u>\$ 156,113,440</u>

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

**Exhibit 2-A
(Continued)**

Total Governmental Funds
624,970
631,032
8
12,853
1,635,620
2,206,197
15,012,549
3,834,421
24,126,478
17,135,953
12,690,163
3,412,874
916,048
1,500,000
139,030,313
<u>228,453,221</u>
40,437,489
11,959
--
27,431
15,512,834
60,626
1,156
3,257
149,028
516,488
69,800
5,658,891
<u>62,448,959</u>
248,177
68,775
11,480
1,668,506
<u>1,996,938</u>
<u>12,584,739</u>
<u>307,358,315</u>
<u>\$ 339,870,114</u>

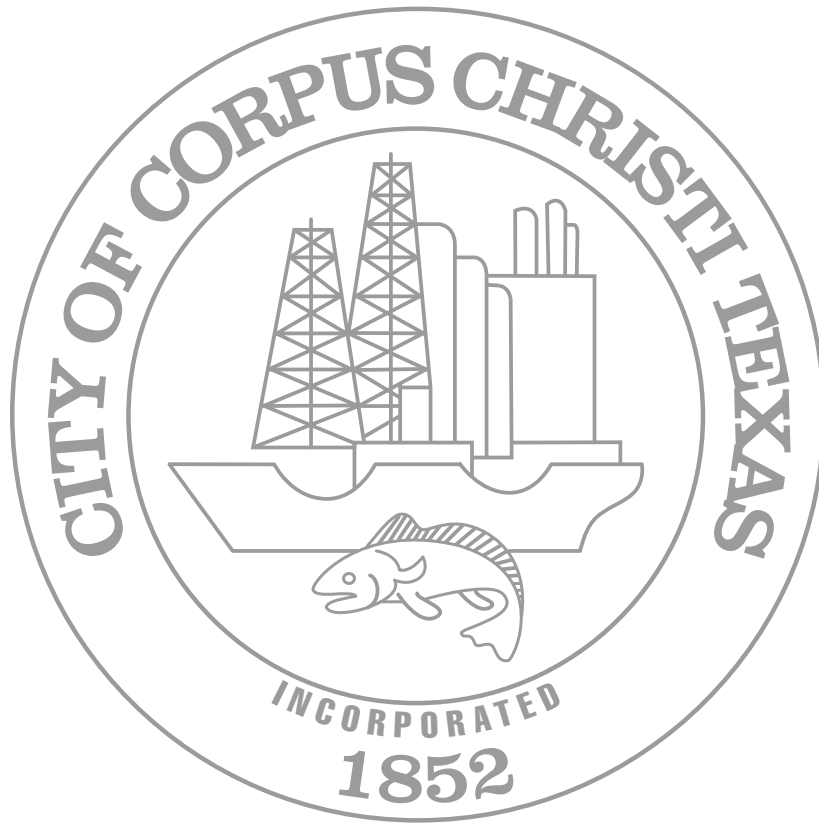


Exhibit 2-B

**RECONCILIATION OF THE GOVERNMENTAL FUNDS BALANCE SHEET
TO THE STATEMENT OF NET POSITION
JULY 31, 2013**

Total fund balance - total governmental funds \$ 307,358,315

Amounts reported for governmental activities in the statement of net position are different because:

Capital assets used in governmental activities are not current financial resources and therefore are not reported in the governmental funds. The cost of assets in governmental activities excluding Internal service funds is \$998,869,729 and the accumulated depreciation is \$439,851,844. The costs of assets in Solid Waste is \$109,702,949 and the accumulated depreciation is \$40,763,998 which are included in business-type activities. 627,956,836

Some other long-term assets are not available to pay for current period expenditures and are, therefore, deferred in the funds. A detail of these assets follows.

Governmental activities		
Bond issue cost	\$ 5,195,870	
Deferred taxes	2,330,381	
Deferred assessments and liens	54,746	
Solid Waste		
Bond issue cost	547,297	8,128,294

Internal service funds are used by management to charge the cost of certain activities, such as inventory of commonly used material and supplies, vehicular fleet and building maintenance, data processing, insurance and engineering. The assets and liabilities of the internal service funds are included in governmental activities in the government-wide statement of net position. 44,486,041

Some liabilities are not due and payable in the current period and therefore are not reported in funds. A detail of these liabilities follows.

Governmental activities		
Accrued interest	\$ (4,609,455)	
Long-term debt	(469,433,105)	
Accumulated compensated absences	(35,294,977)	
Net pension obligation	(20,390,604)	
Solid Waste		
Accrued interest	(1,489,028)	
Long-term debt	(51,406,463)	
Accumulated compensated absences	(801,905)	
Net pension obligation	(1,496,444)	
Landfill closure costs	(25,306,431)	(610,228,412)

Solid Waste is a business-type activity that is included in the general fund. Assets and liabilities relating to Solid Waste are included in business-type activities in the government-wide statement of net position. 4,904,764

Net position of governmental activities \$ 382,605,838

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

**GOVERNMENTAL FUNDS
STATEMENT OF REVENUES, EXPENDITURES AND CHANGES IN FUND BALANCE
YEAR ENDED JULY 31, 2013**

	<u>General</u>	<u>Debt Service</u>	<u>Street Capital Projects</u>	<u>Other Governmental Funds</u>
Revenues				
Taxes and business fees	\$ 134,252,843	\$ 26,638,939	\$ --	\$ 44,167,762
Licenses and permits	5,697,321	--	--	--
Grants	262,313	--	--	14,481,033
Charges for services	58,433,357	--	--	5,154,797
Fines and forfeitures	5,119,130	--	--	1,918,499
Contributions and donations	--	--	1,306,579	3,351,061
Special assessments	--	--	154,937	--
Earnings on investments	863,772	40,231	96,281	186,105
Interest on loans	--	--	--	109,704
Payments from Texas State Aquarium	--	369,082	--	--
Claim settlement	--	--	--	25,241
Miscellaneous	1,184,467	4,064	57,225	436,564
Total revenues	<u>205,813,204</u>	<u>27,052,316</u>	<u>1,615,022</u>	<u>69,831,121</u>
Expenditures				
Current				
General government	19,973,313	--	594,595	667,916
Police and municipal court	68,533,658	--	--	10,162,792
Fire and ambulance	46,957,048	--	--	1,523,896
Emergency management	343,541	--	--	156,698
Inspections	1,959,508	--	--	--
Streets	14,811,549	--	--	152,607
Solid waste	20,550,954	--	--	236
Health	4,644,098	--	--	1,910,376
Parks and recreation	13,234,744	--	--	3,525,568
Libraries	3,661,786	--	--	3,995
Museums	1,756,694	--	--	413
Community enrichment	--	--	--	2,740,239
Community development	--	--	--	10,423,708
Convention and visitors activities	--	--	--	11,650,650
Capital projects	--	--	33,131,575	12,171,997
Debt service				
Principal retirement	3,955,567	18,063,940	--	4,300,000
Interest	303,725	15,171,956	--	4,313,722
Bond issue cost	--	1,258,063	516,501	587,621
Paying agent fees	--	7,813	--	6,170
Interest on interfund borrowings	--	--	--	102
Total expenditures	<u>200,686,187</u>	<u>34,501,772</u>	<u>34,242,671</u>	<u>64,298,706</u>
Excess (deficiency) of revenues over (under) expenditures	5,127,018	(7,449,456)	(32,627,649)	5,532,415

(Continued)

Exhibit 2-C

Total Governmental Funds	
\$	205,059,544
	5,697,321
	14,743,346
	63,588,154
	7,037,629
	4,657,640
	154,937
	1,186,389
	109,704
	369,082
	25,241
	1,682,319
	<u>304,311,662</u>

21,235,824
 78,696,450
 48,480,944
 500,239
 1,959,508
 14,964,156
 20,551,190
 6,554,474
 16,760,312
 3,665,781
 1,757,107
 2,740,239
 10,423,708
 11,650,650
 45,303,572

	26,319,507
	19,789,403
	2,362,185
	13,983
	102
	<u>333,729,334</u>

(29,417,672)

**GOVERNMENTAL FUNDS
STATEMENT OF REVENUES, EXPENDITURES AND CHANGES IN FUND BALANCE
YEAR ENDED JULY 31, 2013**

	<u>General</u>	<u>Debt Service</u>	<u>Street Capital Projects</u>	<u>Other Governmental Funds</u>
Other financing sources (uses)				
Capital leases	5,092,527	--	--	--
General obligation bonds issued	--	--	59,088,569	16,328,577
Premium on bonds issued	--	--	4,834,895	4,416,239
Refunding bonds issued	--	134,935,000	--	29,075,000
Premium on refunding bonds issued	--	3,434,016	--	--
Tax notes issued	--	--	--	6,607,854
Payment to escrow agent for refunded bonds	--	(137,063,838)	--	(33,262,105)
Transfers in (Note 15)	10,244,947	4,798,290	789,197	545,046
Transfers out (Note 15)	(4,844,263)	--	--	(3,223,506)
Total other financing sources (uses)	<u>10,493,211</u>	<u>6,103,468</u>	<u>64,712,661</u>	<u>20,487,105</u>
Net change in fund balance	15,620,229	(1,345,988)	32,085,012	26,019,520
Fund balances at beginning of year	<u>37,972,488</u>	<u>16,858,822</u>	<u>60,872,455</u>	<u>119,275,777</u>
Fund balances at end of year	<u>\$ 53,592,717</u>	<u>\$ 15,512,834</u>	<u>\$ 92,957,467</u>	<u>\$ 145,295,297</u>

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

**Exhibit 2-C
(Continued)**

Total Governmental Funds
5,092,527
75,417,146
9,251,134
164,010,000
3,434,016
6,607,854
(170,325,943)
16,377,480
(8,067,769)
<u>101,796,445</u>
72,378,774
<u>234,979,542</u>
<u><u>\$ 307,358,316</u></u>

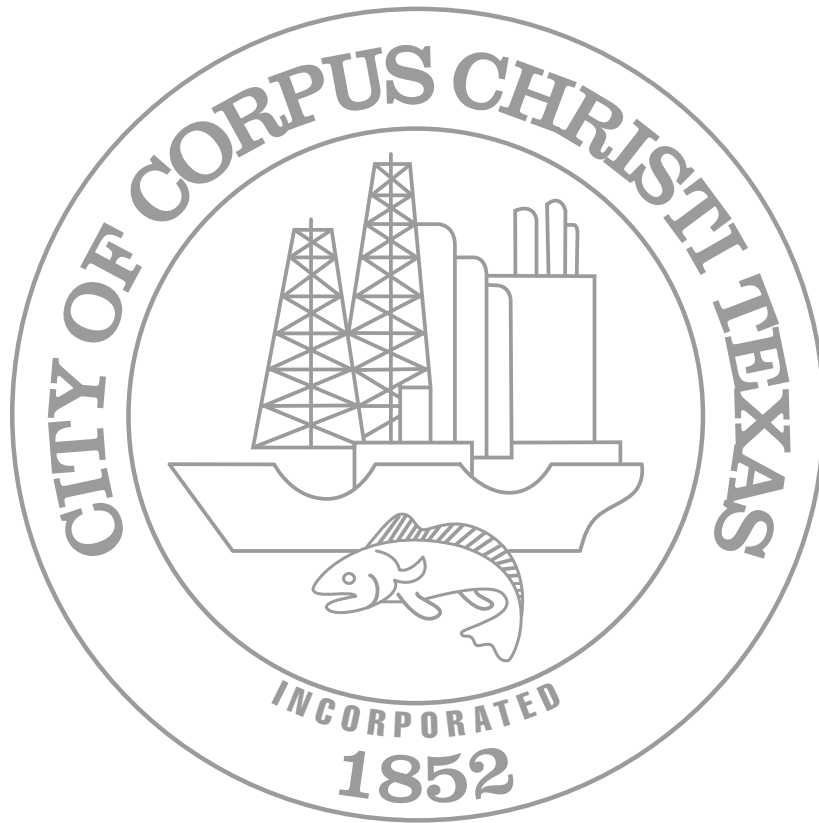


Exhibit 2-D

**RECONCILIATION OF THE GOVERNMENTAL FUNDS STATEMENT OF REVENUES,
EXPENDITURES, AND CHANGES IN FUND BALANCE TO THE STATEMENT OF ACTIVITIES
YEAR ENDED JULY 31, 2013**

Net change in fund balances - total governmental funds 72,378,774

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 capital assets is allocated over their estimated useful lives and reported as depreciation expense. This is the amount by which capital outlays exceed depreciation in the current period.

Governmental activities		
Capital outlays	\$	48,736,430
Retirement of capital assets		(943,113)
Depreciation		(19,968,540)
Solid Waste		
Capital outlays		3,814,965
Retirement of capital assets		(21,773)
Depreciation		(4,174,556)
		27,443,413

Delinquent property taxes and special assessments, net of allowance, are not reported as revenue in the governmental funds. These items increased in the current fiscal year. 154,693

Bond proceeds provide current financial resources to governmental funds, but issuing debt increases long-term liabilities in the statement of net position. Repayment of bond principal is an expenditure in the governmental funds, but the repayment reduces long-term liabilities in the statement of net position. This is the amount by which repayment exceeded proceeds.

Governmental activities		
Bond proceeds	\$	(91,276,134)
Refunding bonds issued		(167,444,016)
Payment to escrow agent for refunded bonds		170,325,943
Capital leases		(1,874,275)
Bond issue cost		2,362,187
Principal retirement		25,064,507
Interest		5,406,965
Solid Waste		
Capital leases		(3,218,252)
Principal retirement		1,255,000
Interest		(3,690,546)
		(63,088,621)

Compensated absences reported in the statement of net position did not require the use of current financial resources, and therefore are not expenditures in governmental funds. Compensated absences for governmental funds decreased by \$596,888 and solid waste activities increased by \$93,419. 503,469

Landfill closure costs reported in the statement of net position did not require the use of current financial resources, and therefore are not expenditures in governmental funds. Landfill closure costs increased in the current year. (1,087,583)

Net pension obligation reported in the statement of net position did not require the use of current financial resources, and therefore are not expenditures in governmental funds. Net pension obligation for governmental funds increased by \$4,219,193 and solid waste activities increased by \$299,419. (4,518,517)

Solid Waste is a business-type activity that is included in governmental funds. Net income relating to Solid Waste are included in business-type activities in the government-wide statement of activities.

Operating income	\$	(11,401,253)	
Net transfers		13,350,732	
Investment earnings		(2,770)	1,946,709

Internal service funds are used by management to charge the cost of certain activities, such as inventory of commonly used material and supplies, vehicular fleet and building maintenance, data processing, insurance and engineering to individual funds. The net revenue (expense) of certain internal service funds is reported with governmental activities. 2,350,868

Change in net position of governmental activities 36,083,204

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

GENERAL FUND
STATEMENT OF REVENUES, EXPENDITURES AND CHANGES IN FUND BALANCE -
BUDGET (GAAP BASIS) AND ACTUAL
YEAR ENDED JULY 31, 2013

	<u>Budget</u>		<u>Actual GAAP Basis</u>	<u>Adjustments Budget Basis</u>
	<u>Original</u>	<u>Final</u>		
Revenues				
Taxes and business fees	\$ 131,837,813	\$ 131,837,813	\$ 134,252,843	\$ --
Licenses and permits	195,241	195,241	5,697,321	(5,535,798)
Grants	401,220	401,220	262,313	--
Charges for services	56,419,899	56,489,900	58,433,357	(208,834)
Fines and forfeitures	4,334,100	4,334,100	5,119,130	--
Earnings on investments	458,425	458,425	863,772	(3,966)
Miscellaneous	1,058,174	1,158,987	1,184,466	(9,163)
Reimbursements	5,149,086	5,149,086	--	5,782,100
Total revenues	<u>199,853,958</u>	<u>200,024,772</u>	<u>205,813,203</u>	<u>24,340</u>
Expenditures				
Current				
General government	23,072,322	21,307,668	19,973,313	(1,699,657)
Police and municipal court	68,503,636	71,024,977	68,533,658	928,895
Fire and ambulance	45,204,854	47,408,036	46,957,048	862,532
Emergency management	447,350	447,350	343,541	--
Inspections	--	--	1,959,508	(1,959,508)
Streets	3,106,854	3,141,854	14,811,549	(11,041,530)
Solid waste	20,698,522	21,449,063	20,550,954	905,385
Health	4,756,604	4,754,384	4,644,098	--
Parks and recreation	14,653,573	14,749,565	13,234,744	1,293,288
Libraries	3,701,762	3,766,255	3,661,786	--
Museums	1,466,769	1,538,223	1,756,694	--
Debt service				
Principal retirement	--	--	3,955,567	(3,955,567)
Interest	--	--	303,725	(303,725)
Total expenditures	<u>185,612,246</u>	<u>189,587,375</u>	<u>200,686,186</u>	<u>(14,969,888)</u>
Excess (deficiency) of revenues over (under) expenditures	14,241,712	10,437,397	5,127,018	14,994,227
Other financing sources (uses)				
Capital leases	--	--	5,092,527	(5,092,527)
Transfers in	6,556,774	10,337,764	10,244,947	--
Transfers out	(19,582,261)	(20,240,715)	(4,844,263)	(13,826,483)
Total other financing sources (uses)	<u>(13,025,487)</u>	<u>(9,902,951)</u>	<u>10,493,211</u>	<u>(18,919,010)</u>
Net change in fund balance	1,216,225.38	534,446	15,620,229	(3,924,783)
Fund balance at beginning of year	<u>29,950,601</u>	<u>36,811,414</u>	<u>37,972,488</u>	<u>(1,161,074)</u>
Fund balance at end of year	<u>\$ 31,166,826</u>	<u>\$ 37,345,860</u>	<u>\$ 53,592,717</u>	<u>\$ (5,085,857)</u>

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

Exhibit 3

Actual Budget Basis	Variance Final Budget Positive (Negative)
\$ 134,252,843	\$ 2,415,031
161,523	(33,718)
262,313	(138,907)
58,224,524	1,734,624
5,119,130	785,030
859,806	401,381
1,175,303	16,316
5,782,100	633,014
<u>205,837,543</u>	<u>5,812,771</u>
18,273,656	3,034,012
69,462,553	1,562,424
47,819,580	(411,544)
343,541	103,809
--	--
3,770,019	(628,165)
21,456,339	(7,276)
4,644,098	110,286
14,528,032	221,533
3,661,786	104,469
1,756,694	(218,471)
--	--
--	--
<u>185,716,298</u>	<u>3,871,077</u>
20,121,245	9,683,848
--	--
10,244,947	(92,817)
(18,670,746)	1,569,969
<u>(8,425,799)</u>	<u>1,477,152</u>
11,695,447	11,161,001
<u>36,811,414</u>	<u>1,161,074</u>
<u>\$ 48,506,861</u>	<u>\$ 12,322,075</u>

**PROPRIETARY FUNDS
STATEMENT OF NET POSITION
JULY 31, 2013**

	Enterprise Funds			Internal Service Funds
	Utility System Fund	Other Enterprise Funds	Total	
ASSETS				
Current assets				
Cash and cash equivalents (Note 5)	\$ 22,994,170	\$ 9,648,145	\$ 32,642,315	\$ 24,297,501
Investments (Note 5)	66,481,516	2,001,456	68,482,972	34,001,032
Receivables, net of allowance for uncollectibles (Note 7)	24,269,239	1,611,813	25,881,052	241,772
Inventories	543,249	58,474	601,723	1,264,920
Prepaid items	30	--	30	2,404,566
Restricted assets				
Cash and cash equivalents (Note 5)	37,690,047	1,222,278	38,912,325	--
Investments (Note 5)	90,515,116	5,002,946	95,518,062	--
Receivables, net of allowance for uncollectibles (Note 7)	31,083	140,073	171,156	--
Total restricted assets	<u>128,236,246</u>	<u>6,365,297</u>	<u>134,601,543</u>	<u>--</u>
Total current assets	<u>242,524,450</u>	<u>19,685,185</u>	<u>262,209,635</u>	<u>62,209,791</u>
Noncurrent assets				
Other assets	--	--	--	49,871
Bond issue costs	7,022,778	535,124	7,557,902	--
Capital assets (Note 8)				
Land and construction in progress	164,302,853	42,543,716	206,846,569	67,458
Other capital assets, net of accumulated depreciation and amortization	<u>1,163,338,289</u>	<u>82,597,603</u>	<u>1,245,935,892</u>	<u>14,942,185</u>
Net capital assets	<u>1,327,641,142</u>	<u>125,141,319</u>	<u>1,452,782,461</u>	<u>15,009,643</u>
Total noncurrent assets	<u>1,334,663,920</u>	<u>125,676,443</u>	<u>1,460,340,363</u>	<u>15,059,514</u>
Total assets	<u>1,577,188,370</u>	<u>145,361,628</u>	<u>1,722,549,998</u>	<u>77,269,305</u>

(Continued)

	Enterprise Funds			Internal Service Funds
	Utility System Fund	Other Enterprise Funds	Total	
LIABILITIES				
Current liabilities				
Accounts payable	\$ 12,782,706	\$ 1,905,188	\$ 14,687,894	\$ 1,845,032
Accrued expenses	4,040,617	172,908	4,213,525	835,803
Accrued interest	1,346,961	491,094	1,838,055	--
Current portion of estimated liability claims (Note 11)	--	--	--	5,656,313
Contractor interest and retainage payable	6,809,298	849,141	7,658,439	--
Deposits	301,393	140,703	442,096	3,434
Liability to claimants - escheat property	122,575	--	122,575	21,038
Advances from other funds	--	702,413	702,413	--
Unearned revenue	16,204	416,889	433,093	272
Current portion of long-term liabilities (Note 13)				
Long-term debt	39,497,838	1,286,836	40,784,674	943,253
Accumulated unpaid compensated absences	1,685,637	210,185	1,895,822	887,155
Total current liabilities	<u>66,603,229</u>	<u>6,175,357</u>	<u>72,778,586</u>	<u>10,192,300</u>
Noncurrent liabilities				
Estimated liability claims, net of current portion (Note 11)	--	--	--	6,624,845
Long-term liabilities, net of current portion (Note 13)				
Long-term debt	803,884,297	30,468,551	834,352,848	907,791
Accumulated unpaid compensated absences	1,037,078	146,100	1,183,178	592,548
Net pension obligation (Note 9)	6,412,163	970,465	7,382,628	3,388,684
Net OPEB obligation (Note 10)	444,499	79,050	523,549	11,077,096
Total noncurrent liabilities	<u>811,778,037</u>	<u>31,664,166</u>	<u>843,442,203</u>	<u>22,590,964</u>
Total liabilities	<u>878,381,266</u>	<u>37,839,523</u>	<u>916,220,789</u>	<u>32,783,264</u>
NET POSITION				
Net invested in capital assets	594,498,714	97,832,362	692,331,076	13,158,599
Restricted for				
Passenger facility charges projects	--	2,109,456	2,109,456	--
Bond interest and redemption	7,880,667	--	7,880,667	--
Improvements to utility lines and facilities	3,369,123	--	3,369,123	--
Abatement of public health hazards	95,500	--	95,500	--
Law enforcement officers' standards and education	--	717	717	--
Unrestricted	<u>92,963,100</u>	<u>7,579,570</u>	<u>100,542,670</u>	<u>31,327,442</u>
Total net position	<u>\$ 698,807,104</u>	<u>\$ 107,522,105</u>	<u>\$ 806,329,209</u>	<u>\$ 44,486,041</u>

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

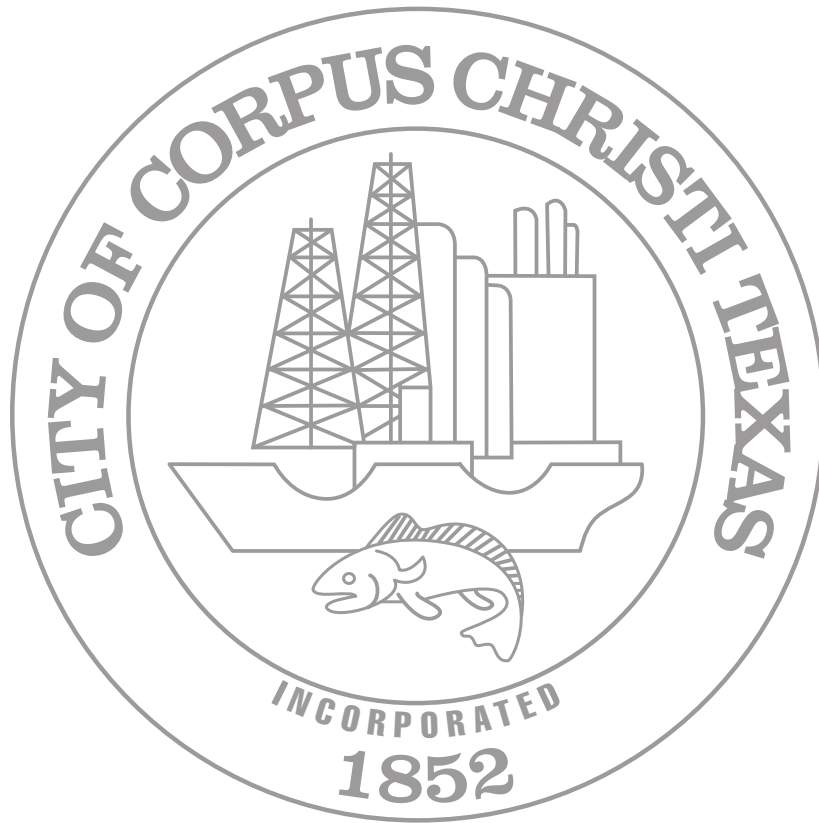


Exhibit 4-B

**RECONCILIATION OF THE PROPRIETARY FUNDS STATEMENT OF NET POSITION
TO THE GOVERNMENT-WIDE STATEMENT OF NET POSITION
JULY 31, 2013**

Total net position - total proprietary funds \$ 806,329,209

Amounts reported for business-type activities in the statement of net position are different because:

Solid Waste is a business-type activity that is included in governmental funds. Assets and liabilities relating to Solid Waste are included in business-type activities in the government-wide statement of net position.

(4,904,764)

Net position of business-type activities

\$ 801,424,445

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

PROPRIETARY FUNDS
STATEMENT OF REVENUES, EXPENSES, AND CHANGES IN NET POSITION
YEAR ENDED JULY 31, 2013

	Enterprise Funds			Internal Service Funds
	Utility System Fund	Other Enterprise Funds	Total	
Operating revenues				
Charges for services - net	\$ 204,786,989	\$ 9,550,770	\$ 214,337,759	\$ 68,130,877
Operating expenses				
Personal services	31,073,491	4,627,847	35,701,338	15,821,645
Materials and supplies	33,454,260	522,468	33,976,728	1,886,572
Contractual services	25,263,522	1,924,819	27,188,341	16,891,718
Other operating expenses	18,725,289	1,042,511	19,767,800	2,199,999
Uncollectible accounts	1,896,954	58,399	1,955,353	3,452
Depreciation	35,416,863	5,054,661	40,471,524	5,675,858
Self-insurance claims	--	--	--	20,153,702
Other post employment benefits (Note 10)	--	--	--	679,118
Total operating expenses	<u>145,830,379</u>	<u>13,230,705</u>	<u>159,061,084</u>	<u>63,312,064</u>
Operating income (loss)	58,956,610	(3,679,935)	55,276,675	4,818,813
Nonoperating revenues (expenses)				
Investment income	414,201	28,389	442,590	110,169
Interest expense and fiscal charges	(34,057,193)	(1,275,965)	(35,333,158)	(115,525)
Passenger facility charges	--	1,233,219	1,233,219	--
Customer facility charges	--	906,859	906,859	--
Net gain on disposal of assets	(472,973)	1,347	(471,626)	4,428
Recovery on damage claims	17,154	--	17,154	63,695
Developer deposits	1,640,178	--	1,640,178	--
Reimbursements to developers	(1,175,625)	--	(1,175,625)	--
Contributions from other governmental agencies	1,416,973	161,591	1,578,564	--
Total nonoperating revenues (expenses)	<u>(32,217,285)</u>	<u>1,055,440</u>	<u>(31,161,845)</u>	<u>62,767</u>
Capital contributions				
Contributions from other governmental agencies	553,146	8,912,324	9,465,470	--
Contributions from developers	10,321,641	--	10,321,641	--
Contributions from others	--	9,819	9,819	--
Total capital contributions	<u>10,874,787</u>	<u>8,922,143</u>	<u>19,796,930</u>	<u>--</u>
Income before transfers	37,614,112	6,297,648	43,911,760	4,881,580
Transfers in	1,631,132	419,980	2,051,112	5,307,401
Transfers out	(7,405,151)	(424,958)	(7,830,109)	(7,838,115)
Total transfers	<u>(5,774,019)</u>	<u>(4,978)</u>	<u>(5,778,997)</u>	<u>(2,530,714)</u>
Net income	31,840,093	6,292,670	38,132,763	2,350,866
Net position at beginning of year	<u>666,967,011</u>	<u>101,229,435</u>	<u>768,196,446</u>	<u>42,135,175</u>
Net position at end of year	<u>\$ 698,807,104</u>	<u>\$ 107,522,105</u>	<u>\$ 806,329,209</u>	<u>\$ 44,486,041</u>

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

Exhibit 4-D

**RECONCILIATION OF THE PROPRIETARY FUNDS STATEMENT OF REVENUES,
EXPENSES, AND CHANGES IN NET POSITION TO THE STATEMENT OF ACTIVITIES
YEAR ENDED JULY 31, 2013**

Net change in net position - total proprietary funds \$ 38,132,763

Amounts reported for governmental activities in the statement of activities are different because:

Solid Waste is a business-type activity that is included in governmental funds. The net revenues of the Solid Waste activity are reported in the business-type activities.

Operating income	\$	11,401,253	
Net transfers		(13,350,732)	
Investment earnings		2,770	
			(1,946,709)

Change in net position of business-type activities \$ 36,186,054

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

**PROPRIETARY FUNDS
STATEMENT OF CASH FLOWS
YEAR ENDED JULY 31, 2013**

	Enterprise Funds			Internal Service Funds
	Utility System Fund	Other Enterprise Funds	Total	
Cash flows from operating activities				
Receipts from customers	\$ 203,843,382	\$ 9,392,248	\$ 213,235,630	\$ 11,050,765
Receipts from interfund services provided	326,315	--	326,315	68,178,644
Payments to suppliers	(54,537,503)	(1,989,128)	(56,526,631)	(28,578,437)
Payments to employees	(26,520,866)	(4,260,927)	(30,781,793)	(13,556,926)
Internal activity - payments to other funds	(25,634,528)	(1,597,202)	(27,231,730)	(3,685,892)
Claims paid	--	--	--	(24,487,505)
Other receipts	10,558	--	10,558	63,695
Net cash provided by operating activities	<u>97,487,358</u>	<u>1,544,991</u>	<u>99,032,349</u>	<u>8,984,344</u>
Cash flows from noncapital financing activities				
Changes in interfund borrowings	(4,080,238)	--	(4,080,238)	4,080,238
Advances from other funds	--	(99,276)	(99,276)	--
Interest on interfund borrowings	--	--	--	925
Contributions from other government agencies	17,185	127,359	144,544	--
Transfers in from other funds	1,631,132	419,980	2,051,112	(2,992,666)
Transfers out to other funds	<u>(7,405,151)</u>	<u>(424,958)</u>	<u>(7,830,109)</u>	<u>(4,765,449)</u>
Net cash provided by (used for) noncapital financing activities	(9,837,072)	23,105	(9,813,967)	(3,676,952)
Cash flows from capital and related financing activities				
Acquisition of capital assets	(65,145,051)	(9,261,514)	(74,406,565)	(2,819,303)
Proceeds from sale of capital assets	12,008	1,197	13,205	14,859
Developers deposits	1,640,178	--	1,640,178	--
Capital contributions	--	400,000	400,000	--
Reimbursements to developers	(1,176,388)	--	(1,176,388)	--
Contributions from other governmental agencies	604,889	8,301,021	8,905,910	--
Passenger facility charge	--	1,264,212	1,264,212	--
Customer facility charges	--	829,559	829,559	--
Proceeds from issuance of revenue bonds	142,264,356	--	142,264,356	--
Proceeds from issuance of certificates of obligation	--	6,008,286	6,008,286	--
Transfers in from other funds for capital acquisition	--	--	--	5,227,401
Refund of bond issuance costs	--	19,782	19,782	--
Principal paid on long-term debt	(37,966,876)	(1,061,640)	(39,028,516)	(1,770,852)
Interest expense and fiscal charges	<u>(35,886,551)</u>	<u>(897,612)</u>	<u>(36,784,163)</u>	<u>(115,490)</u>
Net cash provided by (used for) capital and related financing activities	4,353,162	5,603,291	9,956,453	536,615
Cash flows from investing activities				
Purchase of investment securities	(157,964,847)	(7,002,946)	(164,967,793)	(48,992,000)
Proceeds from sale and maturity of investment securities	92,750,000	1,000,000	93,750,000	35,000,000
Interest on investments	407,860	28,567	436,427	97,401
Net cash provided by (used for) investing activities	<u>(64,806,987)</u>	<u>(5,974,379)</u>	<u>(70,781,366)</u>	<u>(13,894,599)</u>
Net increase (decrease) in cash and cash equivalents	27,196,461	1,197,008	28,393,469	(8,050,592)
Cash and cash equivalents at beginning of year, including restricted accounts	<u>33,487,756</u>	<u>9,673,415</u>	<u>43,161,171</u>	<u>32,348,093</u>
Cash and cash equivalents at end of year, including restricted accounts	<u>\$ 60,684,217</u>	<u>\$ 10,870,423</u>	<u>\$ 71,554,639</u>	<u>\$ 24,297,501</u>

(Continued)

Exhibit 4-E

	Enterprise Funds			Internal Service Funds
	Utility System Fund	Other Enterprise Funds	Total	
Reconciliation of operating income (loss) to net cash provided by operating activities				
Operating income (loss)	\$ 58,956,610	\$ (3,679,935)	\$ 55,276,675	\$ 4,818,813
Adjustments to reconcile operating income (loss) to net cash provided by operating activities				
Depreciation	35,416,863	5,054,661	40,471,524	5,675,858
Amortization of water rights	1,910,230	--	1,910,230	--
Provision for uncollectible accounts	1,896,954	58,399	1,955,353	3,452
Recovery of damage claims	10,558	--	10,558	63,695
Changes in assets and liabilities				
Receivables	(495,162)	(86,330)	(581,492)	1,157,195
Due from other funds	--	--	--	257,462
Inventory	89,795	(1,957)	87,838	(152,781)
Deposits	--	--	--	(33)
Prepaid items	40,667	--	40,667	(492,222)
Accounts payable	(1,604,164)	37,193	(1,566,971)	354,653
Accrued expenses	(3,860)	(6,443)	(10,303)	239,400
Customer deposits	58,823	3,719	62,542	--
Unearned revenue	--	(10,076)	(10,076)	(2,131)
Accumulated unpaid compensated absences	43,751	(26,438)	17,313	74,055
Net pension obligation	1,083,133	195,910	1,279,043	695,219
Net OPEB obligation	339,338	6,288	345,626	(92,312)
Liability to claimants-escheat property	1,284	--	1,284	(2,593)
Estimated claims liability	--	--	--	(3,613,386)
Due to other funds	(257,462)	--	(257,462)	--
Net cash provided by operating activities	\$ 97,487,358	\$ 1,544,991	\$ 99,032,349	\$ 8,984,344
Noncash investing, capital and financing activities				
Change in fair value of investments	\$ (4,109)	\$ (1,673)	\$ (5,782)	\$ 2,626
Contribution of capital assets	\$ 10,321,641	\$ --	\$ 10,321,641	\$ --
Acquisition of capital assets under capital lease	\$ 847,500	\$ --	\$ 847,500	\$ --
Acquisition of capital assets accrued but not paid	\$ 5,558,557	\$ 1,754,250	\$ 7,312,807	\$ --
Bond refunding	\$ 96,974,996	\$ 2,675,916	\$ 99,650,912	\$ --
Build America Bonds interest subsidy	\$ 1,225,918	\$ --	\$ 1,225,918	\$ --

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

**FIDUCIARY FUNDS
STATEMENT OF NET POSITION
JULY 31, 2013**

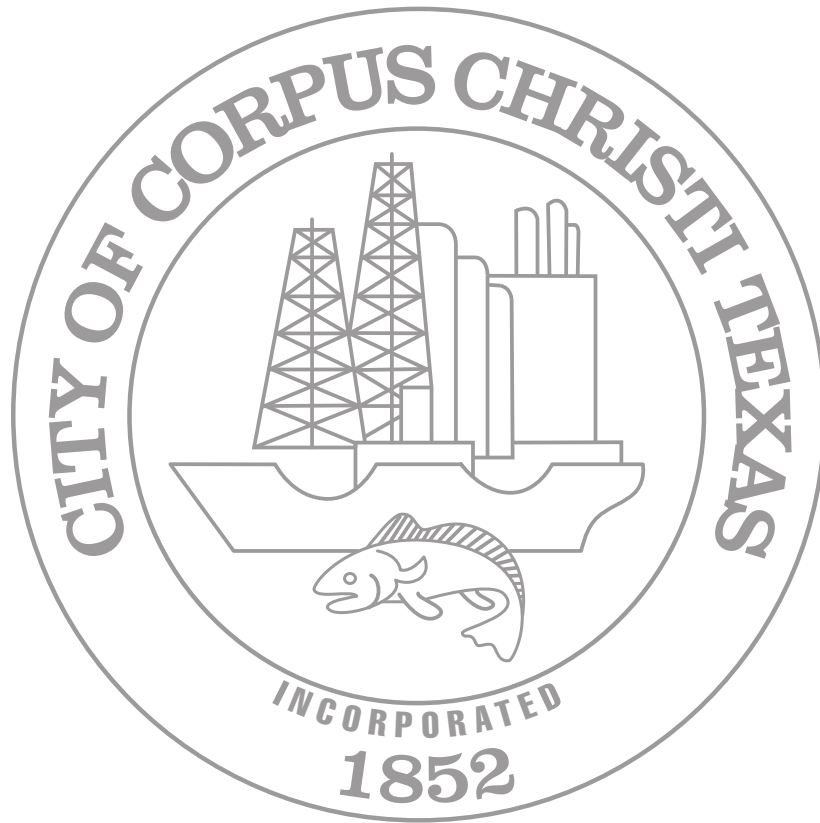
	Deferred Compensation Plan	Private Purpose Trust Fund
	<u> </u>	<u> </u>
ASSETS		
Cash and cash equivalents (Note 5)	\$ --	\$ 268,043
Mutual funds		
Guaranteed Rate Accounts	29,604,762	--
Stocks	27,661,379	--
Bonds	2,600,382	--
Combined Stocks and Bonds	10,036,791	--
Money Markets	655,758	--
Receivables		
Participant loans	2,030,275	--
Total assets	<u>72,589,347</u>	<u>268,043</u>
LIABILITIES	--	--
NET ASSETS		
Held in trust for deferred compensation benefits	72,589,347	--
Held in trust for individuals and organizations	--	268,043
Total net assets	<u>\$ 72,589,347</u>	<u>\$ 268,043</u>

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

FIDUCIARY FUNDS
STATEMENT OF CHANGES IN FIDUCIARY NET ASSETS
YEAR ENDED JULY 31, 2013

	Deferred Compensation Plan	Private Purpose Trust Fund
Additions		
Employee contributions	\$ 5,969,623	\$ --
Other contributions	--	1,025
Earnings on investments	7,756,355	25
Total additions	13,725,978	1,050
Deductions		
Payment of benefits	5,350,586	--
Administrative fees	25,349	--
Disbursements for designated purposes	--	500
Total deductions	5,375,935	500
Net increase	8,350,043	550
Net assets at beginning of year	64,239,304	267,493
Net assets at end of year	\$ 72,589,347	\$ 268,043

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



NOTES TO FINANCIAL STATEMENTS

1. Summary of Significant Accounting Policies

The City of Corpus Christi (the City) was incorporated in 1852 and operates as a Council-Manager form of government. The principal services accounted for as general governmental functions include public safety, health, streets, sanitation, parks and recreation, planning, zoning, and general administrative services.

The accounting and reporting policies of the City relating to the funds include in the accompanying basic financial statements conform to accounting principles generally accepted in the United States of America (GAAP) applicable to state and local governments. Generally accepted accounting principles for local governments include those principles prescribed by the Governmental Accounting Standards Board (GASB). The more significant accounting policies of the City are described below.

A. Reporting Entity

In evaluating the City as a reporting entity, management has addressed all potential component units for which the City may be financially accountable and, as such, should be included within the City's financial statements. The City (the primary government) is financially accountable if it appoints a voting majority of the organization's governing board and (1) it is able to impose its will on the organization, or (2) there is a potential for the organization to provide specific financial benefits to or burdens on the City. Additionally, the primary government is required to consider other organizations for which the nature and significance of their relationship with the primary government are such that exclusion would cause the reporting entity's financial statements to be misleading or incomplete.

The financial statements are formatted to allow the user to clearly distinguish between the primary government and its component units. Because of the closeness of their relationship with the primary government (the City), some component units are blended as though they are part of the primary government. Discretely presented component units are reported in a separate column in the government-wide financial statements to emphasize that they are legally separate from the government.

Blended Component Units

The Corpus Christi Community Improvement Corporation was formed to provide financing for the rehabilitation of residential property in the City. The Corpus Christi Housing Finance Corporation and the Corpus Christi Industrial Development Corporation promote business development and issue housing revenue or industrial development bonds. The City manages the day-to-day operations of these corporations. The Mayor and Council Members are directors of the corporations.

The Corpus Christi Crime Control and Prevention District (District) is a public non-profit corporation created under State law to provide funding for public safety programs. Although the District is legally separate from the City, the District is reported as if it were part of the primary government because it is a financing mechanism for the City to provide public safety to the citizens of the City.

The Corpus Christi Business and Job Development Corporation (CCBJDC) is a public non-profit corporation created by State law to provide funding of voter approved capital improvement programs. The City Council appoints the Board and has financial accountability. Although it is legally separate from the City, CCBJDC is reported as if it were part of the primary government because its primary purpose is to issue revenue bonds to finance major capital improvements on behalf of the City.

North Padre Island Development Corporation (NPIDC) was created by the City pursuant to the Tax Increment Financing Act to facilitate development of the land within the boundaries of the tax increment zone, namely Packery Channel. NPIDC became effective on November 14, 2000, and will terminate on December 31, 2022. The receipt of post-2000 incremental property taxes from taxing units with property within the boundaries of the zone provides the funding for its projects. The Mayor and Council Members are a voting majority of the board, and the City manages its day-to-day operations.

Complete financial statements for each of the individual blended component units may be obtained from the City's Director of Financial Services at 1201 Leopard Street, Corpus Christi, Texas 78469-9277

Discretely Presented Component Units

The component unit column in the government-wide financial statements includes the financial data of the City's other component units for which the City Council appoints the majority of the Board and has financial accountability.

The Coastal Bend Health Facilities Development Corporation (CBHFDC) is a public, non-profit corporation created by the City under State law to facilitate financing and development of health and health-related facilities. The CBHFDC is presented as a governmental fund type.

The Corpus Christi Convention and Visitors Bureau (Visitors Bureau) is a private Texas nonprofit corporation organized for the purpose of promoting convention and visitors' activity in the Corpus Christi Bay area. The Visitors Bureau is presented as a governmental fund type. For presentation purposes, the Visitors Bureau's financial statements have been adjusted to eliminate liabilities included in the City's financial statements.

	Coastal Bend Health Facilities Development Corporation	Corpus Christi Convention and Visitors Bureau
Assets		
Current assets	\$ 3,719	\$ 1,055,984
Capital assets	--	191,887
Total assets	<u>3,719</u>	<u>1,247,871</u>
Current liabilities	<u>--</u>	<u>362,544</u>
Net position		
Invested in capital assets	--	191,887
Unrestricted	3,719	693,440
Total net position	<u>\$ 3,719</u>	<u>\$ 885,327</u>
Revenues	\$ --	\$ 4,153,072
Expenses	<u>--</u>	<u>3,935,203</u>
Change in net position	--	217,869
Net position at beginning of year	3,714	667,458
Net position at end of year	<u>\$ 3,714</u>	<u>\$ 885,327</u>

The component unit combining statements reflect these discretely presented units. Complete financial statements for each of the individual component units may be obtained at the entity's administrative offices:

Coastal Bend Health Facilities Development Corporation
1201 Leopard
Corpus Christi, TX 78401

Corpus Christi Convention and Visitors Bureau
1201 North Shoreline
Corpus Christi, Texas 78401

Governmental accounting standards require reasonable separation between the primary government (including its blended components units) and its discretely presented component units, both in the financial statements and in the related notes and required supplementary information. Because the discretely presented component units, although legally separate, have been and are operated as if each is part of the primary government, there are limited instances where special note reference or separation will be required. If no separate note reference or categorization is made, the user should assume that information presented is equally applicable to the City and the component units.

B. Related Organizations and Jointly Governed Organizations

Related organizations and jointly governed organizations provide services within the City that are administered by separate boards or commissions, but the City is not financially accountable, and such organizations are therefore not component units of the City, even though the City Council may appoint a voting majority of an organization's board members. Consequently, financial information for the Coastal Bend Council of Governments, the Regional Transit Authority, the Corpus Christi Housing Authority, the Corpus Christi Regional Economic Development Corporation, and the Port of Corpus Christi Authority are not included in these financial statements.

C. Government-wide and Fund Financial Statements

The government-wide financial statements (i.e., the statement of net position and the statement of changes in net position) report information on all of the non-fiduciary activities of the primary government and its component units. Governmental activities, which normally are supported by taxes and intergovernmental revenues, are reported separately from business-type activities, which rely to a significant extent on fees and charges for support or services. Accordingly, the primary government is reported separately from certain legally separate component units for which the primary government is financially accountable. Both the government-wide and fund financial statements categorize activities as either governmental activities or business-type activities. In the government-wide statement of net position, both the governmental and business-type activities columns are (1) presented on a consolidated basis by column, and (2) reflected on a full accrual, economic resource basis, which incorporates long-term assets and receivables as well as long-term debt and obligations.

The government-wide statement of activities reflects both the gross and net cost per functional category (police and municipal court, fire, streets, etc.) which are otherwise being supported by general government revenues (e.g., property taxes, sales taxes, certain intergovernmental revenues). The statement of activities reduces gross expenses (including depreciation) by related program revenues, operating and capital grants. The program revenues must be directly associated with the function or a business-type activity. Program revenues include revenues from charges for services, franchise fees, fines and forfeitures, licenses and permits fees, and special assessments. The operating grants include operating-specific and discretionary (either operating or capital) grants while the capital grants column reflects capital-specific grants.

The government-wide statement focuses on the substantiality of the City as an entity and the change in aggregate financial position resulting from the activities of the fiscal period.

The City's solid waste activity is included in governmental funds in the fund financial statements and as a business-type activity in the government-wide financial statements. This presentation is appropriate because the City does not have a pricing policy for solid waste designed to recover its cost.

Separate financial statements are provided for governmental funds, proprietary funds, and fiduciary funds (excluded from the government-wide financial statements). Emphasis is on the major funds in either the governmental or business-type categories. Non-major funds (by category) or fund type are summarized into a single column.

D. Measurement Focus, Basis of Accounting, and Financial Statement Preparation

The governmental funds major fund statements in the fund financial statements are presented on a current financial resource and modified accrual basis of accounting. This is the manner in which these funds are normally budgeted. This presentation is deemed most appropriate to (1) demonstrate legal and covenant compliance, (2) demonstrate the source and use of liquid resources, and (3) demonstrate how the City's actual experience conforms to the budget or fiscal plan. Since the governmental fund statements are presented on a different measurement focus and basis of accounting than the government-wide statements governmental column, a reconciliation is presented on the page following each statement which briefly explains the adjustment necessary to transform the fund based financial statements into the governmental column of the government-wide presentation.

Proprietary funds statements are used to account for activities that are similar to those often found in the private sector. All assets, liabilities, equities, revenues, expenses, and payments relating to the government's business

activities are accounted for through proprietary funds. The measurement focus is on determination of operating income, financial position, changes in net position and cash flows. Operating revenues include charges for services. Operating expenses include costs of services as well as materials, contracts, personnel, and depreciation. All revenues and expenses not meeting these definitions are reported as non-operating revenues and expenses.

Enterprise funds account for operations that are financed in a manner similar to private business enterprises, where the intent is that costs of providing goods or services to the general public on a continuing basis be financed or recovered primarily through user charges. The City's enterprise funds account for the operations of the City's utility system, airport, golf centers and marina.

Internal service funds of a government (which traditionally provide services primarily to other funds of the government) are presented in the summary form as part of the proprietary fund financial statements. The City's internal service funds account for printing and messenger services, maintaining an inventory of commonly used supplies, vehicle and building maintenance, data processing and process automation, wired and wireless internet, voice and video communication, risk management, and engineering services to other departments within the City on a cost-reimbursement basis. Since the principal users of the internal services are the City's governmental activities, financial statements of internal service funds are consolidated into the governmental column when presented at the government-wide level in the Statement of Net Position. The net activity of these services is offset against the appropriate functional activity in the Statement of Activities. This complies with the City's policy of eliminating internal activity from the government-wide statements.

The City's fiduciary funds are presented in the fund financial statements by type (pension and private-purpose). Since by definition these assets are being held for the benefit of a third party (e.g., other local governments, private parties, pension participants) and cannot be used to finance activities or obligations of the government, these funds are not incorporated into the government-wide statements. The City's fiduciary funds are used to account for the assets in the deferred compensation plans of the City held in trust for the exclusive benefit of the employees, as well as to account for the severance package for both the City Manager and City Secretary.

The focus is on the City as a whole and the fund financial statements, including the major individual funds of the governmental and business-type categories, as well as the fiduciary funds, and the component units. Each presentation provides valuable information that can be analyzed and compared to enhance the usefulness of the information.

The financial transactions of the City are recorded in individual funds. Each fund is accounted for by providing a separate set of self-balancing accounts that comprise its assets, liabilities, reserves, fund equity, revenues and expenditures/expenses. The various funds are reported by generic classification within the financial statements. The criteria used to determine if a governmental or enterprise fund should be reported as a major fund are as follows: the total assets, liabilities, revenues or expenditures/expenses of that governmental or enterprise fund are at least 10% of the corresponding element total for all funds of that category or type (that is, total governmental or total enterprise funds), and the same element that met the 10% criterion above in the governmental or enterprise fund is at least 5% of the corresponding element total for all governmental and enterprise funds combined. The non-major funds are combined in a single column in the fund financial statements. The City reports the following major funds:

The general fund is the general operating fund of the City. It is used to account for all financial resources except those required to be accounted for in another fund.

The debt service fund is used to account for funds needed to make principal and interest payments on outstanding bonds when due. The City reports this fund as a major fund because of public interest and consistency between years.

The streets capital projects fund is used to account for capital improvements to streets funded mainly through long-term debt and participation of other governmental entities.

The utility system fund is used to account for the operations of the City's combined utilities. The Utility System includes the City's water and storm water system, wastewater disposal system and gas distribution

system.

Basis of accounting refers to the point at which revenues or expenditures/expenses are recognized in the accounts and reported in the financial statements. It relates to the timing of the measurements made, regardless of the measurement focus applied. The government-wide financial statements and the proprietary, fiduciary and component unit financial statements are presented on an accrual basis of accounting. The governmental funds in the fund financial statements are presented on a modified accrual basis.

Accrual

Revenues are recognized when earned and expenses are recognized when incurred.

Modified Accrual

Governmental fund financial statements are reported using the current financial resources measurement focus and are accounted for using the modified accrual basis of accounting. Under the modified accrual basis of accounting, revenues are recognized when susceptible to accrual; i.e., when they become both measurable and available. “Measurable” means the amount of the transaction can be determined and “available” means collectible within the current period or soon enough thereafter to be used to pay liabilities of the current period. The City considers revenues as available if they are collected within 60 days after year-end for taxes and 120 days for other revenue accruals. Expenditures are recorded when the related fund liability is incurred. However, debt service expenditures, except for interest payable accrued at the debt issuance date for which cash is received with the debt proceeds, as well as expenditures related to compensated absences are recorded only when payment has matured and will be payable shortly after year-end.

The revenues susceptible to accrual are property taxes, franchise fees, licenses, charges for service, interest income and intergovernmental revenues. Sales taxes collected and held by the state at year-end on behalf of the government are also recognized as revenue. All other governmental fund revenues are recognized when received, as they are deemed immaterial.

E. Cash and Cash Equivalents

Cash balances of all City funds (except for the Deferred Compensation Plan) are pooled for investment purposes and each fund has equity in the pooled amount. Cash and cash equivalents include currency on hand, demand deposits with banks, amounts included in pooled cash and liquid investments with a maturity of three months or less when purchased. Cash and cash equivalents are included in both unrestricted as well as restricted assets.

F. Investments

The City can legally invest in certificates of deposit, repurchase agreements, obligations of the U.S. Government, and its Agencies or instrumentalities, and State obligations. The types of investments made by the Deferred Compensation Plan are not restricted and are carried at fair value. The City’s investments are stated at fair value, except for money market investments with a remaining maturity of one year or less when purchased and nonparticipating interest earning investment contracts, which are stated at cost. Net change in the fair value of investments is recognized and reported as investment income in the financial statements.

Interest earned from investments purchased with pooled cash is allocated to each fund based on the fund’s participation in that investment. Aside from those clearly identified as belonging to a specific fund, any unrealized gain/loss resulting from valuation is allocated to each fund based on the fund’s participation in that investment.

G. Receivables

Amounts reported in the fund financial statements as interfund receivables and payables are eliminated in the government-wide governmental and business-type activities columns of the statement of net position, except for the net residual amounts due between governmental and business-type activities, which are presented as internal

balances. Within the governmental fund financial statements, such amounts are equally offset by a fund balance reserve that indicates they do not constitute available expendable resources.

All trade and property tax receivables are shown net of an allowance for uncollectibles. Trade accounts receivable in excess of 120 days comprise the trade accounts receivable allowance for uncollectibles. The property tax receivable allowance is equal to 55% percent of outstanding property taxes at the end of the fiscal year.

Utility revenue is recorded when earned. Customers are billed monthly. The estimated value of services provided but unbilled has been included in the accompanying financial statements.

H. Inventories and prepaid items

Inventories are valued at cost, which approximates market, using either the first-in/first-out (FIFO) method or the average cost method. The costs of governmental fund-type inventories are recorded as expenditures when consumed rather than when purchased.

Certain payments to vendors reflect costs applicable to future accounting periods and are recorded as prepaid items in both government-wide and fund financial statements.

I. Use of Estimates

The preparation of financial statements in conformity with accounting principles generally accepted in the United States of America requires management to make estimates and assumptions that affect certain reported amounts and disclosures. Accordingly, actual results could differ from those estimates.

J. Capital Assets

Capital assets purchased or acquired are carried at historical cost or estimated historical cost. City policy has set the capitalization threshold for reporting capital assets at \$5,000. Contributed assets are recorded at fair market value as of the date donated. Additions, improvements and other capital outlays that significantly extend the useful life of an asset are capitalized. Other costs incurred for repairs and maintenance are expensed as incurred. Depreciation on capital assets is calculated on the straight-line basis over the following estimated useful lives:

<u>Assets</u>	<u>Life in Years</u>
Dams	100
Water rights	35-50
Water pipeline	50
Gas pipelines	57
Infrastructure	50
Utility plants	45
Runways and related improvements	25
Terminals and hangers	50
Buildings	40
Improvements other than buildings	20
Vehicles	4-6
Machinery and equipment	5-15
Office furniture	12

The City has a collection of art housed in the Corpus Christi Museum of Science and History. The collection is not capitalized because it meets all the following conditions.

- The collection is held for reasons other than financial gain.
- The collection is protected, kept unencumbered, cared for, and preserved.
- The collection is subject to City policy requiring that the proceeds from sales of collection items be used to acquire other items for collections.

Interest is capitalized on assets, other than infrastructure assets, acquired with tax-exempt debt. The amount of interest capitalized is the net interest expense incurred (interest expense less interest income) from the date of the borrowing until completion of the project.

K. Restricted Assets

Certain debt proceeds of the City's enterprise funds, as well as certain resources set aside for their repayment, are classified as restricted assets on the statement of net position because their use is limited by applicable bond covenants. Developer trust funds are also classified as restricted.

All revenues received from passenger facility charges (PFC) are reported as restricted assets in the Airport Fund. In accordance with Federal Regulations, PFC funds can only be expended on projects and debt service related to projects approved by the Federal Aviation Administration. Current PFC revenue is used to support approved airport bond issues debt service.

Certain assets of governmental funds are reclassified as restricted for presentation on the government-wide statement of net position due to the restriction on the use of these funds for a particular purpose.

When an expense is incurred for purposes for which both restricted and unrestricted net position are available, the City's policy is to apply restricted net position first.

L. Accumulated Unpaid Compensated Absences

It is the City's policy to permit employees to accumulate earned but unused vacation and sick pay benefits. These benefits are accounted for using the termination payment method. All compensated absences are accrued when incurred in the government-wide and proprietary fund financial statements. Expenditures are recorded in the governmental funds as employees resign or retire. Compensated absence liabilities are normally paid from the funds reporting payroll and related expenditures including the general fund and special revenue funds.

M. Long-term Obligations

In the government-wide financial statements and proprietary fund types in the fund financial statements, long-term debt and other long-term obligations are reported as liabilities in the applicable governmental activities, business-type activities, or proprietary fund type statement of net position. Bond premiums and discounts as well as issuance costs are deferred and amortized over the life of the bonds using the effective interest method. Bonds payable are reported net of the applicable bond premium or discount. Bond issuance costs are reported as deferred charges and amortized over the term of the related debt.

In the fund financial statements, governmental fund types recognize bond premiums and discounts, as well as bond issuance costs, during the current period. The face amount of debt issued is reported as other financing sources. Premiums received on debt issuances are reported as other financing sources while discounts on debt issuances are reported as other financing uses. Issuance costs, whether or not withheld from the actual debt proceeds received, are reported as debt service expenditures in the governmental funds. Bond discounts and issuance costs are treated as period costs in the year issued. Bond issuance costs are shown in debt service expenditures.

N. Pension Plans

It is the policy of the City to at least fund the TMRS pension costs required contribution annually. Pension costs are composed of normal cost and, where applicable, amortization of unfunded actuarial accrued liability and unfunded prior service costs.

O. Fund Equity

In the government-wide financial statements and proprietary fund financial statements, net position is classified in the following categories:

Invested in Capital Assets

This category represents the net carrying value of all capital assets, reduced by the outstanding balances of long-term debt that are attributable to the acquisition, construction or improvement of these assets.

Restricted

The restricted component of net position represents restricted assets reduced by liabilities related to those assets. This category represents external restrictions imposed by creditors, grantors, contributors, or laws or regulations of other governments and restrictions imposed by law through constitutional provisions or enabling legislation.

Unrestricted

This category is the “residual” component of net position. It consists of net position that does not meet the definition of “restricted” or “invested in capital assets.”

In the governmental fund financial statements, the components of fund balances reflect policies and procedures established by actions of the City Council and its designated officials.

Fund Balance Classifications:

The *nonspendable* fund balance includes the portion of net resources that cannot be spent because of their form or because they must be maintained intact. Resources not in spendable form include inventories and prepaid items, long-term advances, long-term receivables, and nonfinancial assets held for resale.

Some resources are spendable but are legally or contractually required to be maintained intact. Such resources include the principal of an endowment.

The *restricted* fund balance includes net resources that can be spent only for the specific purposes stipulated by constitution, external resource providers (creditors, grantors, contributors), laws and regulations of other governments, or through enabling legislation.

The enabling legislation authorizes the City to assess, levy, charge or otherwise mandate payment of resources from external resource providers; those resources can be used only for the specific purposes stipulated in the legislation. The City’s fee revenue generated through enabling legislation includes Municipal and Juvenile Court fees, Vital Records fees, and Redlight Photo Enforcement fines.

The *committed* fund balance includes spendable net resources that can only be used for specific purposes pursuant to constraints imposed by Council ordinance or resolution no later than the close of the fiscal year. Those constraints remain binding unless removed or changed in the same manner employed to previously commit those resources.

The *assigned* fund balance includes amounts that are constrained by the City’s intent to be used for specific purposes, but are neither restricted nor committed. The City Council, the City Manager, or his designee has the authority to assign amounts for a specific purpose as per City Charter, Article I, Section 3 which states, “...the (City) Council...shall enact local legislation, determine policies, appoint the city manager, and which council and city manager shall execute the laws and administer the government of the city.” Constraints imposed on the use of assigned amounts can be removed with no formal Council action. The residual fund balance that is not Restricted or Committed in governmental funds except the General Fund is assigned.

The *unassigned* fund balance represents the spendable net resources that have not been restricted, committed, or assigned to specific purposes.

Spending Prioritization in Using Available Resources:

When both restricted resources and other resources (i.e., committed, assigned, and unassigned) can be used for the same purpose, the City budget considers restricted resources to be spent first.

When committed, assigned, and unassigned resources can be used for the same purpose, the flow assumption in the

City budget is to spend in the sequence of committed resources first, assigned second, and unassigned last.

General Fund Balance Requirements Caused by Council Actions or Management's Intended Use:

The *General Fund Reserve for Major Contingencies* is established by the City Council to be maintained at least 10% and up to 25% of General Fund annual appropriations to provide funding for any unforeseen circumstances that may arise such as an economic slowdown, emergencies, or natural disasters. It is not intended for normal unanticipated expenditures. As of July 31, 2013, \$40,437,489 is held for the designated purpose. This specific reserve is classified as committed resources.

The *Government Access Equipment Reserve* reflects required contributions made by cable television franchisees set aside for capital needs of government access cable television system or facilities. It has a balance \$11,959 and is classified as committed resources.

The *Reserve for Radio System Capital Replacement* was established through an interlocal agreement with the Regional Transportation Authority regarding an 800 MHz public safety trunked radio system. When other governmental entities wish to participate in the system, a fee is collected based on the proportionate share of radios they will use. Moneys received from these entities are held in reserve to be used for capital replacements and upgrades for the backbone of the system. As of July 31, 2013, this reserve has a balance of \$27,431 which is classified as committed resources.

The *Parking Improvements Reserve* is funded by a portion of the revenue collected from paid parking spaces and is to be used for the purpose of landscaping, beautification, construction, maintenance of the city center, tourism, and development of parking areas in the business areas of the city.

P. Recent Accounting Pronouncements

GASB 60 – *Accounting and Financial Reporting of Service Concession Arrangements* has as its objective to improve financial reporting for service concession arrangements. It requires the City to add a note to the financial statements related to the service concession arrangement for the City's golf courses (Note 19) but did not require any changes to the accounting for this arrangement.

GASB 62 – *Codification of accounting and financial reporting Guidance Contained in Pre-November 30, 2009 FASB and AICPA Pronouncements* incorporates in the GASB's authoritative literature certain accounting and financial reporting guidance that is included in the following pronouncements issued on or after November 30, 1989, which do not conflict with or contradict GASB pronouncements.

- Financial Accounting Standard Board (FASB) statements and interpretations
- Accounting Principles Opinions
- Accounting Research Bulletins of the American Institute of Certified Public Accountants Committee on Accounting Procedures

GASB 62 was implemented in the year ended July 31, 2013, and did not have a significant impact on the City's financial statements.

GASB 63 – *Financial Reporting of Deferred Outflows of Resources, Deferred Inflows of Resources, and Net Position* provides financial reporting guidance for deferred outflows of resources and deferred inflows of resources. Deferred outflows of resources are the consumption of net assets by the government that is applicable to a future reporting period and deferred inflows of resources are the acquisition of net assets by the government that is applicable to a future reporting period. Deferred outflows of resources and deferred inflows of resources are incorporated into the definitions of the required components of the residual measure and that measure is renamed as net position rather than net assets. GASB 63 was implemented in the year ended July 31, 2013.

2. Budget Policy and Budgetary Accounting

City Charter requires the City Manager to submit a proposed budget to the City Council at least sixty days prior to August 1. The operating budget includes proposed expenditures and the means of financing them. Public hearings are conducted to obtain taxpayer comments. The budget and tax levy are legally enacted through the passage of ordinances.

Budgets are prepared for all governmental funds except the Federal/State grant fund, the capital projects funds, the community enrichment fund, the infrastructure fund, the Corpus Christi Community Improvement Corporation (CCCIC), the Corpus Christi Housing Finance Corporation (CCHFC), the Coastal Bend Cultural and Educational Facilities Finance Corporation (CBCEFFC), and the Corpus Christi Industrial Development Corporation (CCIDC). The Federal/State grant fund and the capital projects funds adopt project-length budgets. Budgets are not adopted for the community enrichment fund, the infrastructure fund, CCCIC, CCHFC, CBCEFFC and the CCIDC. The budgets are prepared on a basis consistent with generally accepted accounting principles, except that expenditures financed by capital leases are not included in the governmental fund budgets, principal and interest payments are included in the activity expenditures and reimbursements are accounted for as revenues rather than reductions of expenditures. Additionally, Development Services, Streets and Parking Improvement are separately budgeted but do not meet the criteria to be special revenue funds and thus are included in the General Fund. The detail of these differences is included in the statement of revenues, expenditures and changes in fund balance – budget (GAAP basis) and actual in the column titled “Adjustments to Budget Basis.” All annual appropriations lapse at fiscal year end.

The appropriated budget is prepared by fund, department, and activity. The City Manager is authorized to transfer appropriations at the object of expenditure level and department levels within any fund. Any revisions that alter the total appropriations of any fund must be approved by the City Council. During the year, several supplemental appropriations were necessary. All budget amounts presented reflect the original budget and the amended budget (which have been adjusted for legally authorized revisions to the annual budget during the year).

Encumbrance accounting is employed in governmental funds. Encumbrances represent commitments related to unperformed contracts for goods or services. Under encumbrance accounting, purchase orders, contracts and other commitments for the expenditure of resources are recorded to reserve that portion of the applicable appropriation. Encumbrances outstanding at year end are reported as assigned fund balances and do not constitute expenditures or liabilities until the commitments are honored by inclusion in the subsequent year's budget.

3. Sales Tax Revenue

The City has a 1% city sales tax, a 0.125% sales tax for crime control, a 0.125% sales tax for construction of a multipurpose arena, a 0.125% sales tax for improvements to the downtown seawall, and a 0.125% sales tax for economic development and the construction of a baseball stadium. Sales tax is collected monthly by the State of Texas and remitted to the City. The tax is collected by the merchants, remitted to the State, and then paid to the City by the 10th of the month following collection from the merchants. A two-month lag exists between collection by the merchant and payment to the City by the State.

In governmental funds, sales tax revenue is recognized in the period when the underlying exchange transaction has occurred and the resources are available.

4. Property Taxes

Property taxes attach, as an enforceable lien, on property as of January 1. The City's property tax is levied each October 1 on the basis of assessed values at the date the enforceable lien attaches. Appraised values are established by the Nueces County Appraisal District, assessed at 100% of appraised value, approved by the Nueces County Appraisal Review Board, and certified by the Chief Appraiser. Responsibility for the billing and collection of the City's taxes is contracted to Nueces County as an efficiency measure.

Taxes are due on receipt of the tax bill and are delinquent if not paid before February of the year following the year

in which imposed. Taxes become delinquent on February 1 at which time penalty and interest charges are applicable. Property tax revenues are recorded as revenues when they become available. On July 31, property tax receivables are fully deferred because collections received within the following sixty days are immaterial. As permitted by the Constitution of the State of Texas, home rule cities of over 5,000 population shall have a total tax allowable of \$2.50 and shall have a bond allowable of \$1.50 per \$100 valuations (unless City Charter provides less). On April 3, 1993, the citizens of Corpus Christi voted to amend the City Charter which contained a tax limitation of \$0.68 per \$100 of assessed value for all purposes including debt service. The amended charter provided for the tax rate to increase up to the State limit, \$1.50 per \$100 of assessed value, for voter approved debt after April 4, 1993. The State total tax and bond allowable is computed based on 90% collections.

The FY 2012-2013 tax rates (tax year 2012) were \$0.380339 for the general fund and \$0.190218 for debt service for a total of \$0.570557 per \$100 of assessed value. Therefore, the City's tax margin of \$0.1094430 per \$100 of assessed value could raise up to \$15,744,882 in additional taxes each year based on the assessed value of \$14,386,376,098. The City could raise up to \$161,392,064 in additional taxes for voter approved tax supported obligations, based on the assessed valuation of \$14,386,376,098 and a debt margin of \$1.121840 calculated on 90% collections.

5. Deposits and Investments

As of July 31, 2013, the carrying amount of the City’s cash and cash equivalents was \$235,477,459. In accordance with City policy, the total bank deposits were covered by Federal Depository Insurance (FDIC) or by collateral held by the City’s agent in the City’s name. The cash funds and short-term investments included in cash and cash equivalents are not subject to collateralization requirements. The discretely presented component units had total cash and cash equivalents of \$970,841 which were covered by FDIC or were secured by collateral held by the City’s or component unit’s agent in the name of the City or the component unit.

As of July 31, 2013, the City had the following investments:

<u>Investment Type</u>	<u>Carrying Value</u>	<u>Fair Value</u>	<u>Weighted Average Maturity (Years)</u>
Federal Agency Coupon Securities	\$ 345,030,211	\$ 345,099,363	0.830
Treasury Securities	4,992,000	4,999,735	0.210
Local government investment pools-overnight	194,309,309	194,309,309	0.003
Certificates of Deposit	5,006,843	5,006,827	0.710
Money market funds	6,112,973	6,112,974	0.003
Total	<u>555,451,336</u>	<u>555,528,208</u>	
Short-term investments included in cash and cash equivalents	<u>200,422,279</u>	<u>200,422,279</u>	
Total	<u>\$ 355,029,057</u>	<u>\$ 355,105,929</u>	
Portfolio weighted average maturity			0.530

Interest rate risk – In accordance with the City’s investment policy, the City manages its exposure to declines in fair values by limiting the weighted average maturity of its investment portfolio to less than 365 days.

Credit risk - Texas statutes authorize the City to invest in (1) obligations of the United States or its agencies and instrumentalities; (2) direct obligations of the State of Texas or its agencies and instrumentalities; (3) collateralized mortgage obligations directly issued by a Federal agency or instrumentality of the United States, the underlying security for which is guaranteed by an agency or instrumentality of the United States; (4) other obligations, the principal and interest of which are unconditionally guaranteed, insured by, or backed by the full faith and credit of, this State or the United States or their respective agencies and instrumentalities; and (5) obligations of states, agencies, counties, cities, and other political subdivisions of any state (rated as to investment quality by a nationally recognized investment rating firm not less than “A” or its equivalent).

Public funds investment pools in Texas (Pools) are established under the authority of the Interlocal Cooperation Act, Chapter 79 of the Texas Government Code, and are subject to the provisions of the Public Funds Investment

Act (PFIA), Chapter 2256 of the Texas Government Code. In addition to other provisions of the PFIA designed to promote liquidity and safety of principal, the (PFIA) requires Pools to: (1) have an advisory board composed of participants in the pool and other persons who do not have a business relationship with the pool and are qualified to advise the pool; (2) maintain a continuous rating of no lower than AAA or AAA-m or an equivalent rating by at least one nationally recognized rating service; and (3) maintain the market value of its underlying investment portfolio within one half of one percent of the value of its shares. All investments noted above have been rated AAA-m by Standard & Poor's and AAA by Moody's.

Concentration of credit risk – According to The City's investment policy, the maximum amount that may be invested in any one public funds investment pool is five percent of the total current invested balance of the Public Funds Investment Pool. The maximum total amount that may be invested in any one overnight Public Funds Investment Pool is thirty percent of the Investment Portfolio. There is no limit on the percent of the total Investment Portfolio that may be invested in public funds pools overall.

Custodial credit risk - deposits – In the case of deposits, this is the risk that in the event of a bank failure, the City's deposits may not be returned to it. The City's deposits, including blended component units, held at financial institutions at year end were entirely covered by federal depository insurance (FDIC) or were secured by collateral held by the City's agent in the City's name.

Custodial credit risk – investments – For an investment, this is the risk that, in the event of failure of the counterparty, the City will not be able to recover the value of its investments or collateral securities that are in the possession of an outside party. This type of transaction is not addressed by the City's investment policy, and therefore, is not an investment option for the City at this time.

Securities Lending – The City engages in securities lending transactions under a contract with its lending agent, Frost National Bank. Authority to engage in these transactions is authorized under the Texas Public Funds Investment Act (the Act) and the City's Investment Policy. The City has authorized Frost National Bank to loan up to 100.0% of the par value of its investments in the Operating, CIP and Core Funds Portfolios, consisting of agency and treasury securities, in securities lending transactions for fiscal year 2013.

GASB Statement No. 28, *Accounting and Financial Reporting for Securities Lending Transactions*, provides guidance for reporting and disclosing securities lending transactions. This guidance includes reporting certain securities lending collateral on the balance sheet as an asset, with a corresponding liability for the obligation to repay the collateral.

In securities lending transactions, the City, through its lending agent, transfers securities to approved borrowers in exchange for collateral and simultaneously agrees to return the collateral for the same securities in the future. Cash collateral received from borrowers may be invested in 'AAA'-rated money market mutual funds or investments that adhere to the Act and the City's Investment Policy. The liquidity provided by the money market mutual funds allows for the easy return of collateral upon termination of a security loan. As of July 31, 2013, no cash collateral was invested in next day money market funds.

Securities lending income is earned if the investment returns on the cash collateral exceeds the rebate paid to borrowers of the securities. The income is then split with the lending agent to cover its fees based on a contractually negotiated rate (50.0% allocated to the City and 50.0% allocated to Frost National Bank). In the event that the investment income of the cash collateral does not provide a return that exceeds the rebate or if the investment incurs a loss of principal, the payment to the borrower would come from the City and the lending agent based on the negotiated rate split.

Loans that are collateralized with securities generate income when the borrower pays a loan premium for the securities borrowed. This income is split at the same rate as the earnings for cash collateral. The collateral pledged to the City for the loaned securities is held by the lending agent or the tri-party bank. These securities are not available to the City for selling or pledging unless the borrower is in default of the loan. All collateral received is required to have a fair value of 102.0% of the loaned securities. Securities are marked to market daily and additional cash or securities are required from the borrower if the fair value of the collateral falls below 102.0%. Cash collateral is

reported on the balance sheet as an asset, with a corresponding liability for the obligation to repay the cash collateral. Noncash collateral for securities lending activities is not recorded as an asset because it remains under the control of the transferor, except in the event of default.

In the event of default, where the borrower is unable to return the securities borrowed, the City has authorized the lending agent to seize the borrower's collateral. The collateral would then be used to replace the borrowed securities where possible. Due to some market conditions, it is possible that the original securities may not be able to be replaced. The lending agent has indemnified the City from any loss due to borrower default in the event the collateral is insufficient to replace the securities.

At July 31, 2013, the City had no custodial credit risk exposure to borrowers because the amount of collateral held by the City exceeded the amount of the securities loaned to the borrowers. There were no violations of legal or contractual provisions nor were there any borrower or lending agent default losses related to securities lending in fiscal year 2013.

6. Budgetary Data

General Fund budget amendments approved during the year included the following:

\$3,951,804 to revenues and other financing sources comprised of:

- \$20,000 from Flour Bluff Independent School District for two school crossing guards
- \$1,700 from a private grant for purchase of equipment to assist the Police repeat offenders program
- \$11,587 in abandoned or unclaimed monies stored in the Police Property Room
- \$2,319,948 rebate of excess contributions from General Liability Fund
- \$1,461,043 rebate of excess contributions from the Worker's Compensation Fund
- \$87,526 from sale of police firearms
- \$50,000 from additional beach parking permit revenues

(\$4,633,583) to expenditures and other financing sources comprised of:

- \$2,681,693 for encumbrances approved to carry forward from the end of the prior fiscal year
- \$20,000 from Flour Bluff Independent School District for two school crossing guards
- \$1,216,225 for purchase of vehicle recording systems for the Police department
- \$1,700 from a private grant for purchase of equipment to assist the Police repeat offenders program
- \$11,587 in abandoned or unclaimed monies stored in the Police Property Room
- \$553,840 for a pavement repair project – Ocean Drive at Elizabeth Street
- \$87,526 from sale of police firearms
- \$50,000 for beach maintenance program
- \$11,012 for Library technology

Major budget variances to expenditures and transfers include the following:

- Fire and Ambulance \$411,544 over-budget overall includes \$1,500,000 in overtime cost and below budget savings in salary (\$842,000)
- Street \$628,165 over-budget due to increased cost of electricity for street lighting
- Museum \$218,471 over-budget due to \$119,652 building improvement plan reimbursement to Corpus Christi Museum Joint Venture, LLC, which is operating the museum on the City's behalf, and drag-up pay on retirements

7. Receivables

	<u>General</u>	<u>Debt Service</u>	<u>Street Capital Projects</u>	<u>Utility System</u>	<u>Nonmajor and Other Funds</u>	<u>Total</u>
Unrestricted						
Accounts	\$ 6,306,172	\$ --	\$ 22,218	\$ 26,154,681	\$ 5,708,842	\$ 38,191,913
Taxes	3,487,696	1,744,293	--	--	--	5,231,989
Accrued interest	47,971	8,389	12,728	76,568	49,802	195,458
Intergovernmental	5,810,416	--	959,414	1,263,642	14,681,378	22,714,850
Mortgages and loans	--	--	--	--	8,420,752	8,420,752
Property leases	1,200	--	--	1,417	--	2,617
Demolition liens	3,623,980	--	--	--	677,065	4,301,045
Special assessments	--	--	785,672	--	5,076	790,748
Employees	11,686	--	--	11,794	1,604	25,084
Miscellaneous	2,539,913	--	--	37,936	39,243	2,617,092
Restricted						
Accounts	--	--	--	--	137,410	137,410
Accrued interest	--	--	-	31,083	2,663	33,746
Gross receivables	<u>21,829,034</u>	<u>1,752,682</u>	<u>1,780,032</u>	<u>27,577,121</u>	<u>29,723,835</u>	<u>82,662,704</u>
Less allowance for uncollectible	<u>(7,450,058)</u>	<u>(967,367)</u>	<u>(772,145)</u>	<u>(3,276,799)</u>	<u>(3,648,004)</u>	<u>(16,114,373)</u>
Net total receivables	<u>\$ 14,378,976</u>	<u>\$ 785,315</u>	<u>\$ 1,007,887</u>	<u>\$ 24,300,322</u>	<u>\$ 26,075,831</u>	<u>\$ 66,548,331</u>

8. Capital Assets

A summary of changes in the capital assets follows. In these tables, business-type activities include the enterprise funds' and Solid Waste's long-term obligations.

	Beginning Balance	Additions and Transfers	Retirements	Ending Balance
Governmental activities				
Capital assets, not being depreciated				
Land	\$ 59,074,783	\$ 1,074,248	\$ 19,750	\$ 60,129,281
Construction in Progress	71,574,824	(4,159,135)	--	67,415,689
Total capital assets, not being depreciated	<u>130,649,607</u>	<u>(3,084,887)</u>	<u>19,750</u>	<u>127,544,970</u>
Capital assets, being depreciated				
Buildings	226,169,308	3,559,360	2,045,487	227,683,181
Improvements	224,788,489	5,029,779	1,908,577	227,909,691
Machinery & Equipment	159,797,656	7,052,582	8,501,728	158,348,510
Infrastructure	290,401,843	39,020,674	--	329,422,517
Total capital assets, being depreciated	<u>901,157,296</u>	<u>54,662,395</u>	<u>12,455,792</u>	<u>943,363,899</u>
Less accumulated depreciation for:				
Buildings	80,291,550	5,424,798	1,291,664	84,424,684
Improvements	126,456,528	7,327,969	1,892,703	131,891,794
Machinery & Equipment	132,160,454	8,166,475	8,337,633	131,989,296
Infrastructure	143,850,410	4,725,157	--	148,575,567
Total accumulated depreciation	<u>482,758,942</u>	<u>25,644,399</u>	<u>11,522,000</u>	<u>496,881,341</u>
Total capital assets, being depreciated, net	<u>418,398,354</u>	<u>29,017,996</u>	<u>933,792</u>	<u>446,482,558</u>
Governmental activities capital assets, net	<u>\$ 549,047,961</u>	<u>\$ 25,933,109</u>	<u>\$ 953,542</u>	<u>\$ 574,027,528</u>

	Beginning Balance	Additions and Transfers	Retirements	Ending Balance
Business-type activities				
Capital assets, not being depreciated				
Land	\$ 36,442,765	\$ --	\$ 10,261	\$ 36,432,504
Construction in progress	144,484,794	35,746,683	--	180,231,477
Total capital assets, not being depreciated	<u>180,927,559</u>	<u>35,746,683</u>	<u>10,261</u>	<u>216,663,981</u>
Capital assets, being depreciated				
Water rights	212,284,487	--	--	212,284,487
Buildings	87,187,494	420,908	1,068,883	86,539,519
Improvements	426,024,780	7,057,871	8,216,741	424,865,910
Machinery and equipment	60,295,191	6,581,485	885,016	65,991,660
Infrastructure	1,055,573,157	47,540,231	1,046,178	1,102,067,210
Total capital assets, being depreciated	<u>1,841,365,109</u>	<u>61,600,495</u>	<u>11,216,818</u>	<u>1,891,748,786</u>
Less: accumulated depreciation for				
Water rights	13,863,547	1,910,230	--	15,773,777
Buildings	34,609,110	1,873,274	1,047,108	35,435,276
Improvements	172,475,798	15,882,161	7,524,523	180,833,436
Machinery and equipment	43,383,681	5,384,357	905,842	47,862,196
Infrastructure	285,856,619	21,506,288	576,237	306,786,670
Total accumulated depreciation	<u>550,188,755</u>	<u>46,556,310</u>	<u>10,053,710</u>	<u>586,691,355</u>
Total capital assets, being depreciated, net	<u>1,291,176,354</u>	<u>15,044,185</u>	<u>1,163,108</u>	<u>1,305,057,431</u>
Business-type activities capital assets, net	<u>\$ 1,472,103,913</u>	<u>\$ 50,790,868</u>	<u>\$ 1,173,369</u>	<u>\$ 1,521,721,412</u>

Discretely presented component units

Activity for the Convention and Visitors Bureau for the year ended July 31, 2013, was as follows:

	Beginning Balance	Additions and Transfers	Retirements	Ending Balance
Capital assets, being depreciated				
Buildings	\$ 245,165	\$ 7,150	\$ --	\$ 252,315
Machinery and equipment	428,924	2,427	--	431,351
Total capital assets, being depreciated	<u>674,089</u>	<u>9,577</u>	<u>--</u>	<u>683,666</u>
Less accumulated depreciation for				
Buildings	154,748	12,171	--	166,919
Machinery and equipment	291,324	33,537	--	324,861
Total accumulated depreciation	<u>446,072</u>	<u>45,708</u>	<u>--</u>	<u>491,780</u>
Total capital assets, being depreciated, net	<u>228,017</u>	<u>(36,131)</u>	<u>--</u>	<u>191,886</u>
Convention and Visitor's Bureau capital assets, net	<u>\$ 228,017</u>	<u>\$ (36,131)</u>	<u>\$ --</u>	<u>\$ 191,886</u>

Depreciation expense and amortization of water rights is charged to functions as follows:

<u>Governmental activity</u>		<u>Business-type activity</u>	
General government	\$ 697,883	Gas	\$ 2,519,165
Police	1,195,736	Water	23,513,938
Fire	1,452,313	Wastewater	11,293,991
Emergency management	5,003	Airport	4,360,840
Inspections	20,195	Golf centers	132,705
Streets	4,950,903	Marina	561,115
Health	216,432	Solid waste	4,174,556
Parks and recreation	2,437,019	Total	<u>\$ 46,556,310</u>
Libraries	412,704		
Museums	232,318		
Community enrichment	1,142		
Community development	2,839,009		
Convention and visitors facilities	5,507,884		
Internal service fund	5,675,858		
Total	<u>\$ 25,644,399</u>		

9. Employment Retirement Benefits

A. Retirement Systems

The City participates in funding two retirement plans: (1) all City employees, except firefighters, are provided benefits through a non-traditional, joint contributory, hybrid defined benefit plan in the state-wide Texas Municipal Retirement System (TMRS), one of 842 administered by TMRS, an agent multiple-employer public employee retirement system and (2) all firefighters are covered by the Fire Fighters Retirement System of Corpus Christi, a single-employer defined benefit pension plan. An independent board of trustees administers each plan. The fiscal year of each pension fund ends December 31. The most recently available financial statements of the City employees' pension fund is for the year ended December 31, 2012, and for the fire fighters' pension fund is for the year ended December 31, 2012. Membership in the plans is as follows:

	<u>City Employees</u>	<u>Fire Fighters</u>	<u>Total</u>
Retirees and beneficiaries currently receiving benefits and terminated employees entitled to benefits but not yet receiving them	2,567	313	2,880
Current contributing employees	2,263	408	2,671
Total	<u>4,830</u>	<u>721</u>	<u>5,551</u>

Each plan provides service retirement, death, disability, and withdrawal benefits. State law governs benefit and contribution provisions. Amendments may be made by the Legislature of the State of Texas.

Financial reports that include financial statements and supplementary information for each plan are publicly available at the addresses shown below.

<u>Plan</u>	<u>Address</u>
Texas Municipal Retirement System	P.O. Box 149153 Austin, Texas 78714-9153
Fire Fighters Retirement System	American Bank Plaza 711 N. Carancahua, Suite Corpus Christi, Texas 78401

	<u>Texas Municipal Retirement System</u>	<u>Fire Fighters Retirement System</u>
Authority establishing contribution obligation	State Legislation	State Legislation
Frequency of contribution	Biweekly	Biweekly
Employee's contribution (percent of earnings)		
August 1, 2012 - December, 2012	6.00%	12.20%
January 1, 2013 - July 31, 2013	6.00%	12.20%
City's contribution (percent of earnings)		
January 1, 2012 - December 31, 2012	14.84%	20.13%
January 1, 2013 - July 31, 2013	14.80%	20.78%

While the contribution requirements are not actuarially determined, State law requires that a qualified actuary approve each plan of benefits adopted. The actuary of each plan has certified that the contribution commitment by the participants and the City provide an adequate financing arrangement. Contributions for fiscal year ended July 31, 2013, are as follows:

	<u>City Employees</u>	<u>Fire Fighters</u>	<u>Total</u>
City	\$16,101,720	\$ 6,540,851	\$22,642,571
Employees	6,567,447	3,471,724	10,039,171
Total	<u>\$22,669,167</u>	<u>\$ 10,012,575</u>	<u>\$32,681,742</u>

Annual Pension Cost and Net Pension Obligation

For calendar year 2012 and 2013, the City adopted an ordinance to change the “annually repeating” feature of the City’s plan regarding updated service credits and 70% CPI increases to annuitants to “ad hoc” (one time only basis). However, these changes are considered to be substantively automatic so the full rate contribution has been calculated assuming that they will occur.

In 2010 the TMRS made fundamental changes in the fund structure. Previously, there were three separate funds. City contributions and interest were held in the Municipality Accumulation Fund (MAF), and employee contributions and interest were held in the Employees Savings Fund (ESF). Upon retirement, funds from the ESF plus the appropriate matching funds from the MAF were immediately transferred to the Current Service Annuity Reserve Fund (CSARF). As a result, the assets and liabilities that transferred to the CSARF were not included in the calculation of the City’s funded ratio or calculated contribution rate. With the passage of Senate Bill 350, all three funds were combined into one Benefit Accumulation Fund. The December 31, 2010, Actuarial Valuation reflects the combined fund structure as if it had been effective on the valuation date. There were also actuarial assumption changes decreasing the turnover and forfeiture assumptions.

For fiscal year ending July 31, 2013, the City's contributions of \$16,101,720 were not equal to the City's required contribution, resulting in an increase of the net pension obligation of \$6,787,690.

	City Employees	Fire Fighters	Total
Annual required contribution	\$ 22,665,524	\$ 5,640,851	\$ 28,306,375
Interest on net pension obligation	1,843,866	--	1,843,866
Adjustment to the ARC	(1,619,980)	--	(1,619,980)
Annual pension cost	22,889,410	5,640,851	28,530,261
Contributions made	16,101,720	5,640,851	21,742,571
Increase in net pension obligation	6,787,690	--	6,787,690
Net pension obligation - beginning of year	25,870,670	--	25,870,670
Net pension obligation - end of year	<u>\$ 32,658,360</u>	<u>\$ --</u>	<u>\$ 32,658,360</u>

Three year trend information is as follows:

	City Employees	Fire Fighters	Total
City's Annual Pension Cost (APC)			
2011	\$ 25,298,041	\$ 5,158,128	\$ 30,456,169
2012	\$ 22,951,095	\$ 5,254,970	\$ 28,206,065
2013	\$ 22,889,410	\$ 5,640,851	\$ 28,530,261
Percentage of APC contributed			
2011	66.5%	100%	N/A
2012	67.7%	100%	N/A
2013	70.3%	100%	N/A
Net Pension Obligation			
2011	\$ 18,461,219	\$ -	\$ 18,461,219
2012	\$ 25,870,670	\$ -	\$ 25,870,670
2013	\$ 32,658,360	\$ -	\$ 32,658,360

Funded Status and Funding Progress

The funded status of the plan for the last valuation date was as follows:

	City Employees	Fire Fighters
Valuation date	12/31/2012	12/31/2012
Actuarial accrued liability	\$ 731,506,573	\$ 192,269,360
Actuarial value of plan assets	558,527,434	105,753,324
Unfunded actuarial accrued liability	<u>\$ 172,979,139</u>	<u>\$ 86,516,036</u>
Funded ratio	76.4%	55.0%
Covered payroll	\$ 107,828,105	\$ 29,459,098
Unfunded actuarial accrued liability as a percentage of covered payroll	160.4%	293.7%

Actuarial valuations involve estimates of the value of reported amounts and assumptions about the probability

of events in the future. Amounts determined regarding the status of the plan and the annual required contributions of the City are subject to continual revision as actual results are compared to past expectations and new estimates are made about the future. The schedule of funding progress, presented as required supplementary information following the notes to the financial statements, presents multiyear trend information that shows whether the actuarial value of plan assets is increasing or decreasing over time relative to the actuarial accrued liabilities for benefits.

Actuarial Methods and Assumptions

The latest actuarial valuation for City employees was completed as of December 31, 2012, and for Fire Fighters was completed as of December 31, 2012. The actuarial cost method and significant assumptions underlying the actuarial calculations are as follows:

	<u>City Employees</u>	<u>Fire Fighters</u>
Actuarial Cost Method	Projected Unit Credit	Entry Age
Asset Valuation Basis	10-year smoothed market	5-year smoothed market
Inflation Rate	3%	4%
Projected Annual Salary Increases	none	5.7%, includes promotion and longevity
Post Retirement Benefit Increase	none	none
Assumed Rate of Return on Investments	7%	8%
Amortization Method	Level percent of payroll, closed	Level percent of payroll, open
Remaining Amortization Period	16.4 years	26.7 years

B. Deferred Compensation Plan

The City follows GASB 32, Accounting and Financial Reporting for Internal Revenue Code, Section 457, Deferred Compensation Plans. The City maintains the responsibility for reviewing and approving emergency withdrawals from the Plans. The assets of the Plans are reported in a pension trust fund.

10. Post-Employment Health Care Benefits

GASB Statement No. 45: *Accounting and Financial Reporting by Employers for Postemployment Benefits Other than Pensions* (OPEB), establishes accounting standards for postretirement benefits. The standard does not require funding of OPEB expense, but any difference between the annual required contribution (ARC) and the amount funded during the year is required to be recorded in the employer’s financial statement as an increase (or decrease) in the net OPEB obligation. The City is required to obtain an actuarial valuation at least once every two years in accordance with GASB 45 standards. The City latest valuation is dated as of August 1, 2011, and discloses the following:

Plan Description and Funding Policy

Employees who retire from the City of Corpus Christi, and eligible dependents and survivors, are eligible to continue to participate in the City's health insurance programs at the “blended” employee group rate which is determined annually by the City of Corpus Christi and approved by the City Council. Retirees have 31 days to elect to enroll in the City's self-funded, single-employer health insurance plan (Citicare, Citicare Public Safety, and Citicare-Fire) in which they were participating at the time of retirement unless otherwise stated in a plan document or collective

bargaining agreement. In an effort to reduce the City's liability, civilian and public safety retirees that are Medicare-eligible have been enrolled in a separate Medicare insurance plan and are no longer covered by the City's group insurance plan. Effective October 1, 2012, this also applied to fire retirees. As of August 1, 2011, a total of 275 eligible retirees and dependents were participating in the City's group health program detailed as follows:

Citicare	106
Citicare Premium	10
Citicare Public Safety	69
Citicare Fire	90
Total	275

The plan is funded on a pay-as-you-go basis and incurred \$2,915,730 in claims and other costs in the fiscal year ended July 31, 2013. The funds to pay these claims and other costs are derived in part from retiree premiums, which do not fully cover the costs. The plan is not accounted for as a trust fund because an irrevocable trust has not been established to fund the plan. The plan does not issue a separate financial report.

Annual OPEB Cost and Net OPEB Obligation

The City's annual other post-employment benefit (OPEB) cost is calculated based on the annual required contribution (ARC) of the employer, an amount actuarially determined in accordance with the parameters of GASB Statement 45. The ARC represents a level of funding that, if paid on an ongoing basis, is projected to cover normal costs each year and to amortize any unfunded actuarial liabilities over a period not to exceed 30 years. The City's annual OPEB cost for each plan for the current year is as follows:

	<u>Citicare</u>	<u>Citicare Public Safety</u>	<u>Citicare Fire</u>	<u>Total</u>
Annual required contribution	\$ 94,775	\$ 295,160	\$ 355,425	\$ 745,360
Interest on net OPEB obligation	257,589	83,038	113,570	454,197
ARC adjustment	(295,157)	(95,149)	(130,133)	(520,439)
Annual OPEB cost	57,207	283,049	338,862	679,118
Contributions made (pay-as-you-go basis)	(79,992)	445,823	358,718	724,549
Increase (Decrease) in net OPEB obligation	137,199	(162,774)	(19,856)	(45,431)
Net OPEB obligation - beginning of year	6,604,843	2,129,185	2,912,048	11,646,076
Net OPEB obligation - end of year	<u>\$ 6,742,042</u>	<u>\$ 1,966,411</u>	<u>\$ 2,892,192</u>	<u>\$ 11,600,645</u>

Three year trend information is as follows:

	<u>Citicare</u>	<u>Citicare Public Safety</u>	<u>Citicare Fire</u>	<u>Total</u>
City's Annual OPEB Cost (APC)				
2011	\$1,459,880	\$1,035,218	\$1,089,904	\$3,585,002
2012	\$54,214	\$276,651	\$332,721	\$663,586
2013	\$57,207	\$283,049	\$338,862	\$679,118
Percentage of APC contributed				
2011	50.8%	47.1%	42.5%	N/A
2012	1070.6%	506.6%	424.5%	N/A
2013	-139.8%	157.5%	105.9%	N/A
Net OPEB Obligation				
2011	\$ 7,131,034	\$ 3,253,971	\$ 3,991,636	\$ 14,376,641
2012	\$ 6,604,843	\$ 2,129,185	\$ 2,912,048	\$ 11,646,076
2013	\$ 6,742,042	\$ 1,966,411	\$ 2,892,192	\$ 11,600,645

Funded Status and Funding Progress

The funded status of the plan as of the last valuation date of August 1, 2011, was as follows:

	Citicare	Citicare Public Safety	Citicare Fire	Total
Actuarial accrued liability	\$ 1,224,232	\$ 5,139,857	\$ 6,351,600	\$ 12,715,689
Actuarial value of plan assets	--	--	--	--
Unfunded actuarial accrued liability	<u>\$ 1,224,232</u>	<u>\$ 5,139,857</u>	<u>\$ 6,351,600</u>	<u>\$ 12,715,689</u>
Funded ratio	0%	0%	0%	0%
Covered payroll	\$ 61,862,815	\$ 26,515,429	\$ 20,862,937	\$ 109,241,181
Unfunded actuarial accrued liability as a percentage of covered payroll	2.0%	19.4%	30.4%	11.6%

Actuarial valuations involve estimates of the value of reported amounts and assumptions about the probability of events in the future. Amounts determined regarding the status of the plan and the annual required contributions of the City are subject to continual revision as actual results are compared to past expectations and new estimates are made about the future. The schedule of funding progress, presented as required supplementary information following the notes to the financial statements, presents multiyear trend information that shows whether the actuarial value of plan assets is increasing or decreasing over time relative to the actuarial accrued liabilities for benefits.

Plan Changes

The total GASB 45 actuarial accrued liability for Citicare, Public Safety and Fire decreased from approximately \$40 million as of August 1, 2009, to approximately \$13 million as of August 1, 2011. A large portion of the decrease, 48%, is due to elimination of coverage of retirees over the age of 65, and a change in plan participation and costs of providing services, 16%. The remainder of the decrease is due to revisions to the actuarial assumptions in order to more accurately reflect the anticipated experience of the plan in the future, and a change in Cost Method. The assumptions that were revised include the discount rate, mortality, retirement, participation, turnover, disability, and retiree contribution trend rates.

Actuarial Methods and Assumptions

Projections of benefits are based on the substantive plan and include the type of benefits in force at the valuation date and the pattern of sharing benefits between the City and the plan members at that point. Actuarial calculations reflect a long term perspective and employ methods and assumptions that are designed to reduce the short term volatility in actuarial accrued liabilities and the actuarial value of assets. Significant methods and assumptions used for this valuation are as follows:

Measurement Date	August 1, 2011
Actuarial Cost Method	Entry Age
Amortization Period	30 years, Open
Amortization Method	Level Percent of Payroll
Discount rate	3.90%
Inflation rate	2.50%
Healthcare Cost Trend Rate	8.2% initial rate, 4.2% ultimate rate, 72 year grade-in period
Payroll Growth Rate	2% annually

11. Risk Management

The City operates a risk management program for worker’s compensation, life and health insurance, and liability claims.

A. Insurance

The City self-funds worker’s compensation, general/auto liabilities and health benefits. Purchased coverage includes: Commercial property insurance with \$250 million limits on City buildings, \$75 million in airport liability, \$10 million of excess gas utility liability insurance and \$10 million of excess liability insurance. The City purchases excess insurance which covers worker’s compensation claims that exceed \$500,000 per accident and general/auto liability claims, public officials, employment, law enforcement, fire fighters and gas utility in excess of \$750,000 per claim. Primary flood coverage provides up to \$500,000 on specified buildings within flood zones A & B. All funds of the City participate in the program and make payments to the Liability and Employee Benefits Fund based on an annual actuarial analysis. In addition, the City of Corpus Christi provides comprehensive health coverage to employees, dependents and retirees. Coverage becomes effective the first day of employment and the plan has no lifetime limit.

The estimated claims liability of \$12,281,158 at July 31, 2013, of which \$5,656,313 is due within one year, is based on requirements of Governmental Accounting Standards Board Statement No. 10, which requires that a liability for claims be reported if information prior to the issuance of the financial statements indicates that it is probable that a liability has been incurred at the date of the financial statements and the amount of the loss can be reasonably estimated. Changes in the fund claims liability amounts for fiscal years 2012 and 2013 were:

	Beginning of Fiscal Year Liability	Current Year Claims and Changes in Estimates	Claim Payments	Balance at Fiscal Year End
Fiscal Year				
2011-2012	14,102,119	23,578,851	(21,786,426)	15,894,544
2012-2013	15,894,544	20,153,702	(23,767,088)	12,281,158

B. Contingent Liabilities

The City is a defendant in various tort claims and lawsuits involving general liability, automobile liability, civil rights actions, employment and various contractual matters. In the opinion of the City’s management and counsel, the outcome of the pending litigation will not have a material effect on the City’s financial position or operation.

12. Operating Leases

A. Property Leased From Others

The City leases various office space sites and equipment under operating leases. Most of the leases are cancellable and extendable on a monthly basis.

B. Property Leased To Others

The City is the lessor of airport floor space, real property, and parking spaces under operating leases expiring through the fiscal year 2026. The arena operating leases expire through the fiscal year 2015. Minimum rentals to be received from future leases are:

<u>Fiscal Year Ending July 31,</u>	<u>Enterprise Funds</u>	<u>Special Revenue Funds</u>
2014	4,329,247	131,000
2015	2,217,601	133,300
2016	2,204,286	--
2017	2,156,557	--
2018	2,824,302	--
2019-2026	2,824,302	--
Total minimum future rentals	<u>\$ 16,556,295</u>	<u>\$ 264,300</u>

Minimum future rentals do not include contingent rentals that may be received if the lessee meets certain performance clauses under the leases.

13. Long-term obligations

The following is a summary of long-term obligation transactions of the City for the year ended July 31, 2013:

	<u>Beginning Balance</u>	<u>Additions</u>	<u>Reductions</u>	<u>Ending Balance</u>	<u>Due Within One Year</u>
Governmental activities					
Long-term debt					
General obligation bonds	\$ 251,195,000	\$ 169,400,000	\$ (78,650,000)	\$ 341,945,000	\$ 17,930,000
Certificates of obligation	32,821,649	--	(21,193,940)	11,627,709	522,398
Revenue bonds	94,485,000	29,075,000	(37,490,000)	86,070,000	6,285,000
Discount on bonds payable	(19,996)	--	2,405	(17,591)	--
Premium on bonds payable	12,919,477	12,685,151	(4,699,238)	20,905,390	--
Deferred loss on refunding	(1,566,475)	(3,687,454)	1,126,116	(4,127,813)	--
Capital leases	7,338,742	1,874,275	(3,386,563)	5,826,454	2,392,961
Other notes payable	<u>10,665,000</u>	<u>--</u>	<u>(1,610,000)</u>	<u>9,055,000</u>	<u>1,650,000</u>
Total long-term debt	407,838,397	209,346,972	(145,901,220)	471,284,149	28,780,359
Accumulated compensated					
absences	37,307,241	9,305,213	(9,837,774)	36,774,680	9,824,138
Net pension obligation	18,864,969	4,914,319	--	23,779,288	--
Net OPEB obligation	<u>11,043,090</u>	<u>629,251</u>	<u>(732,388)</u>	<u>10,939,953</u>	<u>--</u>
Governmental activities Long-term liabilities	<u>\$ 475,053,697</u>	<u>\$ 224,195,755</u>	<u>\$ (156,471,382)</u>	<u>\$ 542,778,070</u>	<u>\$ 38,604,497</u>
Business-type activities					
Long-term debt					
General obligation bonds	\$ 18,220,000	\$ 50,140,000	\$ (595,000)	\$ 67,765,000	\$ 1,580,000
Certificates of obligation	59,388,351	5,990,000	(45,711,060)	19,667,291	1,902,602
Priority Revenue bonds	576,810,000	--	(133,105,000)	443,705,000	27,360,000
Junior Lien Revenue bonds	--	224,745,000	(8,010,000)	216,735,000	7,375,000
Discount on bonds payable	(1,055,817)	--	285,033	(770,784)	--
Premium on bonds payable	15,868,289	33,323,260	(8,663,958)	40,527,591	--
Deferred loss on refunding	(8,206,409)	(11,323,316)	1,692,756	(17,836,969)	--
Capital leases	6,860,264	4,065,752	(2,767,814)	8,158,202	2,827,477
Utility notes payable	<u>152,512,889</u>	<u>--</u>	<u>(3,919,235)</u>	<u>148,593,654</u>	<u>4,157,678</u>
Total long-term debt	820,397,567	306,940,696	(200,794,278)	926,543,985	45,202,757
Landfill closure cost	24,218,847	1,429,359	(341,775)	25,306,431	689,777
Accumulated compensated					
absences	3,760,446	2,320,615	(2,200,156)	3,880,905	2,200,156
Net pension obligation	7,005,700	1,873,372	--	8,879,072	--
Net OPEB Obligation	<u>602,986</u>	<u>49,867</u>	<u>7,839</u>	<u>660,692</u>	<u>--</u>
Business-type activities Long-term liabilities	<u>\$ 855,985,546</u>	<u>\$ 312,613,909</u>	<u>\$ (203,328,370)</u>	<u>\$ 965,271,085</u>	<u>\$ 48,092,690</u>

In the schedule above, business-type activities include the enterprise funds' and Solid Waste's long-term obligations.

In the governmental funds, the OPEB obligation will be liquidated by the General Fund (84%), Special Revenue funds (7%), and Internal Service funds (9%) based on the allocation of the cost of self-insurance for health benefits. General Fund will typically liquidate 86% and Special Revenue and Internal Service funds will liquidate 14% of the pension liability.

A. Bonds

Bonds payable at July 31, 2013, are comprised of the following:

Governmental activities

General Obligation Bonds

\$86,485,000 2005 General Improvement and Refunding bonds due in annual installments of \$6,065,000 to \$6,515,000 through March 1, 2015, interest at 5.00%	\$12,580,000
\$3,830,000 2007 Texas Military Value Revolving Loan Program Bonds due in annual installments of \$180,000 to \$310,000 through September 1, 2026, interest at 3.75% to 4.00%	3,335,000
\$31,145,000 2007-A General Improvement due in annual installments of \$1,355,000 to \$2,350,000 through March 1, 2027, interest at 4.00% to 5.00%	25,145,000
\$88,725,000 2009 General Improvement Bonds due in annual installments of \$3,370,000 to \$6,495,000 through July 31, 2029, interest at 3.00% to 5.00%	75,225,000
\$13,685,000 2010 General Improvement Bonds due in annual installments of \$525,000 to \$950,000 through July 31, 2030, interest at 2.75% to 4.25%	12,065,000
\$44,695,000 2012 General Improvement Bonds due in annual installments of \$500,000 to \$3,610,000 through March 1, 2032, interest at 2.00% to 5.00%	44,195,000
91.36% of \$29,855,000 2012C General Improvement Refunding bonds due in annual installments of \$2,250,000 to \$3,375,000 through March 1, 2023, interest at 2.00% to 5.00%	27,275,000
55.86% of \$107,660,000 2012D General Improvement Refunding bonds due in annual installments of \$545,000 to \$9,415,000 through March 1, 2032, interest at .29% to 4.03%	60,100,000
\$82,025,000 2013 General Improvement Bonds due in annual installments of \$1,500,000 to \$6,360,000 through March 1, 2033, interest at 2.00% to 5.00%	<u>82,025,000</u>
Total General Obligation Bonds	<u>341,945,000</u>

Certificates of Obligation

34.58% of \$6,985,000 2007 Certificate of Obligation, Texas Military Preparedness Commission, due in annual installments of \$290,000 to \$565,000 through September 1, 2026, interest at 4.00% to 4.375%	\$2,102,709
\$8,460,000 2009 Combination Tax and Limited Pledge Revenue Certificates of Obligation due in annual installments of \$300,000 to \$580,000 through July 31, 2029, interest at 4.00% to 5.00%	6,870,000
\$3,000,000 2010 Combination Tax and Limited Pledge Revenue Certificates of Obligation due in annual installments of \$110,000 to \$210,000 through July 31, 2030, interest at 3.00% to 4.50%	<u>2,655,000</u>
Total Certificates of Obligation	<u>11,627,709</u>

Revenue Bonds

\$49,185,000 2002 Corpus Christi Business and Job Development Corporation Sales Tax Revenue Refunding and Improvement Bonds due in annual installments of \$1,185,000 to \$3,645,000 through September 1, 2022, including \$10,425,000 in September 1, 2025 term bonds with annual mandatory redemptions of \$3,305,000 to \$3,645,000 from September 1, 2023 through September 1, 2025, interest at 3.25% to 5.50%	\$35,645,000
\$24,565,000 2004 Corpus Christi Business and Job Development Corporation Sales Tax Revenue Bonds due in annual installments of \$1,840,000 to \$2,230,000 through September 1, 2017, interest at 2.00% to 5.00%	10,155,000
\$29,075,000 2012 Corpus Christi Business and Job Development Corporation Sales Tax Revenue Refunding Bonds due in annual installments of \$1,720,000 to \$2,810,000 through March 1, 2026, interest at 3.00% to 5.00%	29,075,000
\$13,445,000 2008 North Padre Island Development Corporation Tax Increment Contract Revenue Refunding Bonds due in annual installments of \$165,000 to \$1,605,000 through September 15, 2022, interest at 4.50%	<u>11,195,000</u>
Total Revenue Bonds	<u>86,070,000</u>
Total Governmental Activities	<u>\$439,642,709</u>

Business-type activities

General Obligation Bonds

\$8,340,000 2012-A General Improvement Airport Refunding Bonds due in annual installments of \$350,000 to \$915,000 beginning March 1, 2015 and ending March 15, 2023, interest at 2.00% to 3.25%	\$7,745,000
\$9,880,000 2012-B General Improvement Airport Refunding Bonds due in annual installments of \$45,000 to \$1,385,000 beginning March 1, 2014 and ending March 1, 2030, interest at 2.00% to 4.00%	9,880,000
8.64% of \$29,855,000 2012C General Improvement Refunding bonds due in annual installments of \$2,250,000 to \$3,375,000 through March 1, 2023, interest at 2.00% to 5.00%	2,580,000
55.86% of \$107,660,000 2012D General Improvement Refunding bonds due in annual installments of \$545,000 to \$9,415,000 through March 1, 2038, interest at .29% to 4.03%	<u>47,560,000</u>
Total General Obligation Bonds	<u>67,765,000</u>

Certificates of Obligation

\$6,845,000 2004 Combination Tax and Solid Waste Revenue Certificates of Obligation due in final installment of \$320,000 March 1, 2014, interest at 4.12%	\$320,000
\$14,520,000 2005 Combination Tax and Solid Waste Revenue Certificates of Obligation due in annual installments of \$310,000 to \$335,000 through September 1, 2015, interest at 3.75% to 4.00%	965,000
\$4,500,000 2005 Combination Tax and Revenue Marina Certificates of Obligation due in annual installments of \$195,000 to \$215,000 through September 1, 2015, interest at 4.00%	615,000
\$18,605,000 2006 Combination Tax and Solid Waste Revenue Certificates of Obligation due	1,335,000

in annual installments of \$425,000 to \$465,000 through March 1, 2016, interest at 4.25% 65.42% of \$6,985,000 2007 Certificate of Obligation, Texas Military Preparedness Commission, due in annual installments of \$290,000 to \$565,000 through September 1, 2026, interest at 4.00% to 4.375%	3,977,291
\$12,000,000 2008 Combination Tax and Solid Waste Revenue Certificates of Obligation due in annual installments of \$245,000 to \$285,000 through March 1, 2018, interest at 3.50% to 4.00%	1,325,000
\$5,500,000 2010 Combination Tax and Limited Pledge Airport Revenue Certificates of Obligation due in annual installments of \$195,000 to \$340,000 through March 1, 2024, and \$2,025,000 term bond due March 1, 2030, interest at 5.00% to 6.25%	5,140,000
\$5,990,000 2012 Combination Tax and Surplus Airport Revenue Certificates of Obligation due in annual installments of \$165,000 to \$385,000 through March 1, 2037, interest at 3.12% to 5.00%	<u>5,990,000</u>
Total Certificates of Obligation	<u>19,667,291</u>
Priority Revenue Bonds	
\$28,870,000 2003 Utility System Revenue Refunding Bonds due in annual installments of \$1,975,000 to \$4,815,000 through July 15, 2015, interest at 2.50% to 5.00%	8,230,000
\$50,000,000 2004 Utility System Revenue Refunding and Improvement Bonds due in final installment of \$2,310,000 on July 15, 2014, interest at 5.00%	2,310,000
\$70,390,000 2005 Utility Revenue Refunding Bonds due in annual installments of \$2,200,000 to \$10,965,000 through July 15, 2020, interest at 3.00% to 5.25%	58,875,000
\$94,575,000 2005 Nueces River Authority Water Supply Facilities Revenue Refunding Bonds due in annual installments of \$100,000 to \$7,545,000 through March 1, 2027, interest at 3.00% to 5.25%	78,395,000
\$5,160,000 2005 Lavaca-Navidad River Authority Water Supply Facilities Revenue Refunding bonds due in annual installments of \$20,000 to \$715,000 through July 15, 2017, interest at 3.25% to 4.00%	2,685,000
\$68,325,000 2005A Utility Revenue Refunding Bonds due in annual installments of \$3,045,000 to \$3,195,000 through July 15, 2015, interest at 5.00%	6,240,000
\$84,415,000 2006 Utility Revenue Refunding Bonds due in annual installments of \$1,750,000 to \$7,165,000 through July 15, 2026, interest at 4.00% to 5.00%	64,905,000
\$96,490,000 2009 Utility System Revenue Improvement Bonds due in annual installments of \$1,730,000 to \$6,135,000 through July 15, 2039, interest at 2.50% to 5.25%	91,160,000
\$8,000,000 2010 Utility System Revenue Bonds due in annual installments of \$730,000 to \$885,000 beginning July 15, 2020 and ending July 15, 2029, interest at 1.591% to 2.587%	8,000,000
\$14,375,000 2010A Utility System Revenue Improvement Bonds due in annual installments of \$1,440,000 to \$1,835,000 through July 15, 2019, interest at 3.00% to 4.00%	10,020,000
\$60,625,000 Taxable Series 2010 Utility System Revenue Improvement Bonds (Direct Subsidy – Build America Bonds) payable as \$12,730,000 July 15, 2025 term bond, \$12,940,000 July 15, 2030 term bond, and \$34,955,000 July 15, 2040 term bond due in	

mandatory redemptions of \$1,945,000 to \$4,155,000 July 15, 2020 through July 15, 2040, interest at 5.43% to 6.243%	60,625,000
\$52,500,000 2012 Utility System Revenue Bonds due in annual installments of \$910,000 to \$3,080,000 beginning July 15, 2015 and ending July 15, 2042, interest at 2.00% to 5.00%	<u>52,260,000</u>
Total Priority Revenue Bonds	<u>443,705,000</u>
 Junior Lien Revenue Bonds	
\$155,660,000 2012 Utility System Junior Lien Revenue and Refunding Bonds due in annual installments of \$1,655,000 to \$15,355,000 beginning July 15, 2013 and ending July 15, 2042, interest at 2.00% to 5.00%	149,805,000
\$69,085,000 2012B Utility System Junior Lien Revenue Improvement Bonds due in annual installments of \$1,240,000 to \$3,935,000 beginning July 15, 2013 and ending July 15, 2042, interest at 2.00% to 5.00%	<u>66,930,000</u>
Total Junior Lien Revenue Bonds	<u>216,735,000</u>
 Total Business-type Activities	 <u><u>\$747,872,291</u></u>

The annual requirements to amortize all bonded debt outstanding as of July 31, 2013, are as follows:

Fiscal Ending July 31	Governmental Activities			
	General Obligation Bonds		Certificates of Obligation	
	Principal	Interest	Principal	Interest
2014	\$ 17,930,000	\$ 12,674,046	\$ 522,398	\$ 504,451
2015	18,675,000	13,024,349	547,586	480,304
2016	18,905,000	12,276,084	572,773	454,846
2017	20,390,000	11,800,757	597,961	429,418
2018	21,005,000	11,181,639	628,149	403,036
2019-2023	106,305,000	44,576,270	3,577,390	1,574,752
2024-2028	87,780,000	23,528,766	4,186,452	751,611
2029-2033	50,955,000	6,199,475	995,000	53,131
Total	<u>\$ 341,945,000</u>	<u>\$ 135,261,385</u>	<u>\$ 11,627,709</u>	<u>\$ 4,651,549</u>

Fiscal Ending July 31	Governmental Activities	
	Revenue Bonds	
	Principal	Interest
2014	\$ 6,285,000	\$ 3,885,167
2015	6,625,000	3,594,230
2016	6,895,000	3,279,080
2017	7,275,000	2,938,418
2018	7,675,000	2,578,893
2019-2023	32,710,000	8,211,836
2024-2026	18,605,000	1,311,975
Total	<u>\$ 86,070,000</u>	<u>\$ 25,799,598</u>

Fiscal Ending July 31	Business-Type Activities		Business-Type Activities	
	General Obligation Bonds		Certificates of Obligation	
	Principal	Interest	Principal	Interest
2014	\$ 1,580,000	\$ 2,048,939	\$ 1,902,602	\$ 860,732
2015	1,970,000	2,029,480	1,817,414	781,954
2016	1,920,000	2,006,799	1,897,227	704,455
2017	3,005,000	1,977,719	922,039	634,427
2018	3,055,000	1,927,124	961,851	592,996
2019-2023	18,065,000	8,405,943	3,887,610	2,419,404
2024-2028	16,000,000	5,861,834	4,453,548	1,465,421
2029-2033	13,005,000	3,256,335	2,385,000	573,675
2034-2038	9,165,000	926,951	1,440,000	157,750
Total	<u>\$ 67,765,000</u>	<u>\$ 28,441,124</u>	<u>\$ 19,667,291</u>	<u>\$ 8,190,814</u>

Fiscal Year Ending July 31	Business-Type Activities Priority Revenue Bonds		Business-Type Activities Junior Lien Revenue Bonds	
	Principal	Interest	Principal	Interest
	2014	\$ 27,360,000	\$ 20,621,888	\$ 7,375,000
2015	24,495,000	19,419,138	10,015,000	9,747,950
2016	23,825,000	18,304,063	8,615,000	9,360,000
2017	24,980,000	17,138,713	9,015,000	8,955,250
2018	25,380,000	15,905,925	9,360,000	8,608,050
2019-2023	105,205,000	62,451,325	62,555,000	35,264,750
2024-2028	84,765,000	39,966,388	29,895,000	21,736,250
2029-2033	45,575,000	25,283,125	22,915,000	16,074,375
2034-2038	56,220,000	13,730,321	28,840,000	10,125,125
2039-2042	25,900,000	2,013,884	28,150,000	3,020,800
Total	<u>\$ 443,705,000</u>	<u>\$ 234,834,769</u>	<u>\$ 216,735,000</u>	<u>\$ 132,849,350</u>

\$15,512,834 is available in the Debt Service Fund to service general obligation bonds. There are a number of limitations and restrictions contained in the various bond indentures. The City is in compliance with all significant limitations and restrictions.

The interest subsidy on Build America Bonds (Revenue bonds Taxable Series 2010) is deposited directly with the paying agent and shows as a Contribution from other governmental agencies in the financial statements.

The City also may be contingently liable for rebates to the Federal government associated with interest earned on proceeds of tax exempt bonds issued. Based on regulations of the Tax Reform Act of 1986, the rebate would not be made until five years from the bond issuance date and may be liquidated through lower interest earnings in future years. For the fiscal year ended July 31, 2013, the City has no arbitrage liability.

The City issued \$29,855,000 of General Obligation Refunding Bonds, Series 2012C dated December 1, 2012 to refund: \$10,570,000 General Improvement and Refunding Bonds, Series 2001, \$19,255,000 of Combination Tax and Municipal Hotel Occupancy Tax Revenue Certificates of Obligation, Series 2002, \$1,505,000 of General Improvement Refunding Bonds, Series 2003, and \$2,690,000 of Combination Tax and Revenue Marina Certificates of Obligation, Series 2005. The City will reduce its total debt service payments over the next 11 years by approximately \$5,578,147 and obtain an economic gain (difference between the present values of the debt service payments on the old and new debt) of \$5,120,076.

The City issued \$107,660,000 of General Obligation Refunding Bonds, Taxable Series 2012 dated December 1, 2012 to refund: \$4,150,000 of Combination Tax and Solid Waste Revenue Certificates of Obligation, Series 2004, \$11,905,000 of Combination Tax and Solid Waste Revenue Certificates of Obligation, Series 2005, \$54,330,000 of General Improvement and Refunding Bonds, Series 2005, \$15,370,000 of Combination Tax and Solid Waste Revenue Certificates of Obligation, Series 2006 and \$9,760,000 of Combination Tax and Solid Waste Revenue Certificates of Obligation, Series 2008. The City will reduce its total debt service payments over the next 26 years by approximately \$5,935,109 and obtain an economic gain (difference between the present values of the debt service payments on the old and new debt) of \$4,314,074.

As part of the \$155,660,000 of Utility System Junior Lien Revenue Refunding Bonds, Series 2012 dated November 15, 2012 the City issued \$96,845,000 to refund: \$6,900,000 of Utility System Revenue Bonds, Series 1999-A, \$27,620,000 of Utility System Revenue Refunding Bonds, Series 2002, \$30,865,000 of Utility System Revenue Refunding Bonds, Series 2004 and \$42,205,000 of Utility System Revenue Refunding Bonds, Series 2005-A. The City will reduce its total debt service payments over the next 13 years by approximately \$13,783,785 and obtain an economic gain (difference between the present values of the debt service payments on the old and new debt) of \$11,861,323.

B. Capital Leases

The City has entered into lease agreements as lessee for the acquisition of the following assets: various trucks and heavy equipment for the Solid Waste Department, Health Department, Street Department, Fire Department, and Utilities; building and improvements for the Emergency Operations Center and Development Services Department; golf carts for the Park and Recreation Department; and computer and connectivity equipment for several City departments. These lease agreements qualify as capital leases for accounting purposes, and, therefore, have been recorded at the present value of the future minimum lease payments as of the date of their inception. The following is a schedule of assets leased under capital leases as of July 31, 2013.

	<u>Governmental Activities</u>	<u>Business-Type Activities</u>
Land	\$ 66,359	\$ --
Building	1,260,821	--
Machinery and equipment	18,386,427	17,577,693
Less accumulated depreciation	<u>(11,975,069)</u>	<u>(9,702,662)</u>
Total	<u>\$ 7,738,538</u>	<u>\$ 7,875,031</u>

The following is a schedule of the future minimum lease payments under these capital leases and the present value of the net minimum lease payments at July 31, 2013:

<u>Fiscal Year Ending July 31</u>	<u>Governmental Activities</u>	<u>Business-Type Activities</u>
2014	\$ 2,557,772	\$ 3,001,897
2015	1,301,613	2,440,461
2016	937,821	1,596,201
2017	671,241	963,365
2018	384,783	504,263
2019-2023	<u>428,694</u>	<u>--</u>
Total minimum lease payments	6,281,924	8,506,187
Less amount representing interest	455,470	347,985
Present value of minimum lease payments	<u>\$ 5,826,454</u>	<u>\$ 8,158,202</u>

C. Other Notes Payable

Other notes payable as of July 31, 2013, are as follows:

3.52% 2008 Tax Notes - Frost Bank due in annual installments of \$965,000 to \$16,000,000 through March 1, 2015	\$ 2,215,000
2.17% 2012 Public Property Finance Contractual Obligation - Compass Bank due in installments of \$550,000 to \$685,000 through March 1, 2024	<u>6,840,000</u>
Total	<u>\$ 9,055,000</u>

The annual requirements to amortize the notes outstanding as of July 31, 2013, are as follows:

<u>Fiscal Year Ending July 31,</u>	<u>Governmental Activities</u>	
	<u>Principal</u>	<u>Interest</u>
2014	\$ 1,650,000	\$ 226,396
2015	1,700,000	175,876
2016	585,000	123,799
2017	595,000	111,104
2018	610,000	98,193
2019-2023	3,230,000	287,308
2024	685,000	14,865
Total	<u>\$ 9,055,000</u>	<u>\$ 1,037,541</u>

D. Utility System Notes Payable

The Utility System notes payable of \$148,593,654 consists of \$57,130,243 related to an agreement with the Bureau of Reclamation for water rights and recreational facilities at Choke Canyon Dam and \$91,463,411 which represents the present value of an agreement with the Lavaca Navidad River Authority for water rights from Lake Texana.

Choke Canyon Dam

The U.S. Department of the Interior, through the Bureau of Reclamation (the Bureau), constructed a 700,000 acre feet dam on the Frio River, known as the Choke Canyon Dam (the Project). The City and the Nueces River Authority (the Authority) are local sponsors of the Project and entered into an agreement with the Bureau to provide a portion of the funds necessary to construct the dam (cost of water supply rights).

The dam site will remain the property of the Bureau although the City and Authority have the right, in perpetuity, to impound 80% and 20% respectively, of the water in the Project's reservoir. Pursuant to a separate agreement between the City and the Authority, the City, in exchange for certain services, will pay the Authority \$100,000 per calendar year plus additional sums for water used as specified in the agreement. The Bureau also constructed recreation and fish and wildlife facilities. At July 31, 2013, the City's share of the liability of the reservoir and related facilities, excluding interest, totaled \$57,130,243 and is payable over a 31 year period at an interest rate of 5.116%.

All costs are recorded as Water Supply Rights and Choke Canyon construction and related facilities in the Utility System. Annual payment of principal and interest for the cost of water supply rights and related facilities is as follows:

<u>Fiscal Year Ending July 31,</u>	<u>Principal</u>	<u>Interest</u>
2014	2,072,380	2,922,783
2015	2,178,403	2,816,760
2016	2,289,850	2,705,313
2017	2,406,999	2,588,164
2018	2,530,142	2,465,021
2019-2023	14,729,967	10,245,848
2024-2028	18,903,661	6,072,154
2029-2033	5,307,835	2,212,877
2034-2038	2,683,929	1,455,741
2039-2043	3,444,411	695,259
2044	582,666	29,809
Total	<u>\$57,130,243</u>	<u>\$34,209,729</u>

The City is responsible for the care, operation, and maintenance of the Project which must be carried out in compliance with the applicable government requirements.

Lake Texana Water Rights

The City entered into an agreement with the Lavaca Navidad River Authority to acquire the rights to purchase water from Lake Texana for a period of forty-two years. The purchase price is based on a formula which includes a percentage of the operating and maintenance expenses of Lake Texana and a percentage of the principal and interest on the bonds associated with the construction of the reservoir. The City has recorded on its books a liability in the amount of \$91,463,411 for the present value of the payments associated with the contract.

The following is a schedule of the future minimum payments under the agreement and the present value of the net minimum payments computed using a 3.5% discount rate as of July 31, 2013:

<u>Fiscal Year Ending July 31,</u>	<u>Principal</u>	<u>Interest</u>
2014	2,085,298	3,201,219
2015	2,229,199	3,128,234
2016	2,379,677	3,050,212
2017	2,536,994	2,966,923
2018	2,701,422	2,878,129
2019-2023	16,242,962	12,848,016
2024-2028	21,596,972	9,646,779
2029-2033	28,217,091	5,423,373
2034-2035	13,473,796	713,305
Total	<u>\$ 91,463,411</u>	<u>\$ 43,856,190</u>

E. Closure and Post-closure Care Costs

State and Federal laws and regulations require the City to place a final cover on its landfill when closed and perform certain maintenance and monitoring functions at the landfill site for thirty years after closure. In addition to operating expenses related to current activities of the landfills, an accrued liability has been recognized based on the future closure and post-closure care costs that will be incurred near or after the date the landfills no longer accept waste. The estimated remaining total current cost of the landfill closure and post-closure care is based on the amount that would be paid if all equipment, facilities, and services required to close, monitor, and maintain the landfills were acquired as of July 31, 2013, and is assigned to periods based on cumulative landfill use. The City ceased accepting waste for disposal at the J.C. Elliott Landfill on November 10, 2007, and began full-time waste operations at Cefe Valenzuela Landfill. The estimated liability for landfill closure and post-closure costs recorded in the business-type activities at July 31, 2013, is \$25,306,431 for both the J.C. Elliott Landfill and the Cefe Valenzuela Landfill. The current portion of this amount is \$689,777, the majority of which is related to the costs for gas and water monitoring, site inspection and record-keeping for J.C. Elliott Landfill. The closure and post-closure costs that have not been recognized in these financial statements is \$3,333,928. The actual costs of closure and post-closure care may be higher due to inflation, changes in technology, or changes in landfill laws and regulations. As of July 31, 2013, Cefe Valenzuela Landfill was at 70.74% filled capacity for developed cells and 3.58% filled capacity for the entire permitted site, with an estimated remaining life as currently permitted between 72 and 96 years.

14. Advance Refundings and Defeasances

In prior years, the City refinanced other bond issues through the issuance of refunding bonds. The proceeds from the refunding bonds have been deposited in irrevocable trusts which, together with interest earnings on those deposits, will provide amounts sufficient for future redemption or payment of principal and interest of the issues refunded.

The trust account assets and the liabilities for the defeased bonds are not included in the City’s financial statements. On July 31, 2013, \$177,085,000 of bonds outstanding were considered defeased.

15. Interfund Transfers, Receivables and Payables

Interfund transfers for the year ended July 31, 2013, are as follows:

	Transfers Out					Total
	General	Non-major Governmental	Utility System Fund	Non-major Proprietary	Internal Service	
Transfers In:						
General	\$ --	\$ 311,769	\$ 4,151,556	\$ 374,922	\$ 5,406,700	\$ 10,244,947
Debt service	1,836,643	2,676,380	--	50,036	235,231	4,798,290
Streets capital projects	553,840	235,357	--	--	--	789,197
Non-major government	399,974	--	--	--	145,072	545,046
Utility system	--	--	--	--	1,631,132	1,631,132
Non-major proprietary	--	--	--	--	419,980	419,980
Internal Service	2,053,806	--	3,253,595	--	--	5,307,401
Total	\$ 4,844,263	\$ 3,223,506	\$ 7,405,151	\$ 424,958	\$ 7,838,115	\$ 23,735,993

During the year various interfund transfers were made to finance expenditures and service debt. The \$4,844,263 General Fund transfers out includes transfers of \$1,836,643 for payment of debt service, \$909,705 for capital equipment, \$1,064,101 for future capital replacement, \$553,840 to capital projects, \$80,000 for in car video cameras, \$180,000 in naming rights revenue to subsidize arena operations, and \$219,974 to the Federal/State Grants Fund as matching grants.

The General Fund received transfers in of \$10,244,947 of which \$4,683,281 was for administrative service charges. \$150,843 and \$4,123 was indirect cost reimbursements from the Federal/State Grants Fund and the Corpus Christi Community Improvement Corp., respectively. \$5,406,700 was the return of previously contributed funds from Liability and Employee Benefits Fund.

The Debt Service Fund received transfers in of \$4,798,290 from the various funds (including the General Fund) for payment of debt service principal and interest and to establish debt service reserves.

Street Capital Projects received \$235,357 from Park Capital Projects and \$553,840 from the General Fund.

Transfers were made from the Utility System Fund to the Maintenance Service Fund consisting of \$2,420,000 for acquisition of capital equipment and \$833,595 for future capital replacement. The Utility System Fund also transferred \$4,151,556 to the General Fund for administrative service charges.

The Internal Service Funds transferred out \$5,406,700 to the General Fund, \$235,231 for payment of debt service, \$145,072 to Non-Major Government Funds, \$1,631,632 to the Utility System Funds, and \$419,980 to Non-Major Proprietary Funds to return previously contributed funds from the Liability and Employee Benefits Fund.

In the government-wide financial statements, the solid waste activity, which is part of the General Fund, is presented as a business-type activity. The \$13,350,732 accumulated fund balance of the solid waste activity is accounted for as a transfer to governmental activities in the statement of activities.

Interfund advances outstanding at July 31, 2013, are as follows:

To	From	Amount
Golf Fund	General Fund	\$ 702,413
Public Health & Safety Capital Project Fund	General Fund	1,000,000
		<u>\$ 1,702,413</u>

The General Fund advanced the Golf Fund money to cover its negative unrestricted fund balance. This advance is expected to be paid back over a period of 4-5 years, based on anticipated increased revenues from the Golf courses due to a management contract with a private firm. The General Fund made an advance to the Public Health & Safety Capital Project Fund as a loan approved by ordinance. The loan is to fund the Police Public Safety Warehouse Project and will be repaid from the Law Enforcement Trust Fund over a 4 year period.

Interfund receivables and payables at July 31, 2013, are as follows:

	<u>Interfund Receivable</u>	<u>Interfund Payable</u>
Governmental funds		
General fund	\$ 25,542	\$ 179,389
Other non-major governmental funds	179,389	25,542
Total governmental	<u>204,931</u>	<u>204,931</u>
Total	<u>\$ 204,931</u>	<u>\$ 204,931</u>

The change in the interfund receivables and payables between the current and prior year may not agree to the “Change in assets and liabilities section” of the “Reconciliation of operating income (loss) to net cash provided by operating activities” in the Statement of Cash Flows due to non-operating activity.

16. Fund Deficits

At fiscal year end, the Golf Centers Fund had an accumulated deficit. The City entered into a management contract with a private firm to operate the golf centers beginning February 1, 2011. Revenues from the lease payments have reduced the deficit in the first year of operations. Anticipated revenues are expected to rebuild the fund net position to a positive position over a period of 4-5 years.

17. Conduit Debt Obligations

The Corpus Christi Housing Finance Corporation (CCHFC), Corpus Christi Industrial Development Corporation (CCIDC), and the Coastal Bend Health Facilities Development Corporation are public non-profit corporations created by the City under State law to facilitate financing of authorized projects. These entities issued bonds to unrelated commercial entities. As of July 31, 2013, there were five series of bonds outstanding with an aggregate principal amount payable of \$154,257,298. The bonds are not liabilities of the City or the respective corporations and are solely payable from revenues of the various commercial entities.

18. Commitments

The City has entered or will enter into contracts for the construction or renovation of various facilities as follows:

	<u>Project Authorization</u>	<u>Expenditures Through 07-31-13</u>	<u>Additional Funds Committed</u>	<u>Required Future Financing</u>
Airport	\$ 48,356,621	\$ 38,090,877	\$ 10,265,744	\$ --
Arena	75,000	63,884	11,116	--
Bayfront Development	5,861,707	2,713,616	3,148,091	--
City Buildings and Facilities	9,122,036	7,539,178	1,582,858	--
Convention Facility	493,252	423,012	70,240	--
Library	16,695	16,695	--	--
Packery Channel	2,142,250	1,234,862	907,388	--
Park	10,385,008	5,056,216	5,328,792	--
Police Building	175,002	1,420	173,582	--
Fire	3,845,373	320,772	3,524,601	--
Public Health & Safety	614,336	397,226	217,110	--
Sanitary Landfill	3,023,995	1,848,832	1,175,163	--
Seawall	2,460,947	1,167,684	1,293,263	--
Street	87,995,636	51,764,155	36,231,481	--
Water	54,184,044	29,024,861	25,159,183	--
Storm Water	56,818,989	25,616,994	31,201,995	--
Wastewater	123,938,151	86,635,006	37,303,145	--
Gas	2,834,239	417,185	2,417,054	--
Total	<u>\$ 412,343,281</u>	<u>\$ 252,332,475</u>	<u>\$ 160,010,806</u>	<u>\$ --</u>

The unassigned fund balance in the General Fund includes \$6,135,562 encumbered commitments related to unperformed contracts for goods or services.

19. Service Concession Arrangement for City Golf Courses

The City has an agreement with Foresight Corpus Christi Golf, LLC (Foresight), under which Foresight will operate and collect user fees from the Gabe Lozano, Sr. Golf Course and the Oso Beach Golf Course. Foresight pays the City 50% of net cash flows from operations annually. The City uses the funds received to fund the City's operational, debt service, and capital improvement costs related to the golf courses. The City reports the golf courses and related equipment as a capital asset with a carrying amount of \$404,287 at July 31, 2013.

20. Segment Information for Enterprise Funds

The City issued revenue bonds to finance certain improvements to its utility system, airport and marina. Because the utility system fund is a segment and is reported as a major fund in the fund financial statements, segment disclosures herein are not reported. The airport and marina activities are accounted for as other enterprise fund in the fund financial statements. Segment information of airport funds and marina funds as of and for the year ended July 31, 2013, is as follows:

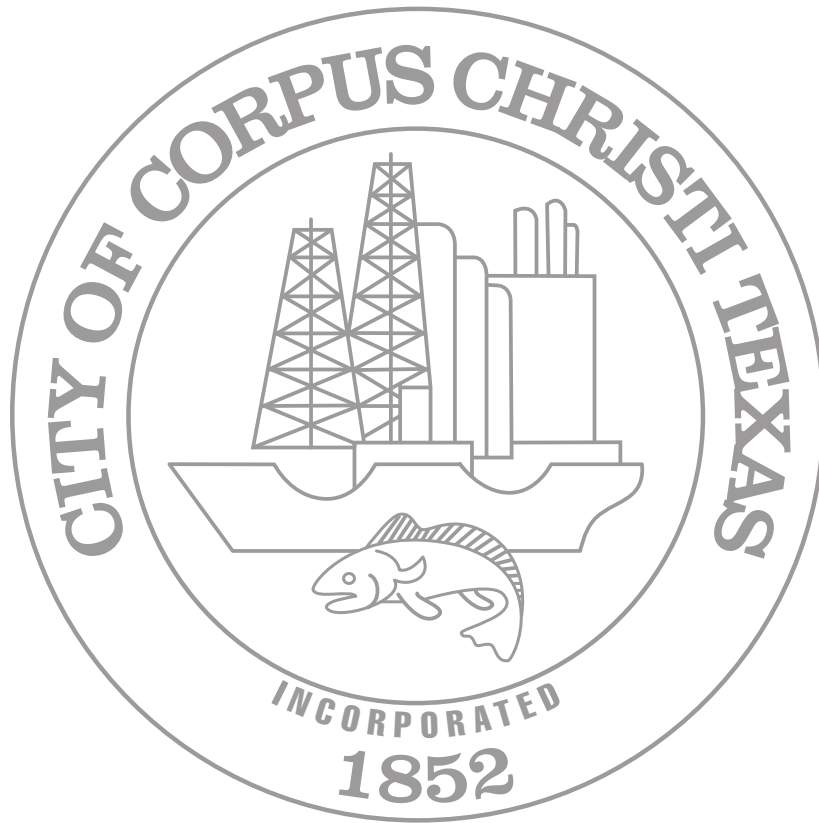
	Airport Fund	Marina Fund
Current assets, excluding restricted assets	\$ 12,429,274	\$ 878,935
Restricted assets	6,365,296	--
Capital assets	117,929,999	6,807,033
Other assets	498,622	36,502
Total assets	<u>137,223,191</u>	<u>7,722,470</u>
Current liabilities	4,931,807	541,137
Long-term liabilities	28,452,740	3,211,449
Total liabilities	<u>33,384,547</u>	<u>3,752,586</u>
Net position		
Invested in capital assets, net of related debt	93,923,677	3,504,374
Restricted	2,110,173	--
Unrestricted	7,804,794	465,510
Net position	<u>\$ 103,838,644</u>	<u>\$ 3,969,884</u>
Operating revenue	\$ 7,348,717	\$ 1,851,461
Depreciation	(4,360,840)	(561,115)
Other operating expenses	(6,864,895)	(1,195,942)
Operating income (loss)	<u>(3,877,018)</u>	<u>94,404</u>
Nonoperating income (expense)	1,195,549	(139,077)
Capital contributions	8,922,328	(185)
Transfers	543	(23,128)
Net income (loss)	<u>6,241,402</u>	<u>(67,986)</u>
Net position beginning of year	97,597,242	4,037,870
Net position end of year	<u>\$ 103,838,644</u>	<u>\$ 3,969,884</u>
Net cash flow provided by (used for)		
Operating activities	\$ 591,049	\$ 693,638
Noncapital financing activities	127,902	(23,128)
Capital and related financing activities	6,100,545	(318,619)
Investment activities	(5,974,559)	180
Beginning cash and cash equivalents	9,156,952	516,463
Ending cash and cash equivalents	<u>\$ 10,001,889</u>	<u>\$ 868,534</u>

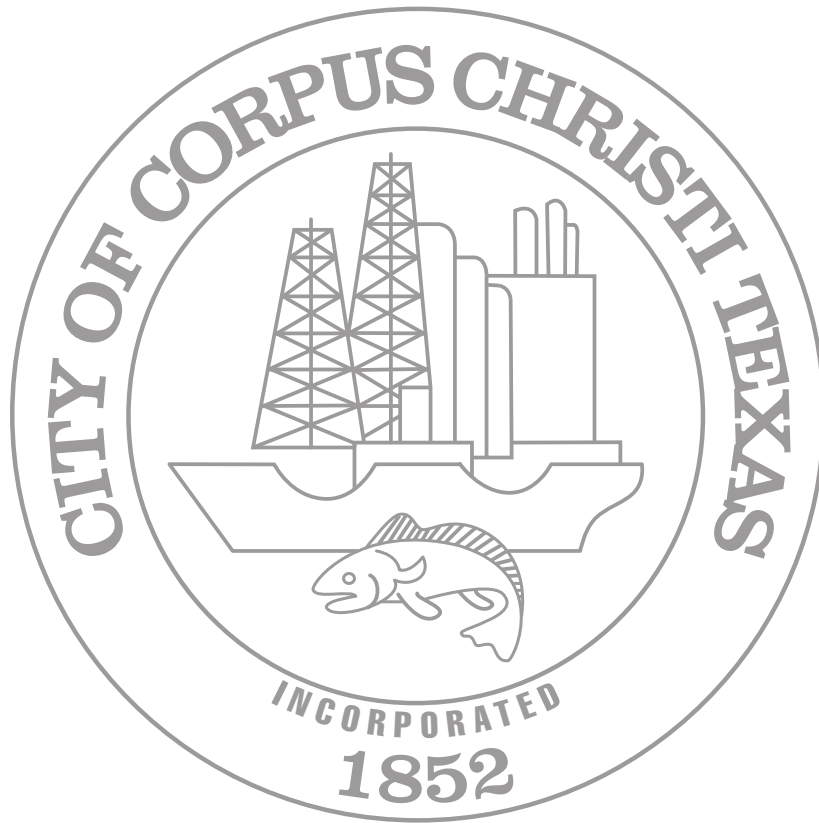
**REQUIRED SUPPLEMENTARY INFORMATION
EMPLOYMENT RETIREMENT BENEFITS - ANALYSIS OF FUNDING PROGRESS
YEAR ENDED JULY 31, 2013**

Valuation Date	(1) Actuarial Value of Assets	(2) Actuarial Accrued Liability	(3) Funded Ratio (1) / (2)	(4) Unfunded Actuarial Accrued Liability (2) - (1)	(5) Annual Covered Payroll	(6) Percentage of Unfunded Actuarial Accrued Liability to Covered Payroll Ratio
Texas Municipal Retirement System						
12/31/2010	511,209,314	686,289,289	74.5%	175,079,975	108,555,179	161.3%
12/31/2011	533,122,252	708,978,527	75.2%	175,856,275	108,260,052	162.4%
12/31/2012	558,527,434	731,506,573	76.4%	172,979,139	107,828,105	160.4%
Fire Fighters Retirement System						
12/31/2008	92,218,756	162,568,260	56.7%	70,349,504	24,268,094	289.9%
12/31/2010	104,079,845	177,565,330	58.6%	73,485,485	27,723,869	265.1%
12/31/2012	105,753,324	192,269,360	55.0%	86,516,036	29,459,098	293.7%
Other Post Employment Benefits Plan - Citicare						
8/1/2007	-	29,091,554	0.0%	29,091,554	133,145,260	21.8%
8/1/2009	-	12,524,728	0.0%	12,524,728	74,872,277	16.7%
8/1/2011	-	1,221,232	0.0%	1,221,232	61,862,815	2.0%
Other Post Employment Benefits Plan - Public Safety						
8/1/2007	-	17,463,290	0.0%	17,463,290	133,145,260	13.1%
8/1/2009	-	13,584,349	0.0%	13,584,349	32,947,021	41.2%
8/1/2011	-	5,139,857	0.0%	5,139,857	26,515,429	19.4%
Other Post Employment Benefits Plan - Fire						
8/1/2007	-	21,431,762	0.0%	21,431,762	133,145,260	16.1%
8/1/2009	-	13,537,686	0.0%	13,537,686	23,847,834	56.8%
8/1/2011	-	6,351,600	0.0%	6,351,600	20,862,937	30.4%

OTHER POST EMPLOYMENT BENEFITS PLANS ANNUAL REQUIRED CONTRIBUTIONS

	(1) Annual Required Contribution (ARC)	(2) Actual Contribution	Percentage of of ARC Contributed (2) / (1)
Citicare			
8/1/2007	\$ 3,109,043	\$ 628,219	20.2%
8/1/2009	1,960,046	704,363	35.9%
8/1/2011	94,775	(79,992)	-84.4%
Public Safety			
8/1/2007	1,502,603	455,812	30.3%
8/1/2009	987,678	443,157	44.9%
8/1/2011	295,160	445,823	151.0%
Fire			
8/1/2007	1,853,004	541,837	29.2%
8/1/2009	1,023,928	407,364	39.8%
8/1/2011	355,425	358,718	100.9%





**GENERAL FUND
COMPARATIVE BALANCE SHEETS
JULY 31, 2013 AND 2012**

	2013	2012
ASSETS		
Cash and cash equivalents	\$ 20,551,365	\$ 8,154,237
Investments	30,992,412	29,017,033
Receivables		
Accounts	6,306,172	6,943,967
Property leases	1,200	33,600
Taxes	3,487,696	3,455,781
Accrued interest	47,971	47,783
Demolition liens	3,623,980	4,612,554
Employees	11,686	20,421
Intergovernmental	5,810,416	6,149,072
Miscellaneous	2,539,913	1,985,815
Allowance for uncollectibles	(7,450,058)	(8,146,662)
Net receivables	14,378,976	15,102,331
Due from other funds	25,542	67,558
Inventories	497,366	575,774
Prepaid items	49,477	22,554
Advances to other funds	1,702,413	801,689
Total assets	\$ 68,197,551	\$ 53,741,176
LIABILITIES AND FUND BALANCE		
Liabilities		
Accounts payable	\$ 2,676,905	\$ 6,495,041
Accrued liabilities	8,727,216	6,272,751
Deposits	615,416	431,922
Liability to claimants - escheat property	73,035	120,617
Due to other funds	179,389	114,933
Due to other governmental agencies	211,605	295,534
Deferred revenues		
Taxes	1,553,455	1,473,479
Other	567,813	564,411
Net deferred revenues	2,121,268	2,037,890
Total liabilities	14,604,834	15,768,688

(Continued)

Exhibit 6-A

	<u>2013</u>	<u>2012</u>
Fund balance		
Nonspendable		
Inventory	497,367	575,774
Prepaid items	3,924	22,554
Advances to other funds	801,689	801,689
Total nonspendable	<u>1,302,980</u>	<u>1,400,017</u>
Restricted		
Vital statistic record retention	232,224	194,452
Judicial/Court improvements	41,277	29,628
Fire contribution trust	5,585	5,585
PEG equipment and facilities	19,768	19,768
Total restricted	<u>298,854</u>	<u>249,433</u>
Committed		
Major contingencies	40,437,489	28,727,231
Government access equipment	11,959	11,959
Radio system capital replacement	27,431	25,744
Parking improvements	60,626	--
Total committed	<u>40,537,505</u>	<u>28,764,934</u>
Assigned		
Arts and Cultural Commission	11,480	6,806
Total assigned	<u>11,480</u>	<u>6,806</u>
Unassigned	<u>11,441,898</u>	<u>7,551,298</u>
Total fund balances	<u>53,592,717</u>	<u>37,972,488</u>
Total liabilities and fund balances	<u>\$ 68,197,551</u>	<u>\$ 53,741,176</u>

GENERAL FUND
SCHEDULE OF REVENUES AND OTHER FINANCING SOURCES (BUDGET BASIS), COMPARED TO BUDGET
YEAR ENDED JULY 31, 2013
WITH COMPARATIVE TOTALS FOR YEAR ENDED JULY 31, 2012

	<u>Budget</u>		<u>Actual GAAP Basis</u>	<u>Adjustments Budget Basis</u>
	<u>Original</u>	<u>Final</u>		
Taxes				
General property taxes				
Ad valorem taxes - current	\$ 51,282,246	\$ 51,282,246	\$ 51,704,048	\$ --
Ad valorem taxes - delinquent	900,000	900,000	908,885	--
Penalties and interest	700,000	700,000	637,236	--
Industrial District - in lieu of taxes	6,303,113	6,303,113	6,980,279	--
Other Payment in lieu of taxes	-	-	106,976	--
Special Inventory Tax Escrow Refund	100,000	100,000	122,357	--
Housing Authority - in lieu of taxes	17,272	17,272	28,761	--
Total general property taxes	<u>59,302,631</u>	<u>59,302,631</u>	<u>60,488,542</u>	<u>--</u>
City sales tax	<u>54,056,499</u>	<u>54,056,499</u>	<u>55,062,320</u>	<u>--</u>
Liquor drink tax	<u>915,228</u>	<u>915,228</u>	<u>948,385</u>	<u>--</u>
Bingo tax	<u>273,031</u>	<u>273,031</u>	<u>294,317</u>	<u>--</u>
Business fees				
Electric franchise	9,817,793	9,817,793	9,401,660	--
Electric franchise - Nueces Co-op	412,000	412,000	283,913	--
Telecommunications fees	3,703,719	3,703,719	4,207,219	--
CATV franchise	3,307,712	3,307,712	3,512,618	--
Taxicab franchise	48,000	48,000	52,670	--
AT&T right of way lease fee	1,200	1,200	1,200	--
Total business fees	<u>17,290,424</u>	<u>17,290,424</u>	<u>17,459,280</u>	<u>--</u>
Total taxes and business fees	<u>131,837,813</u>	<u>131,837,813</u>	<u>134,252,843</u>	<u>--</u>
Licenses and permits				
Amusement licenses	15,664	15,664	19,114	--
Technology fee	--	--	3,000	(3,000)
Pipeline - application fee	--	--	--	--
Pipeline - license fee	38,164	38,164	45,664	--
Pipeline license agreement	--	--	104	(104)
Beer and liquor licenses	--	--	118,363	(118,363)
Electricians licenses and exam fees	--	--	36,840	(36,840)
Auto wrecker permits	--	--	--	--
Taxi driver permits	15,000	15,000	15,461	--
Metal recycling permits	5,000	5,000	8,420	--
House mover licenses	--	--	266	(266)
Forfeited house mover deposits	--	--	6,500	(6,500)
Other business licenses	42,433	42,433	22,711	--
Deferment agreement fees	--	--	3,170,060	(3,170,060)
Building permits	--	--	191,598	(191,598)
Electrical permits	--	--	386,061	(386,061)
Plumbing permits	--	--	122,664	(122,664)
Mechanical permits	--	--	40,621	(40,621)
Use privilege	--	--	1,108,728	(1,108,728)
Mechanical registration fees	--	--	24,215	(24,215)
Occupational registration fees	--	--	4,860	(4,860)
Backflow prevention assembly tester	--	--	11,745	(11,745)
Driveway permit fees	--	--	14,108	(14,108)
Occupancy of public R-O-W	24,000	24,000	40,648	--
Street easement closure fees	--	--	11,721	(11,721)

(Continued)

Exhibit 6-B

2013 Actual Budget Basis	Variance Final Budget Positive (Negative)	2012 Actual Budget Basis
\$ 51,704,048	\$ 421,802	\$ 50,419,245
908,885	8,885	776,813
637,236	(62,764)	639,845
6,980,279	677,166	6,127,418
106,976	106,976	102,236
122,357	22,357	94,087
28,761	11,489	23,386
<u>60,488,542</u>	<u>1,185,911</u>	<u>58,183,030</u>
<u>55,062,320</u>	<u>1,005,821</u>	<u>50,686,799</u>
<u>948,385</u>	<u>33,157</u>	<u>898,428</u>
<u>294,317</u>	<u>21,286</u>	<u>297,862</u>
9,401,660	(416,133)	9,512,532
283,913	(128,087)	252,643
4,207,219	503,500	3,437,668
3,512,618	204,906	3,372,800
52,670	4,670	45,470
1,200	--	1,200
<u>17,459,280</u>	<u>168,856</u>	<u>16,622,313</u>
<u>134,252,843</u>	<u>2,415,031</u>	<u>126,688,432</u>
19,114	3,450	17,854
--	--	--
--	--	3,000
45,664	7,500	42,664
--	--	--
--	--	--
--	--	14,650
15,461	461	5,610
8,420	3,420	3,500
--	--	--
--	--	--
22,711	(19,723)	18,260
--	--	--
--	--	--
--	--	--
--	--	--
--	--	--
--	--	--
--	--	--
40,648	16,648	21,783
--	--	--

GENERAL FUND
SCHEDULE OF REVENUES AND OTHER FINANCING SOURCES (BUDGET BASIS), COMPARED TO BUDGET
YEAR ENDED JULY 31, 2013
WITH COMPARATIVE TOTALS FOR YEAR ENDED JULY 31, 2012

	<u>Budget</u>		<u>Actual GAAP Basis</u>	<u>Adjustments Budget Basis</u>
	<u>Original</u>	<u>Final</u>		
Licenses and permits (continued)				
Backflow prev device filing fee	--	--	171,660	(171,660)
Research and survey fees	--	--	12,481	(12,481)
Deferrment agreement fees	--	--	4,866	(4,866)
Construction document fees	--	--	2,507	(2,507)
Billboard fees	--	--	9,373	(9,373)
Vacant building inspection fees	600	600	--	--
House moving route permits	--	--	1,342	(1,342)
Oversized load permits	--	--	82,116	(82,116)
Street blockage permits	5,200	5,200	7,156	--
Banner permits	610	610	280	--
Special event permits	48,570	48,570	2,070	--
Total licenses and permits	<u>195,241</u>	<u>195,241</u>	<u>5,697,321</u>	<u>(5,535,798)</u>
Grants				
Equal Employment Opportunity Commission	57,400	57,400	85,600	--
Federal Emergency Management Assistance	70,000	70,000	--	--
Drug test reimbursements	--	--	20,852	--
Sexual Assault Exam	112,000	112,000	93,124	--
Fair Housing Assessment	45,000	45,000	62,737	--
General Land Office - beach cleaning	116,820	116,820	--	--
Total grants	<u>401,220</u>	<u>401,220</u>	<u>262,313</u>	<u>--</u>
Charges for services				
General governmental services				
Zoning fees	--	--	93,132	(93,132)
Platting fees	--	--	52,242	(52,242)
Board of Adjustment appeal fees	--	--	2,546	(2,546)
Attorney fees - demolition & paving liens	44,386	44,386	91,132	--
Sale of City publications	300	300	335	--
Blueprint sales and GIS sales	--	--	288	(288)
Candidate filing fees	2,000	2,000	1,200	--
Nonprofit registration fees	916	916	550	--
Registration fees-other	--	--	6,986	--
Dog track admission fees	--	--	--	--
Total general governmental services	<u>47,602</u>	<u>47,602</u>	<u>248,411</u>	<u>(148,208)</u>
Police				
Police towing and storage charges	950,000	950,000	1,126,790	--
Police impound certified mail recovery	75,000	75,000	76,635	--
Police accident reports	75,000	75,000	78,475	--
Proceeds from auction	850,000	850,000	851,350	--
Proceeds from auction - online	18,000	18,000	21,273	--
Parking meter collections	582,128	582,128	303,128	(60,626)
Police open record request	5,000	5,000	6,538	--
Police subpoenas	500	500	1,912	--
Fingerprinting fees	9,500	9,500	3,668	--
Customs/FBI	194,000	194,000	128,930	--

(Continued)

**Exhibit 6-B
(Continued)**

2013 Actual Budget Basis	Variance Final Budget Positive (Negative)	2012 Actual Budget Basis
--	--	--
--	--	--
--	--	--
--	--	--
--	(600)	200
--	--	--
--	--	--
7,156	1,956	6,682
280	(330)	575
2,070	(46,500)	850
<u>161,523</u>	<u>(33,718)</u>	<u>135,628</u>
85,600	28,200	26,450
--	(70,000)	--
20,852	20,852	11,063
93,124	(18,876)	86,111
62,737	17,737	--
--	(116,820)	--
<u>262,313</u>	<u>(138,907)</u>	<u>123,624</u>
--	--	--
--	--	--
--	--	--
91,132	46,747	43,089
335	35	1,409
--	--	--
1,200	(800)	900
550	(366)	660
6,986	6,986	--
--	--	4,119
<u>100,203</u>	<u>52,602</u>	<u>50,177</u>
1,126,790	176,790	1,141,693
76,635	1,635	69,897
78,475	3,475	76,432
851,350	1,350	679,697
21,273	3,273	11,760
242,502	(339,626)	215,879
6,538	1,538	5,013
1,912	1,412	1,893
3,668	(5,832)	4,071
128,930	(65,070)	118,366

GENERAL FUND
SCHEDULE OF REVENUES AND OTHER FINANCING SOURCES (BUDGET BASIS), COMPARED TO BUDGET
YEAR ENDED JULY 31, 2013
WITH COMPARATIVE TOTALS FOR YEAR ENDED JULY 31, 2012

	<u>Budget</u>		<u>Actual GAAP Basis</u>	<u>Adjustments Budget Basis</u>
	<u>Original</u>	<u>Final</u>		
Police (continued)				
Police Security Services	25,000	25,000	96,435	--
DWI Videotaping	1,000	1,000	1,066	--
Alarm system permits and services	800,000	800,000	440,070	--
800 MHz radio	190,150	190,150	128,567	--
9-1-1 wireless service fees	1,386,677	1,386,677	1,436,965	--
9-1-1 wireline service fees	1,540,708	1,540,708	1,332,612	--
Police C.A.D. calls	300	300	2,622	--
Restitution	--	--	4,999	--
CCISD-Crossing guards	7,670	27,670	16,865	--
School crossing guard program	38,500	38,500	44,203	--
Nueces county - Metrocom	1,067,649	1,067,649	1,024,431	--
Kingsville Police Dept - CAD/RMS	15,000	15,000	--	--
Total police	<u>7,831,782</u>	<u>7,851,782</u>	<u>7,127,533</u>	<u>(60,626)</u>
Fire				
Fire prevention permits	225,000	225,000	260,439	--
Hazmat response calls	5,000	5,000	--	--
Fire service - outside city limits	--	--	36,293	--
Fire department trust donations	1,800	1,800	--	--
Honor Guard	500	500	--	--
Emergency management alert system fees	14,800	14,800	14,630	--
Pipeline reporting administrative fees	45,000	45,000	47,150	--
Total fire	<u>292,100</u>	<u>292,100</u>	<u>358,511</u>	<u>--</u>
Ambulance				
Emergency calls	5,200,000	5,200,000	6,395,423	--
Nueces Co OCL charges	3,000	3,000	16,213	--
Ambulance permits	2,500	2,500	3,975	--
Total Ambulance	<u>5,205,500</u>	<u>5,205,500</u>	<u>6,415,611</u>	<u>--</u>
Streets				
RTA - street services contribution	1,089,612	1,089,612	1,089,612	--
Speed humps	10,500	10,500	1,250	--
Special events - support services	--	--	--	--
State of Texas - expressway lighting	204,000	204,000	121,508	--
Port of CC-Bridge Lighting	--	--	4,899	--
Subdivision street lighting participation	25,000	25,000	84,260	--
Total streets	<u>1,329,112</u>	<u>1,329,112</u>	<u>1,301,530</u>	<u>--</u>
Solid waste services				
Residential refuse collection fees	15,800,000	15,800,000	16,336,996	--
Commercial and industrial refuse collection fees	1,760,000	1,760,000	1,861,327	--
Municipal solid waste system service charge (MSWSSC)	3,460,000	3,460,000	3,541,732	--
Refuse disposal charges	8,643,542	8,643,542	8,882,316	--
Disposal charges - landfill project	3,089,464	3,089,465	3,150,889	--
Refuse collection permits	16,000	16,000	15,707	--
Special debris pickup	325,000	325,000	292,992	--
SW-Mulch	15,000	15,000	11,952	--
Brush fees	20,000	20,000	57,878	--
Recycling	800,000	800,000	905,601	--
Recycling collection fees	960,000	960,000	991,397	--
Recycling Bank fees	683,000	683,000	735,333	--
Recycling containers	241,000	241,000	244,970	--
Unsecured load charge	--	--	1,495	--
Inactive consumption fees	--	--	90,430	--
Recovery of charged off accounts	--	--	1,267	--
Total solid waste services	<u>35,813,006</u>	<u>35,813,007</u>	<u>37,122,283</u>	<u>--</u>

(Continued)

**Exhibit 6-B
(Continued)**

2013 Actual Budget Basis	Variance Final Budget Positive (Negative)	2012 Actual Budget Basis
96,435	71,435	73,054
1,066	66	1,675
440,070	(359,930)	452,460
128,567	(61,583)	186,653
1,436,965	50,288	1,442,929
1,332,612	(208,095)	1,478,540
2,622	2,322	904
4,999	4,999	4,947
16,865	(10,805)	7,670
44,203	5,703	36,868
1,024,431	(43,218)	1,080,509
--	(15,000)	15,000
<u>7,066,907</u>	<u>(784,876)</u>	<u>7,105,910</u>
260,439	35,439	264,801
--	(5,000)	22,090
36,293	36,293	30,517
--	(1,800)	1,375
--	(500)	500
14,630	(170)	--
47,150	2,150	44,325
<u>358,511</u>	<u>66,411</u>	<u>363,608</u>
6,395,423	1,195,423	6,056,790
16,213	13,213	20,776
3,975	1,475	4,476
<u>6,415,611</u>	<u>1,210,111</u>	<u>6,082,042</u>
1,089,612	--	1,089,612
1,250	(9,250)	9,375
--	--	--
121,508	(82,492)	161,613
4,899	4,899	2,478
84,260	59,260	30,433
<u>1,301,530</u>	<u>(27,582)</u>	<u>1,293,511</u>
16,336,996	536,996	15,993,289
1,861,327	101,327	1,784,031
3,541,732	81,732	3,511,801
8,882,316	238,774	12,950,312
3,150,889	61,425	--
15,707	(293)	13,179
292,992	(32,008)	377,428
11,952	(3,048)	--
57,878	37,878	68,671
905,601	105,601	1,130,314
991,397	31,397	1,049,924
735,333	52,333	969,853
244,970	3,970	(6)
1,495	1,495	--
90,430	90,430	--
1,267	1,267	15,272
<u>37,122,283</u>	<u>1,309,276</u>	<u>37,864,068</u>

GENERAL FUND
SCHEDULE OF REVENUES AND OTHER FINANCING SOURCES (BUDGET BASIS), COMPARED TO BUDGET
YEAR ENDED JULY 31, 2013
WITH COMPARATIVE TOTALS FOR YEAR ENDED JULY 31, 2012

	<u>Budget</u>		<u>Actual GAAP Basis</u>	<u>Adjustments Budget Basis</u>
	<u>Original</u>	<u>Final</u>		
Health services				
Food service permits	600,000	600,000	650,369	--
Immunization fees	480,000	480,000	400,937	--
Vital statistics fees	9,000	9,000	13,014	--
Vital records office sales	17,000	17,000	17,485	--
Vital records retention fee	--	--	--	--
Laboratory services	196,928	196,928	211,545	--
Nueces County - health administration	--	--	108	--
Nueces County Hospital District	--	--	--	--
Swimming pool inspection fees	37,000	37,000	37,425	--
Ambulance permits	39,000	39,000	59,732	--
Pound fee and handling charges	65,000	65,000	83,984	--
Pet licenses	--	--	--	--
Classes workshops	--	--	800	--
Animal trap fees	--	--	28,192	--
Pest control services	20,500	20,500	30,511	--
Adopt a kennel fees	200	200	1,785	--
Microchipping fee	2,000	2,000	16,004	--
Deceased Animal Pick Up	--	--	865	--
Animal trap fees	--	--	122	--
S/N Kennel Cough	--	--	2,440	--
Bite Case Boarding Fee	--	--	66	--
Spay and Nueter fees	112,800	112,800	37,378	--
Adoption fees	1,165	1,165	144	--
Lab shipping fees	250	250	575	--
Child care facilities fees	9,000	9,000	9,400	--
Total health services	<u>1,589,843</u>	<u>1,589,843</u>	<u>1,602,880</u>	<u>--</u>
Recreation services				
Swimming pools	210,562	210,562	181,004	--
Swimming instruction fees	101,249	101,249	97,256	--
H.E. Butt tennis center	45,599	45,599	20,943	--
Al Kruse tennis center	25,667	25,667	19,716	--
Athletic events	126,600	126,600	147,755	--
Athletic instruction fees	36,478	36,478	49,365	--
Facilities rentals	19,795	19,795	21,437	--
Latchkey program	2,457,422	2,457,422	2,260,751	--
Latchkey instruction fees	--	--	--	--
Buc days/Bayfest	21,500	21,500	--	--
Beach parking permits	575,000	625,000	708,814	--
Dune protection and beach construction permits	2,000	2,000	1,581	--
Heritage Park revenues	--	--	--	--
Tourist district rentals	7,500	7,500	9,145	--
Camping Permit Fees	2,500	2,500	4,528	--
Senior Center rentals	42,000	42,000	37,833	--
Class instruction fees	17,000	17,000	5,347	--
Recreation instruction fees	49,290	49,290	56,537	--
Recreation center rentals	6,680	6,680	7,017	--
Other recreation services	26,000	26,000	42,942	--
Total recreation services	<u>3,772,842</u>	<u>3,822,841</u>	<u>3,671,972</u>	<u>--</u>
Libraries				
Fines	120,471	120,471	95,830	--
Lost book charges	14,902	14,902	9,763	--
Copy machine sales	37,375	37,375	35,876	--
Other library revenue	18,134	18,134	22,525	--
Total libraries	<u>190,882</u>	<u>190,882</u>	<u>163,995</u>	<u>--</u>
Museums				
Admissions	165,444	165,444	129,400	--
Museum gift shop sales	--	--	74,510	--
McGregor reproduction fees	9,672	9,672	5,129	--

(Continued)

**Exhibit 6-B
(Continued)**

2013 Actual Budget Basis	Variance Final Budget Positive (Negative)	2012 Actual Budget Basis
650,369	50,369	615,120
400,937	(79,063)	--
13,014	4,014	425,557
17,485	485	10,758
--	--	17,925
211,545	14,617	--
108	108	150,330
--	--	--
37,425	425	38,467
59,732	20,732	--
83,984	18,984	63,376
--	--	85,233
800	800	1,125
28,192	28,192	178
30,511	10,011	35,980
1,785	1,585	175
16,004	14,004	12,580
865	865	--
122	122	--
2,440	2,440	--
66	66	--
37,378	(75,423)	78,763
144	(1,021)	1,156
575	325	200
9,400	400	15,035
<u>1,602,880</u>	<u>13,037</u>	<u>1,551,958</u>
181,004	(29,558)	161,684
97,256	(3,993)	109,996
20,943	(24,656)	29,666
19,716	(5,951)	23,552
147,755	21,155	126,388
49,365	12,887	58,116
21,437	1,642	19,132
2,260,751	(196,671)	2,318,653
--	--	350
--	(21,500)	28,553
708,814	83,814	624,883
1,581	(419)	--
--	--	262
9,145	1,645	7,431
4,528	2,028	58
37,833	(4,167)	33,393
5,347	(11,653)	9,132
56,537	7,247	66,728
7,017	337	7,726
42,942	16,942	49,506
<u>3,671,972</u>	<u>(150,869)</u>	<u>3,675,209</u>
95,830	(24,640)	91,730
9,763	(5,139)	9,298
35,876	(1,499)	31,781
22,525	4,391	16,462
<u>163,995</u>	<u>(26,887)</u>	<u>149,271</u>
129,400	(36,044)	128,218
74,510	74,510	--
5,129	(4,543)	10,268

GENERAL FUND
SCHEDULE OF REVENUES AND OTHER FINANCING SOURCES (BUDGET BASIS), COMPARED TO BUDGET
YEAR ENDED JULY 31, 2013
WITH COMPARATIVE TOTALS FOR YEAR ENDED JULY 31, 2012

	<u>Budget</u>		<u>Actual GAAP Basis</u>	<u>Adjustments Budget Basis</u>
	<u>Original</u>	<u>Final</u>		
Museums (continued)				
Facility rental	16,507	16,507	32,486	--
Education group programs	991	991	27,059	--
School District - museum educational program	22,000	22,000	22,000	--
Parties and recitals	8,128	8,128	5,452	--
Admissions	124,489	124,489	124,596	--
Total museums	<u>347,231</u>	<u>347,231</u>	<u>420,632</u>	<u>--</u>
Total charges for services	<u>56,419,899</u>	<u>56,489,900</u>	<u>58,433,357</u>	<u>(208,834)</u>
Fines and forfeitures				
Moving vehicle fines	2,175,000	2,175,000	2,685,028	--
School Crssg Gd Pgm-Cvl Citation	--	--	25,830	--
Parking fines	50,000	50,000	126,433	--
Civil parking citations	500,000	500,000	144,347	--
General fines	625,000	625,000	939,489	--
Officers fees	115,500	115,500	153,536	--
Uniform Traffic Act fines	38,500	38,500	70,359	--
Warrant fees	154,000	154,000	159,995	--
Municipal Court				
State fee discount	115,500	115,500	210,188	--
Time Pay Fee - Court	9,600	9,600	11,649	--
Time Pay Fee - City	38,500	38,500	65,188	--
644.102 Comm Vehicle Enforce	--	--	--	--
621.506 Overweight Vehicle Fine	--	--	--	--
Miscellaneous revenue	1,000	1,000	3,681	--
Juvenile expungement fee	--	--	400	--
Failure to appear fines	385,000	385,000	325,713	--
Animal control fines	11,000	11,000	7,197	--
Teen Court city fee	--	--	--	--
Other court fines	115,500	115,500	190,096	--
Total fines and forfeitures	<u>4,334,100</u>	<u>4,334,100</u>	<u>5,119,130</u>	<u>--</u>
Earnings on investments	<u>458,425</u>	<u>458,425</u>	<u>863,772</u>	<u>(3,966)</u>
Miscellaneous				
Rental of general property	200,098	200,098	161,099	--
Parking lots	--	--	--	--
Recovery on damage claims	125,000	125,000	21,716	--
Contributions and donations	115,101	116,801	138,055	--
Time Warner-Public Access Equipment	3,500	3,500	--	--
Automated teller machines	1,200	1,200	1,200	--
Late fees on returned check	1,227	1,227	640	--
Radio system participation	--	--	1,688	--
Engineering Services-other governments	--	--	--	--
RTA bus advertising revenues	20,000	20,000	46,525	--

(Continued)

**Exhibit 6-B
(Continued)**

2013 Actual Budget Basis	Variance Final Budget Positive (Negative)	2012 Actual Budget Basis
32,486	15,979	25,354
27,059	26,068	705
22,000	--	22,000
5,452	(2,676)	7,890
124,596	107	128,038
<u>420,632</u>	<u>73,401</u>	<u>322,473</u>
<u>58,224,524</u>	<u>1,734,624</u>	<u>58,458,227</u>
2,685,028	510,028	2,325,342
25,830	25,830	14,035
126,433	76,433	200,506
144,347	(355,653)	73,217
939,489	314,489	730,124
153,536	38,036	136,835
70,359	31,859	55,898
159,995	5,995	139,769
210,188	94,688	182,783
11,649	2,049	16,957
65,188	26,688	67,828
--	--	21,112
--	--	118
3,681	2,681	4,637
400	400	450
325,713	(359,287)	307,791
7,197	(3,803)	3,670
--	--	25
190,096	74,596	114,392
<u>5,119,130</u>	<u>785,030</u>	<u>4,395,489</u>
<u>859,806</u>	<u>401,381</u>	<u>297,244</u>
161,099	(38,999)	162,782
--	--	1,615
21,716	(103,284)	--
138,055	21,254	111,764
--	(3,500)	3,500
1,200	--	1,100
640	(587)	180
1,688	1,688	3,095
--	--	122
46,525	26,525	45,239

GENERAL FUND
SCHEDULE OF REVENUES AND OTHER FINANCING SOURCES (BUDGET BASIS), COMPARED TO BUDGET
YEAR ENDED JULY 31, 2013
WITH COMPARATIVE TOTALS FOR YEAR ENDED JULY 31, 2012

	<u>Budget</u>		<u>Actual GAAP Basis</u>	<u>Adjustments Budget Basis</u>
	<u>Original</u>	<u>Final</u>		
Miscellaneous (continued)				
Graffiti control	--	--	1,425	--
Sale of city property	92,922	92,922	8,961	--
Taxable Sales Other	--	--	2,479	--
Copy sales	6,500	6,500	3,683	--
Convenience fees	--	--	(2)	--
Returned check fees	2,486	2,486	--	--
Administrative processing fee	17,568	17,568	16,920	--
Demolition and weed liens	100,000	100,000	154,591	--
Purchase discounts	145,000	145,000	245,992	(9,163)
Vending machine sales	4,572	4,572	6,163	--
Forfeited plan deposits	3,000	3,000	6,233	--
Claim settlements	--	--	14,828	--
Naming rights for convention center	180,000	180,000	180,000	--
Miscellaneous	40,000	139,113	172,270	--
Total miscellaneous revenue	<u>1,058,174</u>	<u>1,158,987</u>	<u>1,184,466</u>	<u>(9,163)</u>
Reimbursements				
Interdepartmental	2,156,192	2,156,192	--	2,841,272
Traffic engineering cost recovery	6,000	6,000	--	7,342
Capital budget cost recovery	200,000	200,000	--	200,000
Finance cost recovery - CIP	613,967	613,967	--	575,575
Cost Recovery Human Relations-CIP	35,000	35,000	--	--
Engineering svcs - interdepartmental	68,383	68,383	--	78,300
Street recovery fees	721,000	721,000	--	758,301
Interdepartmental services - street	679,000	679,000	--	657,142
Park and recreation cost recovery	--	--	--	--
Fire hydrant maintenance	327,472	327,472	--	327,472
800 MHz radio - interdepartmental	342,072	342,072	--	336,696
Total reimbursements revenue	<u>5,149,086</u>	<u>5,149,086</u>	<u>--</u>	<u>5,782,100</u>
Total revenues	<u>199,853,958</u>	<u>200,024,772</u>	<u>205,813,203</u>	<u>24,340</u>
Other financing sources				
Capital leases	--	--	5,092,527	(5,092,527)
Total other financing sources	<u>--</u>	<u>--</u>	<u>5,092,527</u>	<u>(5,092,527)</u>
Transfers in				
Administrative charges				
Federal grants	96,000	96,000	150,843	--
CCCIC	3,500	3,500	4,123	--
Visitor facility	128,292	128,292	128,292	--
Reinvestment Zone #2	28,512	28,512	28,512	--
Gas division	670,380	670,380	670,380	--
Wastewater division	1,081,680	1,081,680	1,081,680	--
Water division	2,399,496	2,399,496	2,399,496	--
Airport	288,096	288,096	288,096	--
Development Services	253,992	253,992	--	--
Marina	86,826	86,826	86,826	--
Other				
Maintenance svc division	--	--	--	--

(Continued)

**Exhibit 6-B
(Continued)**

2013 Actual Budget Basis	Variance Final Budget Positive (Negative)	2012 Actual Budget Basis
1,425	1,425	2,287
8,961	(83,961)	278,405
2,479	2,479	--
3,683	(2,817)	4,776
(2)	(2)	--
--	(2,486)	30
16,920	(648)	14,641
154,591	54,591	100,221
236,829	91,829	254,391
6,163	1,591	3,875
6,233	3,233	14,442
14,828	14,828	250,000
180,000	--	180,000
172,270	33,157	39,035
<u>1,175,303</u>	<u>16,316</u>	<u>1,471,500</u>
2,841,272	685,080	3,861,300
7,342	1,342	7,476
200,000	--	222,391
575,575	(38,392)	500,357
--	(35,000)	1,765
78,300	9,917	33,093
758,301	37,301	901,947
657,142	(21,858)	902,941
--	--	204,375
327,472	--	327,472
336,696	(5,376)	339,132
<u>5,782,100</u>	<u>633,014</u>	<u>7,302,250</u>
<u>205,837,543</u>	<u>5,812,771</u>	<u>198,872,394</u>
--	--	--
--	--	--
150,843	54,843	171,514
4,123	623	9,377
128,292	--	130,572
28,512	--	53,311
670,380	--	468,576
1,081,680	--	804,696
2,399,496	--	1,746,216
288,096	--	235,812
--	(253,992)	392,064
86,826	--	53,124
--	--	157,269

GENERAL FUND
SCHEDULE OF REVENUES AND OTHER FINANCING SOURCES (BUDGET BASIS), COMPARED TO BUDGET
YEAR ENDED JULY 31, 2013
WITH COMPARATIVE TOTALS FOR YEAR ENDED JULY 31, 2012

	<u>Budget</u>		<u>Actual GAAP Basis</u>	<u>Adjustments Budget Basis</u>
	<u>Original</u>	<u>Final</u>		
Transfers in				
Other (continued)				
CC Housing Finance Corp	--	--	--	--
Transfer from General Liab Fd	1,520,000	3,839,947	3,900,224	--
Transfer from Work Comp	--	1,461,043	1,506,475	--
Streets	--	--	--	--
Total transfers in	<u>6,556,774</u>	<u>10,337,764</u>	<u>10,244,947</u>	<u>--</u>
Transfers out				
Debt service fund	(3,436,650)	(1,836,643)	(1,836,643)	1,595,805
Transf-Police Grants Csh Match	(62,000)	(64,000)	(63,898)	--
Transfers for capital outlay	--	--	--	--
Transfers for capital replacement	(1,947,862)	(1,947,862)	(1,973,807)	--
Development Services	(491,331)	(491,331)	--	(491,331)
MIS fund	--	(80,000)	(80,000)	--
Streets fund	(13,308,342)	(14,930,963)	--	(14,930,957)
Visitor's Facility	(180,000)	(180,000)	(180,000)	--
Transfer to Senior Comm Svc	(156,076)	(156,076)	(156,076)	--
Transfer to Capital Projects Fund	--	(553,840)	(553,840)	--
Municipal Court Special Revenue	--	--	--	--
Total transfers out	<u>(19,582,261)</u>	<u>(20,240,715)</u>	<u>(4,844,263)</u>	<u>(13,826,483)</u>
Total other sources	<u>(13,025,487)</u>	<u>(9,902,951)</u>	<u>10,493,211</u>	<u>(18,919,010)</u>
Total revenues and other sources	<u>\$ 186,828,471</u>	<u>\$ 190,121,821</u>	<u>\$ 216,306,415</u>	<u>\$ (18,894,670)</u>

**Exhibit 6-B
(Continued)**

2013 Actual Budget Basis	Variance Final Budget Positive (Negative)	2012 Actual Budget Basis
--	--	578,360
3,900,224	60,277	--
1,506,475	45,432	--
--	--	--
<u>10,244,947</u>	<u>(92,817)</u>	<u>4,800,891</u>
(240,838)	1,595,805	--
(63,898)	102	(63,877)
--	--	(1,200,000)
(1,973,807)	(25,945)	(1,038,156)
(491,331)	--	(903,948)
(80,000)	--	--
(14,930,957)	6	--
(180,000)	--	(180,000)
(156,076)	--	(128,200)
(553,840)	--	(1,450,000)
--	--	(489,179)
<u>(18,670,746)</u>	<u>1,569,969</u>	<u>(5,453,360)</u>
<u>(8,425,799)</u>	<u>1,477,152</u>	<u>(652,469)</u>
<u>\$ 197,411,745</u>	<u>\$ 7,289,924</u>	<u>\$ 198,219,925</u>

GENERAL FUND
SCHEDULE OF EXPENDITURES (BUDGET BASIS), COMPARED TO BUDGET
YEAR ENDED JULY 31, 2013
WITH COMPARATIVE TOTALS FOR YEAR ENDED JULY 31, 2012

	Actual GAAP Expenditures					
	Personal Services	Materials & Supplies	Contractual Services	Other Charges	Capital Outlays	Reimbursements
General government						
Control						
City Council and City Secretary	\$ 705,051	\$ 13,256	\$ 257,107	\$ 102,310	\$ --	\$ --
Group Managers	428,037	4,861	149,118	66,294	--	--
City Auditor	247,463	15,780	28,699	20,747	--	--
City Manager's Office	440,312	4,288	28,832	38,018	--	--
Management and budget office	506,165	5,160	13,380	50,988	--	--
Public Information	186,404	11,722	19,540	25,659	--	--
Capital budgeting	137,827	806	416	14,424	--	(200,000)
Total general government - control	2,651,259	55,873	497,092	318,440	--	(200,000)
Staff agencies						
Director of finance	246,902	748	3,234	33,574	--	--
Accounting	1,583,221	9,801	385,732	369,257	--	(575,575)
Central cashiering	447,861	7,940	10,331	160,036	--	--
Cash management	182,276	18,027	(2,494)	33,192	--	--
City Attorney	1,474,113	52,950	29,690	213,994	--	--
Economic development	--	--	247,464	--	--	--
Economic development incentives	--	--	--	2,017,476	--	--
Clean city initiatives	--	--	--	--	--	--
Downtown Management District	--	--	127,000	--	--	--
Development Services administration	515,237	42,113	237,605	591,630	--	(104,988)
Planning	754,678	9,096	31,813	60,191	--	--
Neighborhood Services	1,022,680	80,207	267,434	432,370	30,382	--
NCAD/NC-Administration	--	--	983,770	--	--	--
Human resources	915,296	19,663	98,048	132,157	--	--
Training	120,906	--	98,523	11,508	--	--
ADA Compliance	51,239	674	20,730	3,420	--	--
Human relations	194,283	1,853	13,220	41,527	--	--
Fair housing	62,206	663	421	5,537	--	--
Total staff agencies	7,570,898	243,735	2,552,521	4,105,869	30,382	(680,563)
Engineering services						
Engineering support services	--	--	38,458	280,063	--	--
Special services	712,208	1,783	77,814	19,008	12,000	(311,868)
Process Management Development	591,969	525	13,828	76,368	--	--
Total engineering services	1,304,178	2,308	130,100	375,439	12,000	(311,868)
Other expenditures						
Uncollectible accounts	--	--	--	912,479	--	--
Baseball Stadium	--	--	--	--	--	--
Major memberships	--	--	80,768	--	--	--
Schatzel St. parking lot	--	--	--	--	--	--
Purchasing/messenger service allocation	--	--	--	322,404	--	--
Reserve appropriations	--	--	--	--	--	--
Reserve for accrued pay	--	--	--	--	--	--
Total other expenditures	--	--	80,768	1,234,883	--	--
Total general government	11,526,334	301,916	3,260,481	6,034,631	42,382	(1,192,431)

(Continued)

Exhibit 6-C

Total Expenditures	Adjustments Budget Basis	2013 Actual Budget Basis	Budget		Variance Final Budget Positive (Negative)	2012 Actual Budget Basis
			Original	Final		
\$ 1,077,724	\$ --	\$ 1,077,724	\$ 1,123,205	\$ 1,271,930	\$ 194,206	\$ 966,021
648,310	--	648,310	662,426	751,653	103,343	547,945
312,689	--	312,689	333,254	332,870	20,181	257,997
511,450	--	511,450	493,300	515,186	3,736	515,039
575,693	--	575,693	576,383	575,615	(78)	513,475
243,325	--	243,325	234,253	238,514	(4,811)	259,370
(46,527)	200,000	153,473	166,639	166,387	12,914	147,074
3,322,664	200,000	3,522,664	3,589,460	3,852,155	329,491	3,206,921
284,458	--	284,458	355,776	355,524	71,066	255,156
1,772,436	575,575	2,348,011	2,344,392	2,433,562	85,551	2,061,435
626,168	--	626,168	641,304	637,756	11,588	758,847
231,001	--	231,001	223,154	222,770	(8,231)	235,855
1,770,747	--	1,770,747	1,852,122	1,912,968	142,221	2,022,914
247,464	--	247,464	247,464	247,464	--	251,040
2,017,476	--	2,017,476	2,034,583	1,828,583	(188,893)	2,031,352
--	--	--	--	--	--	34,589
127,000	--	127,000	127,242	127,242	242	127,000
1,281,596	(1,281,596)	--	--	--	--	--
855,778	--	855,778	882,568	881,668	25,890	--
1,833,073	--	1,833,073	1,885,385	1,910,397	77,324	1,631,475
983,770	--	983,770	1,250,000	1,250,000	266,230	1,496,249
1,165,164	--	1,165,164	1,334,539	1,334,785	169,621	1,063,576
230,937	--	230,937	258,170	257,918	26,981	189,245
76,063	--	76,063	92,031	91,899	15,836	54,427
250,883	--	250,883	270,540	270,024	19,141	300,351
68,827	--	68,827	75,749	75,617	6,790	58,259
13,822,841	(706,021)	13,116,820	13,875,019	13,838,177	721,357	12,571,770
318,521	--	318,521	313,321	318,521	--	279,072
510,945	(510,945)	--	--	--	--	--
682,691	(682,691)	--	--	--	--	--
1,512,157	(1,193,636)	318,521	313,321	318,521	--	279,072
912,479	--	912,479	325,000	325,000	(587,479)	740,424
--	--	--	--	175,000	175,000	--
80,768	--	80,768	69,360	83,268	2,500	80,613
--	--	--	--	--	--	2,619
322,404	--	322,404	322,404	322,404	--	295,452
--	--	--	2,727,758	2,393,143	2,393,143	--
--	--	--	1,850,000	--	--	--
1,315,651	--	1,315,651	5,294,522	3,298,815	1,983,164	1,119,108
19,973,313	(1,699,657)	18,273,656	23,072,322	21,307,668	3,034,012	17,176,871

GENERAL FUND
SCHEDULE OF EXPENDITURES (BUDGET BASIS), COMPARED TO BUDGET
YEAR ENDED JULY 31, 2013
WITH COMPARATIVE TOTALS FOR YEAR ENDED JULY 31, 2012

	Actual GAAP Expenditures					Reimbursements
	Personal Services	Materials & Supplies	Contractual Services	Other Charges	Capital Outlays	
Police and municipal court						
Police						
Administration	1,919,481	96,122	270,896	1,098,727	--	--
Police training	1,236,698	111,070	24,660	155,312	--	--
Criminal investigation	5,673,881	205,617	4,909	477,415	--	--
Narcotics/Vice Investigations	2,826,799	120,394	119,169	273,885	--	--
Uniformed division	28,611,586	634,089	488,010	6,086,816	--	(336,696)
Forensics services division	1,083,775	52,876	22,623	99,204	--	--
School crossing guards	143,734	6,276	--	58,656	--	--
Parking control	233,788	40,659	86,270	32,525	45,000	--
MetroCom	3,993,080	15,309	448,156	205,956	--	--
Police computer support	7,224	667	614,168	5,688	1,287,402	(446,626)
9-1-1 call delivery wireline	68,674	3,895	254,247	4,572	--	--
9-1-1 call delivery wireless	--	257	116,832	5,819	--	--
Building maintenance and operations	187,852	85,831	1,060,645	42,733	--	--
Vehicle pound operation	289,604	9,061	815,465	46,176	--	--
Central information	1,237,738	32,417	46,334	122,618	13,636	--
Criminal intelligence unit	1,013,547	39,456	10,237	44,650	--	--
Beach safety	154,696	--	--	--	--	(97,602)
Police Special Events	292,187	--	--	--	--	--
Municipal court						
Administration	1,201,631	19,074	140,868	579,508	40,366	--
Judicial	848,700	7,836	46,527	35,948	--	--
Detention facility	992,282	16,444	119,079	62,808	--	--
City marshals	279,487	19,381	42,089	44,803	--	--
Total municipal court	3,322,100	62,735	348,563	723,067	40,366	--
Total police and municipal court	52,296,444	1,516,731	4,731,184	9,483,819	1,386,404	(880,924)
Fire and Ambulance						
Administration and training	554,645	25,113	43,872	407,306	--	--
Fire Safety Education	--	--	6,437	--	--	--
Fire academy training	616,277	43,301	70,409	97,846	--	--
Communications	12,900	15,512	53,973	109,032	--	--
Apparatus and shop	248,760	405,046	262,316	15,048	--	--
Stations	36,287,334	489,299	856,523	1,880,601	425,000	(327,472)
Fire prevention	1,441,017	18,949	9,682	191,901	--	--
Honor Guard	--	--	--	3,448	--	--
Life guarding and first response	277,165	22,492	16,863	75,528	121,590	(324,068)
Fire support services	788,049	42,109	2,066	10,209	--	--
City ambulance operations	197,682	533,119	609,625	50,544	270,000	--
Total fire and ambulance	40,423,829	1,594,940	1,931,766	2,841,463	816,590	(651,540)

(Continued)

Exhibit 6-C
(Continued)

Total Expenditures	Adjustments Budget Basis	2013 Actual Budget Basis	Budget		Variance Final Budget Positive (Negative)	2012 Actual Budget Basis
			Original	Final		
3,385,226	--	3,385,226	3,444,859	3,389,017	3,791	3,136,884
1,527,740	--	1,527,740	1,543,092	1,803,101	275,361	1,594,248
6,361,822	--	6,361,822	6,220,893	6,288,117	(73,705)	5,992,504
3,340,247	--	3,340,247	3,392,480	3,376,201	35,954	3,248,757
35,483,805	336,696	35,820,501	34,670,212	35,724,589	(95,912)	34,170,034
1,258,478	--	1,258,478	1,357,352	1,346,400	87,922	1,225,642
208,666	--	208,666	190,761	207,941	(725)	321,877
438,242	--	438,242	548,882	593,042	154,800	529,785
4,662,501	--	4,662,501	4,926,823	4,916,587	254,086	4,641,086
1,468,523	446,626	1,915,149	1,019,703	2,144,296	229,147	731,712
331,388	--	331,388	388,610	310,056	(21,332)	327,305
122,908	47,971	170,879	275,255	182,255	11,376	271,542
1,377,061	--	1,377,061	1,274,098	1,352,831	(24,230)	1,288,665
1,160,306	--	1,160,306	1,043,347	1,131,960	(28,346)	1,122,927
1,452,743	--	1,452,743	1,507,771	1,515,596	62,853	1,358,846
1,107,890	--	1,107,890	979,931	1,027,267	(80,623)	1,088,663
57,094	97,602	154,696	151,150	151,150	(3,546)	159,209
292,187	--	292,187	146,940	146,940	(145,247)	151,315
1,981,447	--	1,981,447	2,803,254	2,801,313	819,866	1,837,773
939,011	--	939,011	946,835	947,685	8,674	906,691
1,190,613	--	1,190,613	1,201,356	1,198,776	8,163	1,094,978
385,760	--	385,760	470,032	469,857	84,097	421,716
4,496,831	--	4,496,831	5,421,477	5,417,631	920,800	4,261,158
68,533,658	928,895	69,462,553	68,503,636	71,024,977	1,562,424	65,622,159
1,030,936	--	1,030,936	1,055,305	1,064,207	33,271	948,742
6,437	--	6,437	6,000	6,000	(437)	3,838
827,833	--	827,833	2,180,866	1,719,882	892,049	721,007
191,417	--	191,417	275,493	278,997	87,580	313,867
931,170	--	931,170	728,937	1,003,937	72,767	814,177
39,611,285	595,836	40,207,121	36,695,980	38,863,348	(1,343,773)	37,737,296
1,661,549	--	1,661,549	1,565,058	1,610,622	(50,927)	1,525,567
3,448	--	3,448	4,000	4,150	702	193
189,570	324,068	513,638	464,331	518,429	4,791	430,649
842,433	--	842,433	741,845	773,393	(69,040)	734,064
1,660,970	(57,372)	1,603,598	1,487,039	1,565,071	(38,527)	1,789,618
46,957,048	862,532	47,819,580	45,204,854	47,408,036	(411,544)	45,019,018

GENERAL FUND
SCHEDULE OF EXPENDITURES (BUDGET BASIS), COMPARED TO BUDGET
YEAR ENDED JULY 31, 2013
WITH COMPARATIVE TOTALS FOR YEAR ENDED JULY 31, 2012

	Actual GAAP Expenditures					
	Personal Services	Materials & Supplies	Contractual Services	Other Charges	Capital Outlays	
Emergency management						
Emergency management	134,845	20,783	48,852	139,061	--	--
Total emergency management	<u>134,845</u>	<u>20,783</u>	<u>48,852</u>	<u>139,061</u>	--	--
Inspections	<u>1,544,588</u>	<u>38,745</u>	<u>172,384</u>	<u>473,699</u>	--	(269,908)
Streets						
Office and yard	471,289	24,549	73,719	232,570	--	--
Street reconstruction	482,405	606,595	1,204,295	157,008	257,606	--
Utility cut repairs	211,456	226,553	661	59,976	--	--
Asphalt maintenance	2,164,259	1,975,209	281,810	650,148	1,161,038	(1,449,107)
Traffic signals	517,410	283,797	110,683	109,600	--	--
Traffic engineering	431,040	4,318	7,139	113,952	--	(85,642)
Street preventive maintenance program	--	--	4,575	--	--	--
Street lighting	--	--	3,685,628	--	--	(1,000)
Harbor Bridge Lighting	--	--	61,374	--	--	--
Residential traffic management	--	--	23,017	--	--	--
Signs and markings	398,477	191,412	67,626	99,756	--	(3,652)
Total streets	<u>4,676,336</u>	<u>3,312,433</u>	<u>5,520,527</u>	<u>1,423,010</u>	<u>1,418,644</u>	<u>(1,539,401)</u>
Solid Waste						
Solid waste office	505,523	32,800	298,432	215,183	--	--
J.C. Elliot Transfer Station	861,330	324,412	266,432	285,312	1,321,677	--
Refuse collection	3,322,491	1,074,236	1,647,770	599,448	1,896,575	--
Refuse disposal	69,631	13,866	184,868	19,278	--	--
Brush collection	1,429,454	415,552	8,395	311,412	6,300	--
Elliot Closure/Postclosure exp	--	--	234,413	--	--	--
Graffiti Clean-up Project	200,906	10,664	1,284	12,852	--	--
Cefe Valenzuela landfill operation	451,148	72,643	4,302,211	154,456	--	--
Total solid waste	<u>6,840,483</u>	<u>1,944,173</u>	<u>6,943,805</u>	<u>1,597,941</u>	<u>3,224,552</u>	--
Health						
Administration and special programs	510,544	14,510	85,956	241,301	--	--
T.B. Clinic - Health Department	40,587	760	1,546	2,853	--	--
Immunization	116,229	867	6,177	13,920	--	--
Vital statistics	107,094	10,910	8,840	12,755	--	--
Nursing	271,791	9,561	43,316	17,748	--	--
Environmental health	254,106	26,185	7,701	76,287	--	--
STD clinic	102,438	296	5,871	6,480	--	--
Vector control	--	--	--	--	--	--
Laboratory	130,107	2,066	816	9,564	--	--
Low cost spay neuter clinic	103,313	65,853	72,334	3,840	--	--
Mental health	--	--	54,000	--	--	--
Animal control	949,200	296,095	142,594	405,405	--	--
Health office building	103,262	20,542	253,666	34,812	--	--
Total health	<u>2,688,671</u>	<u>447,645</u>	<u>682,817</u>	<u>824,965</u>	--	--

(Continued)

Exhibit 6-C
(Continued)

Total Expenditures	Adjustments Budget Basis	2013 Actual Budget Basis	Budget		Variance Final Budget Positive (Negative)	2012 Actual Budget Basis
			Original	Final		
343,541	--	343,541	447,350	447,350	103,809	273,176
<u>343,541</u>	<u>--</u>	<u>343,541</u>	<u>447,350</u>	<u>447,350</u>	<u>103,809</u>	<u>273,176</u>
1,959,508	(1,959,508)	--	--	--	--	--
802,127	(802,127)	--	--	--	--	824,159
2,707,909	(2,707,909)	--	--	--	--	3,154,644
498,646	(498,646)	--	--	--	--	556,841
4,783,357	(4,783,357)	--	--	--	--	5,475,267
1,021,490	(1,021,490)	--	--	--	--	971,073
470,807	(470,807)	--	--	--	--	521,994
4,575	(4,575)	--	--	--	--	--
3,684,628	1,000	3,685,628	3,081,854	3,081,854	(603,774)	2,818,356
61,374	--	61,374	--	35,000	(26,374)	13,874
23,017	--	23,017	25,000	25,000	1,983	26,429
753,619	(753,619)	--	--	--	--	771,504
<u>14,811,549</u>	<u>(11,041,530)</u>	<u>3,770,019</u>	<u>3,106,854</u>	<u>3,141,854</u>	<u>(628,165)</u>	<u>15,134,142</u>
1,051,938	--	1,051,938	1,102,988	1,254,343	202,405	974,659
3,059,163	(983,133)	2,076,030	1,962,129	2,091,029	14,999	2,818,365
8,540,520	183,702	8,724,222	9,194,465	9,311,425	587,203	8,642,621
287,643	354,595	642,238	351,701	345,460	(296,778)	1,417,123
2,171,113	264,419	2,435,532	2,490,288	2,552,599	117,067	3,158,823
234,413	--	234,413	114,500	313,228	78,815	136,944
225,706	--	225,706	256,140	255,624	29,918	243,964
4,980,458	1,085,802	6,066,260	5,226,311	5,325,355	(740,905)	7,268,853
<u>20,550,954</u>	<u>905,385</u>	<u>21,456,339</u>	<u>20,698,522</u>	<u>21,449,063</u>	<u>(7,276)</u>	<u>24,661,352</u>
852,311	--	852,311	859,372	863,708	11,397	794,835
45,746	--	45,746	78,415	77,583	31,837	14,598
137,193	--	137,193	141,012	140,628	3,435	140,516
139,599	--	139,599	146,767	140,522	923	124,837
342,416	--	342,416	350,735	354,149	11,733	223,007
364,279	--	364,279	429,534	428,634	64,355	379,112
115,085	--	115,085	123,820	122,068	6,983	109,040
--	--	--	--	--	--	149,090
142,553	--	142,553	159,062	157,178	14,625	149,795
245,340	--	245,340	207,743	254,611	9,271	198,929
54,000	--	54,000	54,000	54,000	--	54,000
1,793,294	--	1,793,294	1,867,880	1,797,532	4,238	1,612,478
412,282	--	412,282	338,264	363,771	(48,511)	404,076
<u>4,644,098</u>	<u>--</u>	<u>4,644,098</u>	<u>4,756,604</u>	<u>4,754,384</u>	<u>110,286</u>	<u>4,354,313</u>

GENERAL FUND
SCHEDULE OF EXPENDITURES (BUDGET BASIS), COMPARED TO BUDGET
YEAR ENDED JULY 31, 2013
WITH COMPARATIVE TOTALS FOR YEAR ENDED JULY 31, 2012

	Actual GAAP Expenditures					
	Personal Services	Materials & Supplies	Contractual Services	Other Charges	Capital Outlays	Reimbursements
Parks and recreation						
Director of parks and recreation	591,562	6,063	30,562	100,985	--	--
Park operation	2,071,843	331,843	285,188	1,263,048	140,027	(264,000)
Park construction	404,663	237,887	16,150	44,316	--	--
Program services admin	294,158	15,598	2,285	139,039	--	--
Senior community services	463,031	16,721	397,781	283,876	--	--
Athletics	286,521	43,758	199,808	135,611	--	--
Aquatics	560,505	118,403	154,587	160,671	--	--
Recreation centers	176,383	41,365	103,761	21,804	--	--
Multicultural center	90,252	10,904	30,593	14,393	--	(120,282)
Latchkey program	1,654,902	102,234	104,097	442,449	--	--
Beach maintenance/safety	--	3,838	--	--	--	(2,422)
Beach parking permits	45,975	12,961	98,970	12,246	39,599	(132,344)
Beach maintenance and operations	421,857	139,347	413,117	115,301	59,976	(728,849)
Oso Bay Learning Center	--	48,397	--	--	--	--
Tennis center operations	--	20,171	176,735	39,821	--	--
Corpus Christi Independent School District	--	2,518	17,143	2,898	--	--
Coliseum	--	--	--	--	--	--
Volunteer center	--	--	--	--	--	--
Tourist district	408,431	165,335	376,266	121,638	--	--
Natatorium	--	2,837	147,637	--	--	--
Total parks and recreation	<u>7,470,083</u>	<u>1,320,180</u>	<u>2,554,680</u>	<u>2,898,096</u>	<u>239,602</u>	<u>(1,247,897)</u>
Libraries						
Central	790,562	488,311	192,930	334,956	--	--
Anita & W.T. Neyland Branch	271,165	7,434	58,145	74,003	--	--
Ben McDonald Branch	261,516	9,911	77,176	59,895	--	--
Owen Hopkins Branch	239,014	7,038	39,758	61,474	--	--
Janet F. Harte Branch	200,985	6,355	54,686	68,967	--	--
Dr. Clotilde P. Garcia Branch	235,807	9,516	63,592	48,590	--	--
Total libraries	<u>1,999,049</u>	<u>528,565</u>	<u>486,287</u>	<u>647,885</u>	<u>--</u>	<u>--</u>
Museums						
Museum of Science and History	471,675	2,627	253,885	734,779	119,652	--
Cultural Services	--	--	--	--	--	--
Columbus ships	61,166	23	1,433	111,454	--	--
Total museums	<u>532,841</u>	<u>2,650</u>	<u>255,318</u>	<u>846,233</u>	<u>119,652</u>	<u>--</u>
Community enrichment						
Sister City program	--	--	--	--	--	--

(Continued)

Exhibit 6-C
(Continued)

Total Expenditures	Adjustments Budget Basis	2013 Actual Budget Basis	Budget		Variance Final Budget Positive (Negative)	2012 Actual Budget Basis
			Original	Final		
729,172	--	729,172	735,964	767,435	38,263	718,076
3,827,949	253,703	4,081,652	4,091,999	4,011,038	(70,614)	3,790,200
703,016	--	703,016	677,656	706,156	3,140	1,524,678
451,080	--	451,080	468,382	467,266	16,186	458,264
1,161,409	--	1,161,409	1,184,549	1,282,377	120,968	1,144,808
665,698	9,443	675,141	626,426	624,974	(50,167)	620,099
994,166	--	994,166	947,843	945,289	(48,877)	1,002,851
343,313	--	343,313	370,411	369,535	26,222	345,185
25,860	120,282	146,142	170,686	146,672	530	179,432
2,303,682	4,811	2,308,493	2,472,088	2,451,973	143,480	2,147,631
1,416	2,422	3,838	3,950	3,950	112	3,685
77,407	132,344	209,751	127,038	216,504	6,753	140,345
420,749	734,454	1,155,203	1,169,710	1,159,079	3,876	396,033
48,397	--	48,397	97,592	97,592	49,195	--
236,727	--	236,727	238,067	259,567	22,840	225,080
22,559	--	22,559	50,000	41,000	18,441	6,525
--	--	--	--	--	--	41,392
--	--	--	--	--	--	10,000
1,071,670	35,829	1,107,499	1,070,680	1,048,626	(58,873)	974,651
150,474	--	150,474	150,532	150,532	58	142,263
<u>13,234,744</u>	<u>1,293,288</u>	<u>14,528,032</u>	<u>14,653,573</u>	<u>14,749,565</u>	<u>221,533</u>	<u>13,871,198</u>
1,806,759	--	1,806,759	1,800,761	1,839,103	32,344	1,751,414
410,747	--	410,747	437,987	414,329	3,582	400,358
408,498	--	408,498	426,100	412,396	3,898	401,901
347,284	--	347,284	368,035	358,004	10,720	410,515
330,993	--	330,993	344,894	338,264	7,271	350,152
357,505	--	357,505	323,985	404,159	46,654	316,150
<u>3,661,786</u>	<u>--</u>	<u>3,661,786</u>	<u>3,701,762</u>	<u>3,766,255</u>	<u>104,469</u>	<u>3,630,490</u>
1,582,618	--	1,582,618	1,328,523	1,400,361	(182,257)	1,341,112
--	--	--	--	--	--	1,200
174,076	--	174,076	138,246	137,862	(36,214)	139,994
<u>1,756,694</u>	<u>--</u>	<u>1,756,694</u>	<u>1,466,769</u>	<u>1,538,223</u>	<u>(218,471)</u>	<u>1,482,306</u>
--	--	--	--	--	--	5,902

GENERAL FUND
SCHEDULE OF EXPENDITURES (BUDGET BASIS), COMPARED TO BUDGET
YEAR ENDED JULY 31, 2011
WITH COMPARATIVE TOTALS FOR YEAR ENDED JULY 31, 2010

	<u>Actual GAAP Expenditures</u>					
	<u>Personal Services</u>	<u>Materials & Supplies</u>	<u>Contractual Services</u>	<u>Other Charges</u>	<u>Capital Outlays</u>	<u>Reimbursements</u>
Debt service						
Principal retired	--	--	--	3,955,567	--	--
Interest	--	--	--	303,725	--	--
Total debt service	--	--	--	4,259,292	--	--
 Total expenditures	 <u>\$ 130,133,504</u>	 <u>\$ 11,028,762</u>	 <u>\$ 26,588,100</u>	 <u>\$ 31,470,095</u>	 <u>\$ 7,247,826</u>	 <u>\$ (5,782,101)</u>

Exhibit 6-C
(Continued)

Total Expenditures	Adjustments Budget Basis	2013 Actual Budget Basis	Budget		Variance Final Budget Positive (Negative)	2010 Actual Budget Basis
			Original	Final		
3,955,567	(3,955,567)	--	--	--	--	--
303,725	(303,725)	--	--	--	--	--
4,259,292	(4,259,292)	--	--	--	--	--
<u>\$ 200,686,186</u>	<u>\$ (14,969,888)</u>	<u>\$ 185,716,298</u>	<u>\$ 185,612,246</u>	<u>\$ 189,587,375</u>	<u>\$ 3,871,077</u>	<u>\$ 191,230,927</u>

GENERAL FUND (DEVELOPMENT SERVICES)
SCHEDULE OF REVENUES AND OTHER FINANCING SOURCES (BUDGET BASIS), COMPARED TO BUDGET
YEAR ENDED JULY 31, 2013
WITH COMPARATIVE TOTALS FOR YEAR ENDED JULY 31, 2012

	<u>Budget</u>		<u>Actual GAAP Basis</u>	<u>Adjustments Budget Basis</u>
	<u>Original</u>	<u>Final</u>		
Licenses and permits				
Technology fee	--	--	104	--
Pipeline - application fee	--	--	3,000	--
Beer and liquor licenses	180,000	180,000	118,363	--
Electricians licenses and exam fees	42,000	42,000	36,840	--
House mover licenses	250	250	266	--
Forfeited house mover deposits	1,500	1,500	6,500	--
Building permits	2,050,000	2,050,000	3,170,060	--
Electrical permits	310,000	310,000	191,598	--
Plumbing permits	360,000	360,000	386,061	--
Mechanical permits	90,000	90,000	122,664	--
Certificate of occupancy fees	80,000	80,000	40,621	--
Plan review fees	660,000	660,000	1,108,728	--
Mechanical registration fees	18,000	18,000	24,215	--
Lawn Irrigator registration fees	7,500	7,500	4,860	--
Backflow prevention assembly tester	10,000	10,000	11,745	--
Driveway permit fees	7,000	7,000	14,108	--
Street easement closure fees	8,500	8,500	11,721	--
Easement closure FMV fee	8,000	8,000	--	--
Backflow prev device filing fee	189,500	189,500	171,660	--
Research and survey fees	5,000	5,000	12,481	--
Deferrment agreement fees	14,500	14,500	4,866	--
Construction document fees	1,000	1,000	2,507	--
Billboard fees	15,000	15,000	9,373	--
House moving route permits	1,000	1,000	1,342	--
Oversized load permits	10,000	10,000	82,116	--
Monitoring Well	--	--	--	--
Total licenses and permits	<u>4,068,750</u>	<u>4,068,750</u>	<u>5,535,798</u>	<u>--</u>
Charges for services				
General governmental services				
Zoning fees	50,000	50,000	93,132	--
Platting fees	175,000	175,000	52,242	--
Board of Adjustment appeal fees	8,500	8,500	2,546	--
Blueprint sales and GIS sales	--	--	288	--
Total charges for services	<u>233,500</u>	<u>233,500</u>	<u>148,208</u>	<u>--</u>
Earnings on investments	<u>1,268</u>	<u>1,268</u>	<u>1,758</u>	<u>--</u>

(Continued)

Exhibit 6-D

2013 Actual Budget Basis	Variance Final Budget Positive (Negative)	2012 Actual Budget Basis
104	104	884
3,000	3,000	--
118,363	(61,638)	119,053
36,840	(5,160)	36,025
266	16	266
6,500	5,000	--
3,170,060	1,120,060	2,487,543
191,598	(118,402)	275,299
386,061	26,061	508,068
122,664	32,664	140,540
40,621	(39,379)	51,359
1,108,728	448,728	711,913
24,215	6,215	26,050
4,860	(2,640)	5,130
11,745	1,745	10,935
14,108	7,108	12,732
11,721	3,221	6,773
--	(8,000)	18,600
171,660	(17,840)	199,260
12,481	7,481	8,557
4,866	(9,634)	2,365
2,507	1,507	1,290
9,373	(5,627)	6,593
1,342	342	244
82,116	72,116	25,203
--	--	300
<u>5,535,798</u>	<u>1,467,048</u>	<u>4,654,982</u>
93,132	43,132	74,510
52,242	(122,758)	70,835
2,546	(5,954)	6,365
288	288	112
<u>148,208</u>	<u>(85,292)</u>	<u>151,822</u>
<u>1,758</u>	<u>490</u>	<u>951</u>

GENERAL FUND (DEVELOPMENT SERVICES)
SCHEDULE OF REVENUES AND OTHER FINANCING SOURCES (BUDGET BASIS), COMPARED TO BUDGET
YEAR ENDED JULY 31, 2013
WITH COMPARATIVE TOTALS FOR YEAR ENDED JULY 31, 2012

	<u>Budget</u>		<u>Actual GAAP Basis</u>	<u>Adjustments Budget Basis</u>
	<u>Original</u>	<u>Final</u>		
Miscellaneous	--	--	--	--
Total miscellaneous revenue	<u>--</u>	<u>--</u>	<u>--</u>	<u>--</u>
Reimbursements				
Interdepartmental	686,760	686,760	--	686,764
Total revenues	<u>4,990,278</u>	<u>4,990,278</u>	<u>5,685,764</u>	<u>686,764</u>
Transfers in				
Other				
General Fund	491,331	491,331	491,331	--
General Liability Fund	--	60,277	60,277	--
Workers Compensation	--	45,432	45,432	--
Total transfers in	<u>491,331</u>	<u>597,040</u>	<u>597,040</u>	<u>--</u>
Transfers out				
Administrative Service Charge	(253,992)	(253,992)	(253,992)	--
Transfers for capital replacement	--	(23,539)	(26,000)	--
Total transfers out	<u>(253,992)</u>	<u>(277,531)</u>	<u>(279,992)</u>	<u>--</u>
Total other sources	<u>237,339</u>	<u>319,509</u>	<u>317,048</u>	<u>--</u>
Total revenues and other sources	<u>\$ 5,227,617</u>	<u>\$ 5,309,787</u>	<u>\$ 6,002,812</u>	<u>\$ 686,764</u>

Note: Development Services is a part of General Fund but has its own budget.

**Exhibit 6-D
(Continued)**

2013 Actual Budget Basis	Variance Final Budget Positive (Negative)	2012 Actual Budget Basis
--	--	10,457
--	--	10,457
686,764	4	683,076
<u>6,372,528</u>	<u>1,382,250</u>	<u>5,501,288</u>
491,331	--	903,948
60,277	--	--
45,432	--	--
<u>597,040</u>	<u>--</u>	<u>903,948</u>
(253,992)	--	(392,064)
(26,000)	(2,461)	(26,000)
<u>(279,992)</u>	<u>(2,461)</u>	<u>(418,064)</u>
<u>317,048</u>	<u>(2,462)</u>	<u>485,884</u>
<u>\$ 6,689,576</u>	<u>\$ 1,379,788</u>	<u>\$ 5,987,172</u>

**GENERAL FUND (DEVELOPMENT SERVICES)
SCHEDULE OF EXPENDITURES (BUDGET BASIS), COMPARED TO BUDGET
YEAR ENDED JULY 31, 2013
WITH COMPARATIVE TOTALS FOR YEAR ENDED JULY 31, 2012**

	Actual GAAP Expenditures					
	Personal Services	Materials & Supplies	Contractual Services	Other Charges	Capital Outlays	Reimbursements
General government						
Staff agencies						
Development Services administration	515,237	42,113	237,605	591,630	--	(104,988)
Planning	--	--	--	--	--	--
Total staff agencies	<u>515,237</u>	<u>42,113</u>	<u>237,605</u>	<u>591,630</u>	<u>--</u>	<u>(104,988)</u>
Engineering services						
Special services	712,208	1,783	77,814	19,008	12,000	(311,868)
Process management	591,969	525	13,828	76,368	--	--
Total engineering services	<u>1,304,178</u>	<u>2,308</u>	<u>91,642</u>	<u>95,376</u>	<u>12,000</u>	<u>(311,868)</u>
Other expenditures						
Reserve appropriations	--	--	--	--	--	--
Total other expenditures	<u>--</u>	<u>--</u>	<u>--</u>	<u>--</u>	<u>--</u>	<u>--</u>
Total general government	<u>1,819,414</u>	<u>44,421</u>	<u>329,247</u>	<u>687,006</u>	<u>12,000</u>	<u>(416,856)</u>
Inspections	<u>1,544,588</u>	<u>38,745</u>	<u>172,384</u>	<u>473,699</u>	<u>--</u>	<u>(269,908)</u>
Total expenditures	<u>\$ 3,364,003</u>	<u>\$ 83,167</u>	<u>\$ 501,630</u>	<u>\$ 1,160,705</u>	<u>\$ 12,000</u>	<u>\$ (686,764)</u>

Note: Development Services is a part of General Fund but has its own budget.

Exhibit 6-E

Total Expenditures	Adjustments Budget Basis	2013 Actual Budget Basis	Budget		Variance Final Budget Positive (Negative)	2012 Actual Budget Basis
			Original	Final		
1,281,596	--	1,281,596	1,283,845	1,403,150	121,554	1,443,521
--	--	--	--	--	--	783,648
<u>1,281,596</u>	<u>--</u>	<u>1,281,596</u>	<u>1,283,845</u>	<u>1,403,150</u>	<u>121,554</u>	<u>2,227,169</u>
510,945	--	510,945	642,822	829,037	318,092	508,705
682,691	--	682,691	1,075,716	817,292	134,601	996,415
<u>1,193,636</u>	<u>--</u>	<u>1,193,636</u>	<u>1,718,538</u>	<u>1,646,329</u>	<u>452,693</u>	<u>1,505,120</u>
--	--	--	10,344	48,010	48,010	--
--	--	--	10,344	48,010	48,010	--
<u>2,475,232</u>	<u>--</u>	<u>2,475,232</u>	<u>3,012,727</u>	<u>3,097,489</u>	<u>622,257</u>	<u>3,732,289</u>
1,959,508	--	1,959,508	2,364,885	2,319,132	359,624	1,836,328
<u>\$ 4,434,741</u>	<u>\$ --</u>	<u>\$ 4,434,741</u>	<u>\$ 5,377,612</u>	<u>\$ 5,416,621</u>	<u>\$ 981,880</u>	<u>\$ 5,568,617</u>

GENERAL FUND (PARKING IMPROVEMENT)
SCHEDULE OF REVENUES AND OTHER FINANCING SOURCES (BUDGET BASIS), COMPARED TO BUDGET
YEAR ENDED JULY 31, 2013

	Budget		Actual GAAP Basis
	Original	Final	
Charges for services			
Police			
Parking meter collections	145,532	145,532	60,626
	145,532	145,532	60,626
 Total revenues	\$ 145,532	\$ 145,532	\$ 60,626

Note: Parking Improvement is a part of General Fund but has its own budget.

Exhibit 6-F

Adjustments Budget Basis	2013 Actual Budget Basis	Variance Final Budget Positive (Negative)
<u> --</u>	<u> 60,626</u>	<u> (84,906)</u>
<u> --</u>	<u> 60,626</u>	<u> (84,906)</u>
<u><u>\$ --</u></u>	<u><u>\$ 60,626</u></u>	<u><u>\$ (84,906)</u></u>

**GENERAL FUND (PARKING IMPROVEMENT)
SCHEDULE OF EXPENDITURES (BUDGET BASIS), COMPARED TO BUDGET
YEAR ENDED JULY 31, 2013**

	<u>Actual GAAP Expenditures</u>				
	<u>Personal Services</u>	<u>Materials & Supplies</u>	<u>Contractual Services</u>	<u>Other Charges</u>	<u>Capital Outlays</u>
Police and municipal court					
Police					
Parking control	--	--	--	--	--
Total expenditures	<u>\$ --</u>	<u>\$ --</u>	<u>\$ --</u>	<u>\$ --</u>	<u>\$ --</u>

Note: Parking Improvement is a part of General Fund but has its own budget.

<u>Reimbursements</u>	<u>Total Expenditures</u>	<u>Adjustments Budget Basis</u>	<u>2013 Actual Budget Basis</u>	<u>Budget</u>		<u>Variance Final Budget Positive (Negative)</u>
				<u>Original</u>	<u>Final</u>	
--	--	--	--	--	--	--
<u>\$ --</u>	<u>\$ --</u>	<u>\$ --</u>	<u>\$ --</u>	<u>\$ --</u>	<u>\$ --</u>	<u>\$ --</u>

GENERAL FUND (STREETS)
SCHEDULE OF REVENUES AND OTHER FINANCING SOURCES (BUDGET BASIS), COMPARED TO BUDGET
YEAR ENDED JULY 31, 2013

	<u>Budget</u>		<u>Actual GAAP Basis</u>	<u>Adjustments Budget Basis</u>
	<u>Original</u>	<u>Final</u>		
Earnings on investments	--	--	2,209	--
Miscellaneous				
Purchase discounts	--	--	9,162	--
Total revenues	--	--	11,371	--
Other financing sources				
Capital leases	--	--	1,106,197	(1,106,197)
Transfers in General Fund	13,308,342	13,308,342	14,930,957	--
Total revenues and other sources	<u>\$ 13,308,342</u>	<u>\$ 13,308,342</u>	<u>\$ 16,048,525</u>	<u>\$ (1,106,197)</u>

Note: Streets is a part of General Fund but has its own budget.

Exhibit 6-H

2013 Actual Budget Basis	Variance Final Budget Positive (Negative)
<u>2,209</u>	<u>2,209</u>
<u>9,162</u>	<u>9,162</u>
<u>11,371</u>	<u>11,371</u>
--	--
<u>14,930,957</u>	<u>1,622,615</u>
<u><u>\$ 14,942,328</u></u>	<u><u>\$ 1,633,985</u></u>

GENERAL FUND (STREETS)
SCHEDULE OF EXPENDITURES (BUDGET BASIS), COMPARED TO BUDGET
YEAR ENDED JULY 31, 2013

	<u>Actual GAAP Expenditures</u>				
	<u>Personal Services</u>	<u>Materials & Supplies</u>	<u>Contractual Services</u>	<u>Other Charges</u>	<u>Capital Outlays</u>
Streets					
Office and yard	471,289	24,549	73,719	232,570	--
Street reconstruction	482,405	606,595	1,204,295	157,008	257,606
Utility cut repairs	211,456	226,553	661	59,976	--
Asphalt maintenance	2,164,259	1,975,209	281,810	650,148	1,161,038
Traffic signals	517,410	283,797	110,683	109,600	--
Traffic engineering	431,040	4,318	7,139	113,952	--
Signs and markings	398,477	191,412	67,626	99,756	--
Street preventive maintenance program	--	--	4,575	--	--
Total streets	<u>4,676,336</u>	<u>3,312,433</u>	<u>1,750,508</u>	<u>1,423,010</u>	<u>1,418,644</u>
Debt service					
Principal retired	--	--	--	610,667	--
Interest	--	--	--	40,873	--
Total debt service	<u>--</u>	<u>--</u>	<u>--</u>	<u>651,540</u>	<u>--</u>
Total expenditures	<u>\$ 4,676,336</u>	<u>\$ 3,312,433</u>	<u>\$ 1,750,508</u>	<u>\$ 2,074,550</u>	<u>\$ 1,418,644</u>

Note: Streets is a part of General Fund but has its own budget.

Reimbursements	Total Expenditures	Adjustments Budget Basis	2013 Actual Budget Basis	Budget		Variance Final Budget Positive (Negative)
				Original	Final	
--	802,127	--	802,127	811,246	828,214	26,087
--	2,707,909	(257,606)	2,450,303	2,731,352	2,675,998	225,695
--	498,646	--	498,646	563,943	563,891	65,245
--	6,232,464	(848,591)	5,383,873	6,569,352	7,861,451	2,477,578
--	1,021,490	--	1,021,490	1,094,443	1,152,493	131,003
--	556,449	--	556,449	579,239	578,339	21,890
--	757,271	--	757,271	833,767	926,230	168,959
--	4,575	--	4,575	2,731,352	2,675,998	2,671,423
--	12,580,931	(1,106,197)	11,474,734	15,914,694	17,262,614	5,787,880
--	610,667	(610,667)	--	--	--	--
--	40,873	(40,873)	--	--	--	--
--	651,540	(651,540)	--	--	--	--
\$ --	\$ 13,232,471	\$ (1,757,737)	\$ 11,474,734	\$ 15,914,694	\$ 17,262,614	\$ 5,787,880

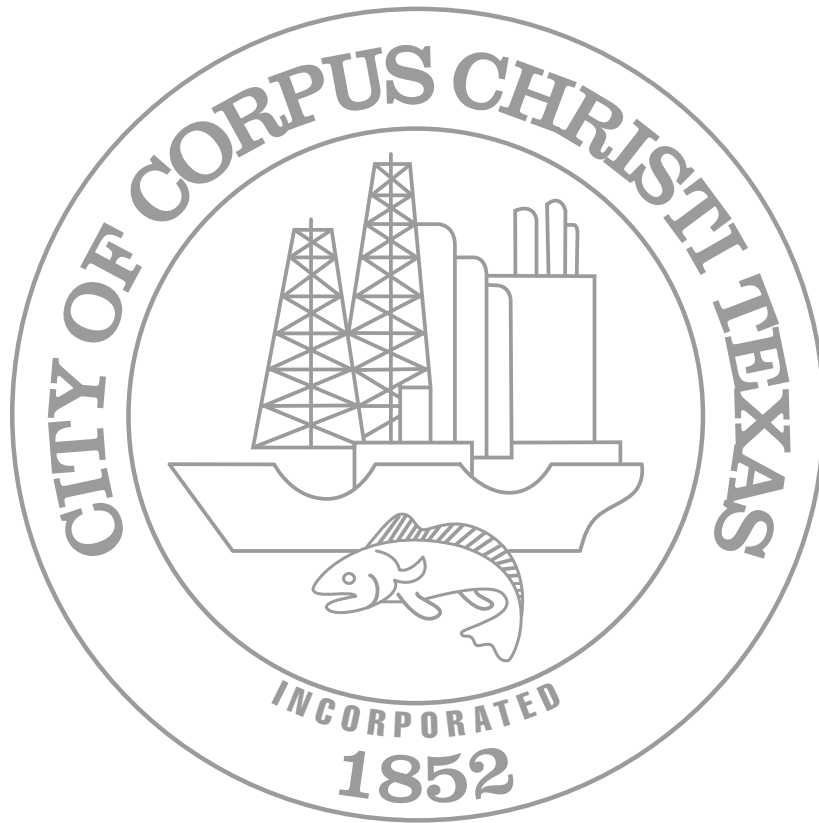


Exhibit 7-A

**DEBT SERVICE FUND
COMPARATIVE BALANCE SHEETS
JULY 31, 2013 AND 2012**

ASSETS	<u>2013</u>	<u>2012</u>
Cash and cash equivalents	\$ 1,501,869	\$ 1,849,985
Investments	14,002,576	15,004,410
Receivables		
Taxes	1,744,293	1,728,331
Accrued interest	8,389	4,427
Allowance for uncollectibles	(967,367)	(991,404)
Net receivables	<u>785,315</u>	<u>741,354</u>
Total assets	<u><u>\$ 16,289,760</u></u>	<u><u>\$ 17,595,749</u></u>
 LIABILITIES AND FUND BALANCE 		
Liabilities		
Deferred revenues		
Taxes	\$ 776,926	\$ 736,927
Total liabilities	<u>776,926</u>	<u>736,927</u>
Fund balance		
Committed		
Debt service	<u>15,512,834</u>	<u>16,858,822</u>
Total liabilities and fund balances	<u><u>\$ 16,289,760</u></u>	<u><u>\$ 17,595,749</u></u>

DEBT SERVICE FUND
SCHEDULE OF REVENUES, EXPENDITURES AND CHANGES IN FUND BALANCE -
BUDGET (GAAP BASIS) AND ACTUAL
YEAR ENDED JULY 31, 2013
WITH COMPARATIVE TOTALS FOR YEAR ENDED JULY 31, 2012

	<u>Budget</u>		<u>2013 Actual</u>	<u>Variance Final Budget Positive (Negative)</u>
	<u>Original</u>	<u>Final</u>		
Revenues				
Ad valorem taxes	\$ 26,925,437	\$ 26,925,437	\$ 26,638,939	\$ (286,498)
Earnings on investments	26,056	26,056	40,231	14,175
Payments from Lexington Museum Association	--	--	--	--
Payments from Texas State Aquarium	369,082	369,082	369,082	--
Claim Settlements	--	--	4,064	4,064
Total revenues	<u>27,320,575</u>	<u>27,320,575</u>	<u>27,052,316</u>	<u>(268,259)</u>
Expenditures				
Debt service				
Principal retirement	18,063,940	18,063,940	18,063,940	--
Interest	15,803,072	15,803,072	15,171,956	631,116
Bond issue cost	--	--	1,258,063	(1,258,063)
Refund of bond issuance cost	--	--	--	--
Paying agent fees	20,000	20,000	7,813	12,187
Total expenditures	<u>33,887,012</u>	<u>33,887,012</u>	<u>34,501,772</u>	<u>(614,760)</u>
Deficiency of revenues under expenditures	(6,566,437)	(6,566,437)	(7,449,456)	(883,019)
Other financing sources				
Refunding bonds issued	--	--	134,935,000	134,935,000
Premium on refunding bonds sold	--	--	3,434,016	3,434,016
Payment to escrow agent for refunded bonds	--	--	(137,063,838)	(137,063,838)
Transfers in from				
General fund	3,436,651	3,436,651	1,836,643	(1,600,008)
Utility system fund	--	--	--	--
Airport fund	50,036	50,036	50,036	--
Golf centers fund	--	--	--	--
Hotel occupancy tax fund	2,488,558	2,488,558	2,488,558	--
Visitors facilities fund	187,822	187,822	187,822	--
Facilities Maintenance fund	235,231	235,231	235,231	--
Total other financing sources	<u>6,398,298</u>	<u>6,398,298</u>	<u>6,103,468</u>	<u>(294,830)</u>
Net change in fund balance	(168,139)	(168,139)	(1,345,988)	(1,177,849)
Fund balance at beginning of year	<u>16,971,121</u>	<u>16,858,822</u>	<u>16,858,822</u>	<u>--</u>
Fund balance at end of year	<u>\$ 16,802,982</u>	<u>\$ 16,690,683</u>	<u>\$ 15,512,834</u>	<u>\$ (1,177,849)</u>

Exhibit 7-B

**2012
Actual**

\$ 25,939,709
 44,609
 267,750
 358,795

 26,610,863

16,628,752
 13,931,068

--
 --
 12,032

 30,571,852

(3,960,989)

--
 --
 --

3,889,160
 2,874
 1,108
 322
 2,489,440

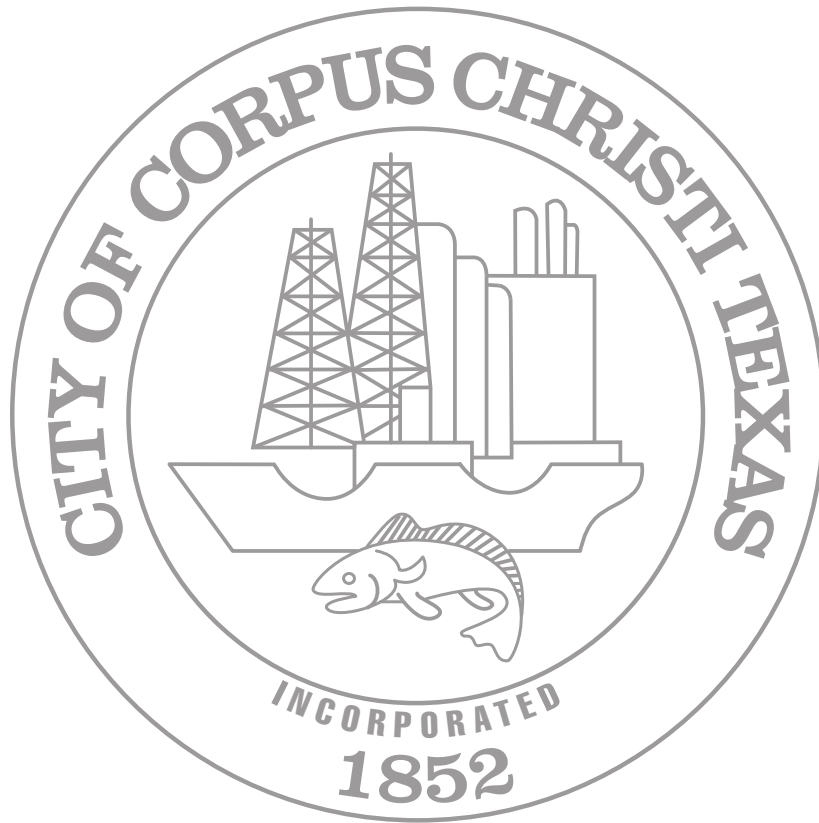
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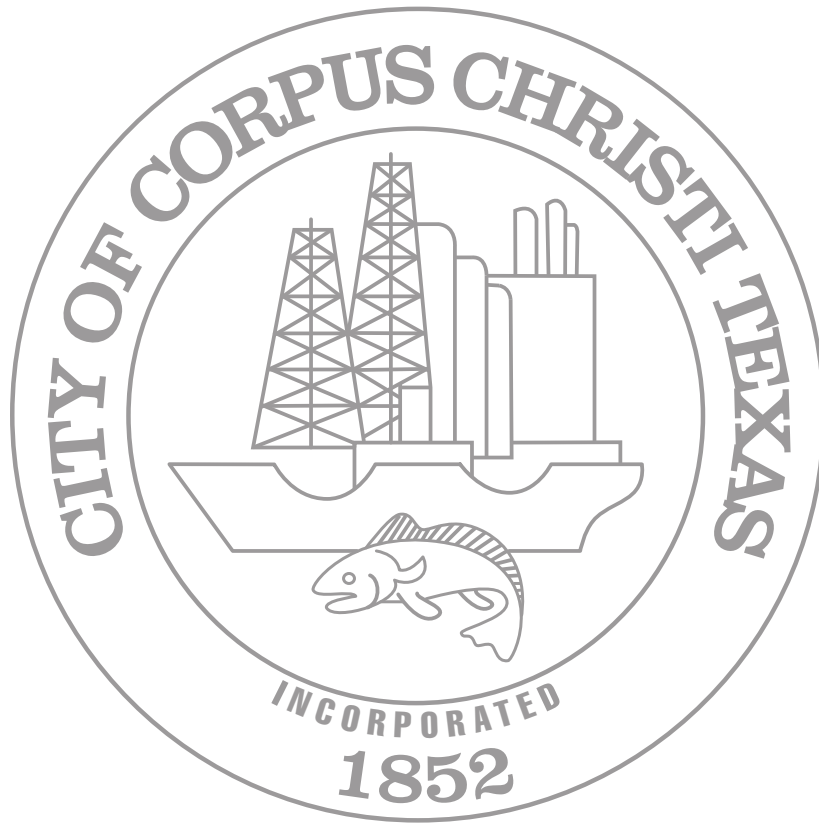
 6,382,904

2,421,915

14,436,907

\$ 16,858,822





**NON-MAJOR GOVERNMENTAL FUNDS
COMBINING BALANCE SHEET
JULY 31, 2013**

	Special Revenue Funds	Capital Projects Funds	Debt Service Fund	
			Corpus Christi Business and Job Development Corporation	Eliminations
ASSETS				
Cash and cash equivalents	\$ 34,300,128	\$ 26,431,335	\$ 5,311,931	\$ --
Investments	36,012,924	29,018,249	--	--
Receivables, net of allowance for uncollectibles	23,880,396	201,777	--	--
Due from other funds	179,389	--	--	--
Inventories	142,347	--	--	--
Prepaid items	429,131	--	--	--
Other assets	205,833	--	--	--
	<hr/>	<hr/>	<hr/>	<hr/>
Total assets	<u>\$ 95,150,148</u>	<u>\$ 55,651,361</u>	<u>\$ 5,311,931</u>	<u>\$ --</u>
LIABILITIES AND FUND BALANCES				
Liabilities				
Accounts payable	\$ 2,127,927	\$ 824,485	\$ --	\$ --
Accrued liabilities	692,620	--	--	--
Contractor interest and retainage payable	7,705	426,633	--	--
Deposits	707,237	--	--	--
Due to other funds	25,542	--	--	--
Due to other governmental agencies	332,247	--	--	--
Advance from other funds	--	1,000,000	--	--
Deferred revenues	4,673,747	--	--	--
Total liabilities	<hr/> 8,567,025	<hr/> 2,251,118	<hr/> --	<hr/> --
Fund balances				
Nonspendable				
Inventory	142,347	--	--	--
Prepaid items	429,131	--	--	--
Total nonspendable	<hr/> 571,478	<hr/> --	<hr/> --	<hr/> --
Restricted				
Tourism (HOT)	4,106,016	--	--	--
Public education governmental cable tv	432,609	--	--	--
Traffic safety programs	269,194	--	--	--
Senior Community Services	19,768	--	--	--
Law enforcement	624,970	--	--	--
CDBG projects	631,032	--	--	--
Libraries	8	--	--	--
Community enrichment	12,853	--	--	--
Parks and recreation	1,635,620	--	--	--
Infrastructure	2,206,197	--	--	--
Municipal Court building security	120,101	--	--	--
Municipal Court technology	170,567	--	--	--
Juvenile Court case manager	266,633	--	--	--
Loans	15,012,549	--	--	--

(Continued)

Exhibit 8-A

Total	
\$	66,043,394
	65,031,173
	24,082,173
	179,389
	142,347
	429,131
	205,833
<hr/>	
\$	156,113,440
<hr/> <hr/>	

\$	2,952,412
	692,620
	434,338
	707,237
	25,542
	332,247
	1,000,000
	4,673,747
<hr/>	
	10,818,143

	142,347
	429,131
<hr/>	
	571,478

	4,106,016
	432,609
	269,194
	19,768
	624,970
	631,032
	8
	12,853
	1,635,620
	2,206,197
	120,101
	170,567
	266,633
	15,012,549

**NON-MAJOR GOVERNMENTAL FUNDS
COMBINING BALANCE SHEET
JULY 31, 2013**

	Special Revenue Funds	Capital Projects Funds	Debt Service Fund Corpus Christi Business and Job Development Corporation	Eliminations
Crime control and prevention	3,834,421	--	--	--
Seawall improvement	22,791,589	--	1,334,889	--
Arena facility	14,917,212	--	2,218,741	--
Economic development	10,931,862	--	1,758,301	--
North Padre Island development	3,412,874	--	--	--
Downtown development	916,048	--	--	--
Debt service	1,500,000	--	--	--
Capital projects	--	51,430,747	--	--
Total restricted	<u>83,812,123</u>	<u>51,430,747</u>	<u>5,311,931</u>	--
Committed				
Sister City programs	1,156	--	--	--
Park projects	3,257	--	--	--
Permanent art projects	149,028	--	--	--
Development projects	516,488	--	--	--
Local Emergency Planning Committee	69,800	--	--	--
Capital projects	--	1,302,818	--	--
Total committed	<u>739,729</u>	<u>1,302,818</u>	--	--
Assigned				
Industrial development	68,775	--	--	--
Capital projects	--	666,678	--	--
Total assigned	<u>316,952</u>	<u>666,678</u>	--	--
Unassigned	1,142,841	--	--	--
Total fund balances	<u>86,583,123</u>	<u>53,400,243</u>	<u>5,311,931</u>	--
Total liabilities and fund balances	<u>\$ 95,150,148</u>	<u>\$ 55,651,361</u>	<u>\$ 5,311,931</u>	<u>\$ --</u>

Exhibit 8-A
(Continued)

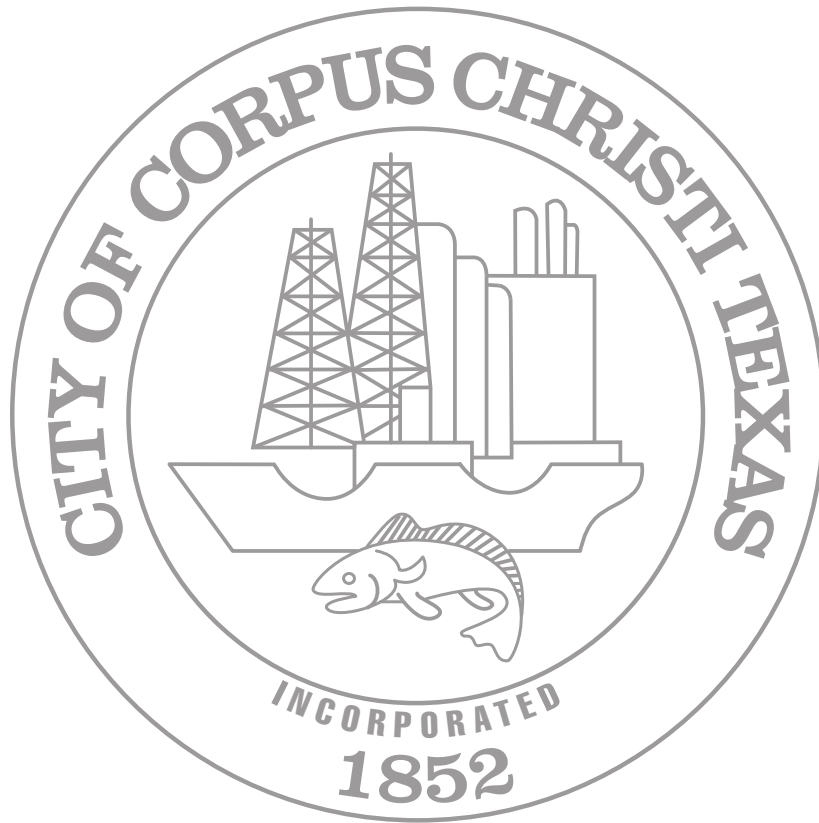
Total	
	3,834,421
	24,126,478
	17,135,953
	12,690,163
	3,412,874
	916,048
	1,500,000
	51,430,747
	<u>140,554,801</u>
	1,156
	3,257
	149,028
	516,488
	69,800
	1,302,818
	<u>2,042,547</u>
	68,775
	666,678
	<u>983,630</u>
	1,142,841
	<u>145,295,297</u>
\$	<u><u>156,113,440</u></u>

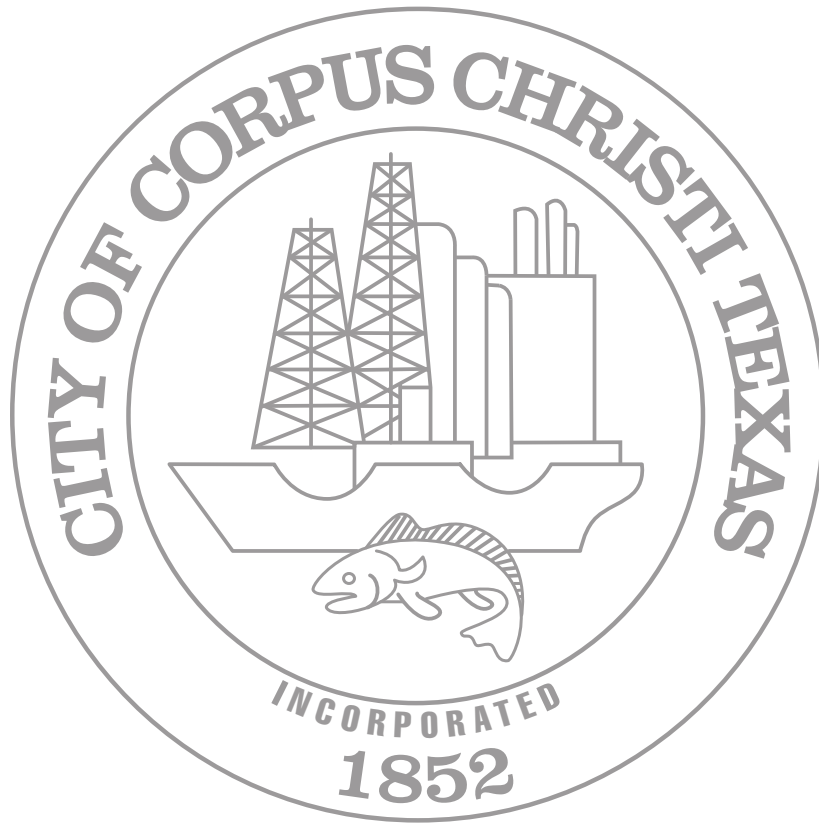
NON-MAJOR GOVERNMENTAL FUNDS
COMBINING STATEMENT OF REVENUES, EXPENDITURES AND CHANGES IN FUND BALANCE
YEAR ENDED JULY 31, 2013

	Special Revenue Funds	Capital Projects Funds	Debt Service Fund Corpus Christi Business and Job Development Corporation	Eliminations
Revenues				
Taxes and business fees	\$ 44,167,762	\$ --	\$ --	\$ --
Grants	14,481,033	--	--	--
Charges for services	5,154,797	--	--	--
Fines and forfeitures	1,918,499	--	--	--
Contributions and donations	3,351,061	--	--	--
Earnings on investments	114,926	67,875	3,304	--
Interest on loans	109,704	--	--	--
Sale of city property	355	--	--	--
Claim settlement	--	--	25,241	--
Miscellaneous	363,848	72,716	--	--
Total revenues	<u>69,661,985</u>	<u>140,591</u>	<u>28,545</u>	<u>--</u>
Expenditures				
Current				
General government	52,581	615,335	--	--
Police and municipal court	10,162,792	--	--	--
Fire and ambulance	1,523,896	--	--	--
Emergency management	156,698	--	--	--
Streets	152,607	--	--	--
Solid waste	236	--	--	--
Health	1,910,376	--	--	--
Parks and recreation	3,525,568	--	--	--
Libraries	3,995	--	--	--
Museums	413	--	--	--
Community enrichment	2,740,239	--	--	--
Community development	10,423,708	--	--	--
Convention and visitors activities	11,650,650	--	--	--
Capital projects	3,320,449	8,851,548	--	--
Debt service				
Principal retirement	665,000	--	3,635,000	--
Interest	518,738	--	3,794,984	--
Bond issuance cost	--	200,489	387,132	--
Paying agent fees	5,570	--	600	--
Interest on interfund borrowings	102	--	--	--
Total expenditures	<u>46,813,618</u>	<u>9,667,372</u>	<u>7,817,716</u>	<u>--</u>
Excess (deficiency) of revenues over (under) expenditures	22,848,367	(9,526,781)	(7,789,171)	--
Other financing sources (uses)				
Proceeds from general obligation bonds	--	16,328,577	--	--
Refunding bonds issued	--	--	29,075,000	--
Tax Notes issued	--	6,607,854	--	--
Premium on bonds sold	--	1,876,762	2,539,477	--
Payment to escrow agent for refunded bonds	--	--	(33,262,105)	--
Transfers in	545,046	5,319,000	9,414,512	(14,733,512)
Transfers out	(17,721,661)	(235,357)	--	14,733,512
Total other financing sources (uses)	<u>(17,176,615)</u>	<u>29,896,836</u>	<u>7,766,884</u>	<u>--</u>
Net change in fund balances	5,671,752	20,370,055	(22,287)	--
Fund balances at beginning of year	<u>80,911,371</u>	<u>33,030,188</u>	<u>5,334,218</u>	<u>--</u>
Fund balances at end of year	<u>\$ 86,583,123</u>	<u>\$ 53,400,243</u>	<u>\$ 5,311,931</u>	<u>\$ --</u>

Exhibit 8-B

Total	
\$	44,167,762
	14,481,033
	5,154,797
	1,918,499
	3,351,061
	186,105
	109,704
	355
	25,241
	436,564
	<u>69,831,121</u>
	667,916
	10,162,792
	1,523,896
	156,698
	152,607
	236
	1,910,376
	3,525,568
	3,995
	413
	2,740,239
	10,423,708
	11,650,650
	12,171,997
	4,300,000
	4,313,722
	587,621
	6,170
	102
	<u>64,298,706</u>
	5,532,415
	16,328,577
	29,075,000
	6,607,854
	4,416,239
	(33,262,105)
	545,046
	(3,223,506)
	<u>20,487,105</u>
	26,019,520
	<u>119,275,777</u>
\$	<u><u>145,295,297</u></u>





**SPECIAL REVENUE FUNDS
COMBINING BALANCE SHEET
JULY 31, 2013
WITH COMPARATIVE TOTALS FOR JULY 31, 2012**

ASSETS	Visitors Facilities	Hotel Occupancy Tax	Public Education and Governmental Cable TV	Redlight Photo Enforcement	Federal/ State Grants
Cash and cash equivalents	\$ 2,717,204	\$ 1,225,493	\$ 274,340	\$ 728,413	\$ 491,552
Investments	--	--	--	--	--
Receivables					
Accounts	1,063,444	3,098,237	173,247	--	260,784
Accrued interest	--	--	--	--	--
Demolition liens	--	--	--	--	677,065
Special assessments	--	--	--	--	5,076
Intergovernmental	--	--	--	--	4,064,068
Miscellaneous	--	--	--	--	26,266
Allowance for uncollectibles	(215,935)	(144,251)	--	--	(627,395)
Net receivables	<u>847,509</u>	<u>2,953,986</u>	<u>173,247</u>	<u>--</u>	<u>4,405,864</u>
Due from other funds	--	--	--	--	64,918
Inventories	142,347	--	--	--	--
Prepaid Items	346,353	--	--	--	--
Other assets	--	--	--	--	205,833
Total assets	<u>\$ 4,053,413</u>	<u>\$ 4,179,479</u>	<u>\$ 447,587</u>	<u>\$ 728,413</u>	<u>\$ 5,168,167</u>
LIABILITIES AND FUND BALANCES					
Liabilities					
Accounts payable	\$ 640,842	\$ 73,463	\$ 14,978	\$ 120,708	\$ 619,035
Accrued liabilities	229,144	--	--	6,264	212,682
Contractor interest and retainage payable	--	--	--	--	7,705
Deposits	250	--	--	--	391,803
Due to other funds	--	--	--	--	--
Due to other governmental agencies	--	--	--	332,247	--
Deferred revenues					
Demolition liens and other	--	--	--	--	54,746
Asset seizure and forfeiture	--	--	--	--	32,280
Grants	--	--	--	--	2,538,781
Texas Commission on Environmental Quality	--	--	--	--	32,394
Other	1,541,746	--	--	--	--
Total deferred revenues	<u>1,541,746</u>	<u>--</u>	<u>--</u>	<u>--</u>	<u>2,658,201</u>
Total liabilities	<u>2,411,982</u>	<u>73,463</u>	<u>14,978</u>	<u>459,219</u>	<u>3,889,426</u>

(Continued)

Exhibit 9-A

<u>Municipal Court Fees</u>	<u>Community Enrichment</u>	<u>Infrastructure</u>	<u>Local Emergency Planning Committee</u>
\$ 571,482	\$ 1,312,556	\$ 2,206,197	\$ 75,057
--	1,000,209	--	--
--	--	--	--
--	14	--	--
--	--	--	--
--	--	--	--
--	--	--	--
--	--	--	--
<u>--</u>	<u>14</u>	<u>--</u>	<u>--</u>
--	--	--	--
--	--	--	--
--	--	--	--
<u>--</u>	<u>--</u>	<u>--</u>	<u>--</u>
<u>\$ 571,482</u>	<u>\$ 2,312,779</u>	<u>\$ 2,206,197</u>	<u>\$ 75,057</u>
\$ 9,805	\$ 7,230	\$ --	\$ 5,257
4,376	--	--	--
--	--	--	--
--	--	--	--
--	--	--	--
--	--	--	--
--	--	--	--
--	--	--	--
<u>--</u>	<u>--</u>	<u>--</u>	<u>--</u>
<u>14,181</u>	<u>7,230</u>	<u>--</u>	<u>5,257</u>

**SPECIAL REVENUE FUNDS
COMBINING BALANCE SHEET
JULY 31, 2013
WITH COMPARATIVE TOTALS FOR JULY 31, 2012**

	<u>Visitors Facilities</u>	<u>Hotel Occupancy Tax</u>	<u>Public Education and Governmental Cable TV</u>	<u>Redlight Photo Enforcement</u>	<u>Federal/ State Grants</u>
Fund balances					
Nonspendable					
Inventory	142,347	--	--	--	--
Prepaid items	346,353	--	--	--	--
Total nonspendable	<u>488,700</u>	--	--	--	--
Restricted					
Tourism (HOT)	--	4,106,016	--	--	--
Public education governmental cable tv	--	--	432,609	--	--
Traffic safety programs	--	--	--	269,194	--
Senior Community Services	--	--	--	--	19,768
Law enforcement	--	--	--	--	624,970
CDBG projects	--	--	--	--	631,032
Libraries	--	--	--	--	8
Community enrichment	--	--	--	--	12,853
Parks and recreation	--	--	--	--	--
Infrastructure	--	--	--	--	--
Municipal Court building security	--	--	--	--	--
Municipal Court technology	--	--	--	--	--
Juvenile Court case manager	--	--	--	--	--
Total restricted	--	<u>4,106,016</u>	<u>432,609</u>	<u>269,194</u>	<u>1,288,631</u>
Committed					
Marketing/co-promotion	--	--	--	--	--
Sister City programs	--	--	--	--	--
Park projects	--	--	--	--	--
Permanent art projects	--	--	--	--	--
Development projects	--	--	--	--	--
Local Emergency Planning Committee	--	--	--	--	--
Total committed	--	--	--	--	--
Assigned					
Housing	--	--	--	--	--
Industrial development	--	--	--	--	--
Total assigned	--	--	--	--	--
Unassigned	1,152,731	--	--	--	(9,890)
Total fund balances	<u>1,641,431</u>	<u>4,106,016</u>	<u>432,609</u>	<u>269,194</u>	<u>1,278,741</u>
Total liabilities and fund balances	<u>\$ 4,053,413</u>	<u>\$ 4,179,479</u>	<u>\$ 447,587</u>	<u>\$ 728,413</u>	<u>\$ 5,168,167</u>

(Continued)

Exhibit 9-A
(Continued)

<u>Municipal Court Fees</u>	<u>Community Enrichment</u>	<u>Infrastructure</u>	<u>Local Emergency Planning Committee</u>
--	--	--	--
--	--	--	--
--	--	--	--
--	--	--	--
--	--	--	--
--	--	--	--
--	--	--	--
--	1,635,620	--	--
--	--	2,206,197	--
120,101	--	--	--
170,567	--	--	--
266,633	--	--	--
<u>557,301</u>	<u>1,635,620</u>	<u>2,206,197</u>	<u>--</u>
--	--	--	--
--	1,156	--	--
--	3,257	--	--
--	149,028	--	--
--	516,488	--	--
--	--	--	69,800
--	<u>669,929</u>	--	<u>69,800</u>
--	--	--	--
--	--	--	--
--	--	--	--
<u>557,301</u>	<u>2,305,549</u>	<u>2,206,197</u>	<u>69,800</u>
<u>\$ 571,482</u>	<u>\$ 2,312,779</u>	<u>\$ 2,206,197</u>	<u>\$ 75,057</u>

**SPECIAL REVENUE FUNDS
COMBINING BALANCE SHEET
JULY 31, 2013
WITH COMPARATIVE TOTALS FOR JULY 31, 2012**

ASSETS	Corpus Christi Community Improvement Corporation	Corpus Christi Housing Finance Corporation	Corpus Christi Industrial Development Corporation	Corpus Christi Crime Control and Prevention District	Corpus Christi Business and Job Development Corporation
Cash and cash equivalents	\$ 2,832,952	\$ 246,929	\$ 68,775	\$ 3,486,724	\$ 12,220,975
Investments	--	--	--	--	35,012,715
Receivables					
Accounts	--	473,025	--	--	--
Accrued interest	--	2,025	--	--	17,410
Due from Subdivision Developer	--	--	--	--	--
Mortgages and loans	14,681,378	--	--	--	--
Demolition liens	--	--	--	--	--
Special assessments	--	--	--	--	--
Employees	--	--	--	--	--
Intergovernmental	209,725	--	--	628,839	1,909,041
Miscellaneous	--	--	--	460	--
Allowance for uncollectibles	(2,422,127)	--	--	--	--
Net receivables	<u>12,468,976</u>	<u>475,050</u>	<u>--</u>	<u>629,299</u>	<u>1,926,451</u>
Due from other funds	179,389	--	--	--	--
Inventories	--	--	--	--	--
Prepaid Items	--	--	--	--	82,778
Other assets	--	--	--	--	--
Total assets	<u>\$ 15,481,317</u>	<u>\$ 721,979</u>	<u>\$ 68,775</u>	<u>\$ 4,116,023</u>	<u>\$ 49,242,919</u>
LIABILITIES AND FUND BALANCES					
Liabilities					
Accounts payable	\$ 63,124	\$ 2	\$ --	\$ 41,448	\$ 519,478
Accrued liabilities	--	--	--	240,154	--
Contractor interest and retainage payable	--	--	--	--	--
Deposits	315,184	--	--	--	--
Due to other funds	90,460	--	--	--	--
Due to other governmental agencies	--	--	--	--	--
Deferred revenues					
Demolition liens and other	--	--	--	--	--
Asset seizure and forfeitures	--	--	--	--	--
Grants	--	--	--	--	--
Texas Commission on Environmental Quality	--	--	--	--	--
Other	--	473,800	--	--	--
Total deferred revenues	<u>--</u>	<u>473,800</u>	<u>--</u>	<u>--</u>	<u>--</u>
Total liabilities	<u>468,768</u>	<u>473,802</u>	<u>--</u>	<u>281,602</u>	<u>519,478</u>

(Continued)

Exhibit 9-A
(Continued)

North Padre Island Development Corporation	Reinvestment Zone #3	Eliminations	2013 Total	2012 Actual
\$ 4,925,431	\$ 916,048	\$ --	\$ 34,300,128	\$ 33,675,813
--	--	--	36,012,924	29,036,801
--	--	--	5,068,737	3,692,326
--	--	--	19,449	28,748
--	--	--	--	747,185
--	--	--	14,681,378	15,278,996
--	--	--	677,065	898,627
--	--	--	5,076	5,184
--	--	--	--	2,340
--	--	--	6,811,673	8,993,126
--	--	--	26,726	26,281
--	--	--	(3,409,708)	(3,655,942)
--	--	--	23,880,396	26,016,871
--	--	(64,918)	179,389	114,933
--	--	--	142,347	12,400
--	--	--	429,131	384,387
--	--	--	205,833	238,083
<u>\$ 4,925,431</u>	<u>\$ 916,048</u>	<u>\$ (64,918)</u>	<u>\$ 95,150,148</u>	<u>\$ 89,479,288</u>
\$ 12,557	\$ --	\$ --	\$ 2,127,927	\$ 2,602,542
--	--	--	692,620	493,565
--	--	--	7,705	--
--	--	--	707,237	607,266
--	--	(64,918)	25,542	67,558
--	--	--	332,247	386,795
--	--	--	54,746	20,027
--	--	--	32,280	35,121
--	--	--	2,538,781	3,066,006
--	--	--	32,394	32,357
--	--	--	2,015,546	1,256,680
--	--	--	4,673,747	4,410,191
<u>12,557</u>	<u>--</u>	<u>(64,918)</u>	<u>8,567,025</u>	<u>8,567,917</u>

**SPECIAL REVENUE FUNDS
COMBINING BALANCE SHEET
JULY 31, 2013
WITH COMPARATIVE TOTALS FOR JULY 31, 2012**

	<u>Corpus Christi Community Improvement Corporation</u>	<u>Corpus Christi Housing Finance Corporation</u>	<u>Corpus Christi Industrial Development Corporation</u>	<u>Corpus Christi Crime Control and Prevention District</u>	<u>Corpus Christi Business and Job Development Corporation</u>
Fund balances					
Nonspendable					
Inventory	--	--	--	--	--
Prepaid items	--	--	--	--	82,778
Total nonspendable	<u>--</u>	<u>--</u>	<u>--</u>	<u>--</u>	<u>82,778</u>
Restricted					
Tourism (HOT)	--	--	--	--	--
Public education governmental cable tv	--	--	--	--	--
Traffic safety programs	--	--	--	--	--
Senior Community Services	--	--	--	--	--
Law enforcement	--	--	--	--	--
CDBG projects	--	--	--	--	--
Libraries	--	--	--	--	--
Community enrichment	--	--	--	--	--
Parks and recreation	--	--	--	--	--
Infrastructure	--	--	--	--	--
Municipal Court building security	--	--	--	--	--
Municipal Court technology	--	--	--	--	--
Juvenile Court case manager	--	--	--	--	--
Loans	15,012,549	--	--	--	--
Crime control and prevention	--	--	--	3,834,421	--
Seawall improvement	--	--	--	--	22,791,589
Arena facility	--	--	--	--	14,917,212
Economic development	--	--	--	--	10,931,862
North Padre Island development	--	--	--	--	--
Downtown development	--	--	--	--	--
Debt service	--	--	--	--	--
Total restricted	<u>15,012,549</u>	<u>--</u>	<u>--</u>	<u>3,834,421</u>	<u>48,640,663</u>
Committed					
Marketing/co-promotion	--	--	--	--	--
Sister City programs	--	--	--	--	--
Park projects	--	--	--	--	--
Permanent art projects	--	--	--	--	--
Development projects	--	--	--	--	--
Local Emergency Planning Committee	--	--	--	--	--
Total committed	<u>--</u>	<u>--</u>	<u>--</u>	<u>--</u>	<u>--</u>
Assigned					
Housing	--	248,177	--	--	--
Industrial development	--	--	68,775	--	--
Total assigned	<u>--</u>	<u>248,177</u>	<u>68,775</u>	<u>--</u>	<u>--</u>
Unassigned	--	--	--	--	--
Total fund balances	<u>15,012,549</u>	<u>248,177</u>	<u>68,775</u>	<u>3,834,421</u>	<u>48,723,441</u>
 Total liabilities and fund balances	<u>\$ 15,481,317</u>	<u>\$ 721,979</u>	<u>\$ 68,775</u>	<u>\$ 4,116,023</u>	<u>\$ 49,242,919</u>

Exhibit 9-A
(Continued)

North Padre Island Development Corporation	Reinvestment Zone #3	Eliminations	2013 Total	2012 Actual
--	--	--	142,347	12,400
--	--	--	429,131	384,387
--	--	--	571,478	396,787
--	--	--	4,106,016	2,590,450
--	--	--	432,609	--
--	--	--	269,194	205,778
--	--	--	19,768	19,768
--	--	--	624,970	758,847
--	--	--	631,032	900,212
--	--	--	8	8
--	--	--	12,853	12,853
--	--	--	1,635,620	1,451,518
--	--	--	2,206,197	1,474,824
--	--	--	120,101	122,042
--	--	--	170,567	149,560
--	--	--	266,633	251,602
--	--	--	15,012,549	14,954,621
--	--	--	3,834,421	2,790,674
--	--	--	22,791,589	23,599,510
--	--	--	14,917,212	13,172,045
--	--	--	10,931,862	12,368,389
3,412,874	--	--	3,412,874	3,109,185
--	916,048	--	916,048	430,317
1,500,000	--	--	1,500,000	1,500,000
4,912,874	916,048	--	83,812,123	79,862,203
--	--	--	--	116,000
--	--	--	1,156	1,156
--	--	--	3,257	3,257
--	--	--	149,028	160,664
--	--	--	516,488	254,382
--	--	--	69,800	34,068
--	--	--	739,729	896,775
--	--	--	248,177	--
--	--	--	68,775	68,775
--	--	--	316,952	68,775
--	--	--	1,142,841	(313,169)
4,912,874	916,048	--	86,583,123	80,911,371
\$ 4,925,431	\$ 916,048	\$ (64,918)	\$ 95,150,148	\$ 89,479,288

SPECIAL REVENUE FUNDS
COMBINING STATEMENT OF REVENUES, EXPENDITURES, AND CHANGES IN FUND BALANCES
YEAR ENDED JULY 31, 2013
WITH COMPARATIVE TOTALS FOR YEAR ENDED JULY 31, 2012

	Visitors Facilities	Hotel Occupancy Tax	Public Education and Governmental Cable TV	Redlight Photo Enforcement
Revenues				
Taxes and business fees	\$ --	\$ 13,174,824	\$ 649,141	\$ --
Grants	--	--	--	--
Charges for services	4,395,880	--	--	--
Fines and forfeitures	--	--	--	1,547,977
Contributions and donations	--	--	--	--
Earnings on investments	--	--	--	539
Interest on loans	--	--	--	--
Sale of City property	355	--	--	--
Miscellaneous	(155)	16,188	--	--
Total revenues	<u>4,396,080</u>	<u>13,191,012</u>	<u>649,141</u>	<u>1,548,516</u>
Expenditures				
Current				
General government	--	--	52,581	--
Police and municipal court	--	--	--	1,488,236
Fire and ambulance	--	--	--	--
Emergency management	--	--	--	--
Streets	--	--	--	--
Solid waste	--	--	--	--
Health	--	--	--	--
Parks and recreation	--	1,285,284	--	--
Libraries	--	--	--	--
Museums	--	--	--	--
Community enrichment	--	575,274	--	--
Community development	--	--	--	--
Convention and visitors activities	4,328,640	7,322,010	--	--
Capital projects	46,629	--	163,951	--
Debt service				
Principal retirement	--	--	--	--
Interest	--	--	--	--
Paying agent fees	--	300	--	--
Interest on interfund borrowings	102	--	--	--
Total expenditures	<u>4,375,371</u>	<u>9,182,868</u>	<u>216,532</u>	<u>1,488,236</u>
Excess (deficiency) of revenues over (under) expenditures	20,709	4,008,144	432,609	60,280
Other financing sources (uses)				
Transfers in	1,457,694	--	--	3,136
Transfers out	(316,114)	(2,492,578)	--	--
Total other financing sources (uses)	<u>1,141,580</u>	<u>(2,492,578)</u>	<u>--</u>	<u>3,136</u>
Net change in fund balance	1,162,289	1,515,566	432,609	63,416
Fund balances (deficits) at beginning of year	<u>479,142</u>	<u>2,590,450</u>	<u>--</u>	<u>205,778</u>
Fund balances (deficits) at end of year	<u>\$ 1,641,431</u>	<u>\$ 4,106,016</u>	<u>\$ 432,609</u>	<u>\$ 269,194</u>

(Continued)

Exhibit 9-B

<u>Federal/ State Grants</u>	<u>Municipal Court Fees</u>	<u>Community Enrichment</u>	<u>Infrastructure</u>	<u>Local Emergency Planning Committee</u>
\$ --	\$ --	\$ --	\$ --	\$ --
12,725,043	--	--	--	--
475,935	--	--	--	--
--	370,522	--	--	--
--	--	514,172	2,710,648	115,500
1,076	472	1,396	730	35
--	--	--	--	--
--	--	--	--	--
246,016	--	--	--	--
<u>13,448,070</u>	<u>370,994</u>	<u>515,568</u>	<u>2,711,378</u>	<u>115,535</u>
--	--	--	--	--
2,688,563	336,897	--	--	--
1,523,896	--	--	--	--
75,325	--	--	--	81,373
152,607	--	--	--	--
236	--	--	--	--
1,910,376	--	--	--	--
2,220,777	--	19,507	--	--
3,995	--	--	--	--
413	--	--	--	--
2,042,145	--	--	--	--
2,459,113	--	--	--	--
--	--	--	--	--
867,978	--	65,510	1,980,005	--
--	--	--	--	--
--	--	--	--	--
--	--	--	--	--
--	--	--	--	--
<u>13,945,424</u>	<u>336,897</u>	<u>85,017</u>	<u>1,980,005</u>	<u>81,373</u>
(497,354)	34,097	430,551	731,373	34,162
245,140	--	4,021	--	1,570
(150,843)	--	--	--	--
<u>94,297</u>	<u>--</u>	<u>4,021</u>	<u>--</u>	<u>1,570</u>
(403,057)	34,097	434,572	731,373	35,732
<u>1,681,798</u>	<u>523,204</u>	<u>1,870,977</u>	<u>1,474,824</u>	<u>34,068</u>
<u>\$ 1,278,741</u>	<u>\$ 557,301</u>	<u>\$ 2,305,549</u>	<u>\$ 2,206,197</u>	<u>\$ 69,800</u>

SPECIAL REVENUE FUNDS
COMBINING STATEMENT OF REVENUES, EXPENDITURES, AND CHANGES IN FUND BALANCES
YEAR ENDED JULY 31, 2013
WITH COMPARATIVE TOTALS FOR YEAR ENDED JULY 31, 2012

	Corpus Christi Community Improvement Corporation	Corpus Christi Housing Finance Corporation	Corpus Christi Industrial Development Corporation	Corpus Christi Crime Control and Prevention District
Revenues				
Taxes and business fees	\$ --	\$ --	\$ --	\$ 6,701,922
Grants	1,755,990	--	--	--
Charges for services	--	274,140	--	8,842
Fines and forfeitures	--	--	--	--
Contributions and donations	10,741	--	--	--
Earnings on investments	197	14	--	2,691
Interest on loans	69,421	40,283	--	--
Sale of City property	--	--	--	--
Miscellaneous	101,799	--	--	--
Total revenue	<u>1,938,148</u>	<u>314,437</u>	<u>--</u>	<u>6,713,455</u>
Expenditures				
Current				
General government	--	--	--	--
Police and municipal court	--	--	--	5,649,096
Fire and ambulance	--	--	--	--
Emergency management	--	--	--	--
Streets	--	--	--	--
Solid waste	--	--	--	--
Health	--	--	--	--
Parks and recreation	--	--	--	--
Libraries	--	--	--	--
Museums	--	--	--	--
Community enrichment	--	--	--	--
Community development	1,850,930	47,197	--	--
Convention and visitors activities	--	--	--	--
Capital projects	--	--	--	128,551
Debt service				
Principal retirement	--	--	--	--
Interest	--	--	--	--
Paying agent fees	--	--	--	--
Interest on interfund borrowings	--	--	--	--
Total expenditures	<u>1,850,930</u>	<u>47,197</u>	<u>--</u>	<u>5,777,647</u>
Excess (deficiency) of revenues over (under) expenditures	87,218	267,240	--	935,808
Other financing sources (uses)				
Transfers in	--	--	--	107,939
Transfers out	(29,290)	--	--	--
Total other financing sources (uses)	<u>(29,290)</u>	<u>--</u>	<u>--</u>	<u>107,939</u>
Net change in fund balances	57,928	267,240	--	1,043,747
Fund balances (deficits) at beginning of year	<u>14,954,621</u>	<u>(19,063)</u>	<u>68,775</u>	<u>2,790,674</u>
Fund balances (deficits) at end of year	<u>\$ 15,012,549</u>	<u>\$ 248,177</u>	<u>\$ 68,775</u>	<u>\$ 3,834,421</u>

**Exhibit 9-B
(Continued)**

Corpus Christi Business and Job Development Corporation	North Padre Island Development Corporation	Reinvestment Zone #3	Eliminations	2013 Total	2012 Actual
\$ 20,643,321	\$ 2,513,028	\$ 485,526	\$ --	\$ 44,167,762	\$ 39,795,817
--	--	--	--	14,481,033	16,419,241
--	--	--	--	5,154,797	5,074,283
--	--	--	--	1,918,499	2,207,266
--	--	--	--	3,351,061	268,045
107,570	1	205	--	114,926	204,464
--	--	--	--	109,704	86,173
--	--	--	--	355	--
--	--	--	--	363,848	233,623
<u>20,750,891</u>	<u>2,513,029</u>	<u>485,731</u>	<u>--</u>	<u>69,661,985</u>	<u>64,288,912</u>
--	--	--	--	52,581	--
--	--	--	--	10,162,792	11,101,488
--	--	--	--	1,523,896	1,016,070
--	--	--	--	156,698	175,480
--	--	--	--	152,607	11,534
--	--	--	--	236	22,130
--	--	--	--	1,910,376	2,007,817
--	--	--	--	3,525,568	3,303,720
--	--	--	--	3,995	287,252
--	--	--	--	413	31,635
--	122,820	--	--	2,740,239	4,270,400
6,066,468	--	--	--	10,423,708	8,276,753
--	--	--	--	11,650,650	11,046,785
67,825	--	--	--	3,320,449	1,518,505
--	665,000	--	--	665,000	670,000
--	518,738	--	--	518,738	548,775
--	5,270	--	--	5,570	5,270
--	--	--	--	102	773
<u>6,134,293</u>	<u>1,311,828</u>	<u>--</u>	<u>--</u>	<u>46,813,618</u>	<u>44,294,387</u>
14,616,598	1,201,201	485,731	--	22,848,367	19,994,525
--	--	--	(1,274,454)	545,046	861,256
<u>(15,109,778)</u>	<u>(897,512)</u>	<u>--</u>	<u>1,274,454</u>	<u>(17,721,661)</u>	<u>(15,438,499)</u>
<u>(15,109,778)</u>	<u>(897,512)</u>	<u>--</u>	<u>--</u>	<u>(17,176,615)</u>	<u>(14,577,243)</u>
(493,180)	303,689	485,731	--	5,671,752	5,417,282
<u>49,216,621</u>	<u>4,609,185</u>	<u>430,317</u>	<u>--</u>	<u>80,911,371</u>	<u>75,494,089</u>
<u>\$ 48,723,441</u>	<u>\$ 4,912,874</u>	<u>\$ 916,048</u>	<u>\$ --</u>	<u>\$ 86,583,123</u>	<u>\$ 80,911,371</u>

Exhibit 10-A

**VISITORS FACILITIES FUND
COMPARATIVE BALANCE SHEETS
JULY 31, 2013 AND 2012**

ASSETS	<u>2013</u>	<u>2012</u>
Cash and cash equivalents	\$ 2,717,204	\$ 1,146,042
Receivables		
Accounts	1,063,444	469,253
Allowance for uncollectibles	(215,935)	(266,029)
Net receivables	<u>847,509</u>	<u>203,224</u>
Inventories	142,347	12,400
Prepaid Items	<u>346,353</u>	<u>307,710</u>
Total assets	<u><u>\$ 4,053,413</u></u>	<u><u>\$ 1,669,376</u></u>
 LIABILITIES AND FUND BALANCE 		
Liabilities		
Accounts payable	\$ 640,842	\$ 587,443
Accrued liabilities	229,144	96,046
Deposits	250	--
Other	<u>1,541,746</u>	<u>506,745</u>
Total deferred revenues	<u>1,541,746</u>	<u>506,745</u>
Total liabilities	<u>2,411,982</u>	<u>1,190,234</u>
Fund balance		
Nonspendable		
Inventory	142,347	12,400
Prepaid items	<u>346,353</u>	<u>307,710</u>
Total nonspendable	<u>488,700</u>	<u>320,110</u>
Committed		
Visitors facilities maintenance	--	327,248
Marketing/co-promotion	--	116,000
Total committed	<u>--</u>	<u>443,248</u>
Unassigned	<u>1,152,731</u>	<u>(284,216)</u>
Total fund balance	<u>1,641,431</u>	<u>479,142</u>
Total liabilities and fund balance	<u><u>\$ 4,053,413</u></u>	<u><u>\$ 1,669,376</u></u>

VISITORS FACILITIES FUND
SCHEDULE OF REVENUES, EXPENDITURES AND CHANGES IN FUND BALANCE -
BUDGET (GAAP BASIS) AND ACTUAL
YEAR ENDED JULY 31, 2013
WITH COMPARATIVE TOTALS FOR YEAR ENDED JULY 31, 2012

	Budget		2013 Actual	Variance	2012 Actual
	Original	Final		Final Budget Positive (Negative)	
Revenues					
Arena	\$ 2,705,358	\$ 2,705,358	\$ 2,161,969	\$ (543,389)	\$ 2,414,047
Convention center services	2,186,371	2,186,371	2,158,523	(27,848)	1,889,419
Multicultural center rentals	20,000	20,000	21,105	1,105	12,970
Pavillion rentals	14,122	14,122	15,504	1,382	14,425
Heritage park maintenance contract	45,000	45,000	38,779	(6,221)	31,920
Total charges for services	4,970,851	4,970,851	4,395,880	(574,971)	4,362,781
Contributions and donations	--	250,000	--	(250,000)	--
Sale of city property	--	--	355	355	--
Miscellaneous	--	--	(155)	(155)	--
Total revenues	4,970,851	5,220,851	4,396,080	(824,771)	4,362,781
Expenditures					
Current					
Arena	3,322,021	3,447,021	2,513,518	933,503	2,654,243
Arena maintenance/improvements	150,000	477,248	89,974	387,274	45,672
Arena marketing/co-promotion	--	716,000	183,571	532,429	152,000
Auditorium/convention center	984,099	1,109,099	763,646	345,453	768,016
Bayfront Arts and Science Park	768,025	766,741	735,925	30,816	794,817
Cultural facility maintenance	79,122	79,122	22,453	56,669	103,943
Uncollectible accounts	--	--	19,553	(19,553)	18,550
Other	17,949	19,234	--	19,234	--
Capital projects	--	--	46,629	(46,629)	127,975
Interest on interfund borrowings	--	--	102	(102)	483
Total expenditures	5,321,216	6,614,465	4,375,371	2,239,094	4,665,699
Deficiency of revenues under expenditures	(350,365)	(1,393,614)	20,709	1,414,323	(302,918)
Other financing sources (uses)					
Transfers in	825,266	1,457,694	1,457,694	--	832,141
Transfers out	(316,114)	(316,114)	(316,114)	--	(130,572)
Total other financing sources	509,152	1,141,580	1,141,580	--	701,569
Net change in fund balance	158,787	(252,034)	1,162,289	1,414,323	398,651
Fund balance (deficit) beginning of year	(451,054)	479,142	479,142	--	80,491
Fund balance (deficit) end of year	\$ (292,267)	\$ 227,108	\$ 1,641,431	\$ 1,414,323	\$ 479,142

Exhibit 11-A

**HOTEL OCCUPANCY TAX FUND
COMPARATIVE BALANCE SHEETS
JULY 31, 2013 AND 2012**

ASSETS	<u>2013</u>	<u>2012</u>
Cash and cash equivalents	\$ 1,225,493	\$ 734,401
Receivables		
Accounts	3,098,237	1,957,528
Allowance for uncollectibles	(144,251)	(31,137)
Net receivables	<u>2,953,986</u>	<u>1,926,391</u>
 Total assets	 <u>\$ 4,179,479</u>	 <u>\$ 2,660,792</u>
 LIABILITIES AND FUND BALANCE		
Liabilities		
Accounts payable	<u>\$ 73,463</u>	<u>\$ 70,342</u>
Total liabilities	73,463	70,342
Fund balance		
Restricted		
Tourism (HOT)	<u>4,106,016</u>	<u>2,590,450</u>
Total fund balance (deficit)	<u>4,106,016</u>	<u>2,590,450</u>
 Total liabilities and fund balance	 <u>\$ 4,179,479</u>	 <u>\$ 2,660,792</u>

HOTEL OCCUPANCY TAX FUND
SCHEDULE OF REVENUES, EXPENDITURES AND CHANGES IN FUND BALANCE -
BUDGET (GAAP BASIS) AND ACTUAL
YEAR ENDED JULY 31, 2013
WITH COMPARATIVE TOTALS FOR YEAR ENDED JULY 31, 2012

	<u>Budget</u>		<u>2013 Actual</u>	<u>Variance Final Budget Positive (Negative)</u>	<u>2012 Actual</u>
	<u>Original</u>	<u>Final</u>			
Revenues					
Hotel occupancy tax	\$ 9,271,732	\$ 9,271,732	\$ 10,280,352	\$ 1,008,620	\$ 9,339,673
Hotel occupancy tax-Convention expansion	2,648,504	2,648,504	2,894,472	245,968	2,711,875
Total hotel occupancy taxes	<u>11,920,236</u>	<u>11,920,236</u>	<u>13,174,824</u>	<u>1,254,588</u>	<u>12,051,548</u>
Miscellaneous	--	--	16,188	16,188	--
Total revenues	<u>11,920,236</u>	<u>11,920,236</u>	<u>13,191,012</u>	<u>1,270,776</u>	<u>12,051,548</u>
Expenditures					
Current					
Parks and recreation					
Beach cleaning	1,285,284	1,285,284	1,285,284	--	1,147,780
Community enrichment					
Special Events	--	--	--	--	75,000
Art Museum of South Texas	260,600	260,600	260,600	--	260,600
Festival of the Arts	--	--	--	--	10,000
Multicultural services support	120,282	120,282	120,282	--	99,021
Texas Amateur Athletic Federation	50,000	62,424	62,424	--	60,000
Arts grants and projects	146,065	146,065	73,633	72,432	--
Harbor Playhouse	13,335	13,335	13,335	--	13,335
Harbor Bridge lighting	35,000	57,576	--	57,576	--
Museum Marketing	25,000	25,000	25,000	--	25,000
Botanical Gardens	20,000	20,000	20,000	--	20,000
Corpus Christi Symphony	--	--	--	--	12,000
Convention and visitors activities					
Convention center/auditorium	3,200,000	3,200,000	3,200,000	--	3,200,000
Convention center maintenance	2,292,748	2,292,748	233,348	2,059,400	100,000
Convention and Visitors Bureau-convention promotion	4,081,662	4,046,662	3,888,662	158,000	3,209,544
Miscellaneous	22,000	22,000	--	22,000	--
Debt service					
Paying agent fees	--	--	300	(300)	--
Interest on interfund borrowings	--	--	--	--	290
Total expenditures	<u>11,551,976</u>	<u>11,551,976</u>	<u>9,182,868</u>	<u>2,369,108</u>	<u>8,232,570</u>
Excess of revenues over expenditures	368,260	368,260	4,008,144	3,639,884	3,818,978
Other financing sources (uses)					
Transfers out	(2,488,558)	(2,488,558)	(2,492,578)	(4,020)	(2,489,440)
Total other financing (uses)	<u>(2,488,558)</u>	<u>(2,488,558)</u>	<u>(2,492,578)</u>	<u>(4,020)</u>	<u>(2,489,440)</u>
Net change in fund balance	(2,120,298)	(2,120,298)	1,515,566	3,635,864	1,329,538
Fund balance (deficit) at beginning of year	--	2,590,450	2,590,450	--	1,260,912
Fund balance at end of year	<u>\$ (2,120,298)</u>	<u>\$ 470,152</u>	<u>\$ 4,106,016</u>	<u>\$ 3,635,864</u>	<u>\$ 2,590,450</u>

**PUBLIC EDUCATION AND GOVERNMENTAL CABLE TV
COMPARATIVE BALANCE SHEETS
JULY 31, 2013 AND 2012**

ASSETS	<u>2013</u>	<u>2012</u>
Cash and cash equivalents	\$ 274,340	\$ --
Receivables		
Accounts	<u>173,247</u>	<u>--</u>
Total assets	<u><u>\$ 447,587</u></u>	<u><u>\$ --</u></u>
 LIABILITIES AND FUND BALANCE 		
Liabilities		
Accounts payable	<u>\$ 14,978</u>	<u>\$ --</u>
Total liabilities	14,978	--
Fund balance		
Restricted		
Public education governmental cable tv programs	<u>432,609</u>	<u>--</u>
Total liabilities and fund balance	<u><u>\$ 447,587</u></u>	<u><u>\$ --</u></u>

PUBLIC EDUCATION AND GOVERNMENTAL CABLE TV
SCHEDULE OF REVENUES, EXPENDITURES AND CHANGES IN FUND BALANCE
BUDGET (GAAP BASIS) AND ACTUAL
YEAR ENDED JULY 31, 2013
WITH COMPARATIVE TOTALS FOR YEAR ENDED JULY 31, 2012

	<u>Budget</u>		<u>2013 Actual</u>	<u>Variance Final Budget Positive (Negative)</u>	<u>2012 Actual</u>
	<u>Original</u>	<u>Final</u>			
Revenues					
Taxes and business fees	\$ --	\$ --	\$ 649,141	\$ 649,141	\$ --
Total revenues	<u>--</u>	<u>--</u>	<u>649,141</u>	<u>649,141</u>	<u>--</u>
Expenditures					
Current					
General government	--	--	52,581	(52,581)	--
Capital projects	--	308,137	163,951	144,186	--
Total expenditures	<u>--</u>	<u>308,137</u>	<u>216,532</u>	<u>91,605</u>	<u>--</u>
Excess (deficiency) of revenues over (under) expenditures	--	(308,137)	432,609	740,746	--
Fund balance at beginning of year	<u>--</u>	<u>--</u>	<u>--</u>	<u>--</u>	<u>--</u>
Fund balance at end of year	<u>\$ --</u>	<u>\$ (308,137)</u>	<u>\$ 432,609</u>	<u>\$ 740,746</u>	<u>\$ --</u>

Exhibit 13-A

**REDLIGHT PHOTO ENFORCEMENT
COMPARATIVE BALANCE SHEETS
JULY 31, 2013 AND 2012**

ASSETS	<u>2013</u>	<u>2012</u>
Cash and cash equivalents	\$ 728,413	\$ 668,131
Receivables		
Accounts	--	2,831
	<u>728,413</u>	<u>670,962</u>
Total assets	<u><u>\$ 728,413</u></u>	<u><u>\$ 670,962</u></u>
 LIABILITIES AND FUND BALANCE 		
Liabilities		
Accounts payable	\$ 120,708	\$ 73,204
Accrued liabilities	6,264	5,185
Due to other governmental agencies	332,247	386,795
Total liabilities	<u>459,219</u>	<u>465,184</u>
Fund balance		
Restricted		
Traffic safety programs	<u>269,194</u>	<u>205,778</u>
	<u>269,194</u>	<u>205,778</u>
Total liabilities and fund balance	<u><u>\$ 728,413</u></u>	<u><u>\$ 670,962</u></u>

REDLIGHT PHOTO ENFORCEMENT
SCHEDULE OF REVENUES, EXPENDITURES AND CHANGES IN FUND BALANCE
BUDGET (GAAP BASIS) AND ACTUAL
YEAR ENDED JULY 31, 2013
WITH COMPARATIVE TOTALS FOR YEAR ENDED JULY 31, 2012

	Budget		2013 Actual	Variance Final Budget Positive (Negative)	2012 Actual
	Original	Final			
Revenues					
Fines and forfeitures	\$ 1,991,358	\$ 1,991,358	\$ 1,547,977	(443,381)	1,893,079
Earnings on investments	420	420	539	119	367
Total revenues	<u>1,991,778</u>	<u>1,991,778</u>	<u>1,548,516</u>	<u>(443,262)</u>	<u>1,893,446</u>
Expenditures					
Current					
Police and municipal court	<u>1,889,634</u>	<u>1,889,634</u>	<u>1,488,236</u>	<u>401,398</u>	<u>1,716,518</u>
Net change in fund balance	102,144	102,144	60,280	(41,864)	176,928
Other financing sources					
Transfers in	<u>--</u>	<u>3,136</u>	<u>3,136</u>	<u>--</u>	<u>--</u>
Excess (deficiency) of revenues over (under) expenditures	102,144	105,280	63,416	(41,864)	176,928
Fund balance at beginning of year	<u>(18,018)</u>	<u>205,778</u>	<u>205,778</u>	<u>--</u>	<u>28,850</u>
Fund balance at end of year	<u>\$ 84,126</u>	<u>\$ 311,058</u>	<u>\$ 269,194</u>	<u>\$ (41,864)</u>	<u>\$ 205,778</u>

Exhibit 14-A

**FEDERAL/STATE GRANTS FUND
COMPARATIVE BALANCE SHEETS
JULY 31, 2013 AND 2012**

ASSETS	2013	2012
Cash and cash equivalents	\$ 491,552	\$ 244,357
Receivables		
Accounts	260,784	761,494
Demolition liens	677,065	898,627
Special assessments	5,076	5,184
Employees	--	2,340
Intergovernmental	4,064,068	6,193,608
Miscellaneous	26,266	26,281
Allowance for uncollectibles	(627,395)	(886,126)
Net receivables	<u>4,405,864</u>	<u>7,001,408</u>
Due from other funds	64,918	169,803
Other Assets	<u>205,833</u>	<u>238,083</u>
 Total assets	 <u>\$ 5,168,167</u>	 <u>\$ 7,653,651</u>
 LIABILITIES AND FUND BALANCE		
Liabilities		
Accounts payable	\$ 619,035	\$ 960,522
Accrued liabilities	212,682	198,054
Contractor interest and retainage payable	7,705	--
Deposits	391,803	262,997
Due to other funds	--	1,396,769
Deferred revenues		
Demolition liens and other	54,746	20,027
Asset seizure and forfeitures	32,280	35,121
Grants	2,538,781	3,066,006
Texas Commission on Environmental Quality	32,394	32,357
Total deferred revenues	<u>2,658,201</u>	<u>3,153,511</u>
Total liabilities	<u>3,889,426</u>	<u>5,971,853</u>
Fund balance		
Restricted		
Senior Community Services	19,768	19,768
Law enforcement	624,970	758,847
CDBG	631,032	900,212
Libraries	8	8
Community enrichment	12,853	12,853
Total restricted	<u>1,288,631</u>	<u>1,691,688</u>
Unassigned	<u>(9,890)</u>	<u>(9,890)</u>
Total fund balance	<u>1,278,741</u>	<u>1,681,798</u>
 Total liabilities and fund balance	 <u>\$ 5,168,167</u>	 <u>\$ 7,653,651</u>

Exhibit 14-B

FEDERAL/STATE GRANTS FUND
SCHEDULE OF REVENUES, EXPENDITURES AND CHANGES IN FUND BALANCE -
BUDGET (GAAP BASIS) AND ACTUAL
FROM INCEPTION AND FOR THE YEAR ENDED JULY 31, 2013

	<u>Project Authorization</u>	<u>Prior Years</u>	<u>Current Year</u>	<u>Total to Date</u>
Revenues				
Grants				
State of Texas	\$ 18,745,863	\$ 41,550,551	\$ 5,235,206	\$ 46,785,757
Federal Government	22,320,844	42,975,105	6,610,118	49,585,223
Coastal Bend Council of Governments	1,445,148	2,403,922	149,019	2,552,941
Drug forfeitures				
State	392,785	1,343,064	259,562	1,602,626
Federal	1,699,982	2,444,410	166,272	2,610,682
Local grants and contributions	706,090	1,854,679	304,866	2,159,545
Total grants	<u>45,310,712</u>	<u>92,571,731</u>	<u>12,725,043</u>	<u>105,296,774</u>
Charges for services	1,022,616	2,693,825	475,935	3,169,760
Earnings on investments	1,166	185,313	1,076	186,389
Miscellaneous	175,574	668,746	246,016	914,762
Total revenue	<u>46,510,068</u>	<u>96,119,615</u>	<u>13,448,070</u>	<u>109,567,685</u>
Expenditures				
Current				
Police and municipal court	11,519,416	15,397,087	2,688,563	18,085,650
Fire and ambulance	6,622,518	6,301,660	1,523,896	7,825,556
Emergency management	75,325	174,387	75,325	249,712
Streets	869,254	7,407,086	152,607	7,559,693
Solid waste	25,000	109,347	236	109,583
Health	4,518,293	10,158,926	1,910,376	12,069,302
Parks and recreation	6,098,572	12,322,284	2,220,777	14,543,061
Libraries	52,420	2,855,903	3,995	2,859,898
Community enrichment	7,639,626	15,401,872	2,042,145	17,444,017
Community development	7,316,516	15,463,332	2,459,113	17,922,445
Museums	92,106	265,714	413	266,127
Capital projects	1,751,082	9,074,349	867,978	9,942,327
Total expenditures	<u>46,580,128</u>	<u>94,931,947</u>	<u>13,945,424</u>	<u>108,877,371</u>
Excess (deficiency) of revenues over (under) expenditures	(70,060)	1,187,668	(497,354)	690,314
Other financing sources (uses)				
Transfers in				
Corpus Christi Community Improvement Corporation	25,167	28,572	25,167	53,739
General fund	195,737	1,337,652	219,973	1,557,625
Total transfers in	<u>220,904</u>	<u>1,366,224</u>	<u>245,140</u>	<u>1,611,364</u>
Transfers out				
General fund	(150,844)	(872,094)	(150,843)	(1,022,937)
Total transfers out	<u>(150,844)</u>	<u>(872,094)</u>	<u>(150,843)</u>	<u>(1,022,937)</u>
Total other financing sources	<u>70,060</u>	<u>494,130</u>	<u>94,297</u>	<u>588,427</u>
Net change in fund balance	<u>\$ --</u>	<u>\$ 1,681,798</u>	<u>(403,057)</u>	<u>\$ 1,278,741</u>
Fund balance at beginning of year			1,681,798	
Fund balance at end of year			<u>\$ 1,278,741</u>	

**MUNICIPAL COURT FUND
COMPARATIVE BALANCE SHEETS
JULY 31, 2013 AND 2012**

ASSETS	<u>2013</u>	<u>2012</u>
Cash and cash equivalents	\$ 571,482	\$ 537,047
Total assets	<u>\$ 571,482</u>	<u>\$ 537,047</u>
 LIABILITIES AND FUND BALANCE		
Liabilities		
Accounts payable	\$ 9,805	\$ 8,680
Accrued liabilities	4,376	5,163
Total liabilities	<u>14,181</u>	<u>13,843</u>
Fund balance		
Restricted		
Municipal Court building security	120,101	122,042
Municipal Court technology	170,567	149,560
Juvenile Court case manager	266,633	251,602
Total fund balance	<u>557,301</u>	<u>523,204</u>
Total liabilities and fund balance	<u>\$ 571,482</u>	<u>\$ 537,047</u>

MUNICIPAL COURT FUND
STATEMENT OF REVENUES, EXPENDITURES AND CHANGES IN FUND BALANCE
YEAR ENDED JULY 31, 2013 AND 2012

	<u>Budget</u>		<u>2013 Actual</u>	<u>Variance Final Budget Positive (Negative)</u>	<u>2012 Actual</u>
	<u>Original</u>	<u>Final</u>			
Revenues					
Municipal Court building security fee	\$ 80,619	\$ 80,619	\$ 96,102	\$ 15,483	\$ 83,800
Municipal Court technology fee	106,736	106,736	127,550	20,814	111,038
Juvenile Court case manager fee	111,835	111,835	146,870	35,035	119,349
Earnings on investments	--	--	472	472	199
Total revenues	<u>299,190</u>	<u>299,190</u>	<u>370,994</u>	<u>71,804</u>	<u>314,386</u>
Expenditures					
Current					
Municipal Court building security	98,150	98,150	98,150	--	52,901
Municipal Court technology	228,545	228,545	106,688	(121,857)	112,157
Juvenile Court case managers	132,059	132,059	132,059	--	115,303
Total expenditures	<u>458,754</u>	<u>458,754</u>	<u>336,897</u>	<u>(121,857)</u>	<u>280,361</u>
Net change in fund balance	(159,564)	(159,564)	34,097	193,661	34,025
Other financing sources					
Transfers in	--	--	--	--	489,179
Excess (deficit) of revenues and other financing sources over (under) expenditures and other uses	(159,564)	(159,564)	34,097	193,661	523,204
Fund balance at beginning of year	<u>399,493</u>	<u>523,204</u>	<u>523,204</u>	<u>--</u>	<u>--</u>
Fund balance at end of year	<u>\$ 239,929</u>	<u>\$ 363,640</u>	<u>\$ 557,301</u>	<u>\$ 193,661</u>	<u>\$ 523,204</u>

Exhibit 16-A

**COMMUNITY ENRICHMENT FUND
COMPARATIVE BALANCE SHEETS
JULY 31, 2013 AND 2012**

ASSETS	<u>2013</u>	<u>2012</u>
Cash and cash equivalents	\$ 1,312,556	\$ 1,886,714
Investments	1,000,209	--
Receivables		
Accrued interest	<u>14</u>	<u>--</u>
Total assets	<u><u>\$ 2,312,779</u></u>	<u><u>\$ 1,886,714</u></u>
 LIABILITIES AND FUND BALANCE 		
Liabilities		
Accounts payable	<u>\$ 7,230</u>	<u>\$ 15,737</u>
Total liabilities	7,230	15,737
Fund balance		
Restricted		
Parks and recreation	1,635,620	1,451,518
Committed		
Sister City programs	1,156	1,156
Park projects	3,257	3,257
Permanent art projects	149,028	160,664
Development projects	516,488	254,382
Total committed	<u>669,929</u>	<u>419,459</u>
Total fund balance	<u>2,305,549</u>	<u>1,870,977</u>
Total liabilities and fund balance	<u><u>\$ 2,312,779</u></u>	<u><u>\$ 1,886,714</u></u>

Exhibit 16-B

**COMMUNITY ENRICHMENT FUND
STATEMENT OF REVENUES, EXPENDITURES AND CHANGES IN FUND BALANCE
BUDGET (GAAP BASIS) AND ACTUAL
YEAR ENDED JULY 31, 2013 AND 2012**

	<u>2013</u>	<u>2012</u>
Revenues		
Contributions and donations	\$ 514,172	\$ 138,102
Earnings on investments	1,396	1,873
Total revenues	<u>515,568</u>	<u>139,975</u>
Expenditures		
Current		
Parks and recreation	19,507	77,294
Capital projects	65,510	38,915
Total expenditures	<u>85,017</u>	<u>116,209</u>
Excess (deficiency) of revenues over (under) expenditures	<u>430,551</u>	<u>23,766</u>
Other financing sources		
Transfers in	<u>4,021</u>	<u>--</u>
Net change in fund balance	434,572	23,766
Fund balance at beginning of year	<u>1,870,977</u>	<u>1,847,211</u>
Fund balance at end of year	<u>\$ 2,305,549</u>	<u>\$ 1,870,977</u>

Exhibit 17-A

**INFRASTRUCTURE FUND
COMPARATIVE BALANCE SHEETS
JULY 31, 2013 AND 2012**

ASSETS	<u>2013</u>	<u>2012</u>
Cash and cash equivalents	\$ 2,206,197	\$ 1,474,824
Total assets	<u>\$ 2,206,197</u>	<u>\$ 1,474,824</u>
 LIABILITIES AND FUND BALANCE		
Liabilities		
Accounts payable	\$ --	\$ --
Fund balance		
Restricted		
Infrastructure	<u>2,206,197</u>	<u>1,474,824</u>
Total liabilities and fund balance	<u>\$ 2,206,197</u>	<u>\$ 1,474,824</u>

Exhibit 17-B

INFRASTRUCTURE FUND
STATEMENT OF REVENUES, EXPENDITURES AND CHANGES IN FUND BALANCE
YEAR ENDED JULY 31, 2013 AND 2012

	<u>2013</u>	<u>2012</u>
Revenues		
Contributions and donations	\$ 2,710,648	\$ 36,129
Earnings on investments	730	1,277
Total revenues	<u>2,711,378</u>	<u>37,406</u>
Expenditures		
Capital projects	<u>1,980,005</u>	<u>11,460</u>
Net change in fund balance	731,373	25,946
Fund balance at beginning of year	<u>1,474,824</u>	<u>1,448,878</u>
Fund balance at end of year	<u><u>\$ 2,206,197</u></u>	<u><u>\$ 1,474,824</u></u>

Exhibit 18-A

**LOCAL EMERGENCY PLANNING COMMITTEE
COMPARATIVE BALANCE SHEETS
JULY 31, 2013 AND 2012**

ASSETS	<u>2013</u>	<u>2012</u>
Cash and cash equivalents	\$ 75,057	\$ 41,422
Total assets	<u>\$ 75,057</u>	<u>\$ 41,422</u>
 LIABILITIES AND FUND BALANCE		
Liabilities		
Accounts payable	\$ 5,257	\$ 2,006
Accrued liabilities	--	2,598
Deferred revenues		
Other	--	2,750
Total liabilities	<u>5,257</u>	<u>7,354</u>
Fund balance		
Committed		
Local Emergency Planning Committee	<u>69,800</u>	<u>34,068</u>
Total liabilities and fund balance	<u>\$ 75,057</u>	<u>\$ 41,422</u>

LOCAL EMERGENCY PLANNING COMMITTEE
SCHEDULE OF REVENUES, EXPENDITURES AND CHANGES IN FUND BALANCE
BUDGET (GAAP BASIS) AND ACTUAL
YEAR ENDED JULY 31, 2013
WITH COMPARATIVE TOTALS FOR YEAR ENDED JULY 31, 2012

	Budget		2013 Actual	Variance Final Budget Positive (Negative)	2012 Actual
	Original	Final			
Revenues					
Contributions and donations	\$ 93,000	\$ 93,000	\$ 115,500	\$ 22,500	\$ 93,250
Earnings on investments	123	123	35	(88)	53
Total revenues	93,123	93,123	115,535	22,412	93,303
Expenditures					
Current					
Emergency management	97,400	97,400	81,373	16,027	89,275
Net change in fund balance	(4,277)	(4,277)	34,162	38,439	4,028
Other financing sources					
Transfers in	--	1,570	1,570	--	--
Excess (deficiency) of revenues and other financing sources over (under) expenditures and other uses	(4,277)	(2,707)	35,732	38,439	4,028
Fund balance at beginning of year	28,628	34,068	34,068	--	30,040
Fund balance at end of year	\$ 24,351	\$ 31,361	\$ 69,800	\$ 38,439	\$ 34,068

Exhibit 19-A

**CORPUS CHRISTI COMMUNITY IMPROVEMENT CORPORATION
COMPARATIVE BALANCE SHEETS
JULY 31, 2013 AND 2012**

ASSETS	<u>2013</u>	<u>2012</u>
Cash and cash equivalents	\$ 2,832,952	\$ 569,866
Receivables		
Accounts	--	501,220
Mortgages and loans	14,681,378	15,278,996
Intergovernmental	209,725	459,020
Allowance for uncollectibles	<u>(2,422,127)</u>	<u>(2,472,650)</u>
Net receivables	12,468,976	13,766,586
Due from other funds	<u>179,389</u>	<u>1,511,702</u>
 Total assets	 <u><u>\$ 15,481,317</u></u>	 <u><u>\$ 15,848,154</u></u>
 LIABILITIES AND FUND BALANCE		
Liabilities		
Accounts payable	\$ 63,124	\$ 317,640
Deposits	315,184	344,269
Due to other funds	<u>90,460</u>	<u>231,624</u>
Total liabilities	468,768	893,533
Fund balance		
Restricted		
Loans	<u>15,012,549</u>	<u>14,954,621</u>
 Total liabilities and fund balance	 <u><u>\$ 15,481,317</u></u>	 <u><u>\$ 15,848,154</u></u>

Exhibit 19-B

**CORPUS CHRISTI COMMUNITY IMPROVEMENT CORPORATION
STATEMENT OF REVENUES, EXPENDITURES AND CHANGES IN FUND BALANCE
YEAR ENDED JULY 31, 2013 AND 2012**

	<u>2013</u>	<u>2012</u>
Revenues		
Federal Government	\$ 1,755,990	\$ 1,054,356
Contributions and donations	10,741	564
Earnings on investments	197	92
Interest on loans	69,421	85,163
Miscellaneous	101,799	116,366
Total revenues	<u>1,938,148</u>	<u>1,256,541</u>
Expenditures		
Current		
Community development		
Grants	133,259	929,966
Administration costs	115,836	203,150
Forgiven and uncollectible loans	1,601,835	2,141,037
Total expenditures	<u>1,850,930</u>	<u>3,274,153</u>
Excess (deficiency) of revenues over (under) expenditures	87,218	(2,017,612)
Other financing uses		
Transfers out	<u>(29,290)</u>	<u>(21,469)</u>
Net change in fund balance	57,928	(2,039,081)
Fund balance at beginning of year	<u>14,954,621</u>	<u>16,993,702</u>
Fund balance at end of year	<u><u>\$ 15,012,549</u></u>	<u><u>\$ 14,954,621</u></u>

Exhibit 20-A

CORPUS CHRISTI HOUSING FINANCE CORPORATION
SCHEDULE OF NET POSITION
JULY 31, 2013

	<u>Governmental Funds</u>	<u>Adjustments</u>	<u>Schedule of Net Assets</u>
ASSETS			
Cash and cash equivalents	\$ 246,929	\$ --	\$ 246,929
Receivables			
Accrued interest	2,025	--	2,025
Due from subdivision developer	473,025	--	473,025
Net receivables	<u>475,050</u>	<u>--</u>	<u>475,050</u>
Capital assets, net of accumulated depreciation	<u>--</u>	<u>649,900</u>	<u>649,900</u>
Total assets	<u>\$ 721,979</u>	<u>649,900</u>	<u>1,371,879</u>
LIABILITIES			
Accounts payable	\$ 2	--	2
Deferred revenues	473,800	--	473,800
Total liabilities	<u>473,802</u>	<u>--</u>	<u>473,802</u>
FUND BALANCE			
Assigned			
Housing	<u>248,177</u>	<u>(248,177)</u>	<u>--</u>
Total liabilities and fund balance	<u>\$ 721,979</u>		
NET POSITION			
Invested in capital assets, net of related debt		649,900	649,900
Unrestricted		<u>248,177</u>	<u>248,177</u>
Total net position		<u>\$ 898,077</u>	<u>\$ 898,077</u>

**CORPUS CHRISTI HOUSING FINANCE CORPORATION
SCHEDULE OF ACTIVITIES
YEAR ENDED JULY 31, 2013**

	Governmental Funds	Adjustments	Schedule of Activities
Expenditures/expenses			
Community development	\$ 47,197	\$ 23,118	\$ 70,315
Program revenue			
Charges for services	314,423	--	314,423
Net program revenue (expense)	267,226	(23,118)	244,108
General revenue			
Earnings on investments	14	--	14
Excess (deficiency) of revenues and other financing sources over (under) expenditures and other uses	267,240	(23,118)	244,122
Change in net position	267,240	(23,118)	244,122
Fund balance/net position beginning of year	(19,063)	673,018	653,955
Fund balance/net position end of year	<u>\$ 248,177</u>	<u>\$ 649,900</u>	<u>\$ 898,077</u>

Exhibit 20-C

**CORPUS CHRISTI HOUSING FINANCE CORPORATION
COMPARATIVE BALANCE SHEETS
JULY 31, 2013 AND 2012**

ASSETS	<u>2013</u>	<u>2012</u>
Cash and cash equivalents	\$ 246,929	\$ 10,336
Receivables		
Accounts	473,025	--
Accrued interest	2,025	--
Due from subdivision developer	--	747,185
Net receivables	<u>475,050</u>	<u>747,185</u>
Total assets	<u><u>\$ 721,979</u></u>	<u><u>\$ 757,521</u></u>
 LIABILITIES AND FUND BALANCE		
Liabilities		
Accounts payable	\$ 2	\$ 23,662
Due to other funds	--	5,737
Deferred revenues		
Other	473,800	747,185
Total deferred revenues	<u>473,800</u>	<u>747,185</u>
Total liabilities	<u>473,802</u>	<u>776,584</u>
Fund balance		
Assigned		
Housing	248,177	--
Unassigned	--	(19,063)
Total fund balance	<u>248,177</u>	<u>(19,063)</u>
Total liabilities and fund balance	<u><u>\$ 721,979</u></u>	<u><u>\$ 757,521</u></u>

Exhibit 20-D

**CORPUS CHRISTI HOUSING FINANCE CORPORATION
STATEMENT OF REVENUES, EXPENDITURES AND CHANGES IN FUND BALANCE
YEAR ENDED JULY 31, 2013 AND 2012**

	<u>2013</u>	<u>2012</u>
Revenues		
Charges for services	\$ 274,140	\$ 223,019
Earnings on investments	14	29
Interest on loans	40,283	1,010
Miscellaneous	--	780
Total revenues	<u>314,437</u>	<u>224,838</u>
Expenditures		
Current		
Community development	47,197	192,330
Capital projects	--	196,507
Total expenditures	<u>47,197</u>	<u>388,837</u>
Excess (deficiency) of revenues over (under) expenditures	<u>267,240</u>	<u>(163,999)</u>
Other financing uses		
Transfers out	--	(578,360)
Net change in fund balance	267,240	(742,359)
Fund balance at beginning of year	<u>(19,063)</u>	<u>723,296</u>
Fund balance (deficit) at end of year	<u>\$ 248,177</u>	<u>\$ (19,063)</u>

Exhibit 21-A

**CORPUS CHRISTI INDUSTRIAL DEVELOPMENT CORPORATION
COMPARATIVE BALANCE SHEETS
JULY 31, 2013 AND 2012**

ASSETS	<u>2013</u>	<u>2012</u>
Cash and cash equivalents	\$ 68,775	\$ 68,775
Total assets	<u>\$ 68,775</u>	<u>\$ 68,775</u>
LIABILITIES AND FUND BALANCE		
Liabilities	\$ --	\$ --
Fund balance		
Assigned		
Industrial development	<u>68,775</u>	<u>68,775</u>
Total liabilities and fund balance	<u>\$ 68,775</u>	<u>\$ 68,775</u>

Exhibit 21-B

**CORPUS CHRISTI INDUSTRIAL DEVELOPMENT CORPORATION
STATEMENT OF REVENUES, EXPENDITURES AND CHANGES IN FUND BALANCE
YEAR ENDED JULY 31, 2013 AND 2012**

	2013	2012
Revenues		
Miscellaneous	\$ --	\$ 120
Total revenues	--	120
Net change in fund balance	--	120
Fund balance at beginning of year	68,775	68,655
Fund balance at end of year	\$ 68,775	\$ 68,775

**CORPUS CHRISTI CRIME CONTROL AND PREVENTION DISTRICT
SCHEDULE OF NET POSITION
JULY 31, 2013**

	<u>Governmental Funds</u>	<u>Adjustments</u>	<u>Schedule of Net Assets</u>
ASSETS			
Cash and cash equivalents	\$ 3,486,724	\$ --	\$ 3,486,724
Receivables			
Intergovernmental	628,839	--	628,839
Miscellaneous	460	--	460
Net receivables	<u>629,299</u>	<u>--</u>	<u>629,299</u>
Total assets	<u>\$ 4,116,023</u>	<u>--</u>	<u>4,116,023</u>
LIABILITIES			
Accounts payable	\$ 41,448	--	41,448
Accrued liabilities	240,154	--	240,154
Accumulated unpaid compensated absences			
Due within one year	--	355,635	355,635
Due in more than one year	--	435,086	435,086
Net pension obligation		1,030,603	1,030,603
Net OPEB obligation		189,700	189,700
Total liabilities	<u>281,602</u>	<u>2,011,024</u>	<u>2,292,626</u>
FUND BALANCE			
Restricted			
Crime control and prevention	3,834,421	(3,834,421)	--
Total fund balance	<u>3,834,421</u>	<u>(3,834,421)</u>	<u>--</u>
Total liabilities and fund balance	<u>\$ 4,116,023</u>		
NET POSITION			
Restricted for			
Crime control and prevention		<u>1,823,397</u>	<u>1,823,397</u>
Total net position		<u>\$ 1,823,397</u>	<u>\$ 1,823,397</u>

**CORPUS CHRISTI CRIME CONTROL AND PREVENTION DISTRICT
SCHEDULE OF ACTIVITIES
YEAR ENDED JULY 31, 2013**

	<u>Governmental Funds</u>	<u>Adjustments</u>	<u>Schedule of Activities</u>
Expenditures/expenses			
Public safety	\$ 5,649,096	\$ 487,756	\$ 6,136,852
Capital projects	128,551	(128,551)	--
Total expenditures/expenses	<u>5,777,647</u>	<u>359,205</u>	<u>6,136,852</u>
General revenue			
Sales tax	6,701,922	--	6,701,922
Juvenile drug testing	8,842	--	8,842
Earnings on investments	2,691	--	2,691
Other financing sources (uses)			
Transfers in	107,939	--	107,939
Transfers out	--	(128,551)	(128,551)
Total general revenue and other financing sources (uses)	<u>6,821,394</u>	<u>(128,551)</u>	<u>6,692,843</u>
Excess (deficiency) of revenues over (under) expenditures and other financing uses	1,043,747	(1,043,747)	--
Change in net position	--	555,991	555,991
Fund balance/net position beginning of year	<u>2,790,674</u>	<u>(1,523,268)</u>	<u>1,267,406</u>
Fund balance/net position end of year	<u>\$ 3,834,421</u>	<u>\$ (2,011,024)</u>	<u>\$ 1,823,397</u>

Note: Beginning adjusted Net assets are restated to reflect the liabilities for Net OPEB obligation and Net pension obligation. Net OPEB obligation and Net pension obligation were accrued in Government-wide financial statements but not in this fund in prior years.

Exhibit 22-C

**CORPUS CHRISTI CRIME CONTROL AND PREVENTION DISTRICT
COMPARATIVE BALANCE SHEETS
JULY 31, 2013 AND 2012**

ASSETS	<u>2013</u>	<u>2012</u>
Cash and cash equivalents	\$ 3,486,724	\$ 2,405,276
Receivables		
Intergovernmental	628,839	601,937
Miscellaneous	460	--
Net receivables	<u>629,299</u>	<u>601,937</u>
Total assets	<u>\$ 4,116,023</u>	<u>\$ 3,007,213</u>
LIABILITIES AND FUND BALANCE		
Liabilities		
Accounts payable	\$ 41,448	\$ 30,020
Accrued liabilities	240,154	186,519
Total liabilities	<u>281,602</u>	<u>216,539</u>
Fund balance		
Restricted		
Crime control and prevention	<u>3,834,421</u>	<u>2,790,674</u>
Total liabilities and fund balance	<u>\$ 4,116,023</u>	<u>\$ 3,007,213</u>

**CORPUS CHRISTI CRIME CONTROL AND PREVENTION DISTRICT
SCHEDULE OF REVENUES, EXPENDITURES AND CHANGES IN FUND BALANCE -
BUDGET (GAAP BASIS) AND ACTUAL
YEAR ENDED JULY 31, 2013
WITH COMPARATIVE TOTALS FOR YEAR ENDED JULY 31, 2012**

	Budget		2013 Actual	Variance Final Budget Positive (Negative)	2012 Actual
	Original	Final			
Revenues					
Sales tax	\$ 6,413,836	\$ 6,413,836	\$ 6,701,922	\$ 288,086	\$ 6,113,146
Juvenile drug testing	16,550	16,550	8,842	(7,708)	11,206
Earnings on investments	4,622	4,622	2,691	(1,931)	1,972
Total revenue	6,435,008	6,435,008	6,713,455	278,447	6,126,324
Expenditures					
Current					
Police officers	4,657,876	5,092,083	4,929,367	162,716	4,404,887
Pawn shop detail	158,177	157,661	117,614	40,047	137,388
Juvenile Curfew & Truancy Assessment Center	425,757	424,905	385,087	39,818	375,797
Citizens advisory council	10,500	24,062	21,510	2,552	21,500
Public safety vehicles and equipment	175,000	256,327	8,998	247,329	--
Juvenile City marshals	200,034	199,650	186,520	13,130	191,739
Graffiti Eradication Program	--	--	--	--	47,647
Capital projects	--	--	128,551	(128,551)	134,369
Total expenditures	5,627,344	6,154,688	5,777,647	377,041	5,313,327
Excess of revenues over expenditures	807,664	280,320	935,808	655,488	812,997
Other financing sources					
Transfers in	--	107,939	107,939	--	--
Total other financing sources	--	107,939	107,939	--	--
Net change in fund balance	807,664	388,259	1,043,747	655,488	812,997
Fund balance at beginning of year	2,717,762	2,790,674	2,790,674	--	1,977,677
Fund balance at end of year	\$ 3,525,426	\$ 3,178,933	\$ 3,834,421	\$ 655,488	\$ 2,790,674

Exhibit 23-A

CORPUS CHRISTI BUSINESS AND JOB DEVELOPMENT CORPORATION
SCHEDULE OF NET POSITION
JULY 31, 2013

	Governmental Funds	Adjustments	Schedule of Net Assets
ASSETS			
Cash and cash equivalents	\$ 20,704,986	\$ --	\$ 20,704,986
Investments	37,012,297	--	37,012,297
Receivables			
Accrued interest	18,388	--	18,388
Intergovernmental	1,909,041	--	1,909,041
Net receivables	1,927,429	--	1,927,429
Prepaid Items	82,778	--	82,778
Bond issuance cost	--	687,439	687,439
Total assets	<u>\$ 59,727,490</u>	<u>687,439</u>	<u>60,414,929</u>
LIABILITIES			
Accounts payable	\$ 587,193	\$ --	\$ 587,193
Accrued interest	--	1,453,851	1,453,851
Contractor interest and retainage payable	14,645	--	14,645
Long-term debt			
Due within one year	--	5,530,000	5,530,000
Due in more than one year	--	72,014,007	72,014,007
Total liabilities	<u>601,838</u>	<u>78,997,858</u>	<u>79,599,696</u>
FUND BALANCE			
Nonspendable			
Prepaid items	82,778	(82,778)	--
Restricted			
Seawall improvement	29,100,689	(29,100,689)	--
Arena facility	17,252,022	(17,252,022)	--
Economic development	12,690,163	(12,690,163)	--
Total restricted	<u>59,042,874</u>	<u>(59,042,874)</u>	<u>--</u>
Total fund balance	<u>59,125,652</u>	<u>(59,125,652)</u>	<u>--</u>
Total liabilities and fund balance	<u>\$ 59,727,490</u>		
NET POSITION			
Unrestricted		<u>(19,184,767)</u>	<u>(19,184,767)</u>
Total net position		<u>\$ (19,184,767)</u>	<u>\$ (19,184,767)</u>

CORPUS CHRISTI BUSINESS AND JOB DEVELOPMENT CORPORATION
SCHEDULE OF ACTIVITIES
YEAR ENDED JULY 31, 2013

	Governmental Funds	Adjustments	Schedule of Activities
Expenditures/expenses			
General government	\$ 20,621	\$ --	\$ 20,621
Community development	6,066,468	--	6,066,468
Capital projects	725,753	--	725,753
Debt service			
Principal retirement	3,635,000	(3,635,000)	--
Interest	3,794,984	(1,439,421)	2,355,563
Bond issuance cost	387,132	(387,132)	--
Refund of bond issuance cost	--	--	--
Paying agent fees	600	(600)	--
Interest on interfund borrowings	--	--	--
Total expenditures/expenses	<u>14,630,558</u>	<u>(5,462,153)</u>	<u>9,168,405</u>
General revenues			
Sales tax	20,643,321	--	20,643,321
Earnings on investments	114,231	--	114,231
Claim settlement	25,241	--	25,241
Other financing sources (uses)			
Proceeds from the sale of refunding bonds	29,075,000	(29,075,000)	--
Premium on bonds sold	2,539,477	(2,539,477)	--
Payment to escrow agent for refunded bonds	(33,262,105)	33,262,105	--
Transfers in	--	--	--
Transfers out	(1,245,266)	--	(1,245,266)
Total general revenues and other financing sources (uses)	<u>17,889,899</u>	<u>1,647,628</u>	<u>19,537,527</u>
Excess (deficiency) of revenues over (under) expenditures and other financing uses	3,259,341	(3,259,341)	--
Change in net position	--	10,369,122	10,369,122
Fund balance/net position beginning of year	<u>55,866,311</u>	<u>(85,420,200)</u>	<u>(29,553,889)</u>
Fund balance/net position end of year	<u>\$ 59,125,652</u>	<u>\$ (78,310,419)</u>	<u>\$ (19,184,767)</u>

CORPUS CHRISTI BUSINESS AND JOB DEVELOPMENT CORPORATION
BALANCE SHEETS
JULY 31, 2013
WITH COMPARATIVE TOTALS FOR JULY 31, 2012

	Special Revenue		
	Seawall Improvement	Arena Facility	Economic Development
ASSETS			
Cash and cash equivalents	\$ 7,149,068	\$ 2,267,816	\$ 2,804,091
Investments	15,000,910	12,005,231	8,006,574
Receivables			
Accrued interest	5,264	7,818	4,328
Intergovernmental	636,347	636,347	636,347
Net receivables	641,611	644,165	640,675
Prepaid items	--	--	82,778
Total assets	<u>\$ 22,791,589</u>	<u>\$ 14,917,212</u>	<u>\$ 11,534,118</u>
LIABILITIES AND FUND BALANCES			
Liabilities			
Accounts payable	\$ --	\$ --	\$ 519,478
Contractor interest and retainage payable	--	--	--
Total liabilities	<u>--</u>	<u>--</u>	<u>519,478</u>
Fund balances			
Nonspendable			
Prepaid items	--	--	82,778
Restricted			
Seawall improvement	22,791,589	--	--
Arena facility	--	14,917,212	--
Economic development	--	--	10,931,862
Total fund balance	<u>22,791,589</u>	<u>14,917,212</u>	<u>11,014,640</u>
Total liabilities and fund balance	<u>\$ 22,791,589</u>	<u>\$ 14,917,212</u>	<u>\$ 11,534,118</u>

Exhibit 23-C

Debt Service			Capital Projects		2013 Total	2012 Total
Seawall	Arena	Economic Development	Seawall	Arena		
\$ 1,334,889	\$ 2,218,741	\$ 1,758,301	\$ 3,052,891	\$ 119,189	\$ 20,704,986	\$ 25,394,372
--	--	--	1,999,582	--	37,012,297	29,036,801
--	--	--	978	--	18,388	28,748
--	--	--	--	--	1,909,041	1,848,738
--	--	--	978	--	1,927,429	1,877,486
--	--	--	--	--	82,778	76,677
<u>\$ 1,334,889</u>	<u>\$ 2,218,741</u>	<u>\$ 1,758,301</u>	<u>\$ 5,053,451</u>	<u>\$ 119,189</u>	<u>\$ 59,727,490</u>	<u>\$ 56,385,336</u>
\$ --	\$ --	\$ --	\$ 64,595	\$ 3,120	\$ 587,193	\$ 516,750
--	--	--	14,645	--	14,645	2,275
--	--	--	79,240	3,120	601,838	519,025
--	--	--	--	--	82,778	76,677
1,334,889	--	--	4,974,211	--	29,100,689	26,233,546
--	2,218,741	--	--	116,069	17,252,022	15,430,490
--	--	1,758,301	--	--	12,690,163	14,125,598
<u>1,334,889</u>	<u>2,218,741</u>	<u>1,758,301</u>	<u>4,974,211</u>	<u>116,069</u>	<u>59,125,652</u>	<u>55,866,311</u>
\$ 1,334,889	\$ 2,218,741	\$ 1,758,301	\$ 5,053,451	\$ 119,189	\$ 59,727,490	\$ 56,385,336

CORPUS CHRISTI BUSINESS AND JOB DEVELOPMENT CORPORATION
SCHEDULE OF REVENUES, EXPENDITURES, AND CHANGES IN FUND BALANCE
YEAR ENDED JULY 31, 2013
WITH COMPARATIVE TOTALS FOR YEAR ENDED JULY 31, 2012

	Special Revenue		
	Seawall Improvement	Arena Facility	Economic Development
Revenues			
Sales tax	\$ 6,881,107	6,881,107	\$ 6,881,107
Earnings on investments	47,934	30,263	29,373
Claim settlement	--	--	--
Total revenue	<u>6,929,041</u>	<u>6,911,370</u>	<u>6,910,480</u>
Expenditures			
Current			
General government	--	--	--
Community development	1,649	77,638	5,987,181
Capital projects	--	--	67,825
Debt service			
Principal retirement	--	--	--
Interest	--	--	--
Bond issuance cost	--	--	--
Paying agent fees	--	--	--
Total expenditures	<u>1,649</u>	<u>77,638</u>	<u>6,055,006</u>
Excess (deficiency) of revenues over (under) expenditures	6,927,392	6,833,732	855,474
Other financing sources (uses)			
Proceeds from the sale of refunding bonds	--	--	--
Premium on bonds sold	--	--	--
Payment to escrow agent for refunded bonds	--	--	--
Transfers in	--	--	--
Transfers out	<u>(7,735,313)</u>	<u>(5,088,565)</u>	<u>(2,285,900)</u>
Total other financing sources (uses)	<u>(7,735,313)</u>	<u>(5,088,565)</u>	<u>(2,285,900)</u>
Net change in fund balances	(807,921)	1,745,167	(1,430,426)
Fund balances at beginning of year	<u>23,599,510</u>	<u>13,172,045</u>	<u>12,445,066</u>
Fund balances at end of year	<u>\$ 22,791,589</u>	<u>\$ 14,917,212</u>	<u>\$ 11,014,640</u>

Debt Service			Capital Project			2013	2012
Seawall	Arena	Economic Development	Seawall	Arena	Eliminations	Total	Total
\$ --	\$ --	\$ --	\$ --	\$ --	\$ --	\$ 20,643,321	\$ 19,007,550
1,130	1,182	992	3,357	--	--	114,231	200,251
--	25,241	--	--	--	--	25,241	--
1,130	26,423	992	3,357	--	--	20,782,793	19,207,801
--	--	--	20,099	522	--	20,621	16,398
--	--	--	--	--	--	6,066,468	2,806,372
--	--	--	607,692	50,236	--	725,753	340,803
--	1,855,000	1,780,000	--	--	--	3,635,000	5,010,000
1,402,185	1,887,299	505,500	--	--	--	3,794,984	4,349,975
387,132	--	--	--	--	--	387,132	--
--	300	300	--	--	--	600	2,239
1,789,317	3,742,599	2,285,800	627,791	50,758	--	14,630,558	12,525,787
(1,788,187)	(3,716,176)	(2,284,808)	(624,434)	(50,758)	--	6,152,235	6,682,014
29,075,000	--	--	--	--	--	29,075,000	--
2,539,477	--	--	--	--	--	2,539,477	--
(33,262,105)	--	--	--	--	--	(33,262,105)	--
3,385,313	3,743,299	2,285,900	4,350,000	100,000	(13,864,512)	--	--
--	--	--	--	--	13,864,512	(1,245,266)	(652,141)
1,737,685	3,743,299	2,285,900	4,350,000	100,000	--	(2,892,894)	(652,141)
(50,502)	27,123	1,092	3,725,566	49,242	--	3,259,341	6,029,873
1,385,391	2,191,618	1,757,209	1,248,645	66,827	--	55,866,311	49,836,438
\$ 1,334,889	\$ 2,218,741	\$ 1,758,301	\$ 4,974,211	\$ 116,069	\$ --	\$ 59,125,652	\$ 55,866,311

CORPUS CHRISTI BUSINESS AND JOB DEVELOPMENT CORPORATION
SEAWALL IMPROVEMENT FUND
SCHEDULE OF REVENUES, EXPENDITURES, AND CHANGES IN FUND BALANCE -
BUDGET (GAAP BASIS) AND ACTUAL
YEAR ENDED JULY 31, 2013
WITH COMPARATIVE TOTALS FOR YEAR ENDED JULY 31, 2012

	Budget		2013 Actual	Variance Final Budget Positive (Negative)	2012 Actual
	Original	Final			
Revenues					
Sales tax	\$ 6,676,050	\$ 6,676,050	\$ 6,881,107	\$ 205,057	\$ 6,335,850
Earnings on investments	35,472	35,472	47,934	12,462	120,000
Total revenue	<u>6,711,522</u>	<u>6,711,522</u>	<u>6,929,041</u>	<u>217,519</u>	<u>6,455,850</u>
Expenditures					
Current					
Community development	15,000	15,000	1,649	13,351	--
Total expenditures	<u>15,000</u>	<u>15,000</u>	<u>1,649</u>	<u>13,351</u>	<u>--</u>
Excess of revenues over expenditures	6,696,522	6,696,522	6,927,392	230,870	6,455,850
Other financing uses					
Transfers out	(3,385,313)	(7,735,313)	(7,735,313)	--	(3,558,463)
Total other financing sources	<u>(3,385,313)</u>	<u>(7,735,313)</u>	<u>(7,735,313)</u>	<u>--</u>	<u>(3,558,463)</u>
Net change in fund balance	3,311,209	(1,038,791)	(807,921)	230,870	2,897,387
Fund balance at beginning of year	<u>23,632,181</u>	<u>23,599,510</u>	<u>23,599,510</u>	<u>--</u>	<u>20,702,123</u>
Fund balance at end of year	<u>\$ 26,943,390</u>	<u>\$ 22,560,719</u>	<u>\$ 22,791,589</u>	<u>\$ 230,870</u>	<u>\$ 23,599,510</u>

**CORPUS CHRISTI BUSINESS AND JOB DEVELOPMENT CORPORATION
ARENA FACILITY FUND
SCHEDULE OF REVENUES, EXPENDITURES, AND CHANGES IN FUND BALANCE -
BUDGET (GAAP BASIS) AND ACTUAL
YEAR ENDED JULY 31, 2013
WITH COMPARATIVE TOTALS FOR YEAR ENDED JULY 31, 2012**

	<u>Budget</u>		<u>2013 Actual</u>	<u>Variance Final Budget Positive (Negative)</u>	<u>2012 Actual</u>
	<u>Original</u>	<u>Final</u>			
Revenues					
Sales tax	\$ 6,676,050	\$ 6,676,050	\$ 6,881,107	\$ 205,057	\$ 6,335,850
Earnings on investments	20,914	20,914	30,263	9,349	43,931
Total revenue	<u>6,696,964</u>	<u>6,696,964</u>	<u>6,911,370</u>	<u>214,406</u>	<u>6,379,781</u>
Expenditures					
Current					
Community development	15,000	15,000	77,638	(62,638)	80,636
Capital projects	150,000	269,364	--	269,364	--
Total expenditures	<u>165,000</u>	<u>284,364</u>	<u>77,638</u>	<u>206,726</u>	<u>80,636</u>
Excess of revenues over expenditures	6,531,964	6,412,600	6,833,732	421,132	6,299,145
Other financing uses					
Transfers out	<u>(4,388,565)</u>	<u>(5,088,565)</u>	<u>(5,088,565)</u>	<u>--</u>	<u>(4,419,690)</u>
Net change in fund balance	2,143,399	1,324,035	1,745,167	421,132	1,879,455
Fund balance at beginning of year	<u>13,056,807</u>	<u>13,172,045</u>	<u>13,172,045</u>	<u>--</u>	<u>11,292,590</u>
Fund balance at end of year	<u>\$ 15,200,206</u>	<u>\$ 14,496,080</u>	<u>\$ 14,917,212</u>	<u>\$ 421,132</u>	<u>\$ 13,172,045</u>

**CORPUS CHRISTI BUSINESS AND JOB DEVELOPMENT CORPORATION
ECONOMIC DEVELOPMENT FUND
SCHEDULE OF REVENUES, EXPENDITURES, AND CHANGES IN FUND BALANCE -
BUDGET (GAAP BASIS) AND ACTUAL
YEAR ENDED JULY 31, 2013
WITH COMPARATIVE TOTALS FOR YEAR ENDED JULY 31, 2012**

	<u>Budget</u>		<u>2013 Actual</u>	<u>Variance Final Budget Positive (Negative)</u>	<u>2012 Actual</u>
	<u>Original</u>	<u>Final</u>			
Revenues					
Sales tax	\$ 6,676,050	\$ 6,676,050	\$ 6,881,107	\$ 205,057	\$ 6,335,850
Earnings on investments	22,348	22,348	29,373	7,025	32,963
Miscellaneous	--	--	--	--	--
Total revenue	<u>6,698,398</u>	<u>6,698,398</u>	<u>6,910,480</u>	<u>212,082</u>	<u>6,368,813</u>
Expenditures					
Current					
Community development	1,688,347	21,433,528	5,987,181	15,446,347	2,725,736
Capital projects	--	--	67,825	(67,825)	--
Total expenditures	<u>1,688,347</u>	<u>21,433,528</u>	<u>6,055,006</u>	<u>15,378,522</u>	<u>2,725,736</u>
Excess (deficiency) of revenues over (under) expenditures	5,010,051	(14,735,130)	855,474	15,590,604	3,643,077
Other financing uses					
Transfers out	<u>(2,285,900)</u>	<u>(2,285,900)</u>	<u>(2,285,900)</u>	--	<u>(2,286,513)</u>
Net change in fund balance	2,724,151	(17,021,030)	(1,430,426)	15,590,604	1,356,564
Fund balance at beginning of year	<u>6,886,296</u>	<u>12,445,066</u>	<u>12,445,066</u>	--	<u>11,088,502</u>
Fund balance at end of year	<u>\$ 9,610,447</u>	<u>\$ (4,575,964)</u>	<u>\$ 11,014,640</u>	<u>\$ 15,590,604</u>	<u>\$ 12,445,066</u>

CORPUS CHRISTI BUSINESS AND JOB DEVELOPMENT CORPORATION
SEAWALL DEBT SERVICE FUND
SCHEDULE OF REVENUES, EXPENDITURES, AND CHANGES IN FUND BALANCE -
BUDGET (GAAP BASIS) AND ACTUAL
YEAR ENDED JULY 31, 2013
WITH COMPARATIVE TOTALS FOR YEAR ENDED JULY 31, 2012

	<u>Budget</u>		<u>2013 Actual</u>	<u>Variance Final Budget Positive (Negative)</u>	<u>2012 Actual</u>
	<u>Original</u>	<u>Final</u>			
Revenues					
Earnings on investments	\$ 2,071	\$ 2,071	\$ 1,130	\$ (941)	\$ 709
Expenditures					
Debt service					
Principal retirement	1,660,000	1,660,000	--	1,660,000	1,580,000
Interest	1,723,313	1,723,313	1,402,185	321,128	1,802,313
Bond issuance cost	--	--	387,132	(387,132)	--
Paying agent fees	2,000	2,000	--	2,000	1,639
Total expenditures	<u>3,385,313</u>	<u>3,385,313</u>	<u>1,789,317</u>	<u>1,595,996</u>	<u>3,383,952</u>
Deficiency of revenues under expenditures	(3,383,242)	(3,383,242)	(1,788,187)	1,595,055	(3,383,243)
Other financing sources					
Proceeds from sale of refunding bonds	--	--	29,075,000	29,075,000	--
Premium on refunding bonds sold	--	--	2,539,477	2,539,477	--
Payment to escrow agent for refunded bonds	--	--	(33,262,105)	(33,262,105)	--
Transfers in	3,385,313	3,385,313	3,385,313	--	3,342,263
Total other financing sources	<u>3,385,313</u>	<u>3,385,313</u>	<u>1,737,685</u>	<u>(1,647,628)</u>	<u>3,342,263</u>
Net change in fund balance	2,071	2,071	(50,502)	(52,573)	220
Fund balance at beginning of year	<u>1,385,723</u>	<u>1,385,391</u>	<u>1,385,391</u>	<u>--</u>	<u>1,385,171</u>
Fund balance at end of year	<u>\$ 1,387,794</u>	<u>\$ 1,387,462</u>	<u>\$ 1,334,889</u>	<u>\$ (52,573)</u>	<u>\$ 1,385,391</u>

CORPUS CHRISTI BUSINESS AND JOB DEVELOPMENT CORPORATION
ARENA DEBT SERVICE FUND
SCHEDULE OF REVENUES, EXPENDITURES, AND CHANGES IN FUND BALANCE -
BUDGET (GAAP BASIS) AND ACTUAL
YEAR ENDED JULY 31, 2013
WITH COMPARATIVE TOTALS FOR YEAR ENDED JULY 31, 2012

	<u>Budget</u>		<u>2013 Actual</u>	<u>Variance Final Budget Positive (Negative)</u>	<u>2012 Actual</u>
	<u>Original</u>	<u>Final</u>			
Revenues					
Earnings on investments	\$ 2,110	\$ 2,110	\$ 1,182	\$ (928)	\$ 1,010
Claim settlement	--	--	25,241	25,241	--
Total revenue	<u>2,110</u>	<u>2,110</u>	<u>26,423</u>	<u>24,313</u>	<u>1,010</u>
Expenditures					
Debt service					
Principal retirement	1,855,000	1,855,000	1,855,000	--	1,715,000
Interest	1,887,299	1,887,299	1,887,299	--	1,976,549
Paying agent fees	1,000	1,000	300	700	300
Total expenditures	<u>3,743,299</u>	<u>3,743,299</u>	<u>3,742,599</u>	<u>700</u>	<u>3,691,849</u>
Deficiency of revenues under expenditures	(3,741,189)	(3,741,189)	(3,716,176)	25,013	(3,690,839)
Other financing sources					
Transfers in	3,743,299	3,743,299	3,743,299	--	3,692,549
Total other financing sources	<u>3,743,299</u>	<u>3,743,299</u>	<u>3,743,299</u>	<u>--</u>	<u>3,692,549</u>
Net change in fund balance	2,110	2,110	27,123	25,013	1,710
Fund balance at beginning of year	<u>2,191,444</u>	<u>2,191,618</u>	<u>2,191,618</u>	<u>--</u>	<u>2,189,908</u>
Fund balance at end of year	<u>\$ 2,193,554</u>	<u>\$ 2,193,728</u>	<u>\$ 2,218,741</u>	<u>\$ 25,013</u>	<u>\$ 2,191,618</u>

**CORPUS CHRISTI BUSINESS AND JOB DEVELOPMENT CORPORATION
ECONOMIC DEVELOPMENT DEBT SERVICE FUND
SCHEDULE OF REVENUES, EXPENDITURES, AND CHANGES IN FUND BALANCE -
BUDGET (GAAP BASIS) AND ACTUAL
YEAR ENDED JULY 31, 2013
WITH COMPARATIVE TOTALS FOR YEAR ENDED JULY 31, 2012**

	<u>Budget</u>		<u>2013 Actual</u>	<u>Variance Final Budget Positive (Negative)</u>	<u>2012 Actual</u>
	<u>Original</u>	<u>Final</u>			
Revenues					
Earnings on investments	\$ 1,053	\$ 1,053	\$ 992	\$ (61)	\$ 468
Expenditures					
Debt service					
Principal retirement	1,780,000	1,780,000	1,780,000	--	1,715,000
Interest	505,500	505,500	505,500	--	571,113
Paying agent fees	400	400	300	100	300
Total expenditures	<u>2,285,900</u>	<u>2,285,900</u>	<u>2,285,800</u>	<u>100</u>	<u>2,286,413</u>
Deficiency of revenues under expenditures	(2,284,847)	(2,284,847)	(2,284,808)	39	(2,285,945)
Other financing sources					
Transfers in	<u>2,285,900</u>	<u>2,285,900</u>	<u>2,285,900</u>	<u>--</u>	<u>2,286,513</u>
Net change in fund balance	1,053	1,053	1,092	39	568
Fund balance at beginning of year	<u>1,757,525</u>	<u>1,757,209</u>	<u>1,757,209</u>	<u>--</u>	<u>1,756,641</u>
Fund balance at end of year	<u>\$ 1,758,578</u>	<u>\$ 1,758,262</u>	<u>\$ 1,758,301</u>	<u>\$ 39</u>	<u>\$ 1,757,209</u>

Exhibit 24-A

**NORTH PADRE ISLAND DEVELOPMENT CORPORATION
SCHEDULE OF NET POSITION
JULY 31, 2013**

	Governmental Funds	Adjustments	Schedule of Net Assets
ASSETS			
Cash and cash equivalents	\$ 6,185,073	\$ --	\$ 6,185,073
Bond issuance cost	--	736,476	736,476
Total assets	\$ 6,185,073	\$ 736,476	\$ 6,921,549
LIABILITIES			
Accounts payable	\$ 12,557	\$ --	\$ 12,557
Accrued interest	--	188,916	188,916
Contractor interest and retainage payable	16,704	--	16,704
Long-term debt			
Due within one year	--	755,000	755,000
Due in more than one year	--	10,052,267	10,052,267
Total liabilities	29,261	10,996,183	11,025,444
FUND BALANCE			
Restricted			
North Padre Island development	4,655,812	(4,655,812)	--
Debt service	1,500,000	(1,500,000)	--
Total fund balance	6,155,812	(6,155,812)	--
Total liabilities and fund balance	\$ 6,185,073		
NET POSITION			
Unrestricted		(4,103,895)	(4,103,895)
Total net position		\$ (4,103,895)	\$ (4,103,895)

**NORTH PADRE ISLAND DEVELOPMENT CORPORATION
SCHEDULE OF ACTIVITIES
YEAR ENDED JULY 31, 2013**

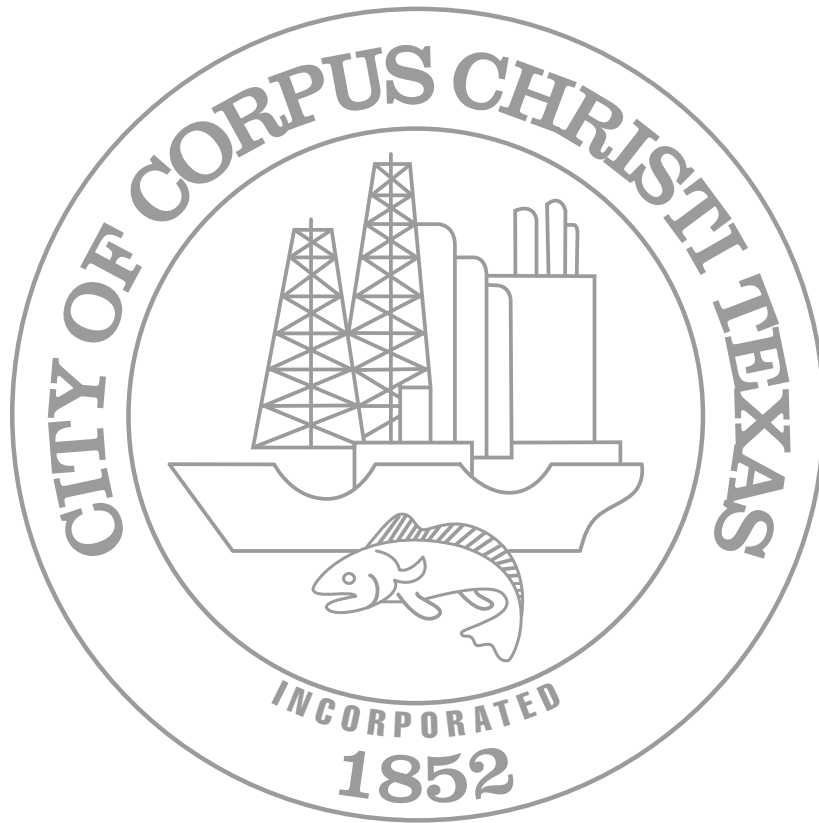
	Governmental Funds	Adjustments	Schedule of Activities
Expenditures/expenses			
General government	\$ 282,612	\$ --	\$ 282,612
Community enrichment	122,820	--	122,820
Capital projects	416,923	(416,923)	--
Debt service			
Principal retirement	665,000	(665,000)	--
Interest	518,738	61,582	580,320
Bond issuance cost	--	138,286	138,286
Paying agent fees	5,270	--	5,270
Total expenditures/expenses	<u>2,011,363</u>	<u>(882,055)</u>	<u>1,129,308</u>
 General revenues			
Property tax	2,513,028	--	2,513,028
Earnings on investments	822	--	822
 Other financing uses			
Transfers out	(28,512)	(416,923)	(445,435)
Total general revenues and other financing uses	<u>2,485,338</u>	<u>(416,923)</u>	<u>2,068,415</u>
Excess of revenues over expenditures and transfers out	473,975	(473,975)	--
Change in net position	--	939,107	939,107
Fund balance/net position beginning of year	<u>5,681,837</u>	<u>(10,724,839)</u>	<u>(5,043,002)</u>
Fund balance/net position end of year	<u>\$ 6,155,812</u>	<u>\$ (10,259,707)</u>	<u>\$ (4,103,895)</u>

**NORTH PADRE ISLAND DEVELOPMENT CORPORATION
BALANCE SHEETS
JULY 31, 2013
WITH COMPARATIVE TOTALS FOR JULY 31, 2012**

ASSETS	General	Capital Projects	Eliminations	2013 Total	2012 Total
Cash and cash equivalents	\$ 4,925,431	\$ 1,259,642	--	\$ 6,185,073	\$ 5,767,107
Total assets	<u>\$ 4,925,431</u>	<u>\$ 1,259,642</u>	<u>\$ --</u>	<u>\$ 6,185,073</u>	<u>\$ 5,767,107</u>
LIABILITIES AND FUND BALANCES					
Liabilities					
Accounts payable	\$ 12,557	\$ --	--	\$ 12,557	\$ 71,910
Contractor interest and retainage payable	--	16,704	--	16,704	13,360
Total liabilities	<u>12,557</u>	<u>16,704</u>	<u>--</u>	<u>29,261</u>	<u>85,270</u>
Fund balances					
Restricted					
North Padre Island development	3,412,874	1,242,938	--	4,655,812	4,181,837
Debt service	1,500,000	--	--	1,500,000	1,500,000
Total fund balance	<u>4,912,874</u>	<u>1,242,938</u>	<u>--</u>	<u>6,155,812</u>	<u>5,681,837</u>
Total liabilities and fund balance	<u>\$ 4,925,431</u>	<u>\$ 1,259,642</u>	<u>\$ --</u>	<u>\$ 6,185,073</u>	<u>\$ 5,767,107</u>

NORTH PADRE ISLAND DEVELOPMENT CORPORATION
SCHEDULE OF REVENUES, EXPENDITURES, AND CHANGES IN FUND BALANCE
YEAR ENDED JULY 31, 2013
WITH COMPARATIVE TOTALS FOR YEAR ENDED JULY 31, 2012

	<u>General</u>	<u>Capital Projects</u>	<u>Eliminations</u>	<u>2013 Total</u>	<u>2012 Total</u>
Revenues					
Taxes and business fees	\$ 2,513,028	\$ --	\$ --	\$ 2,513,028	\$ 2,399,907
Earnings on investments	1	821	--	822	2,255
Total revenue	<u>2,513,029</u>	<u>821</u>	<u>--</u>	<u>2,513,850</u>	<u>2,402,162</u>
Expenditures					
Current					
General government	--	282,612	--	282,612	34,604
Community enrichment	122,820	--	--	122,820	124,162
Capital projects	--	416,923	--	416,923	2,252,226
Debt service					
Principal retirement	665,000	--	--	665,000	670,000
Interest	518,738	--	--	518,738	548,775
Paying agent fees	5,270	--	--	5,270	5,270
Total expenditures	<u>1,311,828</u>	<u>699,535</u>	<u>--</u>	<u>2,011,363</u>	<u>3,635,037</u>
Excess (deficiency) of revenues over (under) expenditures	1,201,201	(698,714)		502,487	(1,232,875)
Other financing sources (uses)					
Transfers in	--	869,000	(869,000)	--	--
Transfers out	(897,512)	--	869,000	(28,512)	(53,311)
Total other financing sources	<u>(897,512)</u>	<u>869,000</u>	<u>--</u>	<u>(28,512)</u>	<u>(53,311)</u>
Net change in fund balances	303,689	170,286	--	473,975	(1,286,186)
Fund balances at beginning of year	<u>4,609,185</u>	<u>1,072,652</u>	<u>--</u>	<u>5,681,837</u>	<u>6,968,023</u>
Fund balances at end of year	<u>\$ 4,912,874</u>	<u>\$ 1,242,938</u>	<u>\$ --</u>	<u>\$ 6,155,812</u>	<u>\$ 5,681,837</u>



NORTH PADRE ISLAND DEVELOPMENT CORPORATION
GENERAL FUND
SCHEDULE OF REVENUES, EXPENDITURES AND CHANGES IN FUND BALANCE -
BUDGET (GAAP BASIS) AND ACTUAL
YEAR ENDED JULY 31, 2013
WITH COMPARATIVE TOTALS FOR YEAR ENDED JULY 31, 2012

	<u>Budget</u>		<u>2013 Actual</u>	<u>Variance Final Budget Positive (Negative)</u>	<u>2012 Actual</u>
	<u>Original</u>	<u>Final</u>		<u>(Negative)</u>	
Revenues					
Taxes and business fees	\$ 3,090,080	\$ 3,090,080	\$ 2,513,028	\$ (577,052)	\$ 2,399,907
Earnings on investments	12,366	12,366	1	(12,365)	542
Total revenues	<u>3,102,446</u>	<u>3,102,446</u>	<u>2,513,029</u>	<u>(589,417)</u>	<u>2,400,449</u>
Expenditures					
Current					
Community enrichment	124,940	124,940	122,820	2,120	124,162
Capital projects	--	--	--	--	63,852
Debt service					
Principal retirement	665,000	665,000	665,000	--	670,000
Interest	518,738	518,738	518,738	--	548,775
Paying agent fees	8,300	8,300	5,270	3,030	5,270
Total expenditures	<u>1,316,978</u>	<u>1,316,978</u>	<u>1,311,828</u>	<u>5,150</u>	<u>1,412,059</u>
Excess of revenues over expenditures	1,785,468	1,785,468	1,201,201	(584,267)	988,390
Other financing sources (uses)					
Transfers out	<u>(897,512)</u>	<u>(897,512)</u>	<u>(897,512)</u>	<u>--</u>	<u>(2,446,711)</u>
Net change in fund balance	887,956	887,956	303,689	(584,267)	(1,458,321)
Fund balance at beginning of year	<u>5,298,904</u>	<u>4,609,185</u>	<u>4,609,185</u>	<u>--</u>	<u>6,067,506</u>
Fund balance at end of year	<u>\$ 6,186,860</u>	<u>\$ 5,497,141</u>	<u>\$ 4,912,874</u>	<u>\$ (584,267)</u>	<u>\$ 4,609,185</u>

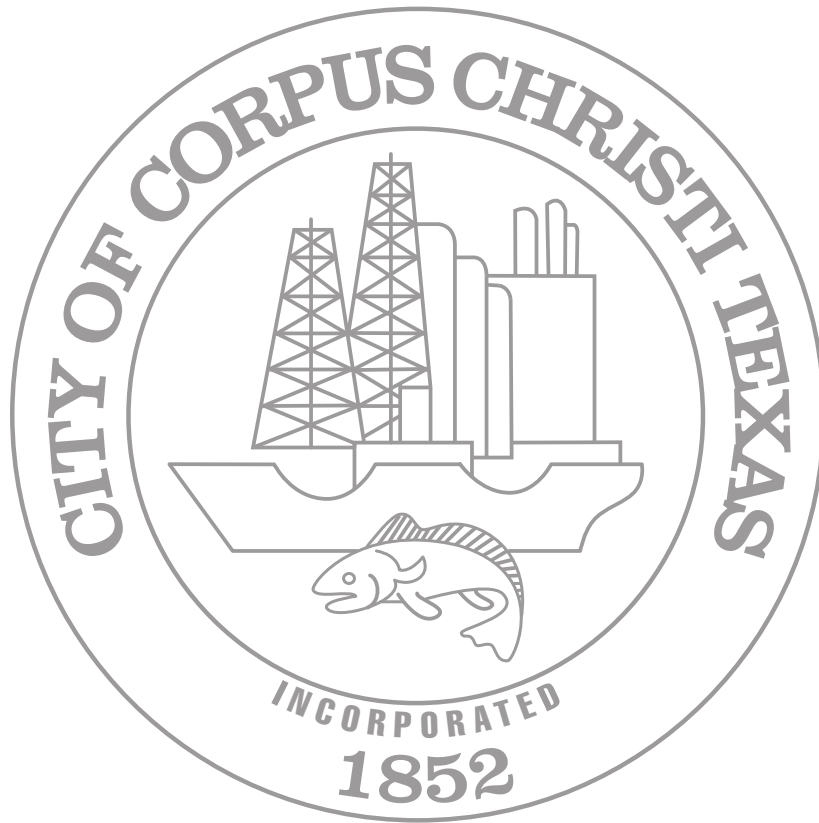
Exhibit 25-A

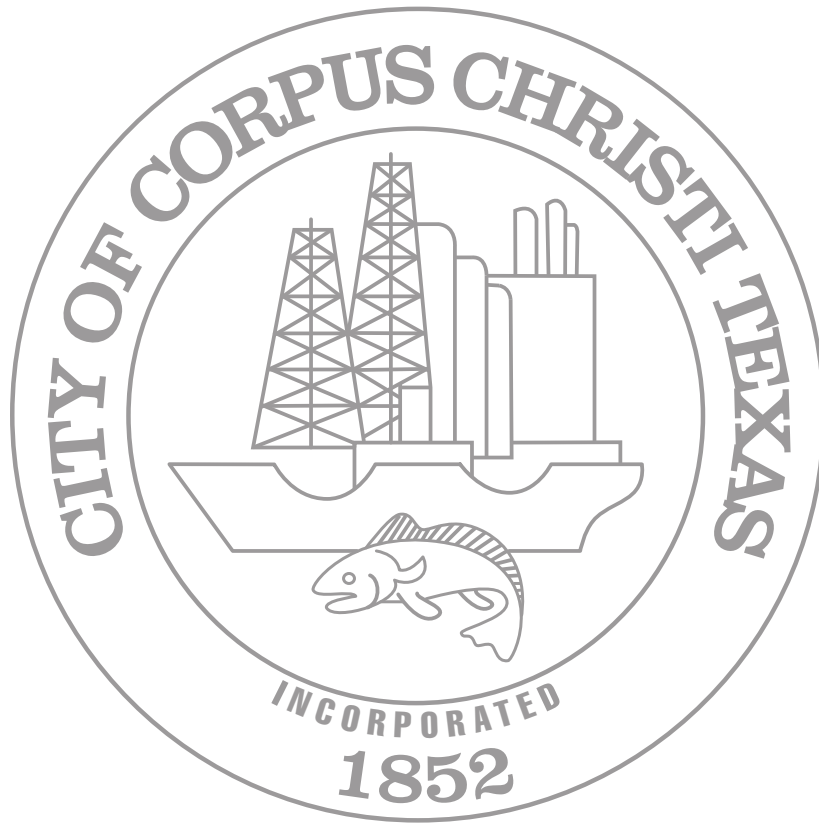
**REINVESTMENT ZONE #3
COMPARATIVE BALANCE SHEETS
JULY 31, 2013 AND 2012**

	<u>2013</u>	<u>2012</u>
ASSETS		
Cash and cash equivalents	\$ 916,048	\$ 430,317
Total assets	<u>\$ 916,048</u>	<u>\$ 430,317</u>
LIABILITIES AND FUND BALANCE		
Fund balance		
Restricted		
Downtown development	<u>\$ 916,048</u>	<u>\$ 430,317</u>
Total liabilities and fund balance	<u>\$ 916,048</u>	<u>\$ 430,317</u>

REINVESTMENT ZONE #3
SCHEDULE OF REVENUES, EXPENDITURES AND CHANGES IN FUND BALANCE
YEAR ENDED JULY 31, 2013
WITH COMPARATIVE TOTALS FOR YEAR ENDED JULY 31, 2012

	2013	2012
	Actual	Actual
Revenues		
Taxes and business fees	\$ 485,526	\$ 223,666
Earnings on investments	205	--
Total revenues	485,731	223,666
Net change in fund balance	485,731	223,666
Fund balance at beginning of year	430,317	206,651
Fund balance at end of year	\$ 916,048	\$ 430,317





**STREET CAPITAL PROJECTS FUND
COMPARATIVE BALANCE SHEETS
JULY 31, 2013 AND 2012**

ASSETS	<u>2013</u>	<u>2012</u>
Cash and cash equivalents	\$ 51,260,646	\$ 19,156,827
Investments	47,000,830	46,987,910
Receivables		
Accounts	22,218	--
Accrued interest	12,728	26,538
Special assessments	785,672	743,288
Intergovernmental	959,414	1,142,693
Allowance for uncollectibles	(772,145)	(742,783)
Net receivables	<u>1,007,887</u>	<u>1,169,736</u>
Total assets	<u>\$ 99,269,363</u>	<u>\$ 67,314,473</u>
 LIABILITIES AND FUND BALANCES		
Liabilities		
Accounts payable	\$ 4,800,974	\$ 5,343,030
Contractor interest and retainage payable	1,157,522	745,588
Deposits	353,400	353,400
Total liabilities	<u>6,311,896</u>	<u>6,442,018</u>
Fund balances		
Restricted		
Capital projects	87,599,566	55,212,801
Committed		
Capital projects	4,356,073	5,901,517
Assigned		
Capital projects	1,001,828	--
Unassigned	--	(241,863)
Total fund balance	<u>92,957,467</u>	<u>60,872,455</u>
Total liabilities and fund balance	<u>\$ 99,269,363</u>	<u>\$ 67,314,473</u>

STREET CAPITAL PROJECTS FUND
STATEMENT OF REVENUES, EXPENDITURES, AND CHANGES IN FUND BALANCES
YEAR ENDED JULY 31, 2013
WITH COMPARATIVE TOTALS FOR YEAR ENDED JULY 31, 2012

	<u>2013</u>	<u>2012</u>
Revenues		
Contributions and donations	\$ 1,306,579	\$ 1,812,201
Special assessments	137,420	69,846
Interest on special assessments	17,402	18,851
Attorneys fees on special assessments	115	24
Earnings on investments	96,281	109,578
Miscellaneous	57,225	--
Total revenues	<u>1,615,022</u>	<u>2,010,500</u>
Expenditures		
Current		
General government	594,595	561,484
Capital projects	33,131,575	31,710,030
Debt service		
Bond issuance cost	516,501	490,844
Total expenditures	<u>34,242,671</u>	<u>32,762,358</u>
Excess (deficiency) of revenues over (under) expenditures	(32,627,649)	(30,751,858)
Other financing sources (uses)		
Proceeds from general obligation bonds	59,088,569	44,706,446
Premium on bonds issued	4,834,895	5,095,844
Transfer in from		
General Fund	553,840	950,000
Park CIP	235,357	--
Total other financing sources (uses)	<u>64,712,661</u>	<u>50,752,290</u>
Net change in fund balances	32,085,012	20,000,432
Fund balances at beginning of year	<u>60,872,455</u>	<u>40,872,023</u>
Fund balances at end of year	<u>\$ 92,957,467</u>	<u>\$ 60,872,455</u>

--

**CAPITAL PROJECTS FUNDS
COMBINING BALANCE SHEET
JULY 31, 2013
WITH COMPARATIVE TOTALS FOR JULY 31, 2012**

	<u>Bayfront Arts/Science</u>	<u>City Buildings and Facilities</u>	<u>Convention Facility</u>	<u>Library</u>
ASSETS				
Cash and cash equivalents	\$ 1,187,694	\$ 2,654,687	\$ 123,848	\$ 93,237
Investments	10,001,215	5,004,030	--	--
Receivables				
Accounts	--	779	--	--
Accrued interest	3,318	--	--	--
Intergovernmental	--	--	--	--
Net receivables	<u>3,318</u>	<u>779</u>	<u>--</u>	<u>--</u>
Total assets	<u>\$ 11,192,227</u>	<u>\$ 7,659,496</u>	<u>\$ 123,848</u>	<u>\$ 93,237</u>
LIABILITIES AND FUND BALANCES				
Liabilities				
Accounts payable	\$ 69,965	\$ 349,819	\$ --	\$ --
Contractor interest and retainage payable	--	345,107	--	--
Advance from other funds	--	--	--	--
Total liabilities	<u>69,965</u>	<u>694,926</u>	<u>--</u>	<u>--</u>
Fund balances				
Restricted				
Capital projects	11,037,035	6,886,507	118,709	73,602
Committed				
Capital projects	85,227	14,801	5,139	9,624
Assigned				
Capital projects	<u>--</u>	<u>63,262</u>	<u>--</u>	<u>10,011</u>
Total fund balance	<u>11,122,262</u>	<u>6,964,570</u>	<u>123,848</u>	<u>93,237</u>
Total liabilities and fund balance	<u>\$ 11,192,227</u>	<u>\$ 7,659,496</u>	<u>\$ 123,848</u>	<u>\$ 93,237</u>

(Continued)

Exhibit 27-A

<u>Park</u>	<u>Police</u>	<u>Public Health & Safety</u>	<u>Fire</u>	<u>Landfill</u>
\$ 9,733,058	\$ 780,591	\$ 2,155,515	\$ 2,401,935	\$ 2,869,048
10,013,840	--	--	1,999,582	--
1,757	77	90	--	--
--	--	--	978	--
--	--	193,800	--	--
<u>1,757</u>	<u>77</u>	<u>193,890</u>	<u>978</u>	<u>--</u>
<u>\$ 19,748,655</u>	<u>\$ 780,668</u>	<u>\$ 2,349,405</u>	<u>\$ 4,402,495</u>	<u>\$ 2,869,048</u>
\$ 119,352	\$ --	\$ 18,108	\$ 4,388	\$ 195,138
50,177	--	--	--	--
--	--	1,000,000	--	--
<u>169,529</u>	<u>--</u>	<u>1,018,108</u>	<u>4,388</u>	<u>195,138</u>
19,310,209	742,955	793,840	4,392,968	1,741,704
212,969	37,713	--	5,139	932,206
55,948	--	537,457	--	--
<u>19,579,126</u>	<u>780,668</u>	<u>1,331,297</u>	<u>4,398,107</u>	<u>2,673,910</u>
<u>\$ 19,748,655</u>	<u>\$ 780,668</u>	<u>\$ 2,349,405</u>	<u>\$ 4,402,495</u>	<u>\$ 2,869,048</u>

**CAPITAL PROJECTS FUNDS
COMBINING BALANCE SHEET
JULY 31, 2013
WITH COMPARATIVE TOTALS FOR JULY 31, 2012**

	Corpus Christi Business and Job Development Corporation		North Padre Island Development Corporation	Eliminations
	Seawall	Arena		
ASSETS				
Cash and cash equivalents	\$ 3,052,891	\$ 119,189	\$ 1,259,642	\$ --
Investments	1,999,582	--	--	--
Receivables				
Accounts	--	--	--	--
Accrued interest	978	--	--	--
Intergovernmental	--	--	--	--
Net receivables	<u>978</u>	<u>--</u>	<u>--</u>	<u>--</u>
Total assets	<u><u>\$ 5,053,451</u></u>	<u><u>\$ 119,189</u></u>	<u><u>\$ 1,259,642</u></u>	<u><u>\$ --</u></u>
LIABILITIES AND FUND BALANCES				
Liabilities				
Accounts payable	\$ 64,595	\$ 3,120	\$ --	\$ --
Contractor interest and retainage payable	14,645	--	16,704	--
Advance from other funds	--	--	--	--
Total liabilities	<u>79,240</u>	<u>3,120</u>	<u>16,704</u>	<u>--</u>
Fund balances				
Restricted				
Capital projects	4,974,211	116,069	1,242,938	--
Committed				
Capital projects	--	--	--	--
Assigned				
Capital projects	--	--	--	--
Total fund balance	<u>4,974,211</u>	<u>116,069</u>	<u>1,242,938</u>	<u>--</u>
Total liabilities and fund balance	<u><u>\$ 5,053,451</u></u>	<u><u>\$ 119,189</u></u>	<u><u>\$ 1,259,642</u></u>	<u><u>\$ --</u></u>

**Exhibit 27-A
(Continued)**

<u>2013</u> <u>Total</u>	<u>2012</u> <u>Total</u>
\$ 26,431,335	\$ 19,509,456
29,018,249	18,000,000
2,703	--
5,274	6,602
193,800	257,544
<u>201,777</u>	<u>264,146</u>
<u>\$ 55,651,361</u>	<u>\$ 37,773,602</u>
\$ 824,485	\$ 4,293,964
426,633	449,450
1,000,000	--
<u>2,251,118</u>	<u>4,743,414</u>
51,430,747	30,628,293
1,302,818	1,498,517
666,678	903,378
<u>53,400,243</u>	<u>33,030,188</u>
<u>\$ 55,651,361</u>	<u>\$ 37,773,602</u>

CAPITAL PROJECTS FUNDS
COMBINING STATEMENT OF REVENUES, EXPENDITURES, AND CHANGES IN FUND BALANCES
YEAR ENDED JULY 31, 2013
WITH COMPARATIVE TOTALS FOR YEAR ENDED JULY 31, 2012

	<u>Bayfront Arts/Science</u>	<u>City Buildings and Facilities</u>	<u>Convention Facility</u>	<u>Library</u>
Revenues				
Contributions and donations	\$ --	\$ --	\$ --	\$ --
Special assessments	--	--	--	--
Earnings on investments	19,533	10,721	185	315
Miscellaneous	--	72,716	--	--
Total revenues	<u>19,533</u>	<u>83,437</u>	<u>185</u>	<u>315</u>
Expenditures				
Current				
General government	53,891	140,030	1,523	5,714
Capital projects	1,400,616	3,066,007	6,163	117,307
Debt service				
Bond issuance cost	--	57,760	--	--
Total expenditures	<u>1,454,507</u>	<u>3,263,797</u>	<u>7,686</u>	<u>123,021</u>
Excess (deficiency) of revenues over (under) expenditures	(1,434,974)	(3,180,360)	(7,501)	(122,706)
Other financing sources				
Proceeds from general obligation bonds	--	--	--	--
Proceeds from other notes payable	--	6,607,854	--	--
Premium on bonds issued	--	540,684	--	--
Transfer in from				
Seawall Improvement fund	--	--	--	--
Reinvestment Zone fund	--	--	--	--
Arena Facility Debt Service fund	--	--	--	--
General Fund	--	--	--	--
Transfers out to				
Street CIP	--	--	--	--
Total other financing sources	<u>--</u>	<u>7,148,538</u>	<u>--</u>	<u>--</u>
Net change in fund balances	(1,434,974)	3,968,178	(7,501)	(122,706)
Fund balances at beginning of year	<u>12,557,235</u>	<u>2,996,392</u>	<u>131,349</u>	<u>215,944</u>
Fund balances at end of year	<u>\$ 11,122,262</u>	<u>\$ 6,964,570</u>	<u>\$ 123,848</u>	<u>\$ 93,238</u>

(Continued)

Exhibit 27-B

<u>Park</u>	<u>Police</u>	<u>Public Health & Safety</u>	<u>Fire</u>	<u>Landfill</u>
\$ --	\$ --	\$ --	\$ --	\$ --
--	--	--	--	--
23,052	40	--	7,081	2,770
--	--	--	--	--
<u>23,052</u>	<u>40</u>	<u>--</u>	<u>7,081</u>	<u>2,770</u>
63,925	1,109	4,990	19,276	21,644
2,498,035	21,116	75,969	124,024	467,460
130,347	5,702	6,680	--	--
<u>2,692,307</u>	<u>27,927</u>	<u>87,639</u>	<u>143,300</u>	<u>489,104</u>
(2,669,255)	(27,887)	(87,639)	(136,219)	(486,334)
14,911,942	652,397	764,238	--	--
--	--	--	--	--
1,220,163	53,382	62,533	--	--
--	--	--	--	--
--	--	--	--	--
--	--	--	--	--
(235,357)	--	--	--	--
<u>15,896,748</u>	<u>705,779</u>	<u>826,771</u>	<u>--</u>	<u>--</u>
13,227,493	677,892	739,132	(136,219)	(486,334)
6,351,633	102,776	592,165	4,534,326	3,160,244
<u>\$ 19,579,126</u>	<u>\$ 780,668</u>	<u>\$ 1,331,297</u>	<u>\$ 4,398,107</u>	<u>\$ 2,673,910</u>

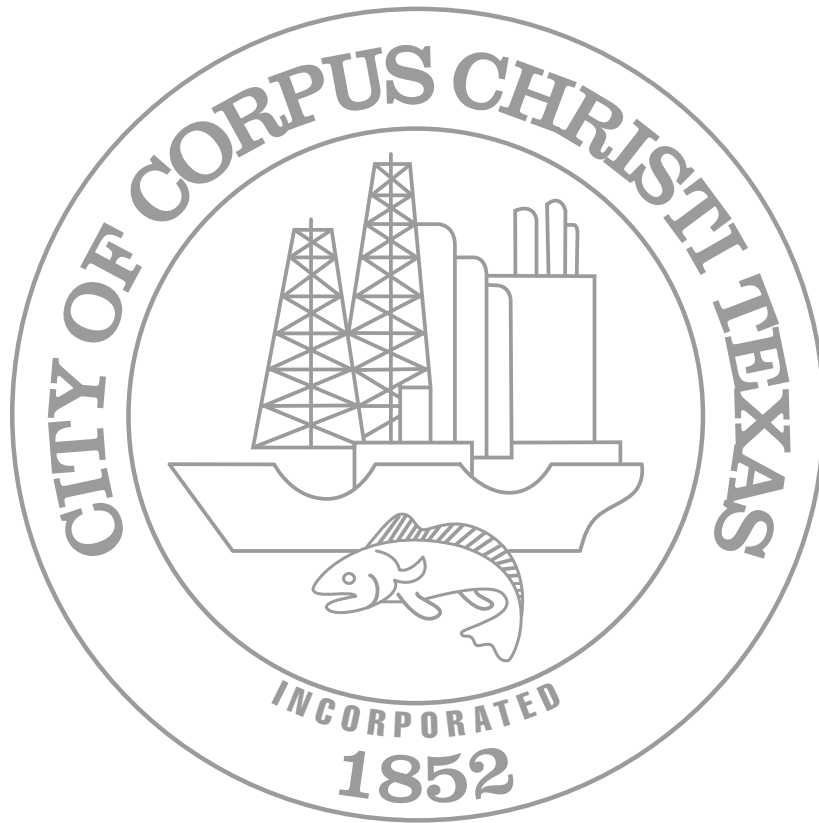
CAPITAL PROJECTS FUNDS
COMBINING STATEMENT OF REVENUES, EXPENDITURES, AND CHANGES IN FUND BALANCES
YEAR ENDED JULY 31, 2013

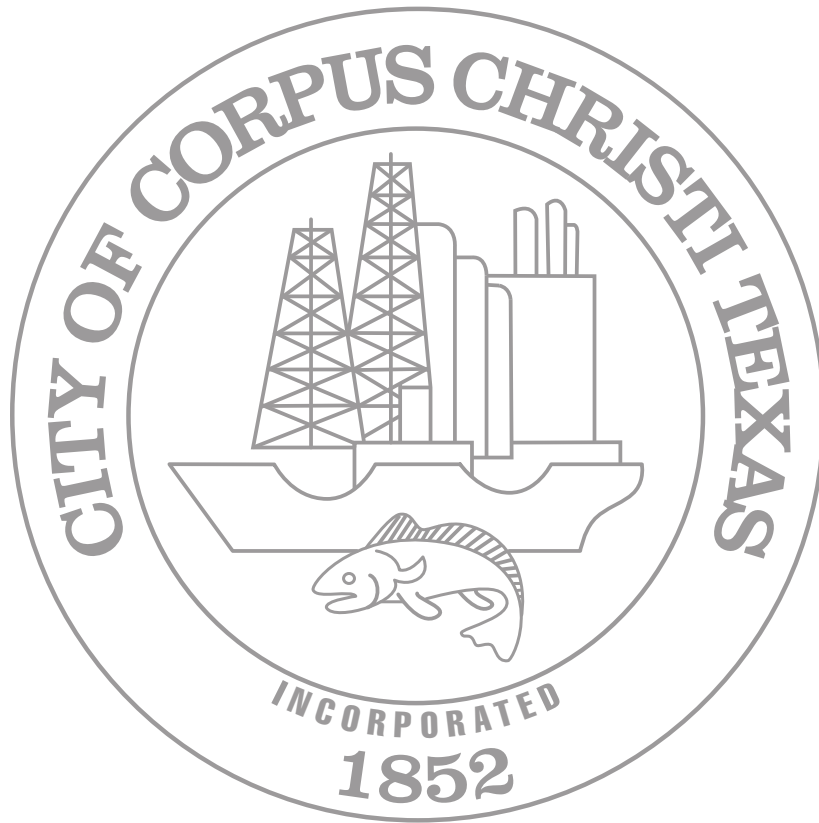
WITH COMPARATIVE TOTALS FOR YEAR ENDED JULY 31, 2012

	<u>Corpus Christi Business and Job Development Corporation</u>		<u>North Padre Island Development Corporation</u>	<u>Eliminations</u>
	<u>Seawall</u>	<u>Arena</u>		
Revenues				
Contributions and donations	\$ -	\$ -	\$ -	\$ -
Special assessments	--	--	--	--
Earnings on investments	3,357	--	821	--
Miscellaneous	--	--	--	--
Total revenues	<u>3,357</u>	<u>--</u>	<u>821</u>	<u>--</u>
Expenditures				
Current				
General government	20,099	522	282,612	--
Capital projects	607,692	50,236	416,923	--
Debt service				
Bond issuance cost	--	--	--	--
Total expenditures	<u>627,791</u>	<u>50,758</u>	<u>699,535</u>	<u>--</u>
Excess (deficiency) of revenues over (under) expenditures	(624,434)	(50,758)	(698,714)	--
Other financing sources				
Proceeds from general obligation bonds	--	--	--	--
Proceeds from other notes payable	--	--	--	--
Premium on bonds issued	--	--	--	--
Transfer in from				
Seawall Improvement fund	4,350,000	--	--	--
Reinvestment Zone fund	--	--	869,000	--
Arena Facility fund	--	100,000	--	--
General Fund	--	--	--	--
Transfers out to				
Street CIP	--	--	--	--
Total other financing sources	<u>4,350,000</u>	<u>100,000</u>	<u>869,000</u>	<u>--</u>
Net change in fund balances	3,725,566	49,242	170,286	--
Fund balances at beginning of year	<u>1,248,645</u>	<u>66,827</u>	<u>1,072,652</u>	<u>--</u>
Fund balances at end of year	<u>\$ 4,974,211</u>	<u>\$ 116,069</u>	<u>\$ 1,242,938</u>	<u>\$ --</u>

**Exhibit 27-B
(Continued)**

<u>2013</u> <u>Total</u>	<u>2012</u> <u>Total</u>
\$ -	\$ 332,958
--	(41,934)
67,875	54,758
72,716	500
<u>140,591</u>	<u>346,282</u>
615,335	321,535
8,851,548	17,811,426
200,489	83,473
<u>9,667,372</u>	<u>18,216,434</u>
(9,526,781)	(17,870,152)
16,328,577	--
6,607,854	7,390,000
1,876,762	--
4,350,000	250,000
869,000	2,393,400
100,000	--
--	500,000
(235,357)	--
<u>29,896,836</u>	<u>10,533,400</u>
20,370,055	(7,336,752)
<u>33,030,188</u>	<u>40,336,940</u>
<u>\$ 53,400,243</u>	<u>\$ 33,000,188</u>



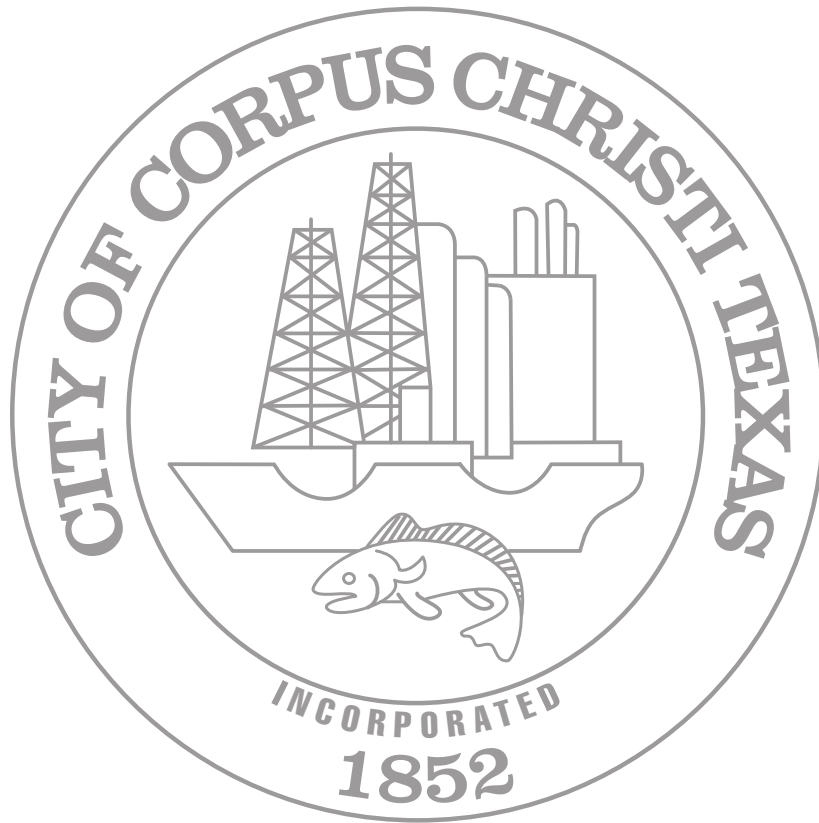


**UTILITY SYSTEM FUND
COMBINING SCHEDULE OF NET POSITION
JULY 31, 2013**

	<u>Gas</u>	<u>Water</u>	<u>Wastewater</u>	<u>Eliminations</u>	<u>Total</u>
ASSETS					
Current assets					
Cash and cash equivalents	\$ 1,118,915	\$ 6,847,372	\$ 15,027,883	\$ --	\$ 22,994,170
Investments	5,003,385	41,098,118	20,380,013	--	66,481,516
Receivables					
Accounts	3,463,528	14,317,647	8,373,506	--	26,154,681
Accrued interest	2,336	59,343	14,889	--	76,568
Property leases	--	1,417	--	--	1,417
Employees	--	55	11,739	--	11,794
Intergovernmental	49,990	1,099,432	114,220	--	1,263,642
Miscellaneous	21,582	3,170	13,184	--	37,936
Allowance for uncollectibles	(660,217)	(1,381,236)	(1,235,346)	--	(3,276,799)
Net receivables	<u>2,877,219</u>	<u>14,099,828</u>	<u>7,292,192</u>	--	<u>24,269,239</u>
Inventories	--	543,249	--	--	543,249
Prepaid items	--	30	--	--	30
Restricted assets					
Cash and cash equivalents	3,128,185	26,556,234	8,005,628	--	37,690,047
Investments	--	62,907,787	27,607,329	--	90,515,116
Receivables					
Accrued interest	--	21,725	9,358	--	31,083
Total restricted assets	<u>3,128,185</u>	<u>89,485,746</u>	<u>35,622,315</u>	--	<u>128,236,246</u>
Total current assets	<u>12,127,704</u>	<u>152,074,343</u>	<u>78,322,403</u>	--	<u>242,524,450</u>
Noncurrent assets					
Bond issue costs	167,839	4,706,525	2,148,414	--	7,022,778
Capital assets					
Land	690,173	17,601,037	5,126,157	--	23,417,367
Water supply rights	--	212,284,487	--	--	212,284,487
Buildings	1,782,681	33,530,015	2,411,066	--	37,723,762
Improvements other than buildings	9,470,778	93,000,415	166,060,883	--	268,532,076
Machinery and equipment	3,510,810	15,051,873	11,220,669	--	29,783,352
Infrastructure	76,639,301	715,651,824	292,610,799	--	1,084,901,924
Total capital assets in service	92,093,743	1,087,119,651	477,429,574	--	1,656,642,968
Less accumulated depreciation and amortization	(37,977,286)	(275,685,307)	(156,224,719)	--	(469,887,312)
Net capital assets in service	<u>54,116,457</u>	<u>811,434,344</u>	<u>321,204,855</u>	--	<u>1,186,755,656</u>
Construction in progress	403,279	54,936,640	85,545,567	--	140,885,486
Net capital assets	<u>54,519,736</u>	<u>866,370,984</u>	<u>406,750,422</u>	--	<u>1,327,641,142</u>
Total noncurrent assets	<u>54,687,575</u>	<u>871,077,509</u>	<u>408,898,836</u>	--	<u>1,334,663,920</u>
Total assets	<u>66,815,279</u>	<u>1,023,151,852</u>	<u>487,221,239</u>	--	<u>1,577,188,370</u>

(Continued)

	<u>Gas</u>	<u>Water</u>	<u>Wastewater</u>	<u>Eliminations</u>	<u>Total</u>
LIABILITIES					
Current liabilities					
Accounts payable	185,642	7,325,297	5,271,767	--	12,782,706
Accrued expenses	337,750	3,312,641	390,226	--	4,040,617
Accrued interest	23,201	918,585	405,175	--	1,346,961
Contractor interest and retainage payable	2,589	1,378,829	5,427,880	--	6,809,298
Deposits	85,384	210,069	5,940	--	301,393
Liability to claimants - escheat property	--	122,575	--	--	122,575
Unearned revenue	--	--	16,204	--	16,204
Current portion of long-term liabilities					
Long-term debt	379,971	26,852,846	12,265,021	--	39,497,838
Accumulated unpaid compensated absences	391,337	789,972	504,328	--	1,685,637
Total current liabilities	<u>1,405,874</u>	<u>40,910,814</u>	<u>24,286,541</u>	<u>--</u>	<u>66,603,229</u>
Noncurrent liabilities					
Long-term liabilities, net of current portion					
Long-term debt	12,129,811	584,086,079	207,668,407	--	803,884,297
Accumulated unpaid compensated absences	304,190	329,591	403,297	--	1,037,078
Net pension obligation	1,405,181	3,197,480	1,809,502	--	6,412,163
Net OPEB obligation	97,843	225,695	120,961	--	444,499
Total noncurrent liabilities	<u>13,937,025</u>	<u>587,838,845</u>	<u>210,002,167</u>	<u>--</u>	<u>811,778,037</u>
Total liabilities	<u>15,342,899</u>	<u>628,749,659</u>	<u>234,288,708</u>	<u>--</u>	<u>878,381,266</u>
NET POSITION					
Invested in capital assets, net of related debt	44,831,020	330,996,418	218,671,276	--	594,498,714
Restricted for					
Bond interest and redemption	303,433	4,831,277	2,745,957	--	7,880,667
Improvements to utility lines and facilities	--	2,551,839	817,284	--	3,369,123
Abatement of public health hazards	--	--	95,500	--	95,500
Unrestricted	6,337,927	56,022,659	30,602,514	--	92,963,100
Total net position	<u>\$ 51,472,380</u>	<u>\$ 394,402,193</u>	<u>\$ 252,932,531</u>	<u>\$ --</u>	<u>\$ 698,807,104</u>



UTILITY SYSTEM FUND
COMBINING SCHEDULE OF REVENUES, EXPENSES, AND CHANGES IN NET POSITION
YEAR ENDED JULY 31, 2013

	<u>Gas</u>	<u>Water</u>	<u>Wastewater</u>	<u>Eliminations</u>	<u>Total</u>
Operating revenues					
Charges for services - net	\$ 28,950,091	\$ 117,055,625	\$ 59,490,345	\$ (709,072)	\$ 204,786,989
Operating expenses					
Personal services	6,567,638	14,820,155	9,685,698	--	31,073,491
Materials and supplies	14,335,155	15,690,006	3,429,099	--	33,454,260
Contractual services	1,805,676	14,219,978	9,237,868	--	25,263,522
Other operating expenses	2,424,297	10,592,163	6,417,901	(709,072)	18,725,289
Uncollectible accounts	365,443	699,277	832,234	--	1,896,954
Depreciation	2,519,165	21,603,708	11,293,990	--	35,416,863
Total operating expenses	<u>28,017,374</u>	<u>77,625,287</u>	<u>40,896,790</u>	<u>(709,072)</u>	<u>145,830,379</u>
Operating income	932,717	39,430,338	18,593,555	--	58,956,610
Nonoperating revenues (expenses)					
Investment income	19,270	281,571	113,360	--	414,201
Interest expense and fiscal charges	(578,737)	(25,114,484)	(8,363,972)	--	(34,057,193)
Net gain (loss) on disposal of assets	(80)	(8,628)	(464,265)	--	(472,973)
Recovery on damage claims	459	16,695	--	--	17,154
Developer deposits	--	694,825	945,353	--	1,640,178
Reimbursements to developers	--	(527,997)	(647,628)	--	(1,175,625)
Contributions from other governmental agencies	208,044	685,192	523,737	--	1,416,973
Total nonoperating expenses	<u>(351,044)</u>	<u>(23,972,826)</u>	<u>(7,893,415)</u>	<u>--</u>	<u>(32,217,285)</u>
Capital contributions					
Contributions from other governmental agencies	139,399	413,747	--	--	553,146
Contributions from developers	--	7,869,819	2,451,822	--	10,321,641
Total capital contributions	<u>139,399</u>	<u>8,283,566</u>	<u>2,451,822</u>	<u>--</u>	<u>10,874,787</u>
Income before transfers	721,072	23,741,078	13,151,962	--	37,614,112
Transfers in	263,929	983,341	383,862	--	1,631,132
Transfers out	(1,196,049)	(4,071,350)	(2,137,752)	--	(7,405,151)
Total transfers	<u>(932,120)</u>	<u>(3,088,009)</u>	<u>(1,753,890)</u>	<u>--</u>	<u>(5,774,019)</u>
Net income	(211,048)	20,653,069	11,398,072	--	31,840,093
Net position at beginning of year	<u>51,683,428</u>	<u>373,749,124</u>	<u>241,534,459</u>	<u>--</u>	<u>666,967,011</u>
Net position at end of year	<u>\$ 51,472,380</u>	<u>\$ 394,402,193</u>	<u>\$ 252,932,531</u>	<u>\$ --</u>	<u>\$ 698,807,104</u>

UTILITY SYSTEM FUND
COMBINING SCHEDULE OF CASH FLOWS
YEAR ENDED JULY 31, 2013

	<u>Gas</u>	<u>Water</u>	<u>Wastewater</u>	<u>Eliminations</u>	<u>Total</u>
Cash flows from operating activities					
Receipts from customers	\$ 28,164,666	\$ 117,002,920	\$ 58,675,796	\$ --	\$ 203,843,382
Receipts from interfund services provided	127,844	893,870	13,673	(709,072)	326,315
Payments to suppliers	(15,351,298)	(28,293,546)	(10,892,659)	--	(54,537,503)
Payments to employees	(5,449,465)	(12,837,794)	(8,233,607)	--	(26,520,866)
Internal activity - payments to other funds	(4,039,902)	(13,179,162)	(9,124,536)	709,072	(25,634,528)
Other receipts	--	10,558	--	--	10,558
Net cash provided by operating activities	<u>3,451,845</u>	<u>63,596,846</u>	<u>30,438,667</u>	<u>--</u>	<u>97,487,358</u>
Cash flows from noncapital financing activities					
Changes in interfund borrowings	--	(4,080,238)	--	--	(4,080,238)
Contributions from other governmental agencies	--	17,185	--	--	17,185
Transfers in from other funds	263,929	983,341	383,862	--	1,631,132
Transfers out to other funds	(1,196,049)	(4,071,350)	(2,137,752)	--	(7,405,151)
Net cash used for noncapital financing activities	<u>(932,120)</u>	<u>(7,151,062)</u>	<u>(1,753,890)</u>	<u>--</u>	<u>(9,837,072)</u>
Cash flows from capital and related financing activities					
Acquisition of capital assets	(2,411,712)	(31,209,249)	(31,524,090)	--	(65,145,051)
Proceeds from sale of capital assets	5,494	6,514	--	--	12,008
Developers deposits	--	694,825	945,353	--	1,640,178
Reimbursements to developers	--	(528,691)	(647,697)	--	(1,176,388)
Contributions from other governmental agencies	239,399	365,490	--	--	604,889
Proceeds from issuance of revenue bonds	2,619,599	77,518,710	62,126,047	--	142,264,356
Principal paid on long-term debt	(393,775)	(26,693,142)	(10,879,959)	--	(37,966,876)
Interest expense and fiscal charges	(544,001)	(25,212,191)	(10,130,359)	--	(35,886,551)
Recovery on damage claims	459	6,138	--	--	6,597
Net cash provided by (used for) capital and related financing activities	<u>(484,537)</u>	<u>(5,051,596)</u>	<u>9,889,295</u>	<u>--</u>	<u>4,353,162</u>
Cash flows from investing activities					
Purchase of investment securities	--	(105,980,625)	(51,984,222)	--	(157,964,847)
Proceeds from sale and maturity of investment securities	--	62,000,000	30,750,000	--	92,750,000
Interest on investments	17,838	285,492	104,530	--	407,860
Net cash provided by (used for) investing activities	<u>17,838</u>	<u>(43,695,133)</u>	<u>(21,129,692)</u>	<u>--</u>	<u>(64,806,987)</u>
Net increase in cash and cash equivalents	2,053,026	7,699,055	17,444,380	--	27,196,461
Cash and cash equivalents at beginning of year, including restricted accounts	<u>2,194,074</u>	<u>25,704,551</u>	<u>5,589,131</u>	<u>--</u>	<u>33,487,756</u>
Cash and cash equivalents at end of year, including restricted accounts	<u>\$ 4,247,100</u>	<u>\$ 33,403,606</u>	<u>\$ 23,033,511</u>	<u>\$ --</u>	<u>\$ 60,684,217</u>

(Continued)

	<u>Gas</u>	<u>Water</u>	<u>Wastewater</u>	<u>Eliminations</u>	<u>Total</u>
Reconciliation of operating income to net cash provided by operating activities					
Operating income	\$ 932,717	\$ 39,430,338	\$ 18,593,555	\$ --	\$ 58,956,610
Adjustments to reconcile operating income to net cash provided by operating activities					
Depreciation	2,519,165	21,603,708	11,293,990	--	35,416,863
Amortization of water rights	--	1,910,230	--	--	1,910,230
Provision for uncollectible accounts	365,443	699,277	832,234	--	1,896,954
Changes in assets and liabilities					
Receivables	(670,430)	978,006	(802,738)	--	(495,162)
Inventory	--	89,795	--	--	89,795
Prepaid items	--	--	40,667	--	40,667
Accounts payable	(149,329)	(1,712,998)	258,163	--	(1,604,164)
Accrued expenses	66,621	(118,933)	48,452	--	(3,860)
Accumulated unpaid compensated absences	58,031	(45,414)	31,134	--	43,751
Net pension obligation	12,850	681,838	388,445	--	1,083,133
Net OPEB obligation	307,761	19,667	11,910	--	339,338
Customer deposits	9,016	49,490	317	--	58,823
Liability to claimants - escheat property	--	1,284	--	--	1,284
Due to other funds	--	--	(257,462)	--	(257,462)
Net cash provided by operating activities	<u>\$ 3,451,845</u>	<u>\$ 63,596,846</u>	<u>\$ 30,438,667</u>	<u>\$ --</u>	<u>\$ 97,487,358</u>
Noncash investing, capital and financing activities					
Change in fair value of investments	\$ 1,875	\$ (7,998)	\$ 2,014	\$ --	\$ (4,109)
Contribution of capital assets	\$ --	\$ 7,869,819	\$ 2,451,822	\$ --	\$ 10,321,641
Acquisition of capital assets under capital lease	\$ --	\$ --	\$ 847,500	\$ --	\$ 847,500
Acquisition of capital assets accrued but not paid	\$ 60,101	\$ 2,577,571	\$ 2,920,885	\$ --	\$ 5,558,557
Bond refunding	\$ 1,077,359	\$ 55,294,095	\$ 40,603,542	\$ --	\$ 96,974,996
Build America Bonds interest subsidy	\$ 58,054	\$ 644,127	\$ 523,737	\$ --	\$ 1,225,918

**GAS SYSTEM
COMPARATIVE SCHEDULE OF NET POSITION
JULY 31, 2013 AND 2012**

	2013	2012
ASSETS		
Current assets		
Cash and cash equivalents	\$ 1,118,915	\$ 1,335,594
Investments	5,003,385	5,001,510
Receivables		
Accounts	3,463,528	3,205,368
Accrued interest	2,336	2,779
Intergovernmental	49,990	533
Miscellaneous	21,582	38,650
Allowance for uncollectibles	(660,217)	(724,644)
Net receivables	2,877,219	2,522,686
Restricted assets		
Cash and cash equivalents	3,128,185	858,480
Total current assets	12,127,704	9,718,270
Noncurrent assets		
Bond issue costs	167,839	162,323
Capital assets		
Land	690,173	690,173
Buildings	1,782,681	1,732,754
Improvements other than buildings	9,470,778	9,470,778
Machinery and equipment	3,510,810	3,331,661
Infrastructure	76,639,301	74,730,309
Total capital assets in service	92,093,743	89,955,675
Less accumulated depreciation	(37,977,286)	(35,488,907)
Net capital assets in service	54,116,457	54,466,768
Construction in progress	403,279	105,894
Net capital assets	54,519,736	54,572,662
Total noncurrent assets	54,687,575	54,734,985
Total assets	66,815,279	64,453,255

(Continued)

Exhibit 29-A

	<u>2013</u>	<u>2012</u>
LIABILITIES		
Current liabilities		
Accounts payable	185,642	275,315
Accrued expenses	337,750	271,128
Accrued interest	23,201	19,587
Contractor interest and retainage payable	2,589	2,143
Deposits	85,384	72,535
Current portion of long-term liabilities		
Long-term debt	379,971	292,909
Accumulated unpaid compensated absences	391,337	335,635
Total current liabilities	<u>1,405,874</u>	<u>1,269,252</u>
Noncurrent liabilities		
Long-term liabilities, net of current portion		
Long-term debt	12,129,811	10,012,466
Accumulated unpaid compensated absences	304,190	301,861
Net pension obligation	1,405,181	1,097,421
Net OPEB obligation	97,843	88,827
Total noncurrent liabilities	<u>13,937,025</u>	<u>11,500,575</u>
Total liabilities	<u>15,342,899</u>	<u>12,769,827</u>
NET POSITION		
Invested in capital assets, net of related debt	44,831,020	44,884,402
Restricted for		
Bond interest and redemption	303,433	238,790
Unrestricted	<u>6,337,927</u>	<u>6,560,236</u>
Total net position	<u>\$ 51,472,380</u>	<u>\$ 51,683,428</u>

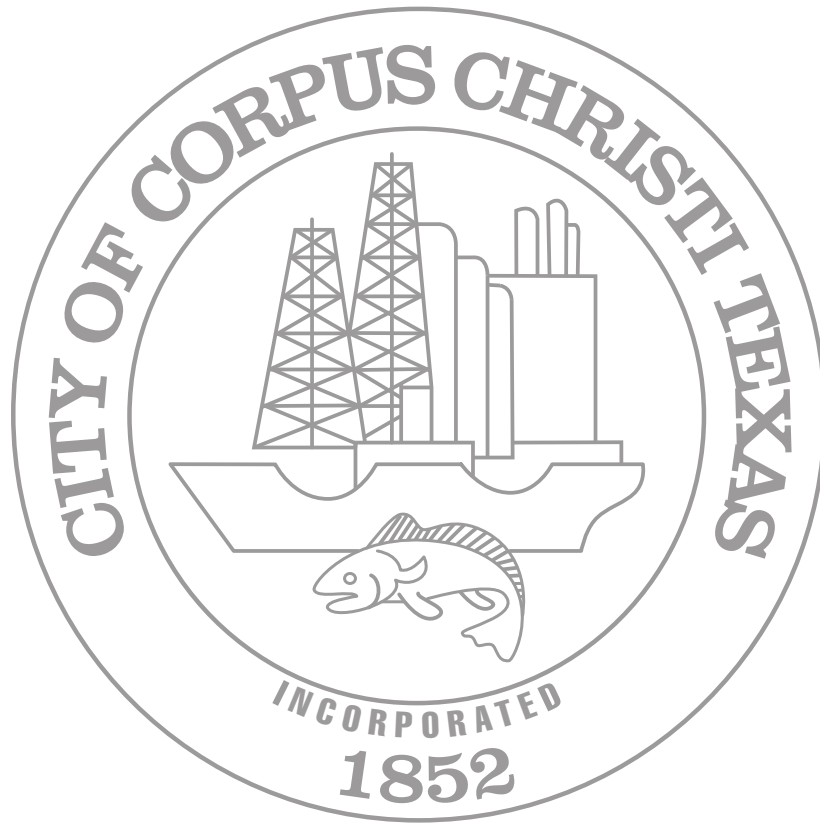


Exhibit 29-B

GAS SYSTEM
COMBINING SCHEDULE OF REVENUES, EXPENSES, AND CHANGES IN NET POSITION
YEAR ENDED JULY 31, 2013 AND 2012

	<u>2013</u>	<u>2012</u>
Operating revenues		
Charges for services - net	\$ 28,950,091	\$ 26,106,400
Operating expenses		
Personal services	6,567,638	6,191,955
Materials and supplies	14,335,155	11,639,745
Contractual services	1,805,676	1,370,109
Other operating expenses	2,424,297	2,681,541
Uncollectible accounts	365,443	366,126
Depreciation	2,519,165	2,466,394
Total operating expenses	<u>28,017,374</u>	<u>24,715,870</u>
Operating income	932,717	1,390,530
Nonoperating revenues (expenses)		
Investment income	19,270	8,516
Interest expense and fiscal charges	(578,737)	(537,316)
Net loss on disposal of assets	(80)	32,759
Recovery on damage claims	459	--
Contribution from other governmental agencies	208,044	60,693
Total nonoperating expenses	<u>(351,044)</u>	<u>(435,348)</u>
Capital contributions		
Contributions from other governmental agencies	<u>139,399</u>	<u>--</u>
Income before transfers	721,072	955,182
Transfers in	263,929	49,000
Transfers out	(1,196,049)	(2,994,245)
Total transfers	<u>(932,120)</u>	<u>(2,945,245)</u>
Net income	(211,048)	(1,990,063)
Net position at beginning of year	<u>51,683,428</u>	<u>53,673,491</u>
Net position at end of year	<u>\$ 51,472,380</u>	<u>\$ 51,683,428</u>

**GAS SYSTEM
COMPARATIVE SCHEDULE OF CASH FLOWS
YEAR ENDED JULY 31, 2013 AND 2012**

	2013	2012
Cash flows from operating activities		
Receipts from customers	\$ 28,164,666	\$ 26,098,125
Receipts from interfund services provided	127,844	130,630
Payments to suppliers	(15,351,298)	(13,123,942)
Payments to employees	(5,449,465)	(5,299,337)
Internal activity - payments to other funds	(4,039,902)	(4,105,667)
Net cash provided by operating activities	3,451,845	3,699,809
Cash flows from noncapital financing activities		
Contributions from other government agencies	--	2,865
Transfers in from other funds	263,929	49,000
Transfers out to other funds	(1,196,049)	(2,994,245)
Net cash used for noncapital financing activities	(932,120)	(2,942,380)
Cash flows from capital and related financing activities		
Acquisition of capital assets	(2,411,712)	(1,980,291)
Proceeds from sale of capital assets	5,494	32,759
Contributions from other government agencies	239,399	--
Proceeds from issuance of revenue bonds	2,619,599	--
Principal paid on long-term debt	(393,775)	(282,938)
Interest expense and fiscal charges	(544,001)	(481,041)
Recovery on damage claims	459	--
Net cash provided by (used for) capital and related financing activities	(484,537)	(2,711,511)
Cash flows from investing activities		
Purchase of investment securities	--	(5,000,000)
Proceeds from sale and maturity of investment securities	--	5,000,000
Interest on investments	17,838	5,636
Net cash provided by investing activities	17,838	5,636
 Net increase in cash and cash equivalents	 2,053,026	 (1,948,446)
Cash and cash equivalents at beginning of year, including restricted accounts	2,194,074	4,142,520
 Cash and cash equivalents at end of year, including restricted accounts	 \$ 4,247,100	 \$ 2,194,074

(Continued)

Exhibit 29-C

	<u>2013</u>	<u>2012</u>
Reconciliation of operating income to net cash provided by operating activities		
Operating income	\$ 932,717	\$ 1,390,530
Adjustments to reconcile operating income to net cash provided by operating activities		
Depreciation	2,519,165	2,466,394
Provision for uncollectible accounts	365,443	366,126
Change in assets and liabilities		
Receivables	(670,430)	117,830
Accounts payable	(149,329)	(965,568)
Accrued expenses	66,621	49,778
Accumulated unpaid compensated absences	58,031	(29,711)
Net pension obligation	12,850	334,944
Net OPEB obligation	307,761	(35,039)
Customer deposits	9,016	4,525
	<u>\$ 3,451,845</u>	<u>\$ 3,699,809</u>
Noncash investing, capital and financing activities		
Change in fair value of investments	\$ 1,875	\$ 100
Acquisition of capital assets accrued but not paid	\$ 60,101	\$ 4,865
Bond refunding	\$ 1,077,359	\$ --
Build America Bonds interest subsidy	\$ 58,054	\$ 60,693

**WATER SYSTEM
COMPARATIVE SCHEDULE OF NET POSITION
JULY 31, 2013 AND 2012**

	2013	2012
ASSETS		
Current assets		
Cash and cash equivalents	\$ 6,847,372	\$ 4,900,783
Investments	41,098,118	40,075,243
Receivables		
Accounts	14,317,647	17,053,548
Accrued interest	59,343	63,889
Property leases	1,417	2,747
Employees	55	55
Intergovernmental	1,099,432	1,105,829
Miscellaneous	3,170	5,940
Allowance for uncollectibles	(1,381,236)	(2,522,486)
Net receivables	14,099,828	15,709,522
Inventories	543,249	633,044
Prepaid items	30	30
Restricted assets		
Cash and cash equivalents	26,556,234	20,803,768
Investments	62,907,787	19,960,876
Receivables		
Accrued interest	21,725	10,234
Total restricted assets	89,485,746	40,774,878
Total current assets	152,074,343	102,093,500
Noncurrent assets		
Bond issue costs	4,706,525	4,841,394
Capital assets		
Land	17,601,037	17,601,037
Water supply rights	212,284,487	212,284,487
Buildings	33,530,015	33,511,165
Improvements other than buildings	93,000,415	92,629,262
Machinery and equipment	15,051,873	15,062,576
Infrastructure	715,651,824	686,145,817
Total capital assets in service	1,087,119,651	1,057,234,344
Less accumulated depreciation and amortization	(275,685,307)	(256,524,277)
Net capital assets in service	811,434,344	800,710,067
Construction in progress	54,936,640	47,533,358
Net capital assets	866,370,984	848,243,425
Total noncurrent assets	871,077,509	853,084,819
Total assets	1,023,151,852	955,178,319

(Continued)

Exhibit 30-A

	<u>2013</u>	<u>2012</u>
LIABILITIES		
Current liabilities		
Accounts payable	7,325,297	7,189,732
Accrued expenses	3,312,641	3,431,574
Accrued interest	918,585	881,713
Contractor interest and retainage payable	1,378,829	650,513
Deposits	210,069	160,553
Liability to claimants - escheat property	122,575	121,291
Due to other funds	--	4,080,238
Current portion of long-term liabilities		
Long-term debt	26,852,846	24,812,309
Accumulated unpaid compensated absences	789,972	768,388
Total current liabilities	<u>40,910,814</u>	<u>42,096,311</u>
Noncurrent liabilities		
Long-term liabilities, net of current portion		
Long-term debt	584,086,079	536,214,625
Accumulated unpaid compensated absences	329,591	396,589
Net pension obligation	3,197,480	2,515,642
Net OPEB obligation	225,695	206,028
Total noncurrent liabilities	<u>587,838,845</u>	<u>539,332,884</u>
Total liabilities	<u>628,749,659</u>	<u>581,429,195</u>
NET POSITION		
Invested in capital assets, net of related debt	330,996,418	321,533,231
Restricted for		
Bond interest and redemption	4,831,277	3,713,759
Improvements to utility lines and facilities	2,551,839	2,382,894
Unrestricted	<u>56,022,659</u>	<u>46,119,240</u>
Total net position	<u>\$ 394,402,193</u>	<u>\$ 373,749,124</u>

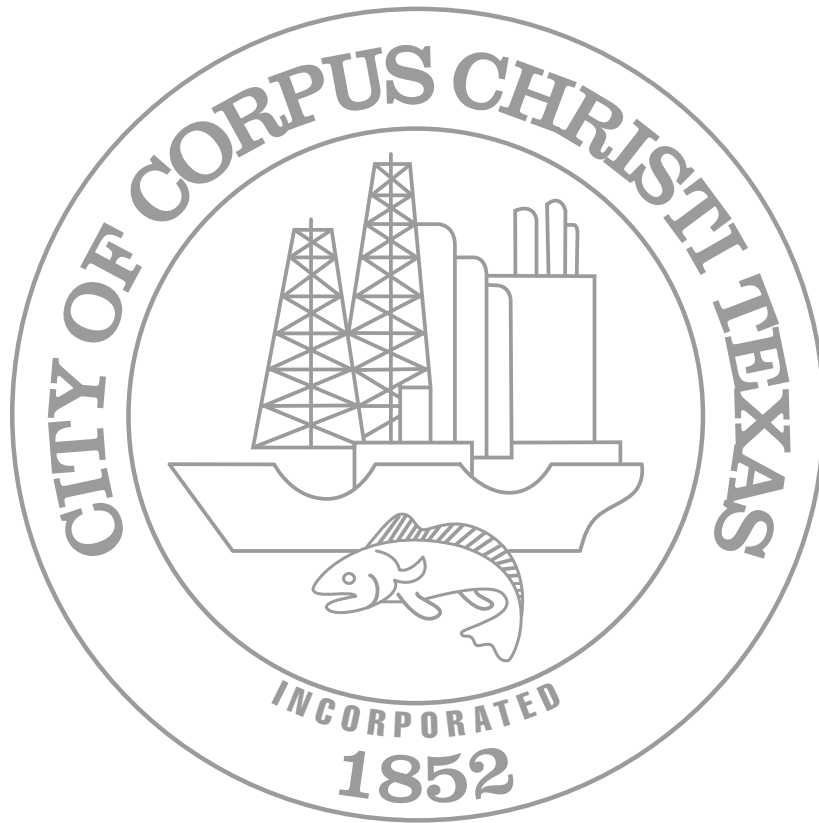


Exhibit 30-B

WATER SYSTEM
COMBINING SCHEDULE OF REVENUES, EXPENSES, AND CHANGES IN NET POSITION
YEAR ENDED JULY 31, 2013 AND 2012

	<u>2013</u>	<u>2012</u>
Operating revenues		
Charges for services - net	\$ 117,055,625	\$ 119,559,020
Operating expenses		
Personal services	14,820,155	14,470,239
Materials and supplies	15,690,006	15,510,748
Contractual services	14,219,978	13,468,688
Other operating expenses	10,592,163	14,358,675
Uncollectible accounts	699,277	906,711
Depreciation	21,603,708	18,489,270
Total operating expenses	<u>77,625,287</u>	<u>77,204,331</u>
Operating income	39,430,338	42,354,689
Nonoperating revenues (expenses)		
Investment income	281,571	227,158
Interest expense and fiscal charges	(25,114,484)	(22,264,419)
Net gain (loss) on disposal of assets	(8,628)	29,537
Recovery on damage claims	16,695	6,560
Developer deposits	694,825	449,042
Reimbursement to developers	(527,997)	(26,797)
Contribution from other governmental agencies	685,192	689,915
Total nonoperating expenses	<u>(23,972,826)</u>	<u>(20,889,004)</u>
Capital contributions		
Contributions from other governmental agencies	413,747	--
Contributions from developers	7,869,819	2,391,121
Total capital contributions	<u>8,283,566</u>	<u>2,391,121</u>
Income before transfers	23,741,078	23,856,806
Transfers in	983,341	2,000,000
Transfers out	(4,071,350)	(3,176,861)
Total transfers	<u>(3,088,009)</u>	<u>(1,176,861)</u>
Net income	<u>20,653,069</u>	<u>22,679,945</u>
Net position at beginning of year	<u>373,749,124</u>	<u>351,069,179</u>
Net position at end of year	<u>\$ 394,402,193</u>	<u>\$ 373,749,124</u>

**WATER SYSTEM
COMPARATIVE SCHEDULE OF CASH FLOWS
YEAR ENDED JULY 31, 2013 AND 2012**

	2013	2012
Cash flows from operating activities		
Receipts from customers	\$ 117,002,920	\$ 119,493,501
Receipts from interfund services provided	893,870	809,929
Payments to suppliers	(28,293,546)	(25,886,000)
Payments to employees	(12,837,794)	(12,561,414)
Internal activity - payments to other funds	(13,179,162)	(14,004,109)
Other receipts	10,558	6,560
Net cash provided by operating activities	63,596,846	67,858,467
Cash flows from noncapital financing activities		
Changes in interfund borrowings	(4,080,238)	4,080,238
Contributions from other governmental agencies	17,185	14,058
Transfers in from other funds	983,341	2,000,000
Transfers out to other funds	(4,071,350)	(3,176,861)
Net cash used for noncapital financing activities	(7,151,062)	2,917,435
Cash flows from capital and related financing activities		
Acquisition of capital assets	(31,209,249)	(19,349,977)
Proceeds from sale of capital assets	6,514	29,537
Developer deposits	694,825	449,042
Reimbursements to developers	(528,691)	(544,312)
Contributions from other governmental agencies	365,490	608,106
Proceeds from issuance of revenue bonds	77,518,710	27,610,011
Principal paid on long-term debt	(26,693,142)	(24,771,957)
Interest expense and fiscal charges	(25,212,191)	(21,002,944)
Recovery on damage claims	6,138	--
Net cash used for capital and related financing activities	(5,051,596)	(36,972,494)
Cash flows from investing activities		
Purchase of investment securities	(105,980,625)	(83,000,000)
Proceeds from sale and maturity of investment securities	62,000,000	38,000,000
Interest on investments	285,492	138,487
Net cash used for investing activities	(43,695,133)	(44,861,513)
Net increase (decrease) in cash and cash equivalents	7,699,055	(11,058,105)
Cash and cash equivalents at beginning of year, including restricted accounts	25,704,551	36,762,656
Cash and cash equivalents at end of year, including restricted accounts	\$ 33,403,606	\$ 25,704,551

(Continued)

Exhibit 30-C

	<u>2013</u>	<u>2012</u>
Reconciliation of operating income to net cash provided by operating activities		
Operating income	\$ 39,430,338	\$ 42,354,689
Adjustments to reconcile operating income to net cash provided by operating activities		
Depreciation	21,603,708	18,489,270
Amortization of water rights	1,910,230	1,781,257
Provision for uncollectible accounts	699,277	906,711
Recovery of damage claims	10,558	6,560
Change in assets and liabilities		
Receivables	978,006	748,316
Inventory	89,795	(225,425)
Accounts payable	(1,712,998)	184,262
Accrued expenses	(118,933)	2,905,473
Accumulated unpaid compensated absences	(45,414)	26,141
Net pension obligation	681,838	754,434
Net OPEB obligation	19,667	(73,999)
Customer deposits	49,490	(6,142)
Liability to claimants - escheat property	1,284	6,920
Net cash provided by operating activities	<u>\$ 63,596,846</u>	<u>\$ 67,858,467</u>
Noncash investing, capital and financing activities		
Change in fair value of investments	\$ (7,998)	\$ 17,660
Contribution of capital assets	\$ 7,869,819	\$ 2,391,121
Acquisition of capital assets accrued but not paid	\$ 2,577,571	\$ 1,506,100
Bond refunding	\$ 55,294,095	\$ --
Build America Bonds interest subsidy	\$ 644,127	\$ 673,420

**WASTEWATER SYSTEM
COMPARATIVE SCHEDULE OF NET POSITION
JULY 31, 2013 AND 2012**

	2013	2012
ASSETS		
Current assets		
Cash and cash equivalents	\$ 15,027,883	\$ --
Investments	20,380,013	25,100,132
Receivables		
Accounts	8,373,506	8,427,774
Accrued interest	14,889	13,890
Employees	11,739	11,739
Intergovernmental	114,220	--
Miscellaneous	13,184	11,076
Allowance for uncollectibles	(1,235,346)	(1,258,010)
Net receivables	7,292,192	7,206,469
Prepaid items	--	40,667
Restricted assets		
Cash and cash equivalents	8,005,628	5,589,131
Investments	27,607,329	1,650,974
Accrued interest	9,358	3,542
Total restricted assets	35,622,315	7,243,647
Total current assets	78,322,403	39,590,915
Noncurrent assets		
Bond issue costs	2,148,414	2,020,155
Capital assets		
Land	5,126,157	5,136,418
Buildings	2,411,066	2,385,186
Improvements other than buildings	166,060,883	162,581,171
Machinery and equipment	11,220,669	9,583,222
Infrastructure	292,610,799	277,531,744
Total capital assets in service	477,429,574	457,217,741
Less accumulated depreciation	(156,224,719)	(144,939,963)
Net capital assets in service	321,204,855	312,277,778
Construction in progress	85,545,567	68,486,603
Net capital assets	406,750,422	380,764,381
Total noncurrent assets	408,898,836	382,784,536
Total assets	487,221,239	422,375,451

(Continued)

Exhibit 31-A

	<u>2013</u>	<u>2012</u>
LIABILITIES		
Current liabilities		
Accounts payable	5,271,767	3,344,321
Accrued expenses	390,226	341,774
Accrued interest	405,175	357,592
Contractor interest and retainage payable	5,427,880	4,176,348
Deposits	5,940	5,623
Due to other funds	--	257,462
Unearned revenue	16,204	16,204
Current portion of long-term liabilities		
Long-term debt	12,265,021	10,163,772
Accumulated unpaid compensated absences	504,328	431,460
Total current liabilities	<u>24,286,541</u>	<u>19,094,556</u>
Noncurrent liabilities		
Long-term liabilities, net of current portion		
Long-term debt	207,668,407	159,771,295
Accumulated unpaid compensated absences	403,297	445,032
Net pension obligation	1,809,502	1,421,058
Net OPEB obligation	120,961	109,051
Total noncurrent liabilities	<u>210,002,167</u>	<u>161,746,436</u>
Total liabilities	<u>234,288,708</u>	<u>180,840,992</u>
NET POSITION		
Invested in capital assets, net of related debt	218,671,276	215,409,634
Restricted for		
Bond interest and redemption	2,745,957	1,978,353
Improvements to utility lines and facilities	817,284	519,381
Abatement of public health hazards	95,500	95,500
Unrestricted	30,602,514	23,531,591
Total net position	<u>\$ 252,932,531</u>	<u>\$ 241,534,459</u>

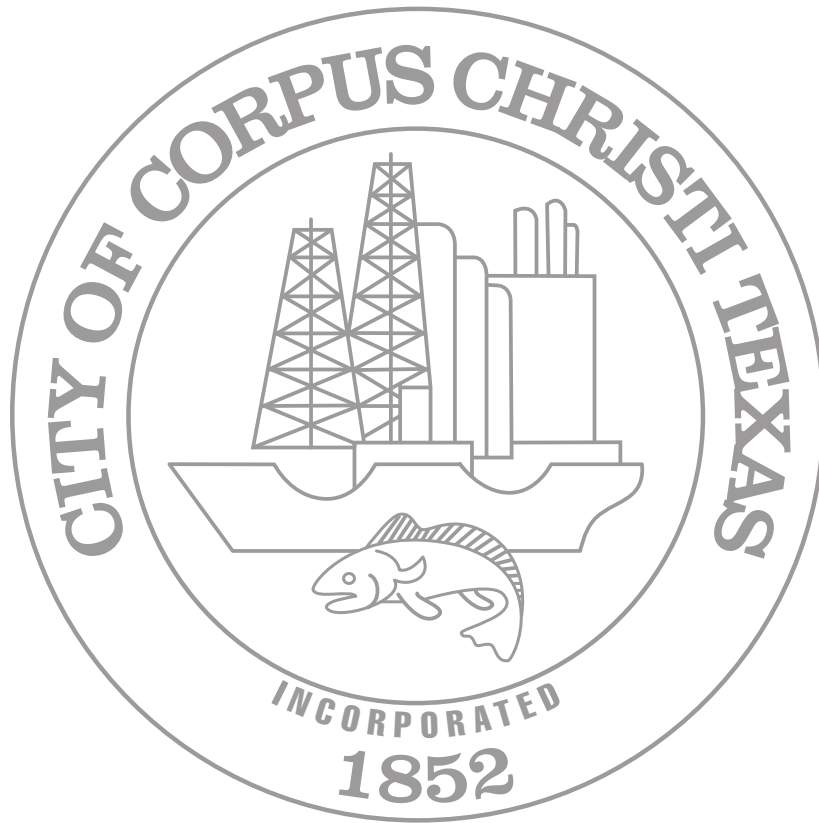


Exhibit 31-B

WASTEWATER SYSTEM
COMBINING SCHEDULE OF REVENUES, EXPENSES, AND CHANGES IN NET POSITION
YEAR ENDED JULY 31, 2013 AND 2012

	<u>2013</u>	<u>2012</u>
Operating revenues		
Charges for services - net	\$ 59,490,345	\$ 59,798,534
Operating expenses		
Personal services	9,685,698	9,640,000
Materials and supplies	3,429,099	3,382,467
Contractual services	9,237,868	7,581,649
Other operating expenses	6,417,901	7,044,308
Uncollectible accounts	832,234	857,340
Depreciation	11,293,990	10,668,582
Total operating expenses	<u>40,896,790</u>	<u>39,174,346</u>
Operating income	18,593,555	20,624,188
Nonoperating revenues (expenses)		
Investment income	113,360	72,255
Interest expense and fiscal charges	(8,363,972)	(7,632,900)
Net gain on disposal of assets	(464,265)	13,995
Developer deposits	945,353	499,573
Reimbursement to developers	(647,628)	(650,000)
Contribution from other governmental agencies	523,737	547,555
Total nonoperating expenses	<u>(7,893,415)</u>	<u>(7,149,522)</u>
Capital contributions		
Contributions from developers	<u>2,451,822</u>	<u>1,732,155</u>
Income before transfers	13,151,962	15,206,821
Transfers in	383,862	--
Transfers out	(2,137,752)	(1,049,772)
Total transfers	<u>(1,753,890)</u>	<u>(1,049,772)</u>
Net income	11,398,072	14,157,049
Net position at beginning of year	<u>241,534,459</u>	<u>227,377,410</u>
Net position at end of year	<u>\$ 252,932,531</u>	<u>\$ 241,534,459</u>

**WASTEWATER SYSTEM
COMPARATIVE SCHEDULE OF CASH FLOWS
YEAR ENDED JULY 31, 2013 AND 2012**

	2013	2012
Cash flows from operating activities		
Receipts from customers	\$ 58,675,796	\$ 59,294,085
Receipts from interfund services provided	13,673	23,928
Payments to suppliers	(10,892,659)	(9,450,609)
Payments to employees	(8,233,607)	(8,392,546)
Internal activity - payments to other funds	(9,124,536)	(9,080,012)
Net cash provided by operating activities	30,438,667	32,394,846
Cash flows from noncapital financing activities		
Transfers in from other funds	383,862	--
Transfers out to other funds	(2,137,752)	(1,049,772)
Net cash provided by (used for) noncapital financing activities	(1,753,890)	(1,049,772)
Cash flows from capital and related financing activities		
Acquisition of capital assets	(31,524,090)	(27,697,265)
Proceeds from sale of capital assets	--	13,995
Developer deposits	945,353	499,642
Contributions from developers	--	1,218
Reimbursements to developers	(647,697)	(650,000)
Proceeds from issuance of revenue bonds	62,126,047	27,466,972
Principal paid on long-term debt	(10,879,959)	(9,531,463)
Interest expense and fiscal charges	(10,130,359)	(6,861,445)
Net cash used for capital and related financing activities	9,889,295	(16,758,346)
Cash flows from investing activities		
Purchase of investment securities	(51,984,222)	(43,750,000)
Proceeds from sale and maturity of investment securities	30,750,000	21,986,104
Interest on investments	104,530	83,380
Net cash used for investing activities	(21,129,692)	(21,680,516)
Net increase (decrease) in cash and cash equivalents	17,444,380	(7,093,788)
Cash and cash equivalents at beginning of year, including restricted accounts	5,589,131	12,682,919
Cash and cash equivalents at end of year, including restricted accounts	\$ 23,033,511	\$ 5,589,131

(Continued)

Exhibit 31-C

	<u>2013</u>	<u>2012</u>
Reconciliation of operating income to net cash provided by operating activities		
Operating income	\$ 18,593,555	\$ 20,624,188
Adjustments to reconcile operating income to net cash provided by operating activities		
Depreciation	11,293,990	10,668,582
Provision for uncollectible accounts	832,234	857,340
Change in assets and liabilities		
Receivables	(802,738)	(479,697)
Prepaid items	40,667	(40,667)
Accounts payable	258,163	98,657
Accrued expenses	48,452	56,413
Accumulated unpaid compensated absences	31,134	(38,419)
Net pension obligation	388,445	437,691
Net OPEB obligation	11,910	(45,882)
Customer deposits	317	(822)
Due to other funds	(257,462)	257,462
Net cash provided by operating activities	<u>\$ 30,438,667</u>	<u>\$ 32,394,846</u>
Noncash investing, capital and financing activities		
Change in fair value of investments	\$ 2,014	\$ 1,106
Contribution of capital assets	\$ 2,451,822	\$ 1,730,937
Acquisition of capital assets under capital lease	\$ 847,500	\$ --
Acquisition of capital assets accrued but not paid	\$ 2,920,885	\$ 1,071,471
Bond refunding	\$ 40,603,542	\$ --
Build America Bonds interest subsidy	\$ 523,737	\$ 547,555

NON-MAJOR PROPRIETARY FUNDS
COMBINING STATEMENT OF NET POSITION
JULY 31, 2013

	Airport Fund	Golf Centers Fund	Marina Fund	Total
ASSETS				
Current assets				
Cash and cash equivalents	\$ 8,779,611	\$ --	\$ 868,534	\$ 9,648,145
Investments	2,001,456	--	--	2,001,456
Receivables, net of allowance for uncollectibles	1,589,732	11,680	10,401	1,611,813
Due from other funds	--	--	--	--
Inventories	58,474	--	--	58,474
Restricted assets				
Cash and cash equivalents	1,222,278	--	--	1,222,278
Investments	5,002,946	--	--	5,002,946
Receivables, net of allowance for uncollectibles	140,073	--	--	140,073
Total restricted assets	<u>6,365,297</u>	<u>--</u>	<u>--</u>	<u>6,365,297</u>
Total current assets	<u>18,794,570</u>	<u>11,680</u>	<u>878,935</u>	<u>19,685,185</u>
Noncurrent assets				
Bond issue costs	498,622	--	36,502	535,124
Capital assets				
Land	4,791,935	94,337	9,000	4,895,272
Buildings	46,692,928	711,295	1,034,523	48,438,746
Improvements other than buildings	80,756,218	2,611,210	20,695,506	104,062,934
Machinery and equipment	5,026,436	987,907	67,402	6,081,745
Infrastructure	--	--	54,226	54,226
Total capital assets in service	<u>137,267,517</u>	<u>4,404,749</u>	<u>21,860,657</u>	<u>163,532,923</u>
Less accumulated depreciation	<u>(56,985,962)</u>	<u>(4,000,462)</u>	<u>(15,053,624)</u>	<u>(76,040,048)</u>
Net capital assets in service	<u>80,281,555</u>	<u>404,287</u>	<u>6,807,033</u>	<u>87,492,875</u>
Construction in progress	37,648,444	--	--	37,648,444
Net capital assets	<u>117,929,999</u>	<u>404,287</u>	<u>6,807,033</u>	<u>125,141,319</u>
Total noncurrent assets	<u>118,428,621</u>	<u>404,287</u>	<u>6,843,535</u>	<u>125,676,443</u>
Total assets	<u>137,223,191</u>	<u>415,967</u>	<u>7,722,470</u>	<u>145,361,628</u>

(Continued)

Exhibit 32-A

	<u>Airport Fund</u>	<u>Golf Centers Fund</u>	<u>Marina Fund</u>	<u>Total</u>
LIABILITIES				
Current liabilities				
Accounts payable	1,895,265	--	9,923	1,905,188
Accrued expenses	146,074	--	26,834	172,908
Accrued interest	435,677	--	55,417	491,094
Contractor interest and retainage payable	849,141	--	--	849,141
Deposits	16,685	--	124,018	140,703
Advances from other funds	--	702,413	--	702,413
Unearned revenue	390,181	--	26,708	416,889
Current portion of long-term liabilities				
Long-term debt	1,016,836	--	270,000	1,286,836
Accumulated unpaid compensated absences	181,948	--	28,237	210,185
Total current liabilities	<u>4,931,807</u>	<u>702,413</u>	<u>541,137</u>	<u>6,175,357</u>
Noncurrent liabilities				
Long-term liabilities, net of current portion				
Long-term debt	27,435,915	--	3,032,636	30,468,551
Accumulated unpaid compensated absences	113,057	--	33,043	146,100
Net pension obligation	836,277	--	134,188	970,465
Net OPEB obligation	67,491	--	11,559	79,050
Total noncurrent liabilities	<u>28,452,740</u>	<u>--</u>	<u>3,211,426</u>	<u>31,664,166</u>
Total liabilities	<u>33,384,547</u>	<u>702,413</u>	<u>3,752,563</u>	<u>37,839,523</u>
NET POSITION				
Invested in capital assets, net of related debt	93,923,677	404,287	3,504,398	97,832,362
Restricted for				
Passenger facility charges projects	2,109,456	--	--	2,109,456
Construction of capital assets	--	--	--	--
Law enforcement officers' standards and education	717	--	--	717
Unrestricted	<u>7,804,794</u>	<u>(690,733)</u>	<u>465,509</u>	<u>7,579,570</u>
Total net position	<u>\$ 103,838,644</u>	<u>\$ (286,446)</u>	<u>\$ 3,969,907</u>	<u>\$ 107,522,105</u>

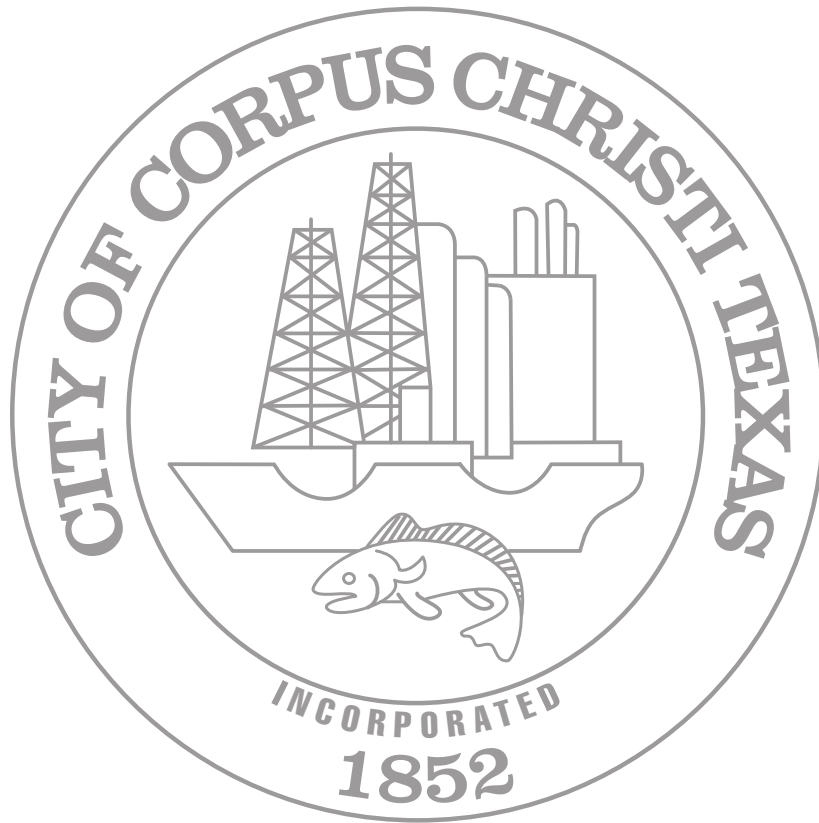


Exhibit 32-B

NON-MAJOR PROPRIETARY FUNDS
COMBINING SCHEDULE OF REVENUES, EXPENSES, AND CHANGES IN NET POSITION
YEAR ENDED JULY 31, 2013

	<u>Airport Fund</u>	<u>Golf Centers Fund</u>	<u>Marina Fund</u>	<u>Total</u>
Operating revenues				
Charges for services - net	\$ 7,348,717	\$ 350,592	\$ 1,851,461	\$ 9,550,770
Operating expenses				
Personal services	3,950,012	--	677,835	4,627,847
Materials and supplies	464,618	--	57,850	522,468
Contractual services	1,623,214	101,323	200,282	1,924,819
Other operating expenses	806,925	13,884	221,702	1,042,511
Uncollectible accounts	20,126	--	38,273	58,399
Depreciation	4,360,840	132,706	561,115	5,054,661
Total operating expenses	<u>11,225,735</u>	<u>247,913</u>	<u>1,757,057</u>	<u>13,230,705</u>
Operating loss	(3,877,018)	102,679	94,404	(3,679,935)
Nonoperating revenues (expenses)				
Investment income	28,209	--	180	28,389
Interest expense and fiscal charges	(1,135,525)	(1,055)	(139,385)	(1,275,965)
Passenger facility charges	1,233,219	--	--	1,233,219
Customer facility charges	906,859	--	--	906,859
Net gain on disposal of assets	1,196	--	151	1,347
Contributions from other governmental agencies	161,591	--	--	161,591
Total nonoperating revenues (expenses)	<u>1,195,549</u>	<u>(1,055)</u>	<u>(139,054)</u>	<u>1,055,440</u>
Capital contributions				
Contributions from other governmental agencies	8,912,509	--	(185)	8,912,324
Contributions from others	9,819	--	--	9,819
Total capital contributions	<u>8,922,328</u>	<u>--</u>	<u>(185)</u>	<u>8,922,143</u>
Income (loss) before transfers	6,240,859	101,624	(44,835)	6,297,648
Transfers in	338,675	17,607	63,698	419,980
Transfers out	(338,132)	--	(86,826)	(424,958)
Total transfers	<u>543</u>	<u>17,607</u>	<u>(23,128)</u>	<u>(4,978)</u>
Net income (loss)	6,241,402	119,231	(67,963)	6,292,670
Net position at beginning of year	<u>97,597,242</u>	<u>(405,677)</u>	<u>4,037,870</u>	<u>101,229,435</u>
Net position at end of year	<u>\$ 103,838,644</u>	<u>\$ (286,446)</u>	<u>\$ 3,969,907</u>	<u>\$ 107,522,105</u>

**NON-MAJOR PROPRIETARY FUNDS
COMBINING STATEMENT OF CASH FLOWS
YEAR ENDED JULY 31, 2013**

	Airport Fund	Golf Centers Fund	Marina Fund	Totals
Cash flows from operating activities				
Receipts from customers	\$ 7,180,804	\$ 375,586	\$ 1,835,858	\$ 9,392,248
Payments to suppliers	(1,629,415)	(101,398)	(258,315)	(1,989,128)
Payments to employees	(3,672,117)	--	(588,810)	(4,260,927)
Internal activity - payments to other funds	(1,288,223)	(13,884)	(295,095)	(1,597,202)
Net cash provided by operating activities	<u>591,049</u>	<u>260,304</u>	<u>693,638</u>	<u>1,544,991</u>
Cash flows from noncapital financing activities				
Advances from other funds	--	(99,276)	--	(99,276)
Contributions from other governmental agencies	127,359	--	--	127,359
Transfers in from other funds	338,675	17,607	63,698	419,980
Transfers out to other funds	(338,132)	--	(86,826)	(424,958)
Net cash used for noncapital financing activities	<u>127,902</u>	<u>(81,669)</u>	<u>(23,128)</u>	<u>23,105</u>
Cash flows from capital and related financing activities				
Acquisition of capital assets	(9,169,091)	(92,423)	--	(9,261,514)
Proceeds from sale of capital assets	1,197	--	--	1,197
Contributions from other governmental agencies	8,288,749	--	12,272	8,301,021
Passenger facility charges	1,264,212	--	--	1,264,212
Customer facility charges	829,559	--	--	829,559
Capital contributions	400,000	--	--	400,000
Proceeds from issuance of certificates of obligation	6,008,286	--	--	6,008,286
Refund of bond issuance costs	19,782	--	--	19,782
Principal paid on long-term debt	(786,483)	(85,157)	(190,000)	(1,061,640)
Interest expense and fiscal charges	(755,666)	(1,055)	(140,891)	(897,612)
Net cash provided by (used for) capital and related financing activities	<u>6,100,545</u>	<u>(178,635)</u>	<u>(318,619)</u>	<u>5,603,291</u>
Cash flows from investing activities				
Purchase of investment securities	(7,002,946)	--	--	(7,002,946)
Proceeds from sale and maturity of investment securities	1,000,000	--	--	1,000,000
Interest on investments	28,387	--	180	28,567
Net cash provided by (used for) investing activities	<u>(5,974,559)</u>	<u>--</u>	<u>180</u>	<u>(5,974,379)</u>
Net increase in cash and cash equivalents	844,937	--	352,071	1,197,008
Cash and cash equivalents at beginning of year, including restricted accounts	<u>9,156,952</u>	<u>--</u>	<u>516,463</u>	<u>9,673,415</u>
Cash and cash equivalents at end of year, including restricted accounts	<u>\$ 10,001,889</u>	<u>\$ --</u>	<u>\$ 868,534</u>	<u>\$ 10,870,423</u>

(Continued)

Exhibit 32-C

	<u>Airport Fund</u>	<u>Golf Centers Fund</u>	<u>Marina Fund</u>	<u>Totals</u>
Reconciliation of operating income (loss) to net cash provided by operating activities				
Operating income (loss)	\$ (3,877,018)	\$ 102,679	\$ 94,404	\$ (3,679,935)
Adjustments to reconcile operating loss to net cash provided by operating activities				
Depreciation	4,360,840	132,706	561,115	5,054,661
Provision for uncollectible accounts	20,126	--	38,273	58,399
Change in assets and liabilities				
Receivables	(104,002)	24,994	(7,322)	(86,330)
Inventory	(1,957)	--	--	(1,957)
Accounts payable	46,603	(75)	(9,335)	37,193
Accrued expenses	(7,289)	--	846	(6,443)
Customer deposits	1,924	--	1,795	3,719
Unearned revenue	--	--	(10,076)	(10,076)
Accumulated unpaid compensated absences	(20,726)	--	(5,712)	(26,438)
Net pension obligation	167,117	--	28,793	195,910
Net OPEB obligation	5,431	--	857	6,288
Net cash provided by operating activities	<u>\$ 591,049</u>	<u>\$ 260,304</u>	<u>\$ 693,638</u>	<u>\$ 1,544,991</u>
Noncash investing, capital and financing activities				
Change in fair value of investments	\$ (1,673)	\$ --	\$ --	\$ (1,673)
Acquisition of capital assets accrued but not paid	\$ 1,754,250	\$ --	\$ --	\$ 1,754,250
Bond refunding	\$ --	\$ --	\$ 2,675,916	\$ 2,675,916

**AIRPORT FUND
COMPARATIVE STATEMENT OF NET POSITION
JULY 31, 2013 AND 2012**

	2013	2012
ASSETS		
Current assets		
Cash and cash equivalents	\$ 8,779,611	\$ 7,597,080
Investments	2,001,456	1,003,129
Receivables		
Accounts	211,260	96,221
Accrued interest	1,666	2,833
Intergovernmental	1,415,279	725,333
Miscellaneous	1,157	520
Allowance for uncollectibles	(39,630)	(19,504)
Net receivables	1,589,732	805,403
Inventories	58,474	9,244
Prepaid items	--	40,622
Restricted assets		
Cash and cash equivalents	1,222,278	1,559,872
Investments	5,002,946	--
Receivables		
Accounts	137,410	167,267
Accrued interest	2,663	--
Intergovernmental	--	33,386
Net receivables	140,073	200,653
Total restricted assets	6,365,297	1,760,525
Total current assets	18,794,570	11,216,003
Noncurrent assets		
Bond issue costs	498,622	418,190
Capital assets		
Land	4,791,935	4,791,935
Buildings	46,692,928	47,558,356
Improvements other than buildings	80,756,218	85,264,732
Machinery and equipment	5,026,436	4,469,754
Total capital assets in service	137,267,517	142,084,777
Less accumulated depreciation	(56,985,962)	(57,518,403)
Net capital assets in service	80,281,555	84,566,374
Construction in progress	37,648,444	26,802,264
Net capital assets	117,929,999	111,368,638
Total noncurrent assets	118,428,621	111,786,828
Total assets	137,223,191	123,002,831

(Continued)

Exhibit 33-A

	<u>2013</u>	<u>2012</u>
LIABILITIES		
Current liabilities		
Accounts payable	1,895,265	366,982
Accrued expenses	146,074	153,368
Accrued interest	435,677	168,732
Contractor interest and retainage payable	849,141	576,571
Deposits	16,685	14,761
Unearned revenue	390,181	--
Current portion of long-term liabilities		
Long-term debt	1,016,836	806,221
Accumulated unpaid compensated absences	181,948	176,539
Total current liabilities	<u>4,931,807</u>	<u>2,263,174</u>
Noncurrent liabilities		
Long-term liabilities, net of current portion		
Long-term debt	27,435,915	22,272,005
Accumulated unpaid compensated absences	113,057	139,191
Net pension obligation	836,277	669,159
Net OPEB obligation	67,491	62,060
Total noncurrent liabilities	<u>28,452,740</u>	<u>23,142,415</u>
Total liabilities	<u>33,384,547</u>	<u>25,405,589</u>
NET POSITION		
Invested in capital assets, net of related debt	93,923,677	88,290,411
Restricted for		
Passenger facility charges projects	2,109,456	1,725,836
Construction of capital assets	--	33,386
Law enforcement officers' standards and education	717	1,301
Unrestricted	<u>7,804,794</u>	<u>7,546,308</u>
Total net position	<u>\$ 103,838,644</u>	<u>\$ 97,597,242</u>

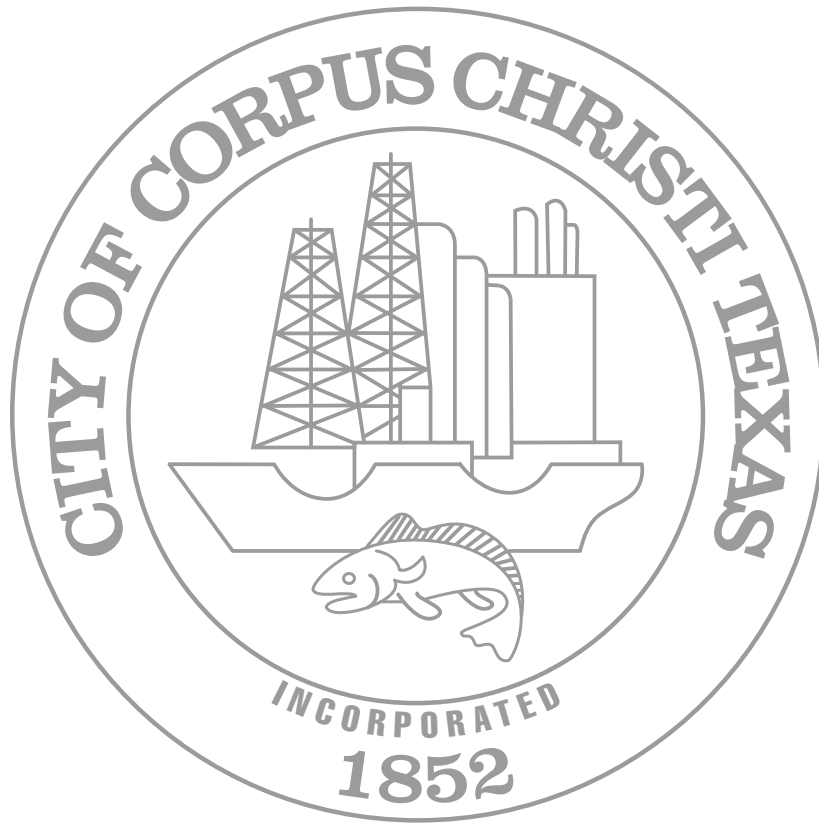


Exhibit 33-B

AIRPORT FUND
COMPARATIVE STATEMENT OF REVENUES, EXPENSES, AND CHANGES IN NET POSITION
YEAR ENDED JULY 31, 2013 AND 2012

	<u>2013</u>	<u>2012</u>
Operating revenues		
Charges for services - net	\$ 7,348,717	\$ 7,374,723
Operating expenses		
Personal services	3,950,012	3,902,203
Materials and supplies	464,618	287,447
Contractual services	1,623,214	1,553,788
Other operating expenses	806,925	815,389
Uncollectible accounts	20,126	(35,216)
Depreciation	4,360,840	4,369,264
Total operating expenses	<u>11,225,735</u>	<u>10,892,875</u>
Operating loss	(3,877,018)	(3,518,152)
Nonoperating revenues (expenses)		
Investment income	28,209	18,964
Interest expense and fiscal charges	(1,135,525)	(1,355,455)
Passenger facility charges	1,233,219	1,262,336
Customer facility charges	906,859	881,140
Net gain on disposal of assets	1,196	2,046
Contributions from other governmental agencies	161,591	--
Total nonoperating revenues	<u>1,195,549</u>	<u>809,031</u>
Capital contributions		
Contribution from other governmental agencies	8,912,509	5,722,268
Contribution from others	9,819	--
Total capital contributions	<u>8,922,328</u>	<u>5,722,268</u>
Income before transfers	6,240,859	3,013,147
Transfers in	338,675	--
Transfers out	(338,132)	(236,920)
Total transfers	<u>543</u>	<u>(236,920)</u>
Net income	6,241,402	2,776,227
Net position at beginning of year	<u>97,597,242</u>	<u>94,821,015</u>
Net position at end of year	<u>\$ 103,838,644</u>	<u>\$ 97,597,242</u>

**AIRPORT FUND
COMPARATIVE STATEMENT OF CASH FLOWS
YEAR ENDED JULY 31, 2013 AND 2012**

	2013	2012
Cash flows from operating activities		
Receipts from customers	\$ 7,180,804	\$ 7,656,716
Payments to suppliers	(1,629,415)	(1,790,629)
Payments to employees	(3,672,117)	(3,334,710)
Internal activity - payments to other funds	(1,288,223)	(1,220,125)
Net cash provided by operating activities	591,049	1,311,252
Cash flows from noncapital financing activities		
Contributions from other governmental agencies	127,359	--
Transfers in from other funds	338,675	--
Transfers out to other funds	(338,132)	(236,920)
Net cash provided by (used for) noncapital financing activities	127,902	(236,920)
Cash flows from capital and related financing activities		
Acquisition of capital assets	(9,169,091)	(10,660,067)
Proceeds from sale of capital assets	1,197	2,046
Contributions from other governmental agencies	8,288,749	5,429,434
Passenger facility charge	1,264,212	1,308,249
Customer facility charges	829,559	881,140
Capital contributions	400,000	--
Proceeds from issuance of certificates of obligation	6,008,286	--
Refund of bond issuance costs	19,782	--
Principal paid on long-term debt	(786,483)	(763,704)
Interest expense and fiscal charges	(755,666)	(1,736,505)
Net cash provided by (used for) capital and related financing activities	6,100,545	(5,539,407)
Cash flows from investing activities		
Purchase of investment securities	(7,002,946)	--
Proceeds from sale and maturity of investment securities	1,000,000	--
Interest on investments	28,387	19,420
Net cash provided by (used for) investing activities	(5,974,559)	19,420
Net increase in cash and cash equivalents	844,937	(4,445,655)
Cash and cash equivalents at beginning of year, including restricted accounts	9,156,952	13,602,607
Cash and cash equivalents at end of year, including restricted accounts	\$ 10,001,889	\$ 9,156,952

(Continued)

Exhibit 33-C

	<u>2013</u>	<u>2012</u>
Reconciliation of operating loss to net cash provided by operating activities		
Operating loss	\$ (3,877,018)	\$ (3,518,152)
Adjustments to reconcile operating loss to net cash provided by operating activities		
Depreciation	4,360,840	4,369,264
Provision for uncollectible accounts	20,126	(35,216)
Change in assets and liabilities		
Receivables	(104,002)	281,992
Inventory	(1,957)	11,093
Accounts payable	46,603	(29,822)
Accrued expenses	(7,289)	33,216
Deposits	1,924	(712)
Accumulated unpaid compensated absences	(20,726)	29,756
Net pension obligation	167,117	188,113
Net OPEB obligation	5,431	(18,280)
	<u>\$ 591,049</u>	<u>\$ 1,311,252</u>
Noncash investing, capital and financing activities		
Change in fair value of investments	\$ (1,673)	\$ (456)
Acquisition of capital assets under capital lease	\$ --	\$ 80,000
Acquisition of capital assets accrued but not paid	\$ 1,754,250	\$ (511,053)
Bond refunding	\$ --	\$ 19,680,425

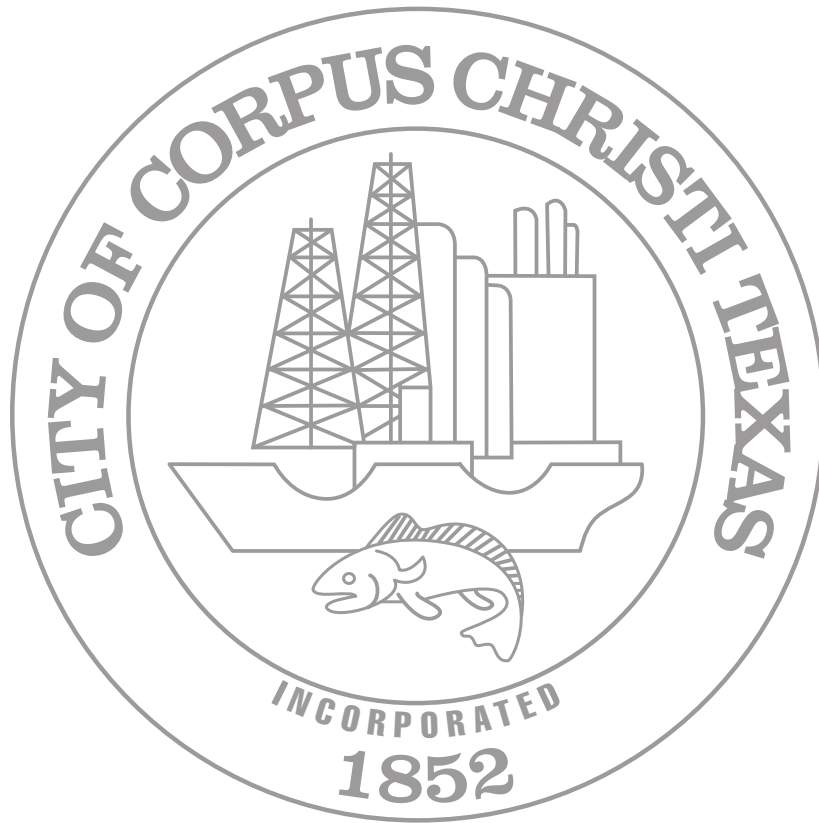


Exhibit 34-A

**GOLF CENTERS FUND
COMPARATIVE STATEMENT OF NET POSITION
JULY 31, 2013 AND 2012**

	<u>2013</u>	<u>2012</u>
ASSETS		
Current assets		
Receivables		
Accounts	\$ 320	\$ 20,851
Miscellaneous	11,360	15,823
Net receivables	<u>11,680</u>	<u>36,674</u>
Noncurrent assets		
Capital assets		
Land	94,337	94,337
Buildings	711,295	711,295
Improvements other than buildings	2,611,210	2,550,846
Machinery and equipment	<u>987,907</u>	<u>955,848</u>
Total capital assets in service	4,404,749	4,312,326
Less accumulated depreciation	<u>(4,000,462)</u>	<u>(3,867,757)</u>
Net capital assets	<u>404,287</u>	<u>444,569</u>
Total assets	<u>415,967</u>	<u>481,243</u>
LIABILITIES		
Current liabilities		
Accounts payable	--	75
Advances from other funds	702,413	801,689
Current portion of long-term liabilities		
Long-term debt	--	85,156
Total current liabilities	<u>702,413</u>	<u>886,920</u>
NET POSITION		
Invested in capital assets, net of related debt	404,287	359,413
Unrestricted	<u>(690,733)</u>	<u>(765,090)</u>
Total net position	<u>\$ (286,446)</u>	<u>\$ (405,677)</u>

Exhibit 34-B

GOLF CENTERS FUND
COMPARATIVE STATEMENT OF REVENUES, EXPENSES, AND CHANGES IN NET POSITION
YEAR ENDED JULY 31, 2013 AND 2012

	<u>2013</u>	<u>2012</u>
Operating revenues		
Charges for services - net	\$ 350,592	\$ 416,750
Operating expenses		
Materials and supplies	--	23,610
Contractual services	101,323	37,922
Other operating expenses	13,884	11,735
Depreciation	132,706	219,868
Total operating expenses	<u>247,913</u>	<u>293,135</u>
Operating income	102,679	123,615
Nonoperating revenues (expenses)		
Interest expense and fiscal charges	<u>(1,055)</u>	<u>(4,700)</u>
Income before transfers	101,624	118,915
Transfers in	17,607	26,268
Transfers out	--	(322)
Total transfers	<u>17,607</u>	<u>25,946</u>
Net income	119,231	144,861
Net position at beginning of year	<u>(405,677)</u>	<u>(550,538)</u>
Net position at end of year	<u>\$ (286,446)</u>	<u>\$ (405,677)</u>

Exhibit 34-C

GOLF CENTERS FUND
COMPARATIVE STATEMENT OF CASH FLOWS
YEAR ENDED JULY 31, 2013 AND 2012

	2013	2012
Cash flows from operating activities		
Receipts from customers	\$ 375,586	\$ 403,608
Payments to suppliers	(101,398)	(62,568)
Internal activity - payments to other funds	(13,884)	(11,736)
Net cash provided by operating activities	260,304	329,304
Cash flows from noncapital financing activities		
Advances from other funds	(99,276)	(265,478)
Transfers in from other funds	17,607	26,268
Transfers out to other funds	--	(322)
Net cash used for noncapital financing activities	(81,669)	(239,532)
Cash flows from capital and related financing activities		
Acquisition of capital assets	(92,423)	(21,315)
Principal paid on long-term debt	(85,157)	(118,486)
Interest expense and fiscal charges	(1,055)	(4,700)
Net cash used for capital and related financing activities	(178,635)	(144,501)
Net decrease in cash and cash equivalents	--	(54,729)
Cash and cash equivalents at beginning of year	--	54,729
Cash and cash equivalents at end of year	\$ --	\$ --
Reconciliation of operating income to net cash provided by operating activities		
Operating income	\$ 102,679	\$ 123,615
Adjustments to reconcile operating income to net cash provided by operating activities		
Depreciation	132,706	219,868
Change in assets and liabilities		
Receivables	24,994	(13,142)
Accounts payable	(75)	(1,037)
Net cash provided by operating activities	\$ 260,304	\$ 329,304

**GOLF CENTERS FUND
SCHEDULE OF OPERATING EXPENSES BY FUNCTION
YEAR ENDED JULY 31, 2013
WITH COMPARATIVE TOTALS FOR YEAR ENDED JULY 31, 2012**

<u>FUNCTION</u>	2013		
	<u>MATERIALS & SUPPLIES</u>	<u>CONTRACTUAL SERVICES</u>	<u>OTHER OPERATING EXPENSES</u>
Gabe Lozano Sr. Golf Center operations	\$ --	\$ 51,312	\$ 11,220
Oso Golf Center operations	--	50,011	2,664
Total operating expenses	<u>\$ --</u>	<u>\$ 101,323</u>	<u>\$ 13,884</u>

Exhibit 34-D

<u>DEPRECIATION</u>	<u>2013 TOTAL</u>	<u>2012 TOTAL</u>
\$ 93,210	\$ 155,742	\$ 181,521
39,496	92,171	111,614
<u>\$ 132,706</u>	<u>\$ 247,913</u>	<u>\$ 293,135</u>

**MARINA FUND
COMPARATIVE STATEMENT OF NET POSITION
JULY 31, 2013 AND 2012**

	<u>2013</u>	<u>2012</u>
ASSETS		
Current assets		
Cash and cash equivalents	\$ 868,534	\$ 516,463
Receivables		
Accounts	135,127	127,804
Due from US Government	--	12,457
Allowance for uncollectibles	(124,726)	(86,453)
Net receivables	<u>10,401</u>	<u>53,808</u>
Total current assets	<u>878,935</u>	<u>570,271</u>
Noncurrent assets		
Bond issue costs	36,502	42,592
Capital position		
Land	9,000	9,000
Buildings	1,034,523	1,034,523
Improvements other than buildings	20,695,506	20,695,506
Machinery and equipment	67,402	67,402
Infrastructure	54,226	54,226
Total capital assets in service	<u>21,860,657</u>	<u>21,860,657</u>
Less accumulated depreciation	(15,053,624)	(14,492,509)
Net capital assets	<u>6,807,033</u>	<u>7,368,148</u>
Total noncurrent assets	<u>6,843,535</u>	<u>7,410,740</u>
Total assets	<u>7,722,470</u>	<u>7,981,011</u>

(Continued)

	<u>2013</u>	<u>2012</u>
LIABILITIES		
Current liabilities		
Accounts payable	9,923	19,258
Accrued expenses	26,834	25,988
Accrued interest	55,417	60,836
Deposits	124,018	122,223
Unearned revenue	26,708	36,783
Current portion of long-term liabilities		
Long-term debt	270,000	190,000
Accumulated unpaid compensated absences	28,237	26,686
Total current liabilities	<u>541,137</u>	<u>481,774</u>
Noncurrent liabilities		
Long-term liabilities, net of current portion		
Long-term debt	3,032,636	3,304,963
Accumulated unpaid compensated absences	33,043	40,307
Net pension obligation	134,188	105,395
Net OPEB obligation	11,559	10,702
Total noncurrent liabilities	<u>3,211,426</u>	<u>3,461,367</u>
Total liabilities	<u>3,752,563</u>	<u>3,943,141</u>
NET POSITION		
Invested in capital assets, net of related debt	3,504,398	3,873,185
Unrestricted	465,509	164,685
Total net position	<u>\$ 3,969,907</u>	<u>\$ 4,037,870</u>

Exhibit 35-B

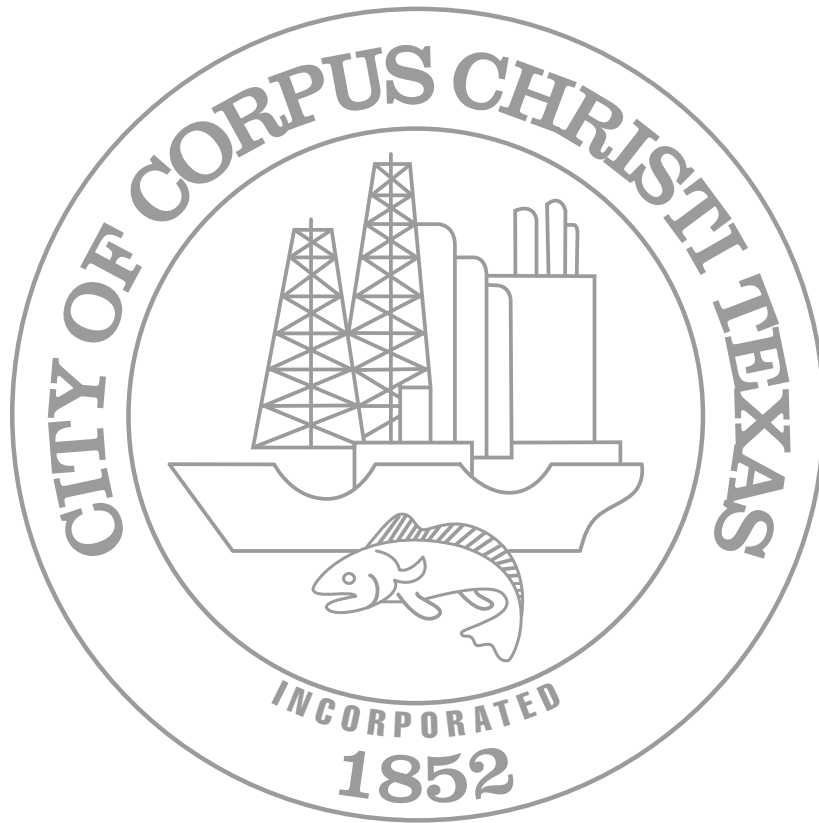
MARINA FUND
COMPARATIVE STATEMENT OF REVENUES, EXPENSES, AND CHANGES IN NET POSITION
YEAR ENDED JULY 31, 2013 AND 2012

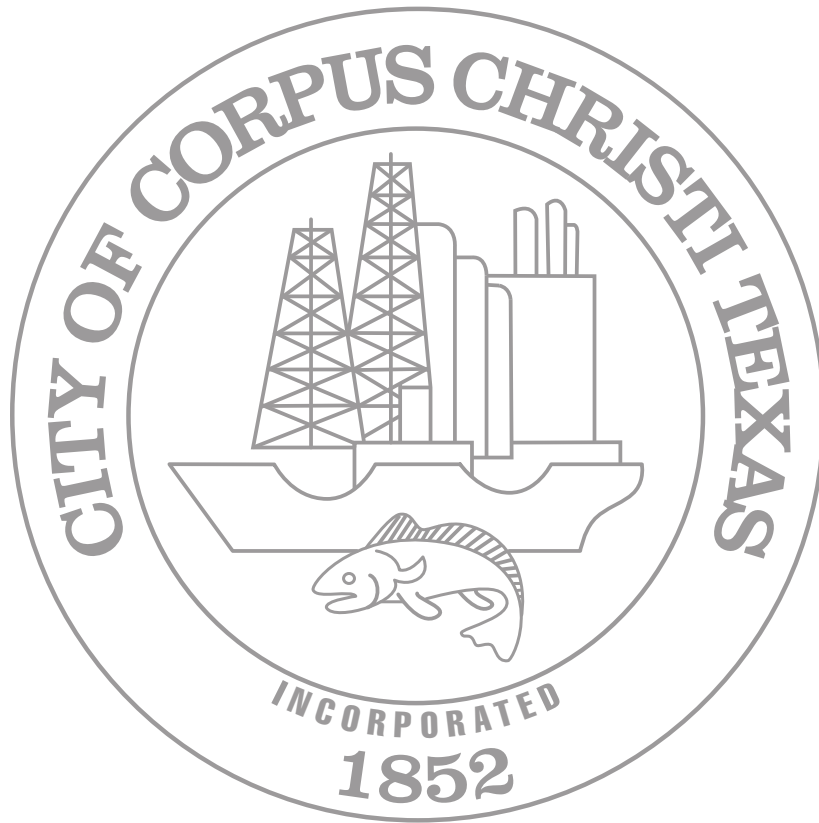
	<u>2013</u>	<u>2012</u>
Operating revenues		
Slip rentals	\$ 1,445,713	\$ 1,370,633
Bayfront revenue	245,003	257,823
Boat haul-outs	32,090	32,828
Transient fees	39,289	49,583
Resale of electricity	24,316	25,644
Raw seafood sales permits	1,800	1,400
Miscellaneous	63,250	91,975
Total operating revenue	<u>1,851,461</u>	<u>1,829,886</u>
Operating expenses		
Personal services	677,835	670,181
Materials and supplies	57,850	55,624
Contractual services	200,282	202,739
Other operating expenses	221,702	222,653
Uncollectible accounts	38,273	6,093
Depreciation	561,115	563,988
Total operating expenses	<u>1,757,057</u>	<u>1,721,278</u>
Operating income	94,404	108,608
Nonoperating revenues (expenses)		
Investment income	180	--
Interest expense and fiscal charges	(139,385)	(152,354)
Net gain on disposal of assets	151	2,450
Total nonoperating expenses	<u>(139,054)</u>	<u>(149,904)</u>
Capital contributions		
Contributions from other governmental agencies	(185)	12,457
Loss before transfers	(44,835)	(28,839)
Transfers in	63,698	4,827
Transfers out	(86,826)	(53,124)
Total transfers	<u>(23,128)</u>	<u>(48,297)</u>
Net loss	(67,963)	(77,136)
Net position at beginning of year	<u>4,037,870</u>	<u>4,115,006</u>
Net position at end of year	<u>\$ 3,969,907</u>	<u>\$ 4,037,870</u>

Exhibit 35-C

MARINA FUND
COMPARATIVE STATEMENT OF CASH FLOWS
YEAR ENDED JULY 31, 2013 AND 2012

	<u>2013</u>	<u>2012</u>
Cash flows from operating activities		
Receipts from customers	\$ 1,835,858	\$ 1,689,645
Payments to suppliers	(258,315)	(261,994)
Payments to employees	(588,810)	(581,410)
Internal activity - payments to other funds	(295,095)	(287,558)
Net cash provided by operating activities	<u>693,638</u>	<u>558,683</u>
Cash flows from noncapital financing activities		
Changes in interfund borrowings	--	(125,963)
Transfers in from other funds	63,698	4,827
Transfers out to other funds	(86,826)	(53,124)
Net cash used for noncapital financing activities	<u>(23,128)</u>	<u>(174,260)</u>
Cash flows from capital and related financing activities		
Acquisition of capital assets	--	(16,210)
Proceeds from sale of capital assets	--	2,450
Contributions from other governmental agencies	12,272	--
Principal paid on long-term debt	(190,000)	(180,000)
Interest expense and fiscal charges	(140,891)	(149,381)
Net cash used for capital and related financing activities	<u>(318,619)</u>	<u>(343,141)</u>
Cash flows from investing activities		
Interest on investments	<u>180</u>	<u>--</u>
Net increase in cash and cash equivalents	352,071	41,282
Cash and cash equivalents at beginning of year, including restricted accounts	<u>516,463</u>	<u>475,181</u>
Cash and cash equivalents at end of year, including restricted accounts	<u><u>\$ 868,534</u></u>	<u><u>\$ 516,463</u></u>
Reconciliation of operating income to net cash provided by operating activities		
Operating income	\$ 94,404	\$ 108,608
Adjustments to reconcile operating income to net cash provided by operating activities		
Depreciation	561,115	563,988
Provision for uncollectible accounts	38,273	6,093
Change in assets and liabilities		
Receivables	(7,322)	(16,285)
Accounts payable	(9,335)	(19,741)
Accrued expenses	846	4,717
Customer deposits	1,795	10,413
Unearned revenue	(10,076)	(134,369)
Accumulated unpaid compensated absences	(5,712)	5,806
Net pension obligation	28,793	32,390
Net OPEB obligation	857	(2,937)
Net cash provided by operating activities	<u><u>\$ 693,638</u></u>	<u><u>\$ 558,683</u></u>
Noncash investing, capital and financing activities		
Bond refunding	\$ 2,675,916	\$ --





**INTERNAL SERVICE FUNDS
COMBINING STATEMENT OF NET POSITION
JULY 31, 2013**

	<u>Stores</u>	<u>Fleet Maintenance Service</u>	<u>Facilities Maintenance Service</u>	<u>Municipal Information Systems</u>
ASSETS				
Current assets				
Cash and cash equivalents	\$ 118,373	\$ 1,475,434	\$ --	\$ 3,839,927
Investments	--	11,992,419	--	--
Receivables, net of allowance for uncollectibles	--	8,467	--	--
Due from other funds	--	672,043	--	--
Inventories	674,578	590,342	--	--
Prepaid items	--	--	--	--
Total current assets	<u>792,951</u>	<u>14,738,705</u>	<u>--</u>	<u>3,839,927</u>
Noncurrent assets				
Other assets	--	--	--	--
Capital assets				
Land	--	--	66,359	--
Buildings	366,639	41,360	6,522,728	--
Improvements other than buildings	13,852	381,400	523,344	5,716,474
Machinery and equipment	60,100	40,293,079	250,327	17,559,272
Total capital assets in service	440,591	40,715,839	7,362,758	23,275,746
Less accumulated depreciation	(267,773)	(31,769,935)	(4,757,905)	(20,018,298)
Net capital assets	<u>172,818</u>	<u>8,945,904</u>	<u>2,604,853</u>	<u>3,257,448</u>
Total noncurrent assets	<u>172,818</u>	<u>8,945,904</u>	<u>2,604,853</u>	<u>3,257,448</u>
Total assets	<u>965,769</u>	<u>23,684,609</u>	<u>2,604,853</u>	<u>7,097,375</u>
LIABILITIES				
Current liabilities				
Accounts payable	113,229	839,685	50,438	483,675
Accrued expenses	41,290	115,934	36,465	261,391
Current portion of estimated liability claims	--	--	--	--
Deposits	--	3,434	--	--
Liability to claimants - escheat property	--	--	--	--
Due to other funds	--	--	672,043	--
Unearned revenue	--	--	--	--
Current portion of long-term liabilities				
Long-term debt	--	--	150,081	793,172
Accumulated unpaid compensated absences	62,763	88,134	55,494	435,346
Total current liabilities	<u>217,282</u>	<u>1,047,187</u>	<u>964,521</u>	<u>1,973,584</u>
Noncurrent liabilities				
Estimated liability claims, net of current portion	--	--	--	--
Long-term liabilities, net of current portion				
Long-term debt	--	--	843,831	63,960
Accumulated unpaid compensated absences	41,106	198,690	4,803	270,703
Net pension obligation	192,040	533,765	202,435	1,396,200
Net OPEB obligation	14,950	49,424	19,807	80,386
Total noncurrent liabilities	<u>248,096</u>	<u>781,879</u>	<u>1,070,876</u>	<u>1,811,249</u>
Total liabilities	<u>465,378</u>	<u>1,829,066</u>	<u>2,035,397</u>	<u>3,784,833</u>
NET POSITION				
Invested in capital assets, net of related debt	172,818	8,945,904	1,610,941	2,400,316
Unrestricted	<u>327,573</u>	<u>12,909,639</u>	<u>(1,041,485)</u>	<u>912,226</u>
Net position	<u>\$ 500,391</u>	<u>\$ 21,855,543</u>	<u>\$ 569,456</u>	<u>\$ 3,312,542</u>

Exhibit 36-A

Liability and Employee Benefits	Engineering Services	Eliminations	Total
\$ 16,630,101	\$ 2,233,666	\$ --	\$ 24,297,501
22,008,613	--	--	34,001,032
233,289	16	--	241,772
--	--	(672,043)	--
--	--	--	1,264,920
2,404,566	--	--	2,404,566
<u>41,276,569</u>	<u>2,233,682</u>	<u>(672,043)</u>	<u>62,209,791</u>
49,871	--	--	49,871
--	1,099	--	67,458
--	--	--	6,930,727
--	--	--	6,635,070
--	243,102	--	58,405,880
--	244,201	--	72,039,135
--	(215,581)	--	(57,029,492)
--	28,620	--	15,009,643
49,871	28,620	--	15,059,514
<u>41,326,440</u>	<u>2,262,302</u>	<u>(672,043)</u>	<u>77,269,305</u>
337,027	20,978	--	1,845,032
200,403	180,320	--	835,803
5,656,313	--	--	5,656,313
--	--	--	3,434
21,038	--	--	21,038
--	--	(672,043)	--
272	--	--	272
--	--	--	943,253
61,073	184,345	--	887,155
<u>6,276,126</u>	<u>385,643</u>	<u>(672,043)</u>	<u>10,192,300</u>
6,624,845	--	--	6,624,845
--	--	--	907,791
13,050	64,196	--	592,548
241,495	822,749	--	3,388,684
10,870,350	42,179	--	11,077,096
<u>17,749,740</u>	<u>929,124</u>	<u>--</u>	<u>22,590,964</u>
<u>24,025,866</u>	<u>1,314,767</u>	<u>(672,043)</u>	<u>32,783,264</u>
--	28,620	--	13,158,599
17,300,574	918,915	--	31,327,442
<u>\$ 17,300,574</u>	<u>\$ 947,535</u>	<u>--</u>	<u>\$ 44,486,041</u>

**INTERNAL SERVICE FUNDS
COMBINING STATEMENT OF REVENUES, EXPENSES, AND CHANGES IN NET POSITION
YEAR ENDED JULY 31, 2013**

	<u>Stores</u>	<u>Fleet Maintenance Service</u>	<u>Facilities Maintenance Service</u>	<u>Municipal Information Systems</u>
Operating revenues				
Charges for services - net	\$ 1,366,936	\$ 4,639,959	\$ 2,869,410	\$ 14,150,868
Operating expenses				
Personal services	1,024,193	2,580,407	831,612	6,074,361
Materials and supplies	78,200	1,014,975	58,181	488,533
Contractual services	295,826	623,350	1,414,141	6,487,113
Other operating expenses	173,328	367,738	199,027	695,666
Self-insurance claims	--	--	--	--
Other post employment benefits	--	--	--	--
Uncollectible accounts	(58)	--	--	--
Depreciation	21,189	2,493,431	415,366	2,728,076
Total operating expenses	<u>1,592,678</u>	<u>7,079,901</u>	<u>2,918,327</u>	<u>16,473,749</u>
Operating income (loss)	(225,742)	(2,439,942)	(48,917)	(2,322,881)
Nonoperating revenues (expenses)				
Investment income	--	19,336	--	4,577
Interest expense and fiscal charges	--	--	(66,789)	(48,701)
Net gain on disposal of assets	270	4,134	--	24
Recovery of damage claims	--	63,695	--	--
Total nonoperating revenues (expenses)	<u>270</u>	<u>87,165</u>	<u>(66,789)</u>	<u>(44,100)</u>
Income (loss) before transfers	(225,472)	(2,352,777)	(115,706)	(2,366,981)
Transfers in	40,600	5,992,214	1,536,333	1,700,418
Transfers out	--	(1,536,333)	(851,171)	--
Net transfers	<u>40,600</u>	<u>4,455,881</u>	<u>685,162</u>	<u>1,700,418</u>
Net income (loss)	(184,872)	2,103,104	569,456	(666,563)
Net position at beginning of year	<u>685,263</u>	<u>19,752,439</u>	<u>--</u>	<u>3,979,105</u>
Net position at end of year	<u>\$ 500,391</u>	<u>\$ 21,855,543</u>	<u>\$ 569,456</u>	<u>\$ 3,312,542</u>

Exhibit 36-B

Liability and Employee Benefits	Engineering Services	Eliminations	Totals
\$ 39,572,011	\$ 5,531,693	\$ --	\$ 68,130,877
1,486,391	3,824,681	--	15,821,645
124,181	122,502	--	1,886,572
7,712,689	358,599	--	16,891,718
100,837	663,403	--	2,199,999
20,153,702	--	--	20,153,702
679,118	--	--	679,118
3,510	--	--	3,452
--	17,796	--	5,675,858
<u>30,260,428</u>	<u>4,986,981</u>	<u>--</u>	<u>63,312,064</u>
9,311,583	544,712	--	4,818,813
85,296	960	--	110,169
(35)	--	--	(115,525)
--	--	--	4,428
--	--	--	63,695
<u>85,261</u>	<u>960</u>	<u>--</u>	<u>62,767</u>
9,396,844	545,672	--	4,881,580
--	107,225	(4,069,389)	5,307,401
(9,520,000)	--	4,069,389	(7,838,115)
<u>(9,520,000)</u>	<u>107,225</u>	<u>--</u>	<u>(2,530,714)</u>
(123,156)	652,897	--	2,350,866
<u>17,423,730</u>	<u>294,638</u>	<u>--</u>	<u>42,135,175</u>
<u>\$ 17,300,574</u>	<u>\$ 947,535</u>	<u>\$ --</u>	<u>\$ 44,486,041</u>

**INTERNAL SERVICE FUNDS
COMBINING STATEMENT OF CASH FLOWS
YEAR ENDED JULY 31, 2013**

	<u>Stores</u>	<u>Fleet Maintenance Service</u>	<u>Facilities Maintenance Service</u>	<u>Municipal Information Systems</u>
Cash flows from operating activities				
Receipts from customers	\$ --	\$ 9,091	\$ 13,543	\$ 349
Receipts from interfund services provided	3,965,830	11,808,999	2,858,196	14,150,520
Payments to suppliers	(3,141,423)	(8,657,895)	(1,391,360)	(6,617,956)
Payments to employees	(865,300)	(2,218,160)	(650,396)	(5,229,956)
Internal activity - payments to other funds	(296,816)	(683,235)	(337,693)	(1,307,925)
Claims paid	--	--	--	--
Other receipts	--	63,695	--	--
Net cash provided by (used for) operating activities	<u>(337,709)</u>	<u>322,495</u>	<u>492,290</u>	<u>995,032</u>
Cash flows from noncapital financing activities				
Change in interfund borrowings	--	3,408,195	672,043	--
Interest on interfund borrowings	--	--	--	--
Transfers in from other funds	40,600	764,813	--	1,700,418
Transfers out to other funds	--	--	(851,171)	--
Net cash provided by (used for) noncapital financing activities	<u>40,600</u>	<u>4,173,008</u>	<u>(179,128)</u>	<u>1,700,418</u>
Cash flows from capital and related financing activities				
Acquisition of capital assets	--	(2,715,191)	(104,112)	--
Proceeds from sale/disposal of capital assets	270	14,565	--	24
Transfer in from other funds for capital acquisition	--	5,227,401	--	--
Principal paid on long-term debt	--	--	(142,261)	(1,628,591)
Interest expense and fiscal charges	--	--	(66,789)	(48,701)
Net cash provided by (used for) capital and related financing activity	<u>270</u>	<u>2,526,775</u>	<u>(313,162)</u>	<u>(1,677,268)</u>
Cash flows from investing activities				
Purchase of investment securities	--	(16,992,000)	--	--
Proceeds from sale and maturity of investment securities	--	11,000,000	--	2,000,000
Interest on investments	--	11,790	--	7,256
Net cash provided by (used for) investing activities	<u>--</u>	<u>(5,980,210)</u>	<u>--</u>	<u>2,007,256</u>
Net increase (decrease) in cash and cash equivalents	(296,839)	1,042,068	--	3,025,438
Cash and cash equivalents at beginning of year	<u>415,212</u>	<u>433,366</u>	<u>--</u>	<u>814,489</u>
Cash and cash equivalents at end of year	<u>\$ 118,373</u>	<u>\$ 1,475,434</u>	<u>\$ --</u>	<u>\$ 3,839,927</u>

(Continued)

Exhibit 36-C

Liability and Employee Benefits	Engineering Services	Eliminations	Total
\$ 10,931,246	\$ 96,536	\$ --	\$ 11,050,765
29,702,481	5,692,618	--	68,178,644
(8,186,795)	(583,008)	--	(28,578,437)
(1,307,215)	(3,285,899)	--	(13,556,926)
(117,793)	(942,430)	--	(3,685,892)
(24,487,505)	--	--	(24,487,505)
--	--	--	63,695
<u>6,534,419</u>	<u>977,817</u>	<u>--</u>	<u>8,984,344</u>
--	--	--	4,080,238
(35)	960	--	925
--	107,225	(5,605,722)	(2,992,666)
<u>(9,520,000)</u>	<u>--</u>	<u>5,605,722</u>	<u>(4,765,449)</u>
<u>(9,520,035)</u>	<u>108,185</u>	<u>--</u>	<u>(3,676,952)</u>
--	--	--	(2,819,303)
--	--	--	14,859
--	--	--	5,227,401
--	--	--	(1,770,852)
<u>--</u>	<u>--</u>	<u>--</u>	<u>(115,490)</u>
--	--	--	536,615
(32,000,000)	--	--	(48,992,000)
22,000,000	--	--	35,000,000
78,355	--	--	97,401
<u>(9,921,645)</u>	<u>--</u>	<u>--</u>	<u>(13,894,599)</u>
(12,907,261)	1,086,002	--	(8,050,592)
<u>29,537,362</u>	<u>1,147,664</u>	<u>--</u>	<u>32,348,093</u>
<u>\$ 16,630,101</u>	<u>\$ 2,233,666</u>	<u>\$ --</u>	<u>\$ 24,297,501</u>

**INTERNAL SERVICE FUNDS
COMBINING STATEMENT OF CASH FLOWS
YEAR ENDED JULY 31, 2013**

	<u>Stores</u>	<u>Fleet Maintenance Service</u>	<u>Facilities Maintenance Service</u>	<u>Municipal Information Systems</u>
Reconciliation of operating income (loss) to net cash provided by (used for) operating activities				
Operating income (loss)	\$ (225,742)	\$ (2,439,942)	\$ (48,917)	\$ (2,322,881)
Adjustments to reconcile operating income (loss) to net cash provided by (used for) operating activities				
Depreciation	21,189	2,493,431	415,366	2,728,076
Provision for uncollectible accounts	(58)	--	--	--
Recovery of damage claims	--	63,695	--	--
Changes in assets and liabilities				
Receivables	58	4,078	2,329	23,481
Due from other funds	--	--	--	--
Inventory	(46,450)	(106,331)	--	--
Deposits	--	(33)	--	--
Prepaid items	--	--	--	--
Accounts payable	(129,017)	209,301	50,438	229,236
Accrued expenses	1,800	(20,787)	36,465	19,068
Accrued interest	--	--	--	--
Estimated claims liability	--	--	--	--
Liability to claimants-escheat property	--	--	--	--
Due to other funds	--	--	--	--
Unearned revenue	--	--	--	--
Accumulated unpaid compensated absences	(4,141)	5,917	423	49,646
Net pension obligation	43,187	109,916	34,820	261,641
Net OPEB obligation	1,465	3,250	1,366	6,765
	<u>\$ (337,709)</u>	<u>\$ 322,495</u>	<u>\$ 492,290</u>	<u>\$ 995,032</u>
Noncash investing, capital and financing activities				
Change in fair value of investments	\$ --	\$ (65)	\$ --	\$ (966)
Transfer of non-cash assets and liabilities	\$ --	\$ (1,536,333)	\$ 1,536,333	\$ --

**Exhibit 36-C
(Continued)**

Liability and Employee Benefits	Engineering Services	Eliminations	Total
\$ 9,311,583	\$ 544,712	\$ --	\$ 4,818,813
--	17,796	--	5,675,858
3,510	--	--	3,452
--	--	--	63,695
1,127,265	(16)	--	1,157,195
--	257,462	--	257,462
--	--	--	(152,781)
--	--	--	(33)
(492,222)	--	--	(492,222)
70,677	(75,982)	--	354,653
165,148	37,706	--	239,400
--	--	--	--
(3,613,386)	--	--	(3,613,386)
(2,593)	--	--	(2,593)
--	--	--	--
(2,131)	--	--	(2,131)
8,328	13,882	--	74,055
67,206	178,449	--	695,219
(108,966)	3,808	--	(92,312)
<u>\$ 6,534,419</u>	<u>\$ 977,817</u>	<u>\$ --</u>	<u>\$ 8,984,344</u>
\$ 3,657	\$ --	\$ --	\$ 2,626
\$ --	\$ --	\$ --	\$ --

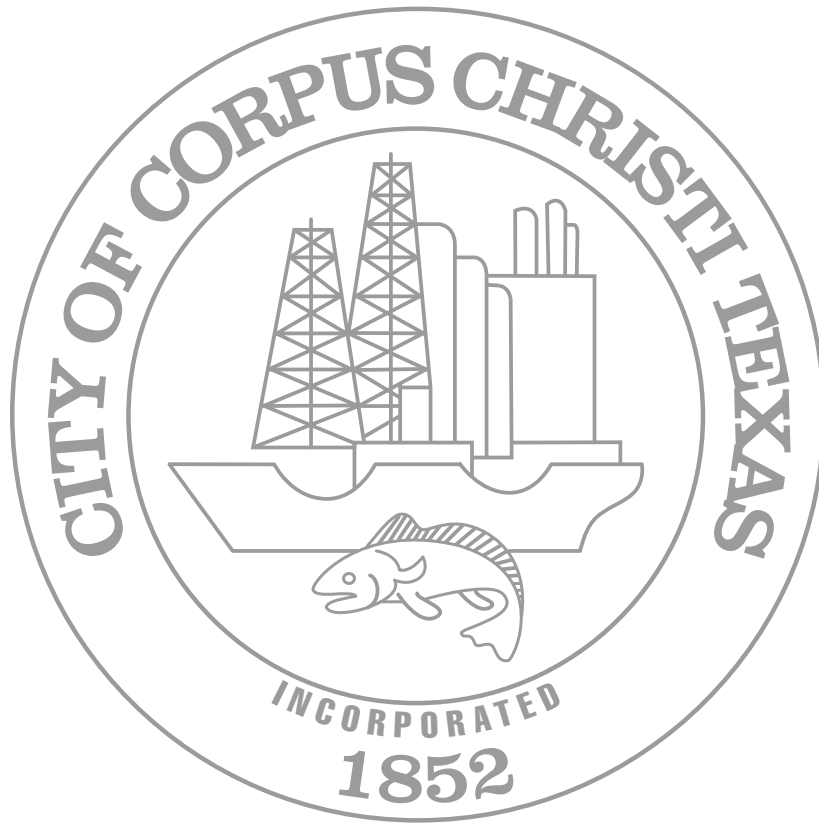


Exhibit 37-A

**STORES FUND
COMPARATIVE STATEMENT OF NET POSITION
JULY 31, 2013 AND 2012**

	2013	2012
ASSETS		
Current assets		
Cash and cash equivalents	\$ 118,373	\$ 415,212
Receivables		
Intergovernmental	--	58
Allowance for uncollectibles	--	(58)
Net receivables	--	--
Inventories	674,578	628,127
Total current assets	792,951	1,043,339
Noncurrent assets		
Capital assets		
Buildings	366,639	366,639
Improvements other than buildings	13,852	13,852
Machinery and equipment	60,100	60,100
Total capital assets in service	440,591	440,591
Less accumulated depreciation	(267,773)	(246,584)
Net capital assets in service	172,818	194,007
Total assets	965,769	1,237,346
LIABILITIES		
Current liabilities		
Accounts payable	113,229	242,247
Accrued expenses	41,290	39,489
Current portion of accumulated unpaid compensated absences	62,763	55,929
Total current liabilities	217,282	337,665
Noncurrent liabilities		
Long-term liabilities, net of current portion		
Accumulated unpaid compensated absences	41,106	52,080
Net pension obligation	192,040	148,853
Net OPEB obligation	14,950	13,485
Total noncurrent liabilities	248,096	214,418
Total liabilities	465,378	552,083
NET POSITION		
Invested in capital assets, net of related debt	172,818	194,007
Unrestricted	327,573	491,256
Total net position	\$ 500,391	\$ 685,263

Exhibit 37-B

STORES FUND
COMPARATIVE STATEMENT OF REVENUES, EXPENSES, AND CHANGES IN NET POSITION
YEAR ENDED JULY 31, 2013 AND 2012

	<u>2013</u>	<u>2012</u>
Operating revenues		
Sale of materials and supplies	\$ 4,012,222	\$ 4,532,595
Less cost of sales	<u>(2,645,286)</u>	<u>(2,896,986)</u>
Gross operating income	1,366,936	1,635,609
Operating expenses		
Personal services	1,024,193	999,134
Materials and supplies	78,200	91,524
Contractual services	295,826	196,681
Other operating expenses	173,328	170,412
Uncollectible accounts	(58)	--
Depreciation	<u>21,189</u>	<u>21,189</u>
Total operating expenses	<u>1,592,678</u>	<u>1,478,940</u>
Operating income (loss)	(225,742)	156,669
Nonoperating revenues (expenses)		
Interest expense and fiscal charges	--	(163)
Net gain on disposal of assets	<u>270</u>	<u>290</u>
Total nonoperating revenues (expenses)	<u>270</u>	<u>127</u>
Income (loss) before transfers	(225,472)	156,796
Transfers in	<u>40,600</u>	<u>4,206</u>
Net income (loss)	(184,872)	161,002
Net position at beginning of year	<u>685,263</u>	<u>524,261</u>
Net position at end of year	<u>\$ 500,391</u>	<u>\$ 685,263</u>

Exhibit 37-C

STORES FUND
COMPARATIVE STATEMENT OF CASH FLOWS
YEAR ENDED JULY 31, 2013 AND 2012

	<u>2013</u>	<u>2012</u>
Cash flows from operating activities		
Receipts from interfund services provided	\$ 3,965,830	\$ 4,604,884
Payments to suppliers	(3,141,423)	(3,225,250)
Payments to employees	(865,300)	(833,286)
Internal activity - payments to other funds	(296,816)	(257,572)
Net cash provided by (used for) operating activities	<u>(337,709)</u>	<u>288,776</u>
Cash flows from noncapital financing activities		
Interest on interfund borrowings	--	(163)
Transfers in from other funds	40,600	4,206
Net cash provided by (used for) noncapital financing activities	<u>40,600</u>	<u>4,043</u>
Cash flows from capital and related financing activities		
Proceeds from sale/disposal of capital assets	<u>270</u>	<u>290</u>
Net change in cash and cash equivalents	(296,839)	293,109
Cash and cash equivalents at beginning of year	<u>415,212</u>	<u>122,103</u>
Cash and cash equivalents at end of year	<u>\$ 118,373</u>	<u>\$ 415,212</u>
Reconciliation of operating income (loss) to net cash provided by (used for) operating activities		
Operating income	\$ (225,742)	\$ 156,669
Adjustments to reconcile operating income to net cash provided by (used for) operating activities		
Depreciation	21,189	21,189
Provision for uncollectible accounts	(58)	--
Changes in assets and liabilities		
Receivables	58	2,034
Inventory	(46,450)	70,255
Accounts payable	(129,017)	(39,623)
Accrued expenses	1,800	9,105
Accumulated unpaid compensated absences	(4,141)	27,220
Net pension obligation	43,187	46,791
Net OPEB obligation	<u>1,465</u>	<u>(4,864)</u>
Net cash provided by operating activities	<u>\$ (337,709)</u>	<u>\$ 288,776</u>

Exhibit 38-A

**FLEET MAINTENANCE SERVICE FUND
COMPARATIVE STATEMENT OF NET POSITION
YEAR ENDED JULY 31, 2013 AND 2012**

	<u>2013</u>	<u>2012</u>
ASSETS		
Current assets		
Cash and cash equivalents	\$ 1,475,434	\$ 433,364
Investments	11,992,419	6,000,483
Receivables		
Accounts	--	6,409
Accrued interest	8,467	856
Net receivables	<u>8,467</u>	<u>7,265</u>
Due from other funds	672,043	4,080,238
Inventories	590,342	484,011
Total current assets	<u>14,738,705</u>	<u>11,005,361</u>
Noncurrent assets		
Capital assets		
Land	--	66,359
Buildings	41,360	6,498,233
Improvements other than buildings	381,400	691,279
Machinery and equipment	40,293,079	43,053,365
Total capital assets in service	<u>40,715,839</u>	<u>50,309,236</u>
Less accumulated depreciation	(31,769,935)	(38,658,556)
Net capital assets in service	<u>8,945,904</u>	<u>11,650,680</u>
Total noncurrent assets	<u>8,945,904</u>	<u>11,650,680</u>
Total assets	<u>23,684,609</u>	<u>22,656,041</u>
LIABILITIES		
Current liabilities		
Accounts payable	839,685	630,382
Accrued expenses	115,934	136,719
Deposits	3,434	3,467
Current portion of long-term liabilities		
Long-term debt	--	142,261
Accumulated unpaid compensated absences	88,134	159,651
Total current liabilities	<u>1,047,187</u>	<u>1,072,480</u>
Noncurrent liabilities		
Long-term liabilities, net of current portion		
Long-term debt	--	993,912
Accumulated unpaid compensated absences	198,690	181,131
Net pension obligation	533,765	591,464
Net OPEB obligation	49,424	64,615
Total noncurrent liabilities	<u>781,879</u>	<u>1,831,122</u>
Total liabilities	<u>1,829,066</u>	<u>2,903,602</u>
NET POSITION		
Invested in capital assets, net of related debt	8,945,904	10,514,507
Unrestricted	12,909,639	9,237,932
Total net position	<u>\$ 21,855,543</u>	<u>\$ 19,752,439</u>

Exhibit 38-B

FLEET MAINTENANCE SERVICE FUND
COMPARATIVE STATEMENT OF REVENUES, EXPENSES, AND CHANGES IN NET POSITION
YEAR ENDED JULY 31, 2013 AND 2012

	<u>2013</u>	<u>2012</u>
Operating revenues		
Sale of materials and services	\$ 11,814,013	\$ 15,935,227
Less cost of materials sold and outside repairs	(7,174,054)	(9,171,065)
Gross operating income	<u>4,639,959</u>	<u>6,764,162</u>
Operating expenses		
Personal services	2,580,407	3,349,318
Materials and supplies	1,014,975	1,177,354
Contractual services	623,350	2,119,557
Other operating expenses	367,738	564,203
Depreciation	2,493,431	3,077,215
Total operating expenses	<u>7,079,901</u>	<u>10,287,647</u>
Operating loss	(2,439,942)	(3,523,485)
Nonoperating revenues (expenses)		
Investment income	19,336	17,934
Interest expense and fiscal charges	--	(74,173)
Net gain on disposal of assets	4,134	347,747
Recovery on damage claims	63,695	101,760
Contribution from other governmental agencies	--	395
Total nonoperating revenues	<u>87,165</u>	<u>393,663</u>
Loss before transfers	(2,352,777)	(3,129,822)
Transfers in	5,992,214	4,462,672
Transfers out	(1,536,333)	(246,870)
Net transfers	<u>4,455,881</u>	<u>4,215,802</u>
Net income	2,103,104	1,085,980
Net position at beginning of year	<u>19,752,439</u>	<u>18,666,459</u>
Net position at end of year	<u>\$ 21,855,543</u>	<u>\$ 19,752,439</u>

**FLEET MAINTENANCE SERVICES FUND
COMPARATIVE STATEMENT OF CASH FLOWS
YEAR ENDED JULY 31, 2013 AND 2012**

	2013	2012
Cash flows from operating activities		
Receipts from customers	\$ 9,091	\$ 14,610
Receipts from interfund services provided	11,808,999	15,917,833
Payments to suppliers	(8,657,895)	(12,793,078)
Payments to employees	(2,218,160)	(2,890,156)
Internal activity - payments to other funds	(683,235)	(960,978)
Other receipts	63,695	102,155
Net cash provided by (used for) operating activities	322,495	(609,614)
Cash flows from noncapital financing activities		
Change in interfund borrowings	3,408,195	(4,080,238)
Transfers in from other funds	764,813	--
Transfers out to other funds	--	(246,870)
Net cash provided by (used for) noncapital financing activities	4,173,008	(4,327,108)
Cash flows from capital and related financing activities		
Acquisition of capital assets	(2,715,191)	(2,929,308)
Proceeds from sale/disposal of capital assets	14,565	493,501
Transfer in from other funds for capital acquisition	5,227,401	4,462,672
Principal paid on long term debt	--	(134,877)
Interest expense and fiscal charges	--	(74,173)
Net cash provided by capital and related financing activities	2,526,775	1,817,815
Cash flows from investing activities		
Purchase of investment securities	(16,992,000)	(11,000,000)
Proceeds from sale and maturity of investment securities	11,000,000	6,000,000
Interest on investments	11,790	18,834
Net cash provided by (used for) investing activities	(5,980,210)	(4,981,166)
Net increase in cash and cash equivalents	1,042,068	(8,100,073)
Cash and cash equivalents at beginning of year	433,366	8,533,439
Cash and cash equivalents at end of year	\$ 1,475,434	\$ 433,366

(Continued)

Exhibit 38-C

	<u>2013</u>	<u>2012</u>
Reconciliation of operating loss to net cash provided (used for)		
by operating activities		
Operating loss	\$ (2,439,942)	\$ (3,523,485)
Adjustments to reconcile operating loss to net cash provided by (used for) operating activities		
Depreciation	2,493,431	3,077,215
Contribution from other governmental agencies	--	395
Recovery on damage claims	63,695	101,760
Changes in assets and liabilities		
Receivables	4,078	(2,784)
Inventory	(106,331)	(47,540)
Deposits	(33)	786
Accounts payable	209,301	(349,304)
Accrued expenses	(20,787)	18,093
Accumulated unpaid compensated absences	5,917	(29,551)
Net pension obligation	109,916	162,802
Net OPEB obligation	3,250	(18,003)
Net cash provided by (used for) operating activities	<u>\$ 322,495</u>	<u>\$ (609,616)</u>
Noncash investing, capital and financing activities		
Change in fair value of investments	\$ (65)	\$ (106)
Transfer of non-cash assets and liabilities	\$ (1,536,333)	--

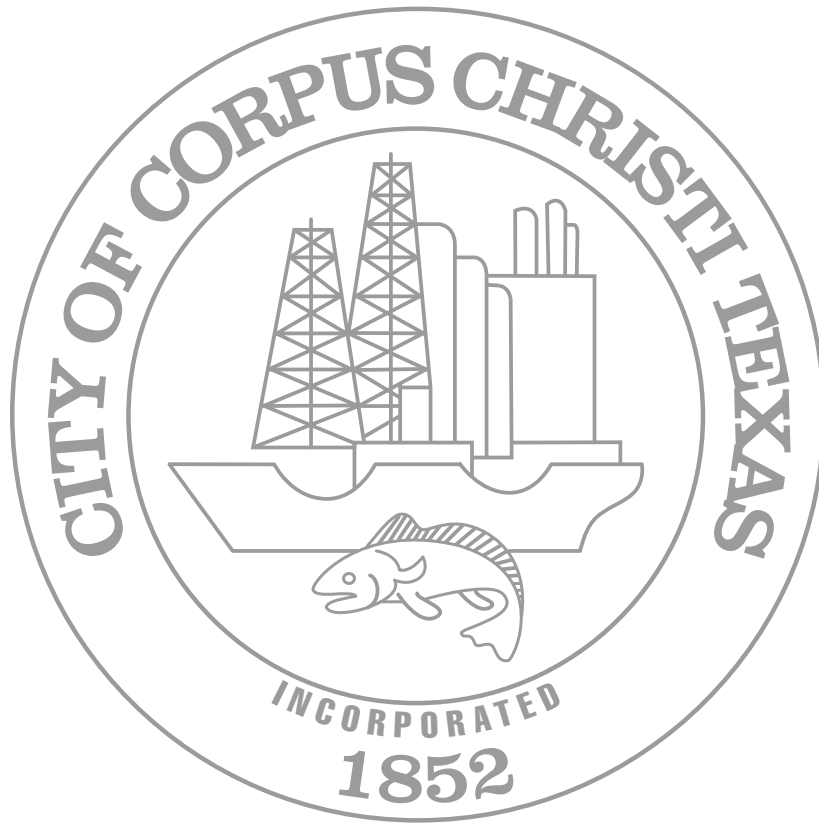


Exhibit 39-A

FACILITIES MAINTENANCE SERVICE FUND
STATEMENT OF NET POSITION
JULY 31, 2013

	<u>2013</u>
ASSETS	
Noncurrent assets	
Capital assets	
Land	\$ 66,359
Buildings	6,522,728
Improvements other than buildings	523,344
Machinery and equipment	<u>250,327</u>
Total capital assets in service	7,362,758
Less accumulated depreciation	<u>(4,757,905)</u>
Net capital assets in service	<u>2,604,853</u>
Total noncurrent assets	<u>2,604,853</u>
 Total assets	 <u>2,604,853</u>
LIABILITIES	
Current liabilities	
Accounts payable	50,438
Accrued expenses	36,465
Due to other funds	672,043
Current portion of long-term liabilities	
Long-term debt	150,081
Accumulated unpaid compensated absences	<u>55,494</u>
Total current liabilities	<u>964,521</u>
Noncurrent liabilities	
Long-term liabilities, net of current portion	
Long-term debt	843,831
Accumulated unpaid compensated absences	4,803
Net pension obligation	202,435
Net OPEB obligation	<u>19,807</u>
Total noncurrent liabilities	<u>1,070,876</u>
 Total liabilities	 <u>2,035,397</u>
NET POSITION	
Invested in capital assets, net of related debt	1,610,941
Unrestricted	<u>(1,041,485)</u>
 Total net position	 <u>\$ 569,456</u>

Exhibit 39-B

FACILITIES MAINTENANCE SERVICE FUND
 STATEMENT OF REVENUES, EXPENSES, AND CHANGES IN NET POSITION
 YEAR ENDED JULY 31, 2013

	<u>2013</u>
Operating revenues	
Charges for services	\$ 2,869,410
Operating expenses	
Personal services	831,612
Materials and supplies	58,181
Contractual services	1,414,141
Other operating expenses	199,027
Depreciation	415,366
Total operating expenses	<u>2,918,327</u>
Operating loss	(48,917)
Nonoperating expenses	
Interest expense and fiscal charges	<u>(66,789)</u>
Loss before transfers	(115,706)
Transfers in	1,536,333
Transfers out	<u>(851,171)</u>
Net transfers	<u>685,162</u>
Net income	569,456
Net position at beginning of year	<u>--</u>
Net position at end of year	<u>\$ 569,456</u>

Exhibit 39-C

FACILITIES MAINTENANCE SERVICES FUND
STATEMENT OF CASH FLOWS
YEAR ENDED JULY 31, 2013

	<u>2013</u>
Cash flows from operating activities	
Receipts from customers	\$ 13,543
Receipts from interfund services provided	2,858,196
Payments to suppliers	(1,391,360)
Payments to employees	(650,396)
Internal activity - payments to other funds	(337,693)
Net cash provided by operating activities	<u>492,290</u>
Cash flows from noncapital financing activities	
Change in interfund borrowings	672,043
Transfers out to other funds	(851,171)
Net cash used for noncapital financing activities	<u>(179,128)</u>
Cash flows from capital and related financing activities	
Acquisition of capital assets	(104,112)
Principal paid on long term debt	(142,261)
Interest expense and fiscal charges	(66,789)
Net cash used for capital and related financing activities	<u>(313,162)</u>
Net change in cash and cash equivalents	--
Cash and cash equivalents at beginning of year	<u>--</u>
Cash and cash equivalents at end of year	<u><u>\$ --</u></u>
Reconciliation of operating loss to net cash provided by operating activities	
Operating loss	\$ (48,917)
Adjustments to reconcile operating loss to net cash provided by operating activities	
Depreciation	415,366
Changes in assets and liabilities	
Receivables	2,329
Accounts payable	50,438
Accrued expenses	36,465
Accumulated unpaid compensated absences	423
Net pension obligation	34,820
Net OPEB obligation	1,366
Net cash provided by operating activities	<u><u>\$ 492,290</u></u>
Noncash investing, capital and financing activities	
Transfer of non cash assets and liabilities	\$ 1,536,333

Exhibit 40-A

**MUNICIPAL INFORMATION SYSTEMS FUND
COMPARATIVE STATEMENT OF NET POSITION
JULY 31, 2013 AND 2012**

	2013	2012
ASSETS		
Current assets		
Cash and cash equivalents	\$ 3,839,927	\$ 814,489
Investments	--	2,000,966
Receivables		
Accounts	--	23,481
Accrued interest	--	1,711
Employees	132	132
Allowance for uncollectibles	(132)	(132)
Net receivables	--	25,192
Total current assets	3,839,927	2,840,647
Noncurrent assets		
Capital assets		
Improvements other than buildings	5,716,474	5,716,474
Machinery and equipment	17,559,272	17,559,272
Total capital assets in service	23,275,746	23,275,746
Less accumulated depreciation	(20,018,298)	(17,290,222)
Net capital assets in service	3,257,448	5,985,524
Total noncurrent assets	3,257,448	5,985,524
Total assets	7,097,375	8,826,171
LIABILITIES		
Current liabilities		
Accounts payable	483,675	254,439
Accrued expenses	261,391	242,322
Current portion of long-term liabilities		
Long-term debt	793,172	1,628,591
Accumulated unpaid compensated absences	435,346	440,493
Total current liabilities	1,973,584	2,565,845
Noncurrent liabilities		
Long-term liabilities, net of current portion		
Long-term debt	63,960	857,132
Accumulated unpaid compensated absences	270,703	215,910
Net pension obligation	1,396,200	1,134,558
Net OPEB obligation	80,386	73,621
Total noncurrent liabilities	1,811,249	2,281,221
Total liabilities	3,784,833	4,847,066
NET POSITION		
Invested in capital assets, net of related debt	2,400,316	3,499,801
Unrestricted	912,226	479,304
Total net position	\$ 3,312,542	\$ 3,979,105

Exhibit 40-B

MUNICIPAL INFORMATION SYSTEMS FUND
COMPARATIVE STATEMENT OF REVENUES, EXPENSES, AND CHANGES IN NET POSITION
YEAR ENDED JULY 31, 2013 AND 2012

	<u>2013</u>	<u>2012</u>
Operating revenues		
Charges for services - net	\$ 14,150,868	\$ 14,495,530
Operating expenses		
Personal services	6,074,361	6,287,506
Materials and supplies	488,533	638,775
Contractual services	6,487,113	5,209,620
Other operating expenses	695,666	713,813
Depreciation	2,728,076	3,187,460
Total operating expenses	<u>16,473,749</u>	<u>16,037,174</u>
Operating loss	(2,322,881)	(1,541,644)
Nonoperating revenues (expenses)		
Investment income	4,577	7,883
Interest expense and fiscal charges	(48,701)	(135,937)
Net gain on disposal of assets	24	2,200
Total nonoperating revenues (expenses)	<u>(44,100)</u>	<u>(125,854)</u>
Loss before transfers	(2,366,981)	(1,667,498)
Transfers in	<u>1,700,418</u>	<u>--</u>
Net loss	(666,563)	(1,667,498)
Net position at beginning of year	<u>3,979,105</u>	<u>5,646,603</u>
Net position at end of year	<u>\$ 3,312,542</u>	<u>\$ 3,979,105</u>

Exhibit 40-C

**MUNICIPAL INFORMATION SYSTEMS FUND
COMPARATIVE STATEMENT OF CASH FLOWS
YEAR ENDED JULY 31, 2013 AND 2012**

	<u>2013</u>	<u>2012</u>
Cash flows from operating activities		
Receipts from customers	\$ 349	\$ 288,274
Receipts from interfund services provided	14,150,520	14,207,256
Payments to suppliers	(6,617,956)	(5,745,349)
Payments to employees	(5,229,956)	(5,538,834)
Internal activity - payments to other funds	(1,307,925)	(1,245,080)
Net cash provided by operating activities	<u>995,032</u>	<u>1,966,267</u>
Cash flows from noncapital financing activities		
Transfers in from other funds	1,700,418	--
Cash flows from capital and related financing activities		
Acquisition of capital assets	--	(11,845)
Proceeds from sale/disposal of capital assets	24	2,200
Principal paid on long term debt	(1,628,591)	(1,595,796)
Interest expense and fiscal charges	(48,701)	(135,937)
Net cash used for capital and related financing activities	<u>(1,677,268)</u>	<u>(1,741,378)</u>
Cash flows from investing activities		
Purchase of investment securities	--	(2,000,000)
Proceeds from sale and maturity of investment securities	2,000,000	1,000,000
Interest on investments	7,256	7,445
Net cash used for investing activities	<u>2,007,256</u>	<u>(992,555)</u>
Net decrease in cash and cash equivalents	3,025,438	(767,666)
Cash and cash equivalents at beginning of year	<u>814,489</u>	<u>1,582,155</u>
Cash and cash equivalents at end of year	<u>\$ 3,839,927</u>	<u>\$ 814,489</u>
Reconciliation of operating loss to net cash provided by operating activities		
Operating loss	\$ (2,322,881)	\$ (1,541,644)
Adjustments to reconcile operating loss to net cash provided by operating activities		
Depreciation	2,728,076	3,187,460
Changes in assets and liabilities		
Receivables	23,481	(21,449)
Accounts payable	229,236	39,746
Accrued expenses	19,068	25,429
Accumulated unpaid compensated absences	49,646	(6,634)
Net pension obligation	261,641	310,241
Net OPEB obligation	6,765	(26,882)
Net cash provided by operating activities	<u>\$ 995,032</u>	<u>\$ 1,966,267</u>
Noncash investing, capital and financing activities		
Change in fair value of investments	\$ (966)	\$ 377
Acquisition of capital assets under capital lease	\$ --	\$ 72,730

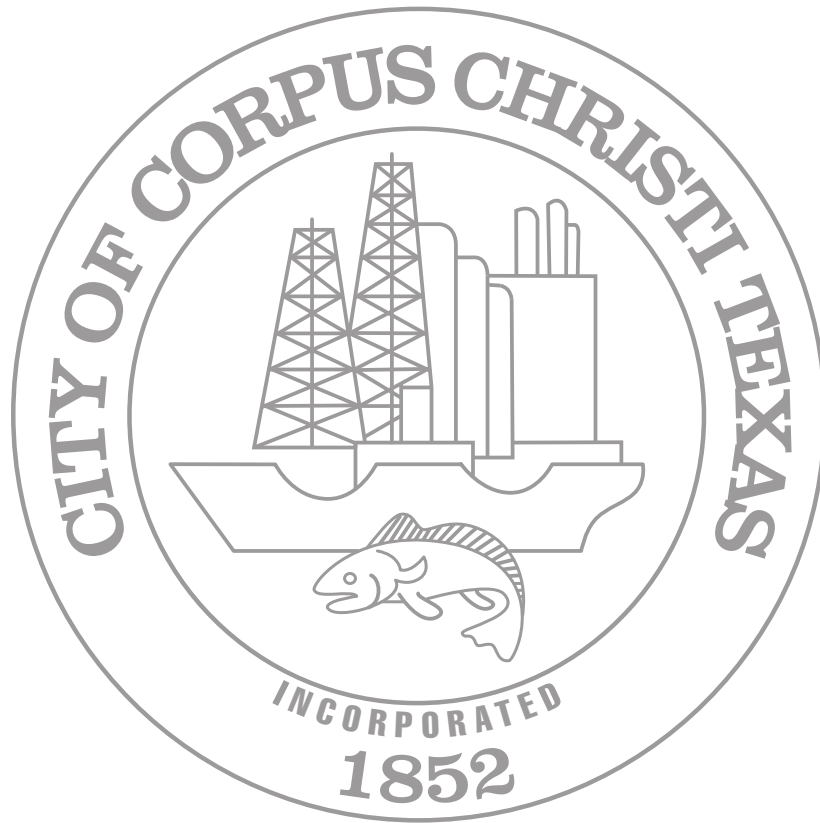


Exhibit 41-A

**LIABILITY AND EMPLOYEE BENEFITS FUND
COMPARATIVE STATEMENT OF NET POSITION
JULY 31, 2013 AND 2012**

	2013	2012
ASSETS		
Current assets		
Cash and cash equivalents	\$ 16,630,101	\$ 29,537,362
Investments	22,008,613	12,004,956
Receivables		
Accounts	290,679	1,414,725
Accrued interest	14,946	12,517
Employees	1,472	1,312
Miscellaneous	--	2,521
Allowance for uncollectibles	(73,808)	(70,296)
Net receivables	233,289	1,360,779
Prepaid items	2,404,566	1,912,343
Total current assets	41,276,569	44,815,440
Noncurrent assets		
Other assets	49,871	49,871
Total assets	41,326,440	44,865,311
LIABILITIES		
Current liabilities		
Accounts payable	337,027	266,350
Accrued expenses	200,403	35,254
Current portion of estimated liability claims	3,574,364	5,258,624
Estimated health insurance claims payable	2,081,949	3,699,000
Liability to claimants-escheat property	21,038	23,631
Unearned revenue	272	2,403
Current portion of accumulated unpaid compensated absences	61,073	63,922
Total current liabilities	6,276,126	9,349,184
Noncurrent liabilities		
Estimated liability claims	6,624,845	6,936,920
Accumulated unpaid compensated absences, net of current portion	13,050	1,873
Net pension obligation	241,495	174,288
Net OPEB obligation	10,870,350	10,979,316
Total noncurrent liabilities	17,749,740	18,092,397
Total liabilities	24,025,866	27,441,581
NET POSITION		
Unrestricted	17,300,574	17,423,730
Total net position	\$ 17,300,574	\$ 17,423,730

Exhibit 41-B

LIABILITY AND EMPLOYEE BENEFITS FUND
COMPARATIVE STATEMENT OF REVENUES, EXPENSES, AND CHANGES IN NET POSITION
YEAR ENDED JULY 31, 2013 AND 2012

	2013	2012
Operating revenues		
Charges for services		
Liability insurance	\$ 8,764,302	\$ 9,070,463
Life insurance	99,897	95,554
Health insurance	29,193,675	27,104,164
Disability insurance	132,060	142,307
Administration	1,382,077	1,385,928
Miscellaneous	--	508
Total operating revenues	39,572,011	37,798,924
Operating expenses		
Personal services	1,486,391	1,164,504
Materials and supplies	124,181	134,810
Contractual services	3,081,876	2,775,259
Insurance premiums	4,630,813	4,270,391
Other operating expenses	100,837	94,260
Group health claims	19,227,271	19,576,207
General liability claims	40,288	969,949
Workers' compensation claims	886,143	2,804,074
Unemployment compensation claims	--	228,621
Other post employment benefits	679,118	663,587
Uncollectible accounts	3,510	4,719
Total operating expenses	30,260,428	32,686,381
Operating income	9,311,583	5,112,543
Nonoperating revenues (expenses)		
Investment income	85,296	113,450
Interest expense and fiscal charges	(35)	--
Recovery of damage claims	--	2,676
Total nonoperating revenues	85,261	116,126
Income before transfers	9,396,844	5,228,669
Transfers out	(9,520,000)	--
Net income (loss)	(123,156)	5,228,669
Net position at beginning of year	17,423,730	12,195,061
Net position at end of year	<u>\$ 17,300,574</u>	<u>\$ 17,423,730</u>

Exhibit 41-C

**LIABILITY AND EMPLOYEE BENEFITS FUND
COMPARATIVE STATEMENT OF CASH FLOWS
YEAR ENDED JULY 31, 2013 AND 2012**

	<u>2013</u>	<u>2012</u>
Cash flows from operating activities		
Receipts from customers	\$ 10,931,246	\$ 9,772,002
Receipts from interfund services provided	29,702,481	27,240,859
Payments to suppliers	(8,186,795)	(7,520,800)
Payments to employees	(1,307,215)	(1,056,199)
Internal activity - payments to other funds	(117,793)	(164,291)
Claims paid	(24,487,505)	(25,121,058)
Other receipts	--	2,676
Net cash provided by operating activities	<u>6,534,419</u>	<u>3,153,189</u>
Cash flows from noncapital financing activities		
Interest on interfund borrowings	(35)	--
Transfers out to other funds	(9,520,000)	--
Net cash used for noncapital financing activities	<u>(9,520,035)</u>	<u>--</u>
Cash flows from investing activities		
Purchase of investment securities	(32,000,000)	(35,000,000)
Proceeds from sale and maturity of investment securities	22,000,000	51,000,000
Interest on investments	78,355	126,707
Net cash provided by (used for) investing activities	<u>(9,921,645)</u>	<u>16,126,707</u>
Net increase (decrease) in cash and cash equivalents	(12,907,261)	19,279,896
Cash and cash equivalents at beginning of year	<u>29,537,362</u>	<u>10,257,466</u>
Cash and cash equivalents at end of year	<u>\$ 16,630,101</u>	<u>\$ 29,537,362</u>
Reconciliation of operating loss to net cash used for operating activities		
Operating income	\$ 9,311,583	\$ 5,112,543
Adjustments to reconcile operating income to net cash used for operating activities		
Provision for uncollectible accounts	3,510	4,719
Recovery of damage claims	--	2,676
Changes in assets and liabilities		
Receivables	1,127,265	(783,499)
Prepaid items	(492,222)	(43,773)
Accounts payable	70,677	(308,992)
Accrued expenses	165,148	(171,815)
Estimated claims liability	(3,613,386)	1,792,425
Liability to claimants-escheat property	(2,593)	(354)
Unearned revenue	(2,131)	(2,056)
Accumulated unpaid compensated absences	8,328	(17,668)
Net pension obligation	67,206	58,868
Net OPEB obligation	(108,966)	(2,489,885)
Net cash provided by operating activities	<u>\$ 6,534,419</u>	<u>\$ 3,153,189</u>
Noncash investing, capital and financing activities		
Change in fair value of investments	\$ 3,657	\$ 214

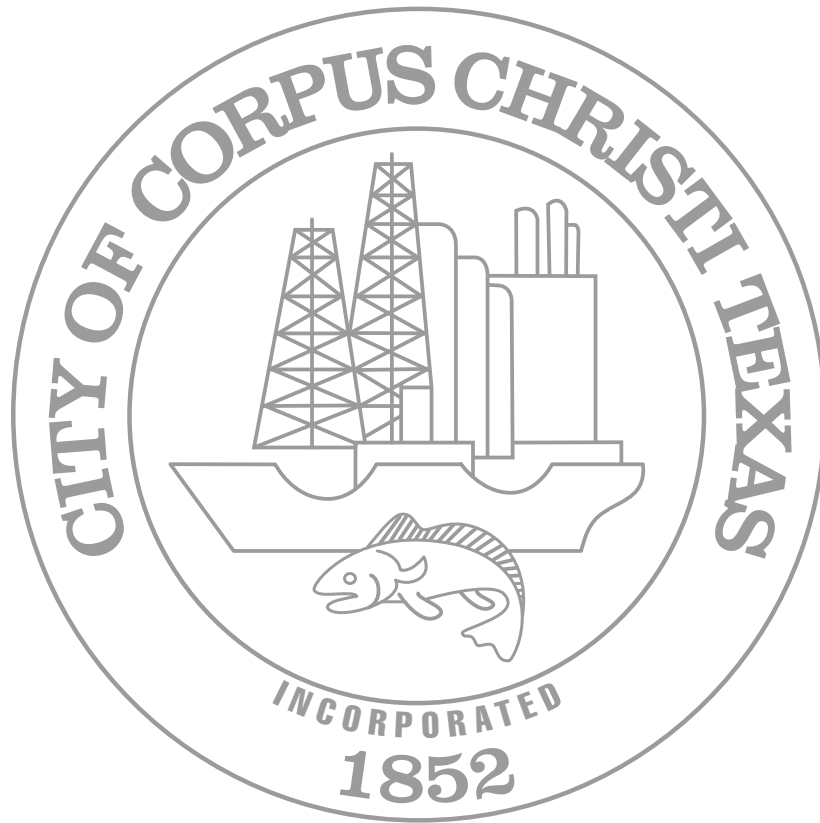


Exhibit 42-A

**ENGINEERING SERVICES FUND
COMPARATIVE STATEMENT OF NET POSITION
JULY 31, 2013 AND 2012**

	2013	2012
ASSETS		
Current assets		
Cash and cash equivalents	\$ 2,233,666	\$ 1,147,664
Receivables		
Accounts	16	--
Due from other funds	--	257,462
Total current assets	2,233,682	1,405,126
Noncurrent assets		
Capital assets		
Land	1,099	1,099
Machinery and equipment	243,102	243,102
Total capital assets in service	244,201	244,201
Less accumulated depreciation	(215,581)	(197,784)
Net capital assets	28,620	46,417
Total noncurrent assets	28,620	46,417
Total assets	2,262,302	1,451,543
LIABILITIES		
Current liabilities		
Accounts payable	20,978	96,960
Accrued expenses	180,320	142,615
Current portion of accumulated unpaid compensated absences	184,345	192,382
Total current liabilities	385,643	431,957
Noncurrent liabilities		
Accumulated unpaid compensated absences, net of current portion	64,196	42,277
Net pension obligation	822,749	644,300
Net OPEB obligation	42,179	38,371
Total noncurrent liabilities	929,124	724,948
Total liabilities	1,314,767	1,156,905
NET POSITION		
Invested in capital assets	28,620	46,417
Unrestricted	918,915	248,221
Total net position	\$ 947,535	\$ 294,638

Exhibit 42-B

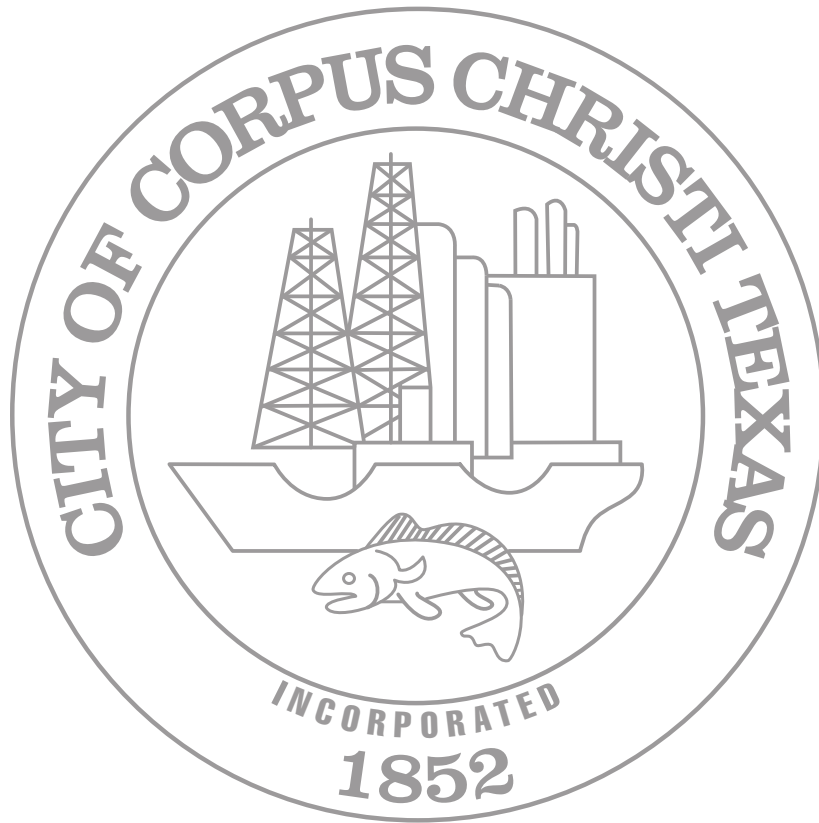
**ENGINEERING SERVICES FUND
COMPARATIVE STATEMENT OF REVENUES, EXPENSES, AND CHANGES IN NET POSITION
YEAR ENDED JULY 31, 2013 AND 2012**

	<u>2013</u>	<u>2012</u>
Operating revenues		
Charges for services - net	\$ 5,531,693	\$ 5,259,857
Operating expenses		
Personal services	3,824,681	3,675,671
Materials and supplies	122,502	107,429
Contractual services	358,599	435,757
Other operating expenses	663,403	604,794
Depreciation	17,796	19,756
Total operating expenses	<u>4,986,981</u>	<u>4,843,407</u>
Operating income	544,712	416,450
Nonoperating revenues		
Investment income	<u>960</u>	<u>210</u>
Income before transfers	545,672	416,660
Transfers in	<u>107,225</u>	<u>5,300</u>
Net income	652,897	421,960
Net position at beginning of year	<u>294,638</u>	<u>(127,322)</u>
Net position at end of year	<u>\$ 947,535</u>	<u>\$ 294,638</u>

Exhibit 42-C

**ENGINEERING SERVICES FUND
COMPARATIVE STATEMENT OF CASH FLOWS
YEAR ENDED JULY 31, 2013 AND 2012**

	2013	2012
Cash flows from operating activities		
Receipts from customers	\$ 96,536	\$ 87,094
Receipts from interfund services provided	5,692,618	4,915,302
Payments to suppliers	(583,008)	(545,640)
Payments to employees	(3,285,899)	(3,368,560)
Internal activity - payments to other funds	(942,430)	(833,242)
Net cash provided by operating activities	977,817	254,954
Cash flows from noncapital financing activities		
Interest on interfund borrowings	960	210
Transfers in from other funds	107,225	5,300
Net cash provided by noncapital financing activities	108,185	5,510
Net increase in cash and cash equivalents	1,086,002	260,464
Cash and cash equivalents at beginning of year	1,147,664	887,200
Cash and cash equivalents at end of year	\$ 2,233,666	\$ 1,147,664
Reconciliation of operating income to net cash provided by operating activities		
Operating income	\$ 544,712	\$ 416,450
Adjustments to reconcile operating loss to net cash provided by operating activities		
Depreciation	17,796	19,756
Changes in assets and liabilities		
Receivables	(16)	1,054
Due from other funds	257,462	(257,462)
Accounts payable	(75,982)	33,427
Accrued expenses	37,706	20,332
Accumulated unpaid compensated absences	13,882	(161,428)
Net pension obligation	178,449	197,619
Net OPEB obligation	3,808	(14,794)
Net cash provided by operating activities	\$ 977,817	\$ 254,954



**DISCRETELY PRESENTED COMPONENT UNITS
COMBINING STATEMENT OF NET POSITION
JULY 31, 2013**

	Coastal Bend Health Facilities Development Corporation	Corpus Christi Convention and Visitors Bureau	Total
ASSETS			
Cash and cash equivalents	\$ 3,719	\$ 967,122	\$ 970,841
Investments	--	--	--
Receivables	--	560	560
Prepaid items	--	88,302	88,302
Capital assets, net of accumulated depreciation	--	191,887	191,887
Total assets	<u>3,719</u>	<u>1,247,871</u>	<u>1,251,590</u>
LIABILITIES			
Accounts payable	--	362,544	362,544
NET POSITION			
Invested in capital assets	--	191,887	191,887
Unrestricted	3,719	693,440	697,159
Total net position	<u>\$ 3,719</u>	<u>\$ 885,327</u>	<u>\$ 889,046</u>

**DISCRETELY PRESENTED COMPONENT UNITS
COMBINING STATEMENT OF ACTIVITIES
YEAR ENDED JULY 31, 2013**

	Coastal Bend Health Facilities Development Corporation	Corpus Christi Convention and Visitors Bureau	Total
Expenditures/expenses			
Convention and visitor activities	\$ --	\$ 3,900,203	\$ 3,900,203
Total expenditures/expenses	<u>--</u>	<u>3,900,203</u>	<u>3,900,203</u>
Program revenue			
Charges for services	--	228,119	228,119
Operating grants and contributions	--	142,000	142,000
Net program expense	<u>--</u>	<u>(3,530,084)</u>	<u>(3,530,084)</u>
General revenue			
Earnings on investments	--	1,291	1,291
Payments from the City of Corpus Christi	--	3,746,662	3,746,662
Total general revenues	<u>--</u>	<u>3,747,953</u>	<u>3,747,953</u>
Change in net position	--	217,869	217,869
Net position beginning of year	<u>3,719</u>	<u>667,458</u>	<u>671,177</u>
Net position end of year	<u>\$ 3,719</u>	<u>\$ 885,327</u>	<u>\$ 889,046</u>

Exhibit 44-A

COASTAL BEND HEALTH FACILITIES DEVELOPMENT CORPORATION
STATEMENT OF NET POSITION
JULY 31, 2013 AND 2012

	<u>2013</u>	<u>2012</u>
ASSETS		
Cash and cash equivalents	\$ 3,719	\$ 3,719
LIABILITIES	<u>--</u>	<u>--</u>
NET POSITION		
Unrestricted	<u>3,719</u>	<u>3,719</u>
Net position	<u>\$ 3,719</u>	<u>\$ 3,719</u>

Exhibit 44-B

**COASTAL BEND HEALTH FACILITIES DEVELOPMENT CORPORATION
STATEMENT OF ACTIVITIES
YEAR ENDED JULY 31, 2013 AND 2012**

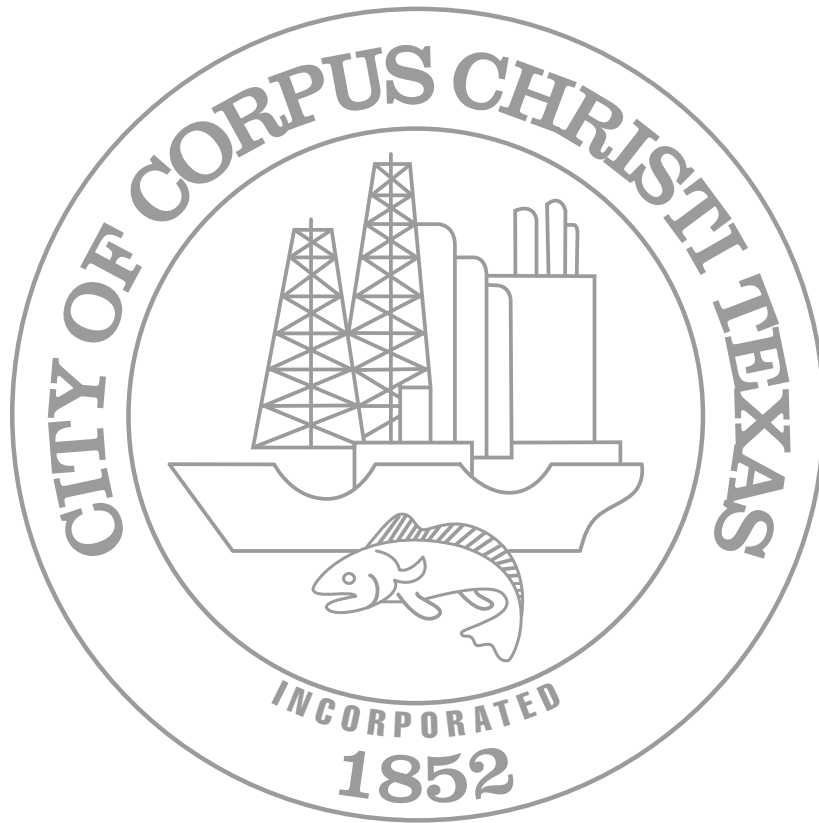
	2013	2012
Expenditures/expenses		
Health	\$ --	\$ --
Change in net position	--	--
Fund balance/net position beginning of year	3,719	3,719
Fund balance/net position end of year	\$ 3,719	\$ 3,719

**CORPUS CHRISTI CONVENTION AND VISITORS BUREAU
STATEMENT OF NET POSITION
JULY 31, 2013 AND 2012**

	<u>2013</u>	<u>2012</u>
ASSETS		
Cash and cash equivalents	\$ 967,122	\$ 720,156
Receivables		
Accounts receivable	560	5,712
Inventories	--	7,297
Prepaid items	88,302	34,834
Capital assets, net of accumulated depreciation	191,887	228,017
Total assets	<u>1,247,871</u>	<u>996,016</u>
LIABILITIES		
Accounts payable	<u>362,544</u>	<u>328,558</u>
Total liabilities	<u>362,544</u>	<u>328,558</u>
NET POSITION		
Invested in capital assets	191,887	228,017
Unrestricted	<u>693,440</u>	<u>439,441</u>
Total net position	<u>\$ 885,327</u>	<u>\$ 667,458</u>

**CORPUS CHRISTI CONVENTION AND VISITORS BUREAU
STATEMENT OF ACTIVITIES
YEAR ENDED JULY 31, 2013 AND 2012**

	<u>2013</u>	<u>2012</u>
Expenditures/expenses		
Convention and visitor activities	\$ 3,900,203	\$ 3,416,157
Program revenue		
Charges for services	228,119	180,043
Operating grants and contributions	142,000	34,500
Net program expense	<u>(3,530,084)</u>	<u>(3,201,614)</u>
General revenue		
Earnings on investments	1,291	1,093
Payments from the City of Corpus Christi	3,746,662	3,175,044
Total general revenues	<u>3,747,953</u>	<u>3,176,137</u>
Change in net position	217,869	(25,477)
Fund balance/net position beginning of year	<u>667,458</u>	<u>692,935</u>
Fund balance/net position end of year	<u>\$ 885,327</u>	<u>\$ 667,458</u>



**CAPITAL ASSETS USED IN THE OPERATION OF GOVERNMENTAL FUNDS
SCHEDULE BY SOURCE *
JULY 31, 2013 AND 2012**

	2013	2012
Governmental funds capital assets		
Land	\$ 68,181,687	\$ 67,127,189
Buildings	221,129,466	219,558,650
Improvements other than buildings	273,545,519	271,199,367
Machinery and equipment	130,069,190	125,706,543
Infrastructure	346,533,578	307,512,904
Construction in progress	69,113,239	73,131,500
Total governmental funds capital assets	\$ 1,108,572,679	\$ 1,064,236,153
Investment in governmental funds capital assets by source		
Capital projects funds	\$ 838,210,864	\$ 803,356,630
General and special revenue funds	95,804,873	88,811,793
Donations	17,214,313	17,214,313
Developers contributions	23,800,862	21,755,347
Federal revenue sharing	105,635,584	105,191,886
Tax increment zone	22,861,080	22,861,080
Claim settlements	5,045,103	5,045,103
Total investment in governmental funds capital assets by source	\$ 1,108,572,679	\$ 1,064,236,152

* This schedule presents only the capital assets balances related to governmental funds. Accordingly, the capital assets reported in internal service funds are excluded from the above amounts and capital assets relating to solid waste activities are included. Generally, the capital assets of internal service funds are included as governmental activities and the Solid Waste capital assets are included as business-type activities in the statement of net assets.

**CAPITAL ASSETS USED IN THE OPERATIONS OF GOVERNMENTAL FUNDS
SCHEDULE BY FUNCTION AND ACTIVITY *
JULY 31, 2013**

	<u>Totals</u>	<u>Land</u>	<u>Buildings</u>	<u>Improvements Other Than Buildings</u>
General Government				
Control				
City Manager	\$ 359,940	\$ --	\$ --	\$ 7,673
Information services	1,532,836	--	--	--
Total control	<u>1,892,776</u>	<u>--</u>	<u>--</u>	<u>7,673</u>
Staff Agencies				
Accounting	3,871,514	--	--	89,320
Accounts receivable and meter reading	810,951	--	--	--
Central cashiering	192,096	--	--	--
Utility billing office administration and customer service operation	2,118,616	--	--	--
Planning	662,015	--	--	--
Human resources	2,986,711	--	--	--
City Hall and Emergency Management Facility	22,881,887	3,732,487	17,712,202	89,844
Total staff agencies	<u>33,523,790</u>	<u>3,732,487</u>	<u>17,712,202</u>	<u>179,164</u>
Miscellaneous	3,748,514	359,224	6,933	2,055,818
Total general government	<u>39,165,080</u>	<u>4,091,711</u>	<u>17,719,135</u>	<u>2,242,655</u>
Police and municipal court				
Police				
Police	26,796,250	2,325,928	7,776,463	2,838,210
Crime Control District	922,647	--	--	--
Animal control	3,625,733	--	3,432,801	--
Total police	<u>31,344,630</u>	<u>2,325,928</u>	<u>11,209,264</u>	<u>2,838,210</u>
Municipal Court	1,818,157	--	26,410	31,282
Total police and municipal court	<u>33,162,787</u>	<u>2,325,928</u>	<u>11,235,674</u>	<u>2,869,492</u>
Fire				
Fire	32,358,846	1,666,238	6,428,125	4,949,246
Fire academy	29,897	--	--	--
Fire prevention	140,443	--	--	--
Total fire	<u>32,529,186</u>	<u>1,666,238</u>	<u>6,428,125</u>	<u>4,949,246</u>
Ambulance	5,360,579	--	--	--
Emergency management				
Local Emergency Planning Committee	35,789	--	--	--

(Continued)

Exhibit 46-B

Machinery and Equipment	Infrastructure
\$ 352,267	\$ --
1,532,836	--
<u>1,885,103</u>	<u>--</u>
3,782,194	--
810,951	--
192,096	--
2,118,616	--
662,015	--
2,986,711	--
1,347,354	--
<u>11,899,937</u>	<u>--</u>
1,326,539	--
<u>15,111,579</u>	<u>--</u>
13,855,649	--
922,647	--
192,932	--
<u>14,971,228</u>	<u>--</u>
1,760,465	--
<u>16,731,693</u>	<u>--</u>
19,315,237	--
29,897	--
140,443	--
<u>19,485,577</u>	<u>--</u>
<u>5,360,579</u>	<u>--</u>
<u>35,789</u>	<u>--</u>

**CAPITAL ASSETS USED IN THE OPERATIONS OF GOVERNMENTAL FUNDS
SCHEDULE BY FUNCTION AND ACTIVITY *
JULY 31, 2013**

	Totals	Land	Buildings	Improvements Other Than Buildings
Building inspections	245,520	--	--	--
Streets				
Streets, sidewalks, curbs and gutters	317,895,535	15,352,762	--	556,399
Street maintenance and construction	19,605,130	266,937	64,142	9,760,677
Street signs and markings	221,645	--	--	--
Harbor Bridge and approaches	7,322,587	64,110	--	7,258,477
JFK Causeway	4,000,000	--	--	4,000,000
Seawall	45,808,864	--	--	45,808,864
Traffic engineering	4,535,238	--	--	--
Total streets	399,388,999	15,683,809	64,142	67,384,417
Solid Waste				
Office	113,897	--	--	--
Refuse collections	24,912,771	--	377,012	6,329
Refuse disposal	82,978,734	8,119,865	--	52,264,570
Total solid waste	108,005,402	8,119,865	377,012	52,270,899
Health	6,601,689	61,909	3,427,312	1,342,295
Parks, recreation and education				
Parks	102,379,741	17,903,525	1,551,042	67,624,183
Recreation	8,610,894	936,536	1,927,598	4,869,965
Miradores and Selena Memorial	1,965,000	--	--	1,965,000
Senior services	4,776,576	130,714	3,380,510	1,031,014
Upper level college facilities	1,529,971	1,510,810	--	19,161
Municipal service center	2,089,611	204,024	662,316	--
Total parks, recreation and education	121,351,793	20,685,609	7,521,466	75,509,323
Libraries	29,823,776	773,001	17,023,055	277,978
Corpus Christi museums	8,077,731	--	6,299,508	1,282,349
Community enrichment				
Cultural and convention facilities				
Multipurpose arena	48,628,359	2,829,110	43,198,880	2,600,369
Auditorium	7,304,198	--	7,262,070	--
Baseball stadium	28,441,771	1,836,763	26,186,852	418,156
Harbor Playhouse	883,928	--	869,675	3,409
Convention center	65,425,140	798,244	52,580,822	3,828,642
Water Garden	1,508,263	--	--	1,499,926
Bayfront Science Park	31,820,001	3,651,328	2,468,913	25,428,746
Texas State Aquarium	20,844,296	2,047,044	11,024,033	7,773,219
Total cultural and convention facilities	204,855,956	11,162,489	143,591,245	41,552,467
Public art	81,087	--	--	81,087
Total community enrichment	204,937,043	11,162,489	143,591,245	41,633,554

(Continued)

**Exhibit 46-B
(Continued)**

Machinery and Equipment	Infrastructure
245,520	--
652,834	301,333,540
9,513,374	--
221,645	--
--	--
--	--
--	--
4,535,238	--
<u>14,923,091</u>	<u>301,333,540</u>
113,897	--
24,529,430	--
5,483,236	17,111,063
<u>30,126,563</u>	<u>17,111,063</u>
1,770,173	--
3,061,404	12,239,587
876,795	--
--	--
234,338	--
--	--
1,223,271	--
<u>5,395,808</u>	<u>12,239,587</u>
11,749,742	--
495,874	--
--	--
42,128	--
--	--
10,844	--
8,217,432	--
8,337	--
271,014	--
--	--
<u>8,549,755</u>	<u>--</u>
--	--
<u>8,549,755</u>	<u>--</u>

**CAPITAL ASSETS USED IN THE OPERATIONS OF GOVERNMENTAL FUNDS
SCHEDULE BY FUNCTION AND ACTIVITY *
JULY 31, 2013**

	<u>Totals</u>	<u>Land</u>	<u>Buildings</u>	<u>Improvements Other Than Buildings</u>
Community development				
Neighborhood improvement	23,595	--	--	--
Community Development Block Grant	30,405,111	800,221	5,821,579	23,783,311
CC Housing Finance Corporation	196,507	--	196,507	--
Corpus Christi Community Improvement Corp.	1,473,294	59,497	1,413,797	--
Total community development	<u>32,098,507</u>	<u>859,718</u>	<u>7,431,883</u>	<u>23,783,311</u>
Other general capital assets:				
Packery Channel	15,913,240	--	--	--
Army Corp of Engineers office	10,909	--	10,909	--
Naval Air Station safety zone	2,672,482	2,672,482	--	--
Transit facility	78,928	78,928	--	--
Total other general capital assets	<u>18,675,559</u>	<u>2,751,410</u>	<u>10,909</u>	<u>--</u>
Total capital assets in service	1,039,459,440	68,181,687	221,129,466	273,545,519
Less: accumulated depreciation	<u>480,615,841</u>	<u>--</u>	<u>79,940,493</u>	<u>131,487,683</u>
Net capital assets in service	<u>558,843,599</u>	<u>68,181,687</u>	<u>141,188,973</u>	<u>142,057,836</u>
Construction in progress	<u>69,113,237</u>	<u>--</u>	<u>285,886</u>	<u>16,854,023</u>
Total general capital assets	<u>\$ 627,956,836</u>	<u>\$ 68,181,687</u>	<u>\$ 141,474,859</u>	<u>\$ 158,911,859</u>

* This schedule presents only the capital assets balances related to governmental funds. Accordingly, the capital assets reported in internal service funds are excluded from the above amounts and capital assets relating to solid waste activities are included. Generally, the capital assets of internal service funds are included as governmental activities and the Solid Waste capital assets are included as business-type activities in the statement of net assets.

**Exhibit 46-B
(Continued)**

<u>Machinery and Equipment</u>	<u>Infrastructure</u>
23,595	--
--	--
--	--
--	--
<u>23,595</u>	<u>--</u>
63,852	15,849,388
--	--
--	--
--	--
<u>63,852</u>	<u>15,849,388</u>
130,069,190	346,533,578
<u>108,205,632</u>	<u>160,982,033</u>
<u>21,863,558</u>	<u>185,551,545</u>
<u>1,142,324</u>	<u>50,831,004</u>
<u>\$ 23,005,882</u>	<u>\$ 236,382,549</u>

**SCHEDULE OF CHANGES IN CAPITAL ASSETS USED IN THE OPERATIONS OF GOVERNMENTAL FUNDS
BY FUNCTION AND ACTIVITY *
YEAR ENDED JULY 31, 2013**

	<u>Beginning Balance</u>	<u>Additions and Transfers</u>	<u>Retirements</u>	<u>Ending Balance</u>
General government				
Control				
City Council and City Secretary	\$ 397,358	\$ --	\$ 397,358	\$ --
City Manager	359,940	--	--	359,940
Management and budget	102,156	--	102,156	--
Information services	1,369,485	163,951	600	1,532,836
Total control	<u>2,228,939</u>	<u>163,951</u>	<u>500,114</u>	<u>1,892,776</u>
Staff agencies				
Director of finance	54,522	--	54,522	--
Accounting	3,874,599	--	3,085	3,871,514
Federal grant accounting	5,317	--	5,317	--
Accounts receivable and meter reading	765,951	45,000	--	810,951
Central cashiering	192,096	--	--	192,096
Cash management	6,577	--	6,577	--
Utilities billing office administration and customer service operation	2,118,616	--	--	2,118,616
Nueces County Tax Appraisal District	70,588	--	70,588	--
Purchasing	47,964	--	47,964	--
Messenger service	1,675	--	1,675	--
City attorney	388,621	--	388,621	--
Business development	35,074	--	35,074	--
Planning	650,015	--	--	662,015
Human resources	2,986,711	--	--	2,986,711
Human relations	3,450	--	3,450	--
City Hall vehicle pool	14,994	--	14,994	--
City Hall and Emergency Management Facility	22,881,887	--	--	22,881,887
Total staff agencies	<u>34,098,657</u>	<u>45,000</u>	<u>631,867</u>	<u>33,523,790</u>
Miscellaneous	3,213,655	565,096	30,237	3,748,514
Total general government	<u>39,541,251</u>	<u>774,047</u>	<u>1,162,218</u>	<u>39,165,080</u>
Police and municipal court				
Police	25,566,261	1,484,347	254,358	26,796,250
Crime Control District	922,647	--	--	922,647
Animal control	4,370,911	--	745,178	3,625,733
Total police	<u>30,859,819</u>	<u>1,484,347</u>	<u>999,536</u>	<u>31,344,630</u>
Municipal court	1,887,841	40,366	110,050	1,818,157
Total police and municipal court	<u>32,747,660</u>	<u>1,524,713</u>	<u>1,109,586</u>	<u>33,162,787</u>
Fire				
Fire	31,475,452	883,394	--	32,358,846
Fire academy	29,897	--	--	29,897
Fire prevention	140,443	--	--	140,443
Total fire	<u>31,645,792</u>	<u>883,394</u>	<u>--</u>	<u>32,529,186</u>
Ambulance	5,090,579	270,000	--	5,360,579

	<u>Beginning Balance</u>	<u>Additions and Transfers</u>	<u>Retirements</u>	<u>Ending Balance</u>
Emergency management				
Emergency management	119,665	--	119,665	--
Local emergency planning committee	35,789	--	--	35,789
Total emergency management	<u>155,454</u>	<u>--</u>	<u>119,665</u>	<u>35,789</u>
Inspections				
Building inspection	382,608	--	137,088	245,520
Petroleum inspection	5,223	--	5,223	--
Total inspections	<u>387,831</u>	<u>--</u>	<u>142,311</u>	<u>245,520</u>
Streets				
Director and engineering office	649,574	--	649,574	--
Streets, sidewalks, curbs and gutters	285,046,796	32,848,739	--	317,895,535
Street maintenance and construction	18,186,487	1,418,643	--	19,605,130
Street signs and markings	221,645	--	--	221,645
Street cleaning	70,868	--	70,868	--
Harbor Bridge and approaches	7,322,587	--	--	7,322,587
JFK Causeway	4,000,000	--	--	4,000,000
Seawall	45,808,864	--	--	45,808,864
Traffic engineering	4,836,373	--	301,135	4,535,238
Parking control	186,942	--	186,942	--
Total streets	<u>366,330,136</u>	<u>34,267,382</u>	<u>1,208,519</u>	<u>399,388,999</u>
Solid Waste				
Office	154,878	--	40,981	113,897
Refuse collections	21,470,115	3,651,985	209,329	24,912,771
Refuse disposal	83,517,362	335	538,963	82,978,734
Total solid waste	<u>105,142,355</u>	<u>3,652,320</u>	<u>789,273</u>	<u>108,005,402</u>
Health	6,540,839	104,455	43,605	6,601,689
Parks, recreation and education				
Director of parks and recreation	53,342	--	53,342	--
Parks	90,812,343	11,567,398	--	102,379,741
Recreation	8,261,562	349,332	--	8,610,894
Miradores and Selena Memorial	1,965,000	--	--	1,965,000
Senior services	4,823,843	33,021	80,288	4,776,576
Upper level college facilities	1,529,971	--	--	1,529,971
Municipal service center	2,177,428	--	87,817	2,089,611
Total parks, recreation and education	<u>109,623,489</u>	<u>11,949,751</u>	<u>221,447</u>	<u>121,351,793</u>
Libraries	28,328,476	1,666,886	171,586	29,823,776
Corpus Christi museums	7,958,080	119,651	--	8,077,731

(Continued)

Exhibit 46-C
(continued)

**SCHEDULE OF CHANGES IN CAPITAL ASSETS USED IN THE OPERATIONS OF GOVERNMENTAL FUNDS
BY FUNCTION AND ACTIVITY *
FISCAL YEAR ENDED JULY 31, 2013**

	<u>Beginning Balance</u>	<u>Additions and Transfers</u>	<u>Retirements</u>	<u>Ending Balance</u>
Community enrichment				
Cultural and convention facilities				
Multipurpose arena	48,628,359	--	--	48,628,359
Coliseum	2,799,472	--	2,799,472	--
Auditorium	6,067,142	1,237,056	--	7,304,198
Baseball stadium	28,441,771	--	--	28,441,771
Harbor Playhouse	883,928	--	--	883,928
Convention center	65,364,387	60,753	--	65,425,140
Water Garden	1,508,263	--	--	1,508,263
Bayfront Science Park	31,715,072	104,929	--	31,820,001
Texas State Aquarium	20,844,296	--	--	20,844,296
Total cultural and convention facilities	<u>206,252,690</u>	<u>1,402,738</u>	<u>2,799,472</u>	<u>204,855,956</u>
Sister City	2,338	--	2,338	--
Bicentennial celebration	5,358	--	5,358	--
Public art	77,395	58,256	54,564	81,087
Total community enrichment	<u>206,337,781</u>	<u>1,460,994</u>	<u>2,861,732</u>	<u>204,937,043</u>
Community development				
Housing rehabilitation	31,827	--	31,827	--
Neighborhood improvement	198,511	(101,181)	73,735	23,595
Community renewal	12,633	--	12,633	--
Community Development Block Grant	30,667,286	--	262,175	30,405,111
CC Housing Finance Corporation	196,507	--	--	196,507
Corpus Christi Improvement Corp.	1,473,294	--	--	1,473,294
Total community development	<u>32,580,058</u>	<u>(101,181)</u>	<u>380,370</u>	<u>32,098,507</u>
Other general capital assets:				
Packery Channel	15,913,240	--	--	15,913,240
Army Corp of Engineers office	10,909	--	--	10,909
State School sports complex	14,750	(14,750)	--	--
Workforce development	4,560	--	4,560	--
Naval Air Station safety zone	2,672,482	--	--	2,672,482
Transit facility	78,928	--	--	78,928
Total other general capital assets	<u>18,694,869</u>	<u>(14,750)</u>	<u>4,560</u>	<u>18,675,559</u>
Total capital assets in service	<u>991,104,650</u>	<u>56,557,662</u>	<u>8,214,872</u>	<u>1,039,459,440</u>
Less: accumulated depreciation	463,722,731	24,143,096	7,249,986	480,615,841
Net capital assets in service	<u>527,381,919</u>	<u>32,414,566</u>	<u>964,886</u>	<u>558,843,599</u>
Construction in progress	73,131,499	(4,018,262)	--	69,113,237
Total general capital assets	<u>\$ 600,513,418</u>	<u>\$ 28,396,304</u>	<u>\$ 964,886</u>	<u>\$ 627,956,836</u>

* This schedule presents only the capital assets balances related to governmental funds. Accordingly, the capital assets reported in internal service funds are excluded from the above amounts and capital assets relating to solid waste activities are included. Generally, the capital assets of internal service funds are included as governmental activities and the Solid Waste capital assets are included as business-type activities in the statement of net assets.

Statistical Section

This part of the City of Corpus Christi, Texas' comprehensive annual financial report presents detailed information as a context for understanding what the information in the financial statements, note disclosures, and required supplementary information says about the government's overall financial health.

<u>Contents</u>	<u>Page</u>
<p>Financial Trends</p> <p style="margin-left: 40px;"><i>These schedules contain trend information to help the reader understand how the government's financial performance and well-being have changed over time.</i></p>	320
<p>Revenue Capacity</p> <p style="margin-left: 40px;"><i>These schedules contain information to help the reader assess the government's most significant local revenue source, the property tax.</i></p>	334
<p>Debt Capacity</p> <p style="margin-left: 40px;"><i>These schedules present information to help the reader assess the affordability of the government's current levels of outstanding debt and the government's ability to issue additional debt in the future.</i></p>	342
<p>Demographic and Economic Information</p> <p style="margin-left: 40px;"><i>These schedules offer demographic and economic indicators to help the reader understand the environment within which the government's financial activities take place.</i></p>	350
<p>Operating Information</p> <p style="margin-left: 40px;"><i>These schedules contain service and infrastructure data to help the reader understand how the information in the government's financial report relates to the services the government provides and the activities it performs.</i></p>	352

Sources: Unless otherwise noted, the information in these schedules is derived from the comprehensive annual financial reports for the relevant years.

CITY OF CORPUS CHRISTI, TEXAS
NET POSITION BY COMPONENT
LAST TEN FISCAL YEARS
(accrual basis of accounting)

	<u>2004</u>	<u>2005</u>	<u>2006</u>	<u>2007</u>
Governmental activities				
Invested in capital assets, net of related debt	\$ 67,103,377	\$ 52,992,539	\$ 95,591,014	\$ 160,007,194
Restricted	--	--	--	5,085,156
Unrestricted	136,973,037	164,904,402	144,449,151	108,485,456
Total governmental activities net position	<u>\$ 204,076,414</u>	<u>\$ 217,896,941</u>	<u>\$ 240,040,165</u>	<u>\$ 273,577,806</u>
Business-type activities				
Invested in capital assets, net of related debt	\$ 478,884,825	\$ 527,336,134	\$ 505,475,536	\$ 557,699,068
Restricted	36,201,782	41,045,812	28,524,868	20,698,409
Unrestricted	69,891,251	30,102,257	85,278,867	40,565,906
Total business-type activities net position	<u>\$ 584,977,858</u>	<u>\$ 598,484,203</u>	<u>\$ 619,279,271</u>	<u>\$ 618,963,383</u>
Primary government				
Invested in capital assets, net of related debt	\$ 545,988,202	\$ 580,328,673	\$ 601,066,550	\$ 717,706,262
Restricted	36,201,782	41,045,812	28,524,868	25,783,565
Unrestricted	206,864,288	195,006,659	229,728,018	149,051,362
Total primary government net position	<u>\$ 789,054,272</u>	<u>\$ 816,381,144</u>	<u>\$ 859,319,436</u>	<u>\$ 892,541,189</u>

Note: The data in this table is abstracted from Exhibit 1-A and has only been available since fiscal year 2002 when the City of Corpus Christi implemented

Table 1

Fiscal Year					
<u>2008</u>	<u>2009</u>	<u>2010</u>	<u>2011</u>	<u>2012</u>	<u>2013</u>
\$ 171,559,799	\$ 184,297,821	\$ 190,984,493	\$ 209,725,506	\$ 222,519,201	\$ 240,668,349
7,161,689	8,706,284	81,610,847	79,572,803	85,445,854	89,556,784
118,117,170	102,378,371	19,260,356	29,215,682	37,839,536	99,932,183
<u>\$ 296,838,658</u>	<u>\$ 295,382,476</u>	<u>\$ 291,855,696</u>	<u>\$ 318,513,991</u>	<u>\$ 345,804,591</u>	<u>\$ 430,157,316</u>
\$ 614,734,623	\$ 588,187,607	\$ 685,455,079	\$ 682,070,387	\$ 693,363,853	\$ 673,203,229
17,162,129	15,547,632	13,445,408	14,731,997	10,689,200	13,455,463
1,923,108	49,119,110	16,803,962	30,148,172	61,185,337	84,086,560
<u>\$ 633,819,860</u>	<u>\$ 652,854,349</u>	<u>\$ 715,704,449</u>	<u>\$ 726,950,556</u>	<u>\$ 765,238,390</u>	<u>\$ 770,745,252</u>
\$ 786,294,422	\$ 772,485,428	\$ 876,439,572	\$ 891,795,893	\$ 915,883,054	\$ 913,871,578
24,323,818	24,253,916	95,056,255	94,304,800	96,135,054	103,012,247
120,040,278	151,497,481	36,064,318	59,363,854	99,024,873	184,018,743
<u>\$ 930,658,518</u>	<u>\$ 948,236,825</u>	<u>\$ 1,007,560,145</u>	<u>\$ 1,045,464,547</u>	<u>\$ 1,111,042,981</u>	<u>\$ 1,200,902,568</u>

CITY OF CORPUS CHRISTI, TEXAS
CHANGES IN NET POSITION
LAST TEN FISCAL YEARS
 (accrual basis of accounting)

	<u>2004</u>	<u>2005</u>	<u>2006</u>	<u>2007</u>
Expenses				
Primary government				
Governmental activities				
General government	\$ 20,531,590	\$ 18,958,373	\$ 18,932,482	\$ 20,909,738
Police and municipal court	53,624,255	58,210,747	60,561,629	67,186,703
Fire and ambulance	30,530,062	32,947,348	33,180,982	37,478,787
Emergency management	548,443	390,319	2,392,096	358,799
Inspections	1,795,333	1,547,147	1,805,234	1,721,108
Streets	19,667,552	19,393,011	21,438,339	23,145,350
Health	5,542,871	6,382,815	6,416,746	6,126,090
Parks and recreation	17,557,686	18,385,625	19,253,871	18,933,077
Libraries	4,992,771	4,611,585	4,596,041	4,593,979
Museums	1,473,214	1,422,397	1,521,829	1,412,561
Community enrichment	589,503	925,890	1,500,961	1,784,029
Community development	4,367,786	5,621,030	6,228,409	4,114,411
Convention and visitor activities	7,377,505	13,894,739	18,437,872	18,615,167
Interest on long-term debt	15,004,915	13,193,892	17,291,116	14,713,700
Total governmental activities	<u>183,603,486</u>	<u>195,884,918</u>	<u>213,557,607</u>	<u>221,093,499</u>
Business-type activities				
Solid Waste	11,723,823	14,390,390	11,872,414	27,045,462
Utilities				
Water	74,419,004	83,950,395	87,305,836	86,542,198
Gas	29,157,534	33,417,878	37,394,842	36,919,568
Wastewater	30,881,821	33,308,073	38,851,313	39,548,014
Airport	10,271,494	11,161,666	11,154,572	10,991,302
Golf Centers	1,817,627	1,794,576	1,795,616	1,780,434
Marina	1,208,005	1,261,117	1,381,124	1,692,618
Total business-type activities	<u>159,479,308</u>	<u>179,284,095</u>	<u>189,755,717</u>	<u>204,519,596</u>
Total primary government	<u>\$ 343,082,794</u>	<u>\$ 375,169,013</u>	<u>\$ 403,313,324</u>	<u>\$ 425,613,095</u>
Program revenue				
Governmental activities				
Charges for services				
General government	\$ 19,443,016	\$ 21,245,892	\$ 20,293,609	\$ 20,328,447
Public safety	7,832,085	14,548,068	16,365,087	18,053,712
Other activities	13,174,757	12,407,743	16,315,719	16,564,997
Operating grants and contributions	11,987,476	13,713,334	12,553,974	13,585,522
Capital grants and contributions	5,441,051	5,495,781	6,788,244	5,742,472
Total governmental activities program revenues	<u>57,878,385</u>	<u>67,410,818</u>	<u>72,316,633</u>	<u>74,275,150</u>

(Continued)

Table 2

Fiscal Year					
<u>2008</u>	<u>2009</u>	<u>2010</u>	<u>2011</u>	<u>2012</u>	<u>2013</u>
\$ 20,658,739	\$ 22,072,622	\$ 19,480,668	\$ 16,589,746	\$ 18,079,972	\$ 20,066,766
73,018,660	78,931,771	81,171,817	81,930,129	80,496,720	80,194,663
38,221,888	42,520,139	43,287,584	47,347,004	45,748,510	48,997,146
470,593	525,077	505,319	543,682	507,564	505,811
1,699,251	2,171,232	1,664,676	1,636,669	1,752,448	1,995,533
25,060,354	25,814,362	25,674,747	21,451,848	17,337,069	18,523,334
6,856,261	7,450,418	7,505,758	7,218,565	6,813,120	6,835,120
21,455,686	21,767,352	21,577,152	19,902,761	17,861,237	18,659,058
4,993,605	5,612,844	5,298,406	4,785,207	4,222,687	3,731,475
1,886,531	1,842,929	1,853,104	1,900,026	1,659,435	1,555,994
2,624,646	3,476,141	4,220,179	9,529,467	4,273,802	2,742,906
4,594,232	5,830,606	10,403,520	10,025,480	11,084,674	13,218,255
18,134,378	17,167,605	15,183,072	10,487,728	16,057,354	18,022,411
14,665,318	14,950,035	16,156,130	17,385,095	16,786,166	14,875,186
<u>234,340,142</u>	<u>250,133,133</u>	<u>253,982,132</u>	<u>250,733,407</u>	<u>242,680,758</u>	<u>249,923,658</u>
20,075,708	18,442,528	22,418,231	27,140,788	23,494,713	25,721,265
94,885,353	97,638,099	93,937,152	96,818,500	99,262,996	102,157,760
38,128,913	31,286,452	31,748,907	30,224,910	25,318,899	28,564,940
42,411,241	43,450,764	46,795,236	47,063,049	46,664,152	48,937,097
11,555,900	12,228,908	11,406,735	11,729,049	11,982,695	11,899,650
1,948,903	2,133,840	2,051,107	1,168,875	293,633	241,504
1,806,755	1,864,063	1,861,705	1,793,695	1,802,521	1,757,820
<u>210,812,773</u>	<u>207,044,654</u>	<u>210,219,073</u>	<u>215,938,866</u>	<u>208,819,609</u>	<u>219,280,036</u>
<u>\$ 445,152,915</u>	<u>\$ 457,177,787</u>	<u>\$ 464,201,205</u>	<u>\$ 466,672,273</u>	<u>\$ 451,500,367</u>	<u>\$ 469,203,694</u>
\$ 21,120,037	\$ 19,995,923	\$ 20,566,739	22,093,237	21,614,922	24,054,154
18,582,177	19,328,378	20,021,375	19,349,804	20,165,521	20,948,126
13,198,200	13,466,048	11,839,459	13,090,388	12,388,359	15,605,078
13,293,341	13,519,519	15,768,215	20,293,248	14,697,325	12,516,057
9,215,148	5,160,566	8,274,872	11,616,793	4,841,413	7,645,930
<u>75,408,903</u>	<u>71,470,434</u>	<u>76,470,660</u>	<u>86,443,470</u>	<u>73,707,540</u>	<u>80,769,345</u>

CITY OF CORPUS CHRISTI, TEXAS
CHANGES IN NET POSITION
LAST TEN FISCAL YEARS
(accrual basis of accounting)

	<u>2004</u>	<u>2005</u>	<u>2006</u>	<u>2007</u>	<u>2008</u>
Program revenue (continued)					
Business-type activities					
Charges for services					
Solid Waste	\$ 21,469,832	\$ 22,987,776	\$ 24,187,529	\$ 26,641,520	\$ 29,843,162
Utilities					
Water	74,937,669	82,332,283	84,775,949	75,147,044	87,131,217
Gas	30,639,162	33,835,399	40,274,507	40,694,377	43,166,492
Wastewater	36,177,877	39,458,482	36,284,201	38,833,360	41,784,614
Airport	9,120,533	9,752,728	9,908,494	9,764,349	9,948,929
Golf Centers	1,713,712	1,944,177	2,242,033	1,740,134	1,943,751
Marina	1,251,637	1,285,583	1,222,145	1,326,631	1,436,603
Operating grants and contributions	3,069,436	4,853,315	8,634,637	105,065	47,668
Capital grants and contributions	-	20,980	12,018,013	26,818,057	24,436,963
Total business-type activities program revenues	<u>178,379,858</u>	<u>196,470,723</u>	<u>219,547,508</u>	<u>221,070,537</u>	<u>239,739,399</u>
Total primary government program revenues	<u>\$ 236,258,243</u>	<u>\$ 263,881,541</u>	<u>\$ 291,864,141</u>	<u>\$ 295,345,687</u>	<u>\$ 315,148,302</u>
Net (expense) revenue					
Governmental activities	\$ (125,725,101)	\$ (128,474,100)	\$ (141,240,974)	\$ (146,818,349)	\$ (158,931,239)
Business-type activities	18,900,550	17,186,628	29,791,791	16,550,941	28,926,626
Total primary government net expenses	<u>\$ (106,824,551)</u>	<u>\$ (111,287,472)</u>	<u>\$ (111,449,183)</u>	<u>\$ (130,267,408)</u>	<u>\$ (130,004,613)</u>
General revenues and other changes in net position					
Governmental activities					
Taxes					
Property taxes, levied for general purpo:	\$ 46,191,431	\$ 51,358,047	\$ 50,834,041	\$ 51,477,867	\$ 52,288,456
Property taxes, levied for debt service	16,827,513	16,851,911	20,470,482	22,105,552	25,021,687
Sales taxes	53,237,728	56,303,645	61,261,030	66,124,730	70,120,506
Hotel occupancy taxes	8,145,156	8,320,624	9,408,919	9,630,152	10,337,342
Other taxes and business fees	--	--	--	--	--
Unrestricted investment earnings	2,167,309	2,932,063	5,423,353	7,321,196	6,220,124
Miscellaneous	--	--	--	--	--
Transfers	10,296,957	7,196,375	16,259,591	18,759,642	18,203,976
Total governmental activities	<u>136,866,094</u>	<u>142,962,665</u>	<u>163,657,416</u>	<u>175,419,139</u>	<u>182,192,091</u>
Business-type activities					
Unrestricted investment earnings	2,287,106	2,848,054	6,798,421	7,120,196	4,133,827
Transfers	(10,296,957)	(7,196,375)	(16,259,591)	(18,759,642)	(18,203,976)
Total business-type activities	<u>(8,009,851)</u>	<u>(4,348,321)</u>	<u>(9,461,170)</u>	<u>(11,639,446)</u>	<u>(14,070,149)</u>
Total primary government	<u>\$ 128,856,243</u>	<u>\$ 138,614,344</u>	<u>\$ 154,196,246</u>	<u>\$ 163,779,693</u>	<u>\$ 168,121,942</u>
Changes in Net Position					
Governmental activities	\$ 11,140,993	\$ 14,488,565	\$ 22,416,442	\$ 28,600,790	\$ 23,260,852
Business-type activities	10,890,699	12,838,307	20,330,621	4,911,495	14,856,477
Total primary government	<u>\$ 22,031,692</u>	<u>\$ 27,326,872</u>	<u>\$ 42,747,063</u>	<u>\$ 33,512,285</u>	<u>\$ 38,117,329</u>

Note: In 2005 and after, the ambulance activity was included in the general fund. Prior years have not been restated.

**Table 2
(Continued)**

Fiscal Year				
<u>2009</u>	<u>2010</u>	<u>2011</u>	<u>2012</u>	<u>2013</u>
\$ 30,979,626	\$ 32,011,959	\$ 34,593,348	\$ 37,864,068	\$ 37,122,282
106,536,846	96,571,762	108,948,434	120,017,362	117,230,522
33,159,669	36,520,847	31,828,023	26,139,159	28,950,470
45,227,800	51,048,604	54,884,681	59,662,102	59,323,805
8,562,286	8,594,836	9,503,417	9,520,245	9,489,992
1,732,263	1,838,093	1,060,795	416,750	350,592
1,592,825	1,572,406	1,464,629	1,832,336	1,851,612
495,845	120,435	1,193,227	1,320,294	1,537,735
7,863,922	9,557,122	7,736,648	9,858,001	16,637,935
<u>236,151,082</u>	<u>237,836,064</u>	<u>251,213,202</u>	<u>266,630,317</u>	<u>272,494,945</u>
<u>\$ 307,621,516</u>	<u>\$ 314,306,724</u>	<u>\$ 324,920,742</u>	<u>\$ 266,630,317</u>	<u>\$ 272,494,945</u>
\$ (178,662,699)	\$ (177,511,472)	\$ (164,289,936)	\$ (168,973,217)	\$ (156,882,225)
29,106,428	27,616,991	35,274,336	57,810,708	50,372,518
<u>\$ (149,556,271)</u>	<u>\$ (149,894,481)</u>	<u>\$ (129,015,600)</u>	<u>\$ (111,162,509)</u>	<u>\$ (106,509,707)</u>
\$ 55,410,412	\$ 57,291,695	\$ 57,457,988	\$ 58,201,084	\$ 60,506,596
26,278,717	27,358,566	27,192,025	25,906,607	26,605,837
71,018,975	64,654,960	70,432,482	79,403,692	86,163,292
10,127,333	9,919,560	10,721,997	12,051,548	13,174,824
--	--	--	--	--
2,825,071	1,283,513	682,991	848,062	1,208,748
--	--	--	--	--
11,546,009	13,476,398	24,460,749	19,852,825	20,674,272
<u>177,206,517</u>	<u>173,984,692</u>	<u>190,948,232</u>	<u>196,263,818</u>	<u>208,333,569</u>
1,474,070	825,924	432,520	329,951	445,360
(11,546,009)	(13,476,398)	(24,460,749)	(19,852,825)	(20,228,912)
<u>(10,071,939)</u>	<u>(12,650,474)</u>	<u>(24,028,229)</u>	<u>(19,522,874)</u>	<u>(19,783,552)</u>
<u>\$ 167,134,578</u>	<u>\$ 161,334,218</u>	<u>\$ 166,920,003</u>	<u>\$ 176,740,944</u>	<u>\$ 188,550,017</u>
\$ (1,456,182)	\$ (3,526,780)	\$ 26,658,296	\$ 27,290,601	\$ 31,429,175
19,034,489	14,966,517	11,246,107	38,287,834	36,186,054
<u>\$ 17,578,307</u>	<u>\$ 11,439,737</u>	<u>\$ 37,904,403</u>	<u>\$ 65,578,435</u>	<u>\$ 67,615,229</u>

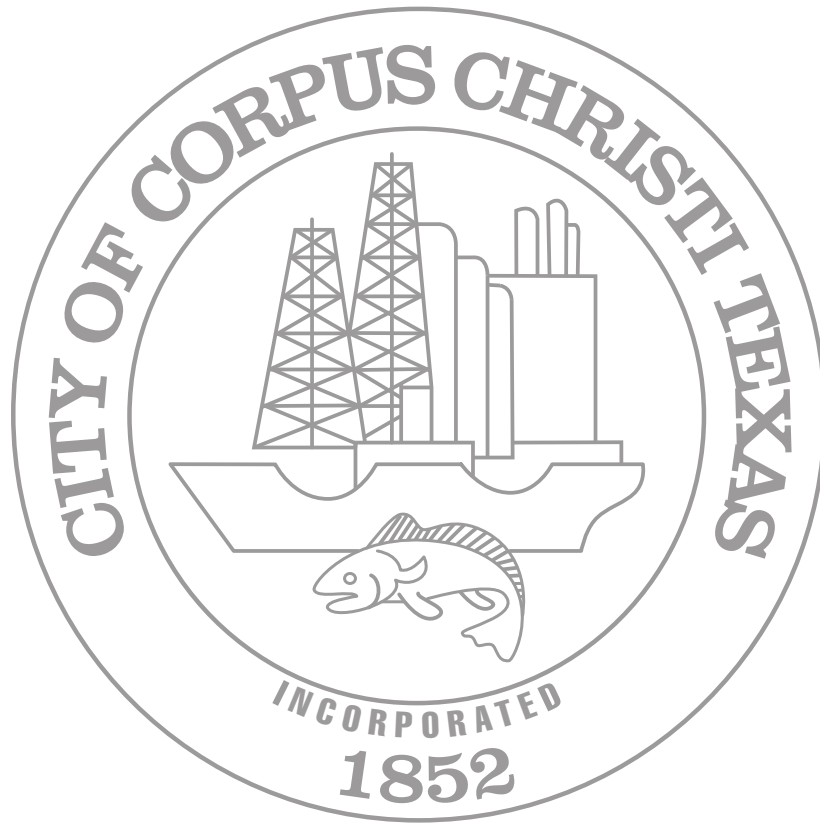


Table 3

**CITY OF CORPUS CHRISTI, TEXAS
GOVERNMENTAL ACTIVITIES TAX REVENUES BY SOURCE
LAST TEN FISCAL YEARS
(accrual basis of accounting)**

Year	Property tax	Sales tax	Hotel tax	Total
2004	63,018,943	53,237,728	8,145,156	124,401,827
2005	68,209,958	56,303,645	8,320,624	132,834,227
2006	71,304,523	61,261,030	9,408,919	141,974,472
2007	73,583,419	66,124,730	9,630,152	149,338,301
2008	77,310,143	70,120,506	10,337,342	157,767,991
2009	81,689,129	71,018,975	10,127,333	162,835,437
2010	84,650,261	64,654,960	9,919,560	159,224,781
2011	84,650,013	70,432,482	10,721,997	165,804,492
2012	84,107,691	79,403,692	12,051,548	175,562,931
2013	87,112,433	86,163,292	13,174,824	186,450,549

**CITY OF CORPUS CHRISTI, TEXAS
NET POSITION BY COMPONENT
LAST TEN FISCAL YEARS
(modified accrual basis of accounting)**

	<u>2004</u>	<u>2005</u>	<u>2006</u>	<u>2007</u>
General fund				
Reserved	\$ 2,354,362	\$ 2,003,587	\$ 2,477,879	\$ 4,054,101
Unreserved	13,367,581	18,437,527	24,534,599	28,372,503
Nonspendable				
Restricted				
Committed				
Assigned				
Unassigned				
Total general fund	<u>\$ 15,721,943</u>	<u>\$ 20,441,114</u>	<u>\$27,012,478</u>	<u>\$ 32,426,604</u>
All other governmental funds				
Reserved	\$ 82,631,409	\$ 48,296,146	\$46,933,550	\$ 60,621,159
Unreserved, reported in:				
Debt service funds	7,144,072	4,777,336	5,834,111	6,846,970
Special revenue funds	16,974,681	21,145,467	26,358,642	30,461,934
Capital projects funds	41,950,925	89,208,498	67,191,943	67,507,979
Nonspendable				
Special revenue funds				
Restricted				
Debt service funds				
Special revenue funds				
Capital projects funds				
Committed				
Debt service funds				
Special revenue funds				
Capital projects funds				
Assigned, reported in:				
Special revenue funds				
Capital projects funds				
Unassigned, reported in:				
Special revenue funds				
Total all other governmental funds	<u>\$ 148,701,087</u>	<u>\$ 163,427,447</u>	<u>\$146,318,246</u>	<u>\$ 165,438,042</u>

Notes: Beginning in 2005, the ambulance activity is included in the general fund. Prior years have not been restated.

The City implemented GASB Statement No. 54 "Fund Balance Reporting and Governmental Fund Type Definitions" in fiscal year 2011.

Fiscal year 2010 amounts restated to conform to the new statement requirements.

Table 4

		Fiscal Year				
<u>2008</u>	<u>2009</u>	<u>2010</u>	<u>2011</u>	<u>2012</u>	<u>2013</u>	
\$ 4,638,291	\$ 2,938,429					
27,571,509	27,325,624					
		\$ 361,507	\$ 1,491,399	\$ 1,400,017	\$ -	
		688,286	636,531	249,433	-	
		19,701,535	19,813,473	28,764,934	11,480	
		17,747	5,845	6,806	-	
		8,579,370	8,617,684	7,551,298	-	
<u>\$ 32,209,800</u>	<u>\$ 30,264,053</u>	<u>\$ 29,348,445</u>	<u>\$ 30,564,932</u>	<u>\$ 37,972,488</u>	<u>\$ 11,480</u>	
\$ 57,031,756	\$ 58,028,080					
11,712,600	9,456,925					
43,057,821	45,533,073					
61,947,382	109,247,126					
		\$ 1,008,008	\$ 890,963	\$ 396,787	\$ 269,194	
		5,974,622	5,956,307	-	-	
		71,202,025	74,267,207	85,196,421	-	
		105,026,981	70,969,215	84,525,622	-	
		11,271,942	13,812,320	16,858,822	-	
		677,007	390,454	896,775	-	
		10,109,487	8,413,784	7,400,034	-	
		98,347	214,601	68,775	(307,358,315)	
		3,445,097	1,855,964	2,218,850	92,957,467	
		(1,415,142)	(269,136)	(555,032)	-	
<u>\$ 173,749,559</u>	<u>\$ 222,265,204</u>	<u>\$ 207,398,374</u>	<u>\$ 176,501,679</u>	<u>\$ 197,007,054</u>	<u>\$ (214,131,654)</u>	

CITY OF CORPUS CHRISTI, TEXAS
CHANGES IN FUND BALANCES OF GOVERNMENTAL FUNDS
LAST TEN FISCAL YEARS

	<u>2004</u>	<u>2005</u>	<u>2006</u>	<u>2007</u>
Revenues				
Taxes and business fees	\$ 140,974,351	\$ 148,183,043	\$ 158,452,760	\$ 165,980,510
Licenses and permits	2,396,870	3,321,875	3,493,616	3,399,993
Grants	14,952,235	15,163,571	14,535,800	16,261,424
Charges for services	34,531,641	41,306,241	50,520,423	53,669,631
Fines and forfeitures	5,189,598	5,658,571	6,118,520	6,907,942
Deposits	103,674	605,095	1,093,803	270,716
Contributions and donations	907,170	1,881,172	2,589,488	1,948,807
Special assessments	274,427	154,380	118,526	74,235
Earnings on investments	2,167,309	2,372,884	5,447,570	8,424,738
Interest on loans	93,839	254,651	31,771	374,210
Payments from Lexington Museum Association	181,125	283,800	352,849	347,173
Payments from Corpus Christi Convention and Visitors Bureau	241,786	252,841	272,234	-
Payments from Texas State Aquarium	377,255	512,182	500,427	518,117
Payments from other agencies	12,900	11,425	7,425	-
Sale of city property	6,035	6,413	3,230	4,940
Recovery of prior years expenditures	-	-	-	-
Claim settlement	3,000,000	-	-	-
Naming rights	-	-	175,000.0	175,000
Miscellaneous	1,166,420	1,689,941	979,929	1,186,020
Total revenues	<u>206,576,635</u>	<u>221,658,085</u>	<u>244,693,371</u>	<u>259,543,456</u>
Expenditures				
General government	16,221,322	18,096,800	18,961,633	20,707,495
Public safety	82,785,712	87,833,826	101,805,112	107,360,877
Streets	12,107,029	10,989,960	13,056,076	13,502,624
Solid waste	14,840,086	13,825,317	13,569,912	15,192,042
Health	5,536,134	6,417,300	6,452,124	5,980,026
Community enrichment	26,889,774	27,786,066	30,008,152	27,458,882
Convention and visitors activities	6,164,876	10,887,455	13,794,220	13,782,313
Other	999,374	-	-	-
Capital projects	82,358,053	70,456,764	46,907,032	33,406,955
Debt service				
Principal retirement	22,975,927	25,911,488	24,697,600	26,918,876
Interest	12,660,246	12,954,911	15,746,138	16,657,960
Paying agent fees	11,914	19,044	24,746	36,049
Bond issue cost	1,006,357	2,132,781	589,508	650,025
Refund of bond issue cost	-	-	-	(9,660)
Interest on interfund borrowings	-	21,147	80,169	148,160
Total expenditures	<u>284,556,804</u>	<u>287,332,859</u>	<u>285,692,422</u>	<u>281,792,624</u>
Excess (deficiency) of revenues over (under) expenditures	(77,980,169)	(65,674,774)	(40,999,051)	(22,249,168)
(Continued)				

Table 5

Fiscal year						
<u>2008</u>	<u>2009</u>	<u>2010</u>	<u>2011</u>	<u>2012</u>	<u>2013</u>	
\$ 174,899,312	\$ 178,669,539	\$ 176,286,722	\$ 182,810,584	\$ 192,423,958	\$ 205,059,544	
3,576,249	3,700,195	3,288,415	4,885,342	4,790,610	5,697,321	
18,216,186	15,981,072	22,661,016	24,095,434	16,542,865	14,743,346	
54,989,566	56,843,501	56,945,655	60,258,877	63,684,332	63,588,154	
6,825,170	6,897,078	6,766,301	6,075,772	6,602,755	7,037,629	
191,724	-	-	-	-	-	
3,380,012	1,902,087	871,524	7,133,489	2,413,204	4,657,640	
442,323	10,502	76,876	683,087	46,787	154,937	
6,386,948	3,006,163	1,312,814	698,992	713,791	1,186,389	
233,846	73,369	81,458	85,188	86,173	109,704	
248,868	285,022	272,796	275,647	267,750	-	
-	-	-	-	-	-	
508,685	518,318	361,107	373,232	358,795	369,082	
-	-	-	-	-	-	
12,353	3,848	7,553	9,786	-	-	
-	-	-	-	-	-	
-	572,280	-	325,395	-	25,241	
175,000	175,000	175,000	-	-	-	
1,390,645	1,486,339	1,703,701	2,291,231	1,716,081	1,682,319	
<u>271,476,887</u>	<u>270,124,313</u>	<u>270,810,938</u>	<u>290,002,056</u>	<u>289,647,101</u>	<u>304,311,307</u>	
21,306,706	21,836,700	20,267,240	17,606,974	19,146,965	21,235,824	
110,663,675	115,375,541	119,589,404	126,279,109	122,341,347	129,637,141	
14,233,051	15,951,618	14,797,896	15,229,881	13,173,204	14,964,156	
18,278,582	17,027,712	18,193,629	22,426,863	19,288,307	20,551,190	
6,592,800	6,893,718	6,977,548	6,722,783	6,362,130	6,554,474	
31,248,848	31,864,343	37,348,135	36,680,864	33,660,941	35,347,147	
13,193,524	12,152,309	10,257,006	10,449,447	11,046,785	11,650,650	
-	32,963	21,729	-	-	-	
35,812,462	57,193,877	50,406,384	51,119,929	51,039,961	45,303,572	
24,853,049	36,741,227	26,883,223	26,445,859	26,278,182	26,319,507	
17,480,632	16,433,417	19,907,675	20,115,642	19,178,232	19,789,403	
33,994	32,598	28,710	25,009	19,541	13,983	
730,903	1,571,419	422,041	-	574,317	2,362,185	
-	-	-	-	-	-	
-	29,714	6,543	2,489	773	102	
<u>294,428,226</u>	<u>333,137,156</u>	<u>325,107,163</u>	<u>333,104,849</u>	<u>322,110,685</u>	<u>333,729,334</u>	
(22,951,339)	(63,012,843)	(54,296,225)	(43,102,793)	(32,463,584)	(29,418,027)	

CITY OF CORPUS CHRISTI, TEXAS
CHANGES IN FUND BALANCES OF GOVERNMENTAL FUNDS
LAST TEN FISCAL YEARS
(modified accrual basis of accounting)

	<u>2004</u>	<u>2005</u>	<u>2006</u>	<u>2007</u>
Other financing sources (uses)				
Capital leases	3,083,773	2,032,704	2,917,492	3,447,512
Notes payable	-	-	-	-
General obligation bonds issued	-	60,000,000	-	34,975,000
Revenue bonds issued	27,065,000	4,100,000	2,900,000	-
Certificate of obligation bonds issued	6,901,632	14,914,122	18,605,000	2,415,695
Tax notes issued	-	-	-	-
Refunding bonds issued	-	-	-	-
Refund on bond issue costs	-	-	19,952	-
Proceeds of refunding bonds	-	60,685,564	-	-
Premium on bonds sold	751,185	-	-	480,163
Premium on refunding bonds sold	(56,632)	-	(272,896)	-
Payment to escrow agent for refunded bonds	-	(59,387,098)	-	-
Transfers in	15,717,877	14,400,438	12,291,674	14,031,497
Transfers out	(11,611,839)	(11,625,425)	(6,464,810)	(8,276,245)
Total other financing sources (uses)	<u>41,850,996</u>	<u>85,120,305</u>	<u>29,996,412</u>	<u>47,073,622</u>
 Net change in fund balances	 <u>\$ (36,129,173)</u>	 <u>\$ 19,445,531</u>	 <u>\$ (11,002,639)</u>	 <u>\$ 24,824,454</u>
 Debt service as a percentage of noncapital expenditures	 18.13%	 18.92%	 17.23%	 17.88%

Note: In 2005 and after, the ambulance activity was included in the general fund. Prior years have not been restated.

**Table 5
(Continued)**

Fiscal year					
<u>2008</u>	<u>2009</u>	<u>2010</u>	<u>2011</u>	<u>2012</u>	<u>2013</u>
2,623,408	3,746,061	4,110,898	5,655,103	1,978,382	5,092,527
-	-	-	-	-	-
-	88,725,000	13,685,000	-	44,706,446	75,417,146
-	-	-	-	-	-
-	12,000,000	11,460,000	-	-	-
22,260,000	-	-	-	7,390,000	164,010,000
13,445,000	-	-	-	-	9,251,134
-	-	-	-	-	-
-	-	-	-	-	-
-	2,660,797	491,894	-	5,095,844	3,434,016
-	(124,206)	-	-	-	6,607,854
(12,822,371)	-	-	-	-	(170,325,943)
13,676,363	11,797,397	18,699,972	17,734,081	13,102,987	16,377,480
(8,136,348)	(9,222,308)	(9,933,977)	(9,966,600)	(11,897,146)	(8,067,769)
<u>31,046,052</u>	<u>109,582,741</u>	<u>38,513,787</u>	<u>13,422,584</u>	<u>60,376,513</u>	<u>101,796,445</u>
<u>\$ 8,094,713</u>	<u>\$ 46,569,898</u>	<u>\$ (15,782,438)</u>	<u>\$ (29,680,209)</u>	<u>\$ 27,912,929</u>	<u>\$ 72,378,419</u>
16.67%	19.86%	17.20%	16.52%	16.99%	16.81%

Table 6

CITY OF CORPUS CHRISTI, TEXAS
GENERAL GOVERNMENTAL TAX AND BUSINESS FEES BY SOURCE
LAST TEN FISCAL YEARS
(modified accrual basis of accounting)

Fiscal Year	Property tax	Sales tax	Hotel tax	Business fees	Other taxes	Total
2004	63,647,829	51,266,141	8,145,156	15,943,638	1,971,587	140,974,351
2005	67,482,260	55,236,059	8,320,624	16,076,514	1,067,586	148,183,043
2006	71,213,224	60,092,032	9,408,919	16,569,587	1,168,998	158,452,760
2007	75,818,774	62,563,386	9,630,152	16,738,947	1,229,251	165,980,510
2008	79,970,549	65,972,519	10,337,342	17,322,510	1,296,392	174,899,312
2009	84,999,120	66,054,244	10,127,333	16,126,005	1,362,837	178,669,539
2010	87,962,604	60,085,182	9,919,560	17,107,197	1,212,179	176,286,722
2011	84,486,667	62,918,359	10,721,997	17,013,187	1,320,031	176,460,241
2012	86,746,312	75,807,495	12,051,548	16,622,313	1,196,290	192,423,958
2013	114,472,724	55,062,320	13,174,824	17,459,280	1,242,702	201,411,849

Table 7

**CITY OF CORPUS CHRISTI, TEXAS
ASSESSED VALUE AND ESTIMATED ACTUAL VALUE OF TAXABLE PROPERTY
LAST TEN FISCAL YEARS**

Fiscal Year Ended July 31	Tax Year	Real Property	Personal Property	Less: Exempt Property	Total Taxable Assessed Value	Total Direct Tax Rate	Estimated Actual Taxable Value	Assessed Value as a Percentage of Actual Value
2004	2003	9,525,269,802	1,091,986,683	1,669,360,087	8,947,896,398	0.644175	10,617,256,485	84.28%
2005	2004	10,272,935,304	1,191,484,860	1,824,858,392	9,639,561,772	0.634175	11,464,420,164	84.08%
2006	2005	11,130,529,932	1,230,303,736	1,872,808,840	10,488,024,828	0.625799	12,360,833,668	84.84%
2007	2006	12,166,239,146	1,247,502,997	1,992,436,225	11,421,305,918	0.602372	13,413,742,143	85.15%
2008	2007	14,084,066,107	1,447,200,791	2,420,434,047	13,110,832,851	0.563846	15,531,266,898	84.42%
2009	2008	14,738,455,220	1,481,661,131	2,406,781,337	13,813,335,014	0.563846	16,220,116,351	85.16%
2010	2009	15,599,675,802	1,523,844,670	2,682,910,732	14,440,609,740	0.563846	17,123,520,472	84.33%
2011	2010	15,899,330,012	1,462,945,239	3,462,137,714	13,900,137,536	0.582269	17,362,275,250	80.06%
2012	2011	15,640,922,141	2,255,975,300	3,811,092,543	14,085,804,898	0.570557	17,896,897,441	78.71%
2013	2012	16,807,133,905	2,395,143,389	4,815,901,196	14,386,376,098	0.570557	19,202,277,294	74.92%

Exemptions include: residential homestead exemptions including exemptions granted to persons disabled and/or 65 years of age and older; exemptions granted to disabled and deceased veterans; productivity value loss; tax abatements; and House Bill 366 exemptions. Exemptions are granted to disabled veterans or their survivors based upon percent of disability with a minimum exemption of \$5,000 and a maximum exemption of \$12,000. Mobile homes, while classified as personal property, may be residential homesteads.

Source: Nueces County Appraisal District

**CITY OF CORPUS CHRISTI, TEXAS
PROPERTY TAX RATES -
DIRECT AND OVERLAPPING GOVERNMENTS
PER \$100 VALUATION
FISCAL YEARS 2003-2012**

Fiscal Year	Tax Year	City of Corpus Christi General Fund	City of Corpus Christi Debt Service	Total City of Corpus Christi	Calallen ISD	Corpus Christi ISD	Corpus Christi Junior College District	Flour Bluff ISD	London ISD	Nueces County
2003	2002	0.460031	0.184144	0.644175	1.594900	1.590000	0.219880	1.526200	1.260000	0.360922
2004	2003	0.466554	0.177621	0.644175	1.599000	1.590000	0.235660	1.526200	1.255000	0.379693
2005	2004	0.460000	0.174175	0.634175	1.599000	1.620000	0.233800	1.526200	1.249000	0.424200
2006	2005	0.426624	0.199175	0.625799	1.599000	1.616000	0.228327	1.526197	1.390600	0.398929
2007	2006	0.403197	0.199175	0.602372	1.430000	1.486000	0.255723	1.386650	1.277300	0.365932
2008	2007	0.364671	0.199175	0.563846	1.276500	1.176050	0.241782	1.069500	1.143800	0.351340
2009	2008	0.364671	0.199175	0.563846	1.298500	1.237350	0.251391	1.069215	1.210400	0.350930
2010	2009	0.364671	0.199175	0.563846	1.298500	1.237350	0.251391	1.069215	1.210400	0.350930
2011	2010	0.385131	0.197138	0.582269	1.298500	1.237350	0.258003	1.069778	1.249503	0.350930
2012	2011	0.380339	0.190218	0.570557	1.328500	1.237350	0.258003	1.071743	1.262900	0.350999

Note: Data presented is received from Nueces County Tax Assessor-Collector.

Table 8

Nueces County Farm Roads and Flood Control	Nueces County Emergency Services District 1	Nueces County Hospital District	Port of Corpus Christi Authority	Nueces County Water Control & Improv. District 4	Port Aransas ISD	Robstown ISD	Tuloso Midway ISD	West Oso ISD	Downtown Management District Land	Downtown Management District Improvements
0.005396	0.060000	0.228028	--	--	1.536300	1.614000	1.727000	1.540000	--	--
0.005688	0.060000	0.228028	--	--	1.560458	1.614000	1.724700	1.570000	--	--
0.005500	0.060000	0.225000	--	--	1.557800	1.714000	1.724700	1.900000	--	--
0.005167	0.075000	0.174903	--	--	1.550000	1.714000	1.742200	1.780000	--	--
0.004746	0.075000	0.160715	--	--	1.394582	1.584000	1.612200	1.650000	--	--
0.004338	0.100000	0.144782	--	--	1.058300	1.254000	1.332200	1.340000	--	--
0.004329	0.100000	0.154687	--	--	1.058300	1.374000	1.332200	1.420000	0.300000	0.070000
0.004329	0.100000	0.154687	--	--	1.058300	1.374000	1.332200	1.420000	0.300000	0.070000
0.004329	0.100000	0.162428	--	--	1.062300	1.523000	1.332200	1.420000	0.300000	0.070000
0.004260	0.100000	0.162428	--	--	1.063300	1.650000	1.332200	1.420000	0.300000	0.070000

Table 9

**CITY OF CORPUS CHRISTI, TEXAS
PRINCIPAL PROPERTY TAXPAYERS
JULY 31, 2013 AND JULY 31, 2004**

Name of Taxpayer	2013			2004		
	Assessed Valuation	Rank	Percentage Of Total Taxable Assessed Value	Assessed Valuation	Rank	Percentage Of Total Taxable Assessed Value
Barney M. Davis	\$ 248,607,730	1	0.016002	--		--
American Electric Power Texas Central Co.	122,149,530	2	0.007862	179,090,400	1	0.020015
Corpus Christi Retail Venture LP	101,681,610	3	0.006545			--
Wal-Mart Real Estate Business Trust	83,906,402	4	0.005401	39,768,011	7	0.004444
H.E. Butt Grocery Company	78,228,276	5	0.005035	65,291,306	2	0.007297
Markwest Javelina Pipeline Company	70,101,770	6	0.004512			--
Bay Area Healthcare	59,907,775	7	0.003856			--
Orion Drilling LP	47,417,760	8	0.003052			--
Air Products, LLC	40,900,500	9	0.002633			--
Martin Terminals-CC Crude	35,407,030	10	0.002279			
Southwestern Bell Telephone				65,062,416	3	0.007271
Padre Staples Mall, LP				55,414,935	4	
El Pa Total primary government net position				42,713,510	5	0.004774
Columbia Bay Area Realty, Ltd.				42,496,689	6	0.004749
TRT Development Company				33,827,341	8	0.003780
Time Warner Cable				28,357,452	9	0.003169
Weingarten Realty Investors				26,530,627	10	0.002965
	<u>\$ 888,308,383</u>		<u>5.72%</u>	<u>\$ 578,552,687</u>		<u>5.85%</u>

Source: Nueces County Appraisal District

Note: Wal-Mart Real Estate Business Trust was listed twice on the top ten taxpayers list provided by the appraisal district. The City combined both listings and included the next highest taxpayer as #10.

Table 10

**CITY OF CORPUS CHRISTI, TEXAS
PROPERTY TAX LEVIES AND COLLECTIONS
LAST TEN FISCAL YEARS**

Fiscal Year Ended July 31	Tax Year	Tax Levy	Collected within the Fiscal Year of the Levy		Collections in Subsequent Years	Total Collections to Date	
			Amount	Percentage of Levy		Amount	Percentage of Levy
2004	2003	57,640,112	55,417,905	96.14%	2,077,163	57,495,068	99.75%
2005	2004	61,131,691	58,864,317	96.29%	2,113,997	60,978,314	99.75%
2006	2005	65,237,253	62,656,806	96.04%	2,402,864	65,059,670	99.73%
2007	2006	68,230,749	64,961,636	95.21%	3,074,189	68,035,825	99.71%
2008	2007	72,029,119	70,048,380	97.25%	1,776,913	71,825,293	99.72%
2009	2008	76,595,854	74,146,566	96.80%	2,182,992	76,329,558	99.65%
2010	2009	79,537,895	77,079,808	96.91%	2,085,377	79,165,185	99.53%
2011	2010	78,777,938	76,795,311	97.48%	1,454,739	78,250,050	99.33%
2012	2011	78,407,330	76,679,885	97.80%	979,001	77,658,886	99.05%
2013	2012	80,578,771	78,780,900	97.77%	-	78,780,900	97.77%

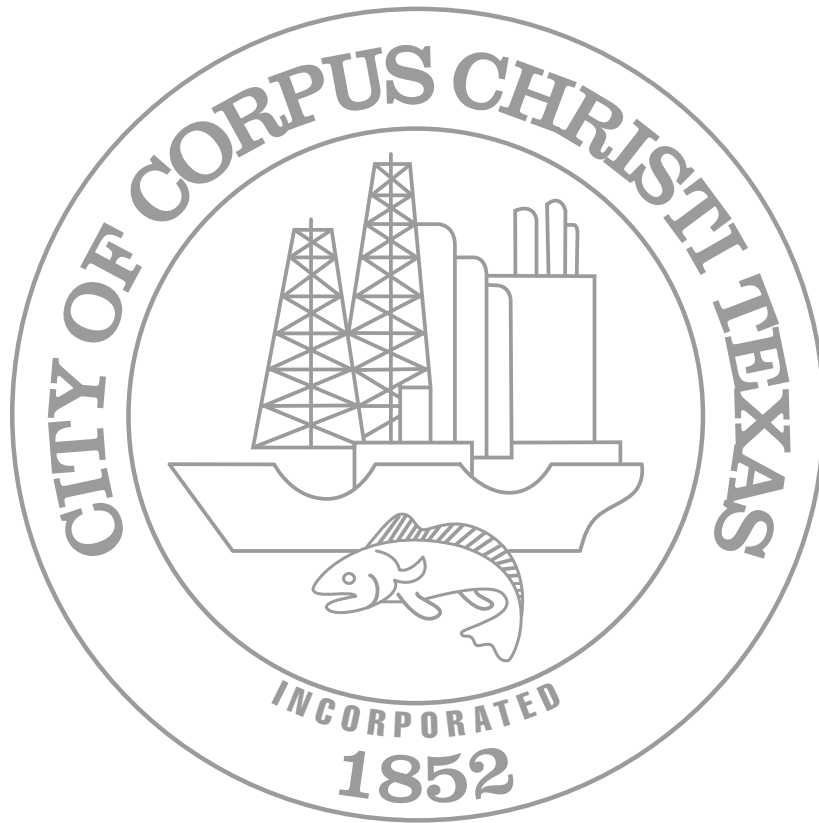


Table 11

**CITY OF CORPUS CHRISTI, TEXAS
ADOPTED TAX RATE
LAST TEN FISCAL YEARS**

Fiscal Year Ended July 31	Tax Year	Total Assessed Valuation	Assessments Rate	Gross Tax Rate (1)
2004	2003	8,947,896,398	100%	0.644175
2005	2004	9,639,561,772	100%	0.634175
2006	2005	10,488,024,828	100%	0.625799
2007	2006	11,421,305,918	100%	0.602372
2008	2007	13,110,832,851	100%	0.563846
2009	2008	13,813,335,014	100%	0.563846
2010	2009	14,440,609,740	100%	0.563846
2011	2010	13,900,137,536	100%	0.582269
2012	2011	14,085,804,898	100%	0.570557
2013	2012	14,386,376,098	100%	0.570557

(1) As permitted by the Constitution of the State of Texas, home rule cities of over 5,000 population shall have a total tax allowable of \$2.50 and shall have a bond allowable of \$1.50 per \$100 valuation (unless City Charter provides less). The State allowables are computed based on 90% collections. On April 3, 1993, the citizens of Corpus Christi voted to amend the City Charter which contained a tax limitation of \$0.68 per \$100 of assessed valuation for all purposes including debt service. The amended Charter provided for the tax rate to increase up to the State limit for voter approved debt after April 4, 1993.

**CITY OF CORPUS CHRISTI, TEXAS
RATIOS OF OUTSTANDING DEBT BY TYPE
LAST TEN FISCAL YEARS**

Fiscal Year Ended July 31	Governmental Activities				
	General Obligation Bonds	Certificates of Obligation	Priority Revenue Bonds	Capital Leases	Other Notes Payable
2004	100,489,139	57,110,000	120,910,000	7,378,760	6,001,404
2005	162,079,446	34,990,000	121,485,000	5,923,899	4,796,465
2006	149,085,000	32,480,000	120,810,000	6,525,617	4,360,000
2007	166,575,000	32,925,695	117,030,000	11,054,031	4,000,000
2008	152,030,000	30,885,695	114,480,000	9,102,549	25,510,000
2009	231,525,000	28,745,695	110,095,000	10,766,432	7,510,000
2010	232,020,000	37,255,695	105,460,000	11,395,885	5,295,000
2011	219,025,000	34,690,401	100,165,000	9,939,798	4,300,000
2012	251,195,000	32,821,649	94,485,000	7,338,742	10,665,000
2013	359,454,849	11,817,334	89,258,322	5,826,454	9,055,000

Note: Details regarding the City's outstanding debt can be found in Note 14 of the Notes to the Financial Statements. Beginning fiscal year 2013 debt is reported net of related premiums and discounts. See Table 17, the Schedule of Demographic and Economic Statistics for personal income and population data.

Table 12

General Obligation Bonds	Certificates of Obligation	Business-Type Activities				Total Primary Government	Percentage of Personal Income	Per Capita
		Priority Revenue Bonds	Junior Lien Revenue Bonds	Capital Leases	Utility Notes			
-	-	375,630,000	-	5,119,476	176,221,133	848,859,912	7.58%	2,925
-	25,660,000	407,805,000	-	4,529,354	174,136,591	941,405,755	7.98%	3,212
-	44,025,000	453,850,000	-	3,277,956	171,604,070	986,017,643	8.80%	3,337
-	48,189,305	506,795,000	-	3,699,994	168,900,717	1,059,169,742	8.96%	3,583
-	47,524,305	479,220,000	-	4,591,194	166,018,108	1,029,361,851	7.91%	3,461
-	58,484,305	546,875,000	-	5,006,444	164,625,035	1,163,632,911	7.99%	3,912
-	57,184,305	525,780,000	-	6,288,391	160,481,095	1,141,160,371	7.89%	3,739
-	61,149,599	572,095,000	-	8,318,853	156,204,665	1,165,888,316	7.42%	3,789
18,220,000	59,388,351	576,810,000	-	6,860,263	152,512,889	1,210,296,894	7.70%	3,878
68,204,912	19,889,739	453,480,430	246,054,017	8,158,202	148,593,654	1,419,792,913	8.59%	4,434

Table 13

**CITY OF CORPUS CHRISTI, TEXAS
RATIOS OF GENERAL BONDED DEBT OUTSTANDING
LAST TEN FISCAL YEARS**

Fiscal Year Ended July 31	General Obligation Bonds	Certificates of Obligation	Less Amounts Available in Debt Service Funds	Total	Percentage of Actual Taxable Value of Property	Per Capita (1)
2004	100,489,139	57,110,000	11,259,740	146,339,399	1.3783%	504.34
2005	162,079,446	34,990,000	10,328,565	186,740,881	1.6289%	637.08
2006	149,085,000	32,480,000	10,255,911	171,309,089	1.3859%	579.77
2007	166,575,000	32,925,695	11,622,271	187,878,424	1.4006%	635.60
2008	152,030,000	30,885,695	16,591,514	166,324,181	1.0709%	559.17
2009	231,525,000	28,745,695	10,134,301	250,136,394	1.5421%	840.94
2010	232,020,000	37,255,695	11,923,519	257,352,176	1.5029%	843.18
2011	219,025,000	34,690,401	14,436,907	239,278,494	1.3782%	777.56
2012	269,415,000	92,210,000	16,858,822	344,766,178	1.9264%	1,104.79
2013	427,659,761	31,707,073	15,512,834	443,854,000	2.3115%	1,386.04

Note: Details regarding the City's outstanding debt can be found in the notes to the financial statement.

Beginning, fiscal year 2013 debt is reported net of related premiums and discounts.

(1) See Table 17 - Schedule of Demographic and Economic Statistics for personal income and population data.

Table 14

**CITY OF CORPUS CHRISTI, TEXAS
DIRECT AND OVERLAPPING GOVERNMENTAL ACTIVITIES DEBT
AS OF JULY 31, 2013**

City	Net Direct Debt		Estimated % of Debt Applicable	Estimated Share of Overlapping Debt
	Amount	As of		
City of Corpus Christi, Texas - direct	\$ 353,580,323	7/31/2013	100.00%	\$ 353,580,323
County				
Nueces County (excluding special districts)	104,581,062	7/31/2013	37.05%	38,747,283
School District				
Calallen Independent School District	43,757,187	7/31/2013	39.77%	17,402,233
Corpus Christi Independent School District	303,763,212	7/31/2013	94.22%	286,205,698
Flour Bluff Independent School District	2,675,807	7/31/2013	85.45%	2,286,477
London Independent School District	9,268,001	7/31/2013	3.83%	354,964
Port Aransas Independent School District	10,432,849	7/31/2013	70.08%	7,311,341
Robstown Independent School District	58,092,204	7/31/2013	0.13%	75,520
Tuloso-Midway Independent School District	71,538,702	7/31/2013	50.16%	35,883,813
West Oso Independent School District	48,774,668	7/31/2013	32.16%	15,685,933
Other				
Corpus Christi Junior College District	71,198,607	7/31/2013	92.14%	65,602,396
Nueces County Hospital District	3,395,605	7/31/2013	37.05%	1,258,072
Total overlapping debt	<u>727,477,904</u>			<u>470,813,730</u>
Total direct and overlapping debt	<u>\$ 1,081,058,227</u>			<u>\$ 824,394,053</u>

NOTE A: Total direct debt shown for the City of Corpus Christi excludes self-supporting debt, and prorated share available for repayment in Debt Service Fund. It is estimated that \$115,905,466 is self supporting debt. To continue to maintain this debt as self-supporting, transfers will be made from Airport, Marina, Hotel Occupancy Tax Fund, Texas State Aquarium, Utility System and Solid Waste in amounts sufficient to pay both principal and interest on the self-supporting debt.

NOTE B: Overlapping governments are those that coincide, at least in part, with the geographic boundaries of the City. The percentage of overlapping debt applicable is estimated by the percent of area of each government that is within the boundaries of the City.

**CITY OF CORPUS CHRISTI, TEXAS
LEGAL DEBT MARGIN INFORMATION
LAST TEN FISCAL YEARS**

	Fiscal Year			
	2004	2005	2006	2007
Debt limit	\$ 1,061,725,649	\$ 1,146,442,016	\$ 1,235,133,813	\$ 1,341,374,214
Total net debt applicable to limit	<u>152,340,803</u>	<u>217,197,346</u>	<u>219,694,089</u>	<u>240,067,729</u>
Legal debt margin	<u>\$ 909,384,846</u>	<u>\$ 929,244,670</u>	<u>\$ 1,007,939,724</u>	<u>\$ 1,101,306,485</u>
Total net debt applicable to the limit as a percentage of debt limit	14.35%	18.95%	17.79%	17.90%

(1) Assessed value is based on the appraised value of property prior to any deductions for exemptions. The assessed value is derived from the certified valuations provided by the Nueces County Tax Appraisal District as of July 24, 2009.

Note: Beginning fiscal year 2013 debt is reported net of related premiums and discounts.

Table 15

Fiscal Year					
2008	2009	2010	2011	2012	2013
\$ 1,553,126,690	\$ 1,622,011,635	\$ 1,712,352,047	1,736,227,525	1,789,689,744	1,920,227,729
<u>239,358,486</u>	<u>316,130,699</u>	<u>319,831,481</u>	<u>304,728,093</u>	<u>355,431,178</u>	<u>452,909,000</u>
<u>\$ 1,313,768,204</u>	<u>\$ 1,305,880,936</u>	<u>\$ 1,392,520,566</u>	<u>\$ 1,431,499,432</u>	<u>\$ 1,434,258,566</u>	<u>\$ 1,467,318,729</u>
15.41%	19.49%	18.68%	17.55%	19.86%	23.59%

LEGAL DEBT MARGIN CALCULATION FOR FISCAL YEAR 2013

Assessed value (1)	\$ 19,202,277,294
Debt limit (10% of total assessed value)	1,920,227,729
Debt applicable to limit:	
Gross Bonded Debt	468,421,834
Less: Net assets in Debt Service Fund	<u>15,512,834</u>
Total net debt applicable to limit	<u>452,909,000</u>
Legal debt margin	<u>\$ 1,467,318,729</u>

**CITY OF CORPUS CHRISTI, TEXAS
PLEGDED - REVENUE COVERAGE
LAST TEN FISCAL YEARS**

Fiscal Year	Utility System Revenue Bonds					
	Gross Revenue	Adjusted (1) Operating Income Deductions	Net Revenue Available for Debt Service	Annual Debt Service Requirements		
				Principal	Interest	Coverage
2004	133,214,799	95,996,767	37,218,032	13,205,000	12,334,049	1.46
2005	149,924,365	114,931,084	34,993,281	15,505,000	13,715,886	1.20
2006	169,845,386	124,064,017	45,781,369	17,890,000	15,459,432	1.37
2007	167,638,283	120,023,039	47,615,244	21,030,000	18,213,273	1.21
2008	174,023,636	121,130,851	52,892,785	22,715,000	18,133,573	1.29
2009	188,422,621	122,025,805	66,396,816	23,750,000	18,890,476	1.56
2010	185,342,336	123,436,112	61,906,224	24,760,000	20,872,184	1.36
2011	203,523,352	131,598,133	71,925,219	24,135,000	22,448,605	1.54
2012	206,350,597	120,818,926	85,531,671	25,070,000	21,668,130	1.83
2013	206,635,317	122,958,943	83,676,374	21,120,000	18,161,601	2.13

(1) Beginning in fiscal year 2004-2005, storm water expenses are included.

Table 16

Net Revenue Available for Junior Lien Debt Service	Annual Debt Service Requirements		
	Principal	Interest	Coverage
--	--	--	--
--	--	--	--
--	--	--	--
--	--	--	--
--	--	--	--
--	--	--	--
--	--	--	--
--	--	--	--
44,394,773	8,010,000	6,744,667	3.01

Table 17

**CITY OF CORPUS CHRISTI, TEXAS
DEMOGRAPHIC AND ECONOMIC STATISTICS
LAST TEN FISCAL YEARS**

Fiscal Year	Population (1)	Personal Income (2)	Per Capita Personal Income (2)	Median Age (1)	Education Level in Years of Formal Schooling (3)	School Enrollment Rate (4)	Unemployment Rate (5)
2004	290,163	11,199,871,000	27,340	33.2	12.7	39,310	6.7
2005	293,122	11,802,000,000	28,539	34.2	--	38,978	5.4
2006	295,478	11,199,871,000	33,904	34.7	--	36,158	5.7
2007	295,594	11,816,184,000	35,750	34.6	--	38,796	4.7
2008	297,447	13,006,066,000	37,700	34.6	--	38,754	4.8
2009	297,447	14,556,590,000	35,004	34.6	--	38,460	7.3
2010	305,215 (6)	14,457,000,000	34,743	34.3	--	38,196	7.7
2011	307,728	15,719,000,000	39,635	34.8	--	38,357	8.0
2012	312,065	16,524,276,000	38,609	34.6	--	39,106	6.6
2013	320,231	17,832,307,000	40,796	34.3	--	39,400	5.8

Source:

- (1) City of Corpus Christi staff
- (2) Bureau of Economic Analysis
- (3) U. S. Census Bureau for population 25 years or older, some years not available
- (4) Corpus Christi Independent School District - budgeted daily enrollment
- (5) Texas Workforce Commission, city civilian labor force
- (6) U. S. Census Bureau - 2010 Census

Table 18

**CITY OF CORPUS CHRISTI, TEXAS
PRINCIPAL EMPLOYERS
JULY 31, 2012 AND JULY 31, 2003**

Employer	2013			2004*		
	Number of Employees	Rank	Percent of Total City Employment **	Number of Employees	Rank	Percent of Total City Employment
Corpus Christi Army Depot	5,800	1	3.32%	-	--	--
Corpus Christi Independent School District	5,178	2	2.97%	-	--	--
Christus Spohn Health System	5,144	3	2.95%	-	--	--
H.E.B. Grocery Company	5,000	4	2.86%	-	--	--
City of Corpus Christi	3,171	5	1.82%	-	--	--
Naval Air Station Corpus Christi	2,822	6	1.62%	-	--	--
Kiewit Offshore Services	900	10	0.52%	-	--	--
Bay Ltd.	2,100	7	1.20%	-	--	--
Driscoll Children's Hospital	1,800	8	1.03%	-	--	--
Del Mar College	1,542	9	0.88%	-	--	--
Total	33,457		19.16%	-	0.00%	0.00%

Source: Corpus Christi Regional Economic and Development Corporation (CCREDC) (2011 available data)

* 2004 Information not available

** Percent of Total City Employment for Total Nonfarm employment amounts as reported by CCREDC

CITY OF CORPUS CHRISTI, TEXAS
FULL-TIME EQUIVALENT CITY GOVERNMENT EMPLOYEES BY FUNCTION
LAST TEN FISCAL YEARS

Function	Fiscal Year				
	2004	2005	2006	2007	
General Fund					
Mayor	2.00	2.00	2.00	2.00	
ACM - administrative services	1.00	1.00	1.00	1.00	
ACM - development services	2.00	2.00	2.00	2.00	
City attorney	25.00	25.00	26.00	26.00	
City manager	3.00	3.00	3.00	3.00	
City secretary	7.00	7.00	7.00	7.00	
Communications and quality management	--	--	--	--	
Community development	--	--	--	--	
Neighborhood services	23.00	23.40	18.80	20.80	
Economic development office	2.00	2.00	1.00	1.00	
Education advisor	--	--	--	--	
Engineering - special services	--	9.00	8.00	9.00	
Engineering	9.00	--	--	--	
Inspections	--	--	--	--	
Financial services	56.00	56.00	56.00	57.00	
Fire	Tota	356.00	356.00	424.00	412.00
Health	68.63	68.00	69.50	70.50	
Human relations	6.00	7.00	6.00	6.00	
Human resources	19.75	19.75	20.75	20.75	
Internal audit	--	--	--	--	
Intergovernmental relations	--	--	--	--	
Libraries	67.50	67.50	67.50	67.50	
Management and budget	9.00	9.00	8.00	9.00	
Materials management	--	--	--	--	
Municipal court - administration	44.00	44.00	35.00	37.00	
Municipal court - judicial	7.50	21.00	43.30	42.96	
Museum	25.60	24.10	22.50	22.80	
Office of Intergovernmental Relations & Community Development	--	--	--	--	
Parks and recreation	283.21	332.18	305.97	317.23	
Planning	--	--	--	--	
Police	613.50	613.50	601.50	601.50	
Public information	3.00	3.00	3.00	3.00	
Street and solid waste services	310.00	315.00	292.00	303.00	
Total	1,943.69	2,010.43	2,023.82	2,042.04	

(Continued)

Table 19

Fiscal Year						
2008	2009	2010	2011	2012	2013	
2.00	2.00	2.00	2.00	2.00	2.00	2.00
1.00	1.00	1.00	1.00	1.00	1.00	1.00
2.00	2.00	2.00	2.00	1.00	1.00	1.00
26.00	26.00	26.00	25.00	23.00	21.00	21.00
3.00	4.00	4.00	3.00	3.00	3.00	3.00
7.00	6.00	6.00	6.00	6.00	6.00	6.00
--	--	--	--	--	--	--
--	--	--	--	--	--	--
24.80	26.80	27.00	19.90	19.90	21.90	21.90
2.00	2.00	2.00	-	--	--	--
1.50	1.00	--	--	--	--	--
9.00	19.00	15.00	18.00	23.00	7.00	7.00
--	--	--	--	--	--	--
--	--	--	--	--	--	--
57.00	53.00	50.00	46.00	51.00	51.00	51.00
414.00	432.00	432.00	429.00	429.00	428.00	428.00
71.50	71.50	68.00	66.00	61.00	33.00	33.00
6.00	6.00	6.00	6.00	6.00	6.00	6.00
22.00	20.00	20.00	17.00	16.00	17.00	17.00
2.00	1.00	--	--	3.0	4.00	4.00
--	1.00	1.00	1.00	1.00	1.00	1.00
74.00	73.00	70.50	62.60	52.35	52.35	52.35
9.00	8.00	8.00	8.00	8.00	8.00	8.00
--	--	--	--	--	--	--
46.00	48.00	45.00	42.00	59.00	57.00	57.00
35.94	34.08	30.08	30.90	8.72	8.90	8.90
22.80	22.70	21.70	21.70	17.40	18.40	18.40
--	--	--	--	--	--	--
300.07	299.32	279.64	263.23	256.71	249.52	249.52
--	--	--	--	--	--	--
619.00	621.00	625.50	635.50	633.90	601.20	601.20
3.00	5.00	4.00	4.00	2.50	2.50	2.50
305.00	298.00	290.00	286.00	236.00	150.00	150.00
2,065.61	2,083.40	2,036.42	1,994.83	1,920.48	1,750.77	

CITY OF CORPUS CHRISTI, TEXAS
FULL-TIME EQUIVALENT CITY GOVERNMENT EMPLOYEES BY FUNCTION
LAST TEN FISCAL YEARS

Function	Fiscal Year			
	2004	2005	2006	2007
Enterprise Funds				
Aviation	95.75	96.75	93.75	98.95
Ambulance	68.00	68.00	--	--
Golf Centers (Privatized)	30.50	30.50	22.00	29.50
Marina	16.50	16.50	16.50	14.00
Gas	148.80	148.80	148.80	147.80
Storm Water	85.00	--	--	--
Wastewater	177.00	177.00	177.00	173.00
Water	180.00	175.00	255.00	255.00
ACM - Public Works	--	2.00	2.00	2.00
Utility Business Office	27.00	74.00	19.00	18.00
Utility Field Services	45.00	--	44.00	45.00
Office of Environmental Programs	--	--	3.00	3.00
Total	<u>873.55</u>	<u>788.55</u>	<u>781.05</u>	<u>786.25</u>
Internal Service Funds				
Engineering	57.10	57.10	57.10	57.10
Liability and employee benefits fund	13.00	14.00	14.00	15.00
Maintenance service	97.00	99.00	99.00	100.00
Municipal information system	71.00	75.00	93.00	100.00
Stores	8.00	8.00	8.00	9.00
Total	<u>246.10</u>	<u>253.10</u>	<u>271.10</u>	<u>281.10</u>
Special Revenue Funds				
Development Services	54.00	54.00	57.00	58.00
Visitor's facilities fund	35.0	11.00	1.00	1.00
Redlight Photo Enforcement	--	--	--	--
Crime Control	65.10	62.10	65.60	64.60
Local Emergency Planning Committee	1.00	1.00	1.00	1.00
Total	<u>155.10</u>	<u>128.10</u>	<u>124.60</u>	<u>124.60</u>
Total operating budget FTE's	<u><u>3,218.44</u></u>	<u><u>3,180.18</u></u>	<u><u>3,200.57</u></u>	<u><u>3,233.99</u></u>

Source: City of Corpus Christi Office of Management and Budget

Table 19
(Continued)

Fiscal Year						
2008	2009	2010	2011	2012	2013	
95.20	96.95	97.20	97.20	91.40	91.40	
--	--	--	--	--	--	
29.50	29.50	29.50	29.50	--	--	
14.00	14.00	15.00	15.00	15.00	15.00	
134.80	134.80	135.80	137.00	135.00	135.00	
77.00	75.00	75.00	87.00	87.00	87.00	
162.00	162.00	167.00	167.00	168.00	168.00	
157.00	163.00	166.00	167.00	161.00	165.40	
2.00	2.00	2.00	2.00	2.00	2.00	
19.00	19.00	19.00	19.00	20.00	20.00	
40.00	40.00	31.00	31.00	30.00	30.00	
2.00	5.00	5.00	5.00	5.00	5.00	
732.50	741.25	742.50	756.70	714.40	718.80	
57.00	61.63	64.00	61.00	58.00	57.00	
15.00	15.00	15.00	16.00	20.00	20.00	
100.00	87.00	87.00	85.00	77.00	77.00	
109.00	105.00	105.00	98.00	94.00	93.00	
9.00	20.00	21.00	21.00	20.00	20.00	
290.00	288.63	292.00	281.00	269.00	267.00	
63.00	76.00	63.00	60.00	60.00	59.00	
11.00	10.00	10.00	10.00	10.00	11.00	
--	--	2.00	2.00	2.00	2.00	
65.60	65.60	65.60	65.60	64.60	63.60	
1.00	1.00	1.00	1.00	--	--	
140.60	152.60	141.60	138.60	136.60	136.60	
3,228.71	3,265.88	3,212.52	3,171.13	3,040.48	2,873.17	

**CITY OF CORPUS CHRISTI, TEXAS
NET POSITION BY COMPONENT
LAST TEN YEARS**

Function	Fiscal Year			
	2004	2005	2006	2007
Police				
Physical arrests	n/a	5,214	4,792	11,282
Parking violations	17,622 *	17,960 *	18,287 *	17,571 *
Traffic violations	n/a	64,449	57,478	58,885
Number of commissioned police officers	448	448	448	448
Number of employees - police officers and civilians	674	678	671	672
Officers per 1000 population	1.54	1.53	1.52	1.52
School crossing guards	83	83	87	87
Fire				
Number of calls answered	1,000	1,219	30,700 **	33,000 **
Inspections	3,500	3,659	3,000	4,765
Number of firefighters	395	383	383	402
Number of employees - firefighters and civilians	418	402	400	419
Employees per 1,000 population	1.36	1.31	1.30	1.36
State Fire Insurance Credit Rating	Class 4	Class 4	Class 4	Class 3
Streets				
Street resurfacing (miles)	--	--	--	722,367 sq yds
Potholes repaired	60,000	75,024	75,000	83,177
Parks and recreation				
Number of registered youth participants in Latchkey afterschool program	n/a	n/a	n/a	n/a
Number of meals served at Senior Centers	148,743	152,578	126,773	117,333
Libraries				
Number of volumes	446,830	394,666	394,666	389,634
Circulation	1,149,994	1,155,516	1,191,605	1,211,792
Library cards in force	124,624	144,755	150,552	143,699
Computer usage, sessions	524,400	703,494	1,044,617	1,160,698
Number of website hits	--	--	--	--
Number of in-house personal computer users	--	--	--	--
Solid Waste				
Refuse collected (tons/day)	325	364	389	395
Recyclables collected (tons/day)	53	12	13	13
Water				
New connections (UBO)	n/a	1,302	1,358	1,690
Water main breaks	n/a	2,400	2,617	2,313
Average daily consumption (thousands of gallons)	90,771	97,686	97,686	97,686
Average daily gallons treated & raw water sold	90,770,847	97,685,942	106,251,600	136,281,605
Average water treated (thousand of gallons)	n/a	n/a	n/a	n/a
Average daily consumption per capita (gallons)	122	123	121	134
Residential per capita consumption gallons/day	n/a	n/a	n/a	n/a
Gas				
Average daily consumption (mcf)	8,964	9,064	8,438	2,842
Wastewater				
Average daily sewage treatment (thousands of gallons)	n/a	n/a	27,478	30,605
Airport				
Number of airports	1	1	1	1
Number of acres	2,428	2,574	2,574	2,574

Sources: Various city departments

Note: The City has only been compiling this data with implementation of GASB 44 in fiscal year 2002.

* Data presented is for the calendar year rather than the fiscal year.

** Number includes the combined Fire Department and EMS calls. Previous years figures reflect only Fire Department calls.

Table 20

Fiscal Year					
2008	2009	2010	2011	2012	2013
14,440	17,786	17,036	17,928	17,895	17,366
23,973 *	23,976 *	18,705 *	7,925 *	7,705	9,694
53,355	51,778	51,082	41,216	39,145	48,226
448	451	451	451	451	451
672	711	711	711.1	685.8	685.8
1.51	1.52	1.48	1.47	1.50	1.40
91	91	91	91	28	28
37,492 **	39,115 **	38,939	39,667	42,923	44,933
4,641	5,342	5,272	4,116	6,093	6,945
394	403	414	398	414	414
419	423	429	414	431	431
1.32	1.35	1.36	1.29	1.36	1.38
Class 3	Class 2	Class 2	Class 2	Class 2	Class 2
367,266 sq yds	267,817 sq yds	549,631 sq yds	693,586 sq yds	600,387 sq yds	408,439 sq yds
97,634		213,805	158,827	126,696	109,070
n/a	2,478	2,396	2,497	2,375	2,240
103,431	104,155	95,954	106,995	93,516	91,486
405,225	431,098	484,442	661,332	412,386	358,544
1,241,042	1,339,242	1,344,845	1,247,799	709	800,285
150,712	150,712	153,222	201,863	217,247	228,041
--	--	--	--	--	--
--	25,084,906	10,041,335	5,114,607	9,723,058	12,500,511
203,480	240,525	282,360	255,923	184,137	221,891
386	378	382	378	376	350
13	12.3	11.7	31.7	5	53
474	265	236	236	217	1,282
2,022	1,706	1,507	1,584	1,966	1,409
94,541	102,025	94,637	99,271	104,316	100,563
94,541,688	102,025,373	94,637,901	99,271,184	104,316,132	100,562,948
65,860	68,888	63,197	67,592	69,919	68,029
119	128	118	125	122	107
77	81	76	80	78	70
8,498	8,626	8,466	9,050	8,033	8,535
28,808	26,867	29,691	28,152	25,776	25,648
1	1	1	1	1	1
2,657	2,657	2,600	2,600	2,600	2,600

**CITY OF CORPUS CHRISTI, TEXAS
CAPITAL ASSET STATISTICS BY FUNCTION
LAST TEN YEARS**

Function	Fiscal Year			
	2004	2005	2006	2007
General government				
Buildings: (City owned)				
Total square footage, approximate	2,850,000	2,864,000	2,864,000	2,864,000
Police				
Stations	4	4	4	4
Patrol units	301	301	295	295
Area of responsibility - land area (square miles)	150.48	150.48	150.48	150.48
Fire				
Fire stations	16	16	16	16
Fire apparatus	39	30	30	30
Other motorized vehicles	62	77	77	77
Number of fire hydrants	8,300	8,300	8,400	8,400
Streets				
Streets (miles)	1,097	1,103	1,103	1,119
Streetlights	14,670	16,308	16,308	16,662
Traffic signals	n/a	n/a	n/a	n/a
Libraries				
Number of libraries	5	5	5	5
Parks and recreation				
Parks acreage	1,408	1,408	1,418	1,415
Parks	189	189	189	190
Swimming pools	10	9	9	9
Tennis courts	49	49	37	37
Community centers	5	5	5	5
Park acreage partially developed	171	178	171	171
Playgrounds	139	139	128	129
Municipal beaches	4	4	4	4
Baseball diamonds	1	1	1	1
Softball diamonds	5	5	5	5
Senior centers	8	8	8	8
Gymnasiums	2	2	2	2
Covered basketball courts	2	1	3	3
Water				
Water mains (miles)	1,445	1,533	1,533	1,553
Fire hydrants	8,300	8,300	8,400	8,400
Maximum daily capacity (thousands of gallons)	110,000	109,000	104,880	97,750
Water connections - active	82,944	82,467	83,785	85,959
Storm water drainage ditches (miles)	607	607	607	607
Storm water underground pipe (miles)	597	597	597	597

Table 21

Fiscal Year					
2008	2009	2010	2011	2012	2013
2,883,975	2,883,975	2,883,975	2,883,975	3,740,189	3,474,290
4	5	5	5	5	5
295	354	244	244	244	244
150.48	150.48	150.48	150.48	150.48	150.48
16	17	17	17	17	17
30	30	30	30	30	30
77	77	77	88	88	88
8,479	8,800	8,890	9,007	10,451	10,451
1,123	1,139	1,172	1,178	1,181	1,183
16,767	16,874	17,053	17,166	17,315	17,191
n/a	n/a	n/a	n/a	242	243
5	6	6	6	6	
1,418	1,418	1,420	1,420	1,690	1,690
190	191	194	196	196	196
9	9	9	9	9	6
37	37	37	37	37	37
5	5	5	5	5	5
168	384	386	389	389	389
131	139	143	140	140	140
4	4	4	4	4	4
4	4	4	5	5	2
5	5	5	4	4	4
8	8	8	8	8	8
2	2	2	3	3	3
3	4	4	5	5	5
1,584	1,624	1,629	1,636	1,654	1,677
8,479	8,800	8,890	9,007	10,451	10,451
97,850	96,220	95,450	92,670	103,500	93.42
84,442	87,042	90,957	90,928	93,927	93,123
610	602	552	501	501	501
606	632	675	630	630	630

**CITY OF CORPUS CHRISTI, TEXAS
CAPITAL ASSET STATISTICS BY FUNCTION
LAST TEN YEARS**

Function	Fiscal Year			
	2004	2005	2006	2007
Gas				
Gas mains (miles)	1,279	1,288	1,291	1,327
Gas connections - active	55,789	53,461	53,989	54,436
Wastewater				
Sanitary sewers (miles)	1,292	1,220	1,243	1,258
Maximum daily treatment capacity (thousands of gallons)	44,700	44,700	44,700	44,700
Sewer connections	78,788	78,837	80,725	82,957
Lift stations	93	91	96	95
Airport				
Length of main runways	13,588	13,588	13,588	13,588
Scheduled airline arrivals and departures per year	20,228	19,704	19,689	19,710
Passengers enplaning and deplaning (including commercial helicopters)	789,830	854,606	890,800	886,528
Golf centers				
Municipal golf courses	2	2	2	2
Municipal golf links - acres	378	378	378	376
Marina				
Marina slips	558	451	456	590

Note: The City has only been compiling this data with implementation of GASB 44 in fiscal year 2002.

Table 21
(Continued)

Fiscal Year					
2008	2009	2010	2011	2012	2013
1,337	1,349	1,354	1,399	1,402	1,405
53,688	54,162	55,467	60,430	62,260	62,667
1,265	1,269	1,271	1,282	1,286	1,293
44,700	44,700	44,700	44,700	44,700	44,700
81,823	82,948	83,174	83,250	84,338	85,602
97	97	99	99	100	100
13,588	13,588	13,588	13,588	13,588	13,588
16,306	17,056	16,560	17,130	17,130	17,053
861,641	750,080	706,133	688,051	672,130	644,570
2	2	2	2	2	2
376	376	376	376	376	376
590	590	626	626	578	513

**MISCELLANEOUS STATISTICAL DATA
FISCAL YEAR ENDED JULY 31, 2013**

GOVERNMENT: (1)

Date of incorporation	1852
Charter:	
Revised	July 13, 1968
Revised	September 15, 1970
Revised	January 22, 1975
Revised	April 5, 1980
Revised	August 11, 1984
Revised	April 4, 1987
Revised	January 19, 1991
Revised	April 3, 1993
Revised	November 2, 2004
Revised	November 2, 2010

Form of government:

Fiscal year begins August 1st

Number of City employees 2,272

GEOGRAPHICAL LOCATION:

Southeastern Coast of Texas on the Gulf of Mexico
approximately 150 miles north of the Mexican border.

Total primary government net position	Land	146.7
	Water	352.0
		<u>498.7</u>

POPULATION:

	<u>Year</u>	<u>Trade Area</u>	<u>Population</u>
	1950	293,661	108,053
	1960	382,423	167,690
	1970	359,523	204,525
	1980	400,500	232,134
	2000 (Census)	474,157	277,454
	2008	485,885	297,447
	2009	415,376	297,447
	2010 (Census)	428,185	305,215
	2011	426,073	313,422
	2012	433,583	312,065
	2013	437,109	320,231

ELEVATION: Sea level to 85 feet

TEMPERATURE: (3) 85.5° F maximum average
64.8° F minimum average
75.2° F mean average

SEASONAL RAINFALL

14.32 inches for fiscal year ended July 31, 2013

Source: (1) City Staff
(2) Port of Corpus Christi
(3) National Weather Service www.nws.noaa.gov

Table 22

PORT OF CORPUS CHRISTI: (2)

Tonnage handled through the Port during the year 2013	78,806,188
Number of ships handled during the year 2013	1,320
Number of barges handled during the year 2013	4,762

Public Docks:

Bulk liquid	11
Dry cargo	7
Bulk materials	2
Total	<u>20</u>

Private Docks:

Bulk Liquid -

Citgo	6 - Main Harbor
Equistar	1 - Main Harbor
Flint Hills	3 - Main Harbor
Flint Hills	1 - Ingleside
Valero	3 - Main Harbor
Occidental Chemical	1 - La Quinta
Koch Gathering	1 - Ingleside

Dry Cargo -

Bay, Inc.	2 - Main Harbor
Heldenfels	1 - Main Harbor
Texas Docks & Rail (Trafigura)	2 - Harbor Island
Texas Leheigh Cement	1 - Main Harbor
Tor Minerals International, Inc.	1 - Rincon
McDermott	1 - Harbor Island
Gulf Marine Fabricators	1 - Ingleside
Kiewit Offshore Services, Inc.	1 - Ingleside
Helix Energy Solutions	1 - La Quinta
Occidental Chemical (NSI)	3 - Ingleside
Signet Maritime	1 - Jewell Fulton
Nu Star Logistics	1 - Harbor Island

Dry Cargo -

ADM/Growmark	1 - Main Harbor
Interstate Grain	1 - Main Harbor
Sherwin Alumina	1 - La Quinta
Vulcan Materials	1 - Main Harbor
Total	<u>36</u>

Source:

- (1) City Staff
- (2) Port of Corpus Christi
- (3) National Weather Service www.nws.noaa.gov

Table 23

**CITY PAYROLL STATISTICS
LAST TEN FISCAL YEARS**

Fiscal Year	Salaries	Social Security & Medicare	Texas Municipal Retirement System	Fire Fighters' Retirement System Plan	Total Paid	Number Employees Last Payday of Year
2004	121,745,107	7,370,874	11,386,987	2,673,855	143,176,822	3,317
2005	120,616,280	7,350,960	12,827,988	2,482,092	143,277,320	3,126
2006	124,601,361	5,903,267	13,853,273	2,795,774	147,153,675	3,183
2007	127,318,989	7,603,602	14,372,192	3,040,260	152,335,043	3,217
2008	133,145,260	7,991,390	15,603,377	3,575,262	160,315,289	3,309
2009	140,069,626	8,350,623	16,549,804	3,997,364	168,967,417	3,406
2010	142,607,262	7,714,798	18,330,551	4,440,572	173,093,184	3,236
2011	147,878,682	8,485,205	16,832,574	5,158,128	178,354,589	3,091
2012	137,951,126	7,969,329	15,541,644	5,254,970	166,717,069	2,972
2013	142,076,954	8,240,414	16,101,720	5,640,851	172,059,939	2,272

Note: The data in this Table is abstracted from payroll reports.

Table 24

**RETIREMENT SYSTEM PENSION DATA
LAST TEN FISCAL YEARS**

TEXAS MUNICIPAL RETIREMENT SYSTEM PENSION DATA

Fiscal Year	Unfunded Pension Plan Liability	Pension Plan Receipts	Actuarial Value of Pension Plan Assets	Pension Benefits Paid	Investment Income
2004	\$ 88,310,121	\$ 33,899,027	\$ 236,961,675	\$ 29,806,713	\$ 18,215,670
2005	107,200,266	32,945,242	238,411,240	31,495,577	16,180,600
2006	114,519,596	32,767,434	235,856,593	35,322,082	13,915,946
2007	123,761,526	33,620,204	236,329,255	33,147,542	13,206,208
2008	198,547,208	32,602,880	234,960,197	33,971,939	11,536,275
2009	207,164,256	33,740,446	234,890,896	33,809,747	11,440,094
2010	218,806,609	39,295,663	246,315,526	27,871,033	14,696,659
2011	* 46,392,672	40,573,796	511,209,314	33,759,205	10,053,791
2012	* 43,677,917	34,740,040	533,122,252	36,541,040	12,826,388
2013	* 41,424,714	76,187,208	558,527,434	36,700,614	53,720,245

Note: Information is as of December 31 of the previous year which is the latest information available.

* Reflects information for the Benefit Accumulation Fund, which was created at the end of calendar year 2011 by combining the Municipal Accumulation Fund, Employee Savings Fund, and Current Service Annuity Reserve Fund. Previously, only the Municipal Accumulation Fund and Employee Savings Funds were presented.

FIRE FIGHTERS' RETIREMENT SYSTEM PENSION DATA

Fiscal Year	Unfunded Pension Plan Liability	Pension Plan Receipts	Pension Plan Assets	Pension Benefits Paid	Investment Income
2004	* --	\$ 18,168,197	\$ 81,278,306	\$ 7,412,898	\$ 2,088,863
2005	39,748,293	13,364,477	87,250,141	7,130,547	2,168,445
2006	--	4,949,285	89,401,693	7,399,360	2,460,607
2007	42,220,967	4,957,716	92,448,683	8,326,653	3,379,800
2008	* --	5,723,279	101,440,018	8,789,387	6,346,915
2009	70,349,504	6,642,273	76,979,921	9,370,772	3,843,537
2010	* --	7,609,271	92,547,683	8,968,492	2,510,550
2011	73,485,485	8,074,248	101,080,549	9,174,655	2,602,919
2012	* --	8,412,482	98,507,970	11,039,071	3,112,342
2013	86,516,036	8,711,527	108,858,951	11,692,501	3,231,103

Note: The Fire Fighters' Retirement System is not subject to any control by the City Council as the governing body of the City of Corpus Christi. Information is as of December 31 of the previous year which is the latest information available.

* No actuarial valuation performed for previous calendar year.

**ALL FUNDS
INSURANCE AND SURETY BONDS IN FORCE
FISCAL YEAR ENDED JULY 31, 2013**

Type of Insurance	Insurer and Expiration Date	Amount of Coverage
1. Property Insurances		
Commercial Property & Wind Policy Scheduled City Properties	Multiple layers (Itemized Below) Expires 5-4-2014	\$250 Million all other perils, \$150 Million wind coverage, \$25 Million Flood Building & Personal Property Blanket Coverage 2%, Named Storm, \$250,000 Minimum / \$4 Million Maximum Deductible \$250,000 all other Wind/Hail Deductible \$50,000 Deductible All Other Perils \$100,000 Flood; Earthquake Deductible (Replacement cost coverage)
Property & Wind Coverage Commercial City Properties	Axis Expires 5-4-2014	Named Storm only - 2.5 Million - Wind Building & Personal Property Blanket Coverage
Excess Property & Wind Coverage Commercial City Properties	Lexington Expires 5-4-2014	\$25,000,000 excess of \$2.5 Million - Wind Building & Personal Property Blanket Coverage
Excess Property & Wind Coverage Commercial City Properties	Arch Expires 5-4-2014	\$3,825,000 part of \$22.5 Million excess of \$27.5 Million - Wind Building & Personal Property Blanket Coverage
Excess Property & Wind Coverage Commercial City Properties	RSUI Indemnity Co. Expires 5-4-2014	\$6,300,000 part of \$22.5 Million excess of \$27.5 Million - Wind Building & Personal Property Blanket Coverage
Excess Property & Wind Coverage Commercial City Properties	Aspen Expires 5-4-2014	\$2,475,000 part of \$22.5 Million excess of \$27.5 Million -Wind Building & Personal Property Blanket Coverage
Excess Property & Wind Coverage Commercial City Properties	North American Capacity Ins. Co. (ICAT) Expires 5-4-2014	\$4,950,000 part of \$22.5 Million Excess of \$27.5 Million -Wind Building & Personal Property Blanket Coverage
Excess Property & Wind Coverage Commercial City Properties	Ace/Westchester Expires 5-4-2014	\$4,950,000 part of \$22.5 Million excess of \$27.5 Million -Wind Building & Personal Property Blanket Coverage
Excess Property & Wind Coverage Commercial City Properties	Colony Expires 5-4-2014	\$5,000,000 part of \$50 Million excess of \$50 Million - Wind Building & Personal Property Blanket Coverage
Excess Property & Wind Coverage Commercial City Properties	Rockhill Expires 5-4-2014	\$10,000,000 part of \$50 Million Excess of \$50 Million - Wind Building & Personal Property Blanket Coverage

Table 25

Type of Insurance	Insurer and Expiration Date	Amount of Coverage
Excess Property & Wind Coverage Commercial City Properties	Axis Expires 5-4-2014	\$5,000,000 part of \$50 Million Excess of \$50 Million -Wind Building & Personal Property Blanket Coverage
Excess Property & Wind Coverage Commercial City Properties	Aspen Expires 5-4-2014	\$5,000,000 part of \$50 Million Excess of \$50 Million - Wind Building & Personal Property Blanket Coverage
Excess Property & Wind Coverage Commercial City Properties	Ace/Westchester Expires 5-4-2014	\$5,000,000 part of \$50 Million Excess of \$50 Million - Wind Building & Personal Property Blanket Coverage
Excess Property & Wind Coverage Commercial City Properties	Arch Expires 5-4-2014	\$10,000,000 part of \$50 Million Excess of \$50 Million - Wind Building & Personal Property Blanket Coverage
Excess Property & Wind Coverage Commercial City Properties	Liberty Expires 5-4-2014	\$10,000,000 part of \$50 Million excess of \$100 Million - Wind Building & Personal Property Blanket Coverage
Property Coverage Commercial City Properties	Lexington Expires 5-4-2014	\$250 Million All other Perils excluding wind Building & Personal Property Blanket Coverage - \$50,000 per occurrence deductible
Boiler & Machinery Coverage Commercial City Properties	Travelers Insurance Company Expires 5-4-2014	\$100 Million Property Damage \$2,500 Property Damage per occurrence Deductible
2. Flood Insurance		
Primary Flood Specified City Buildings	National Flood Program/ Selective Insurance Expires 11-4-2013	Building &/or contents values up to maximum of \$500,000 per building &/or \$500,000 per contents per location \$2000 deductible per building/ per contents (specified locations)

Table 25
(Continued)

ALL FUNDS
INSURANCE AND SURETY BONDS IN FORCE
FISCAL YEAR ENDED JULY 31, 2013

Type of Insurance	Insurer and Expiration Date	Amount of Coverage
3. Airport Liability		
Primary Aviation	Texas Municipal League Expires 11-4-2013	\$25,000,000 Limit of Liability \$5,000 per occurrence deductible and \$10,000 annual aggregate deductible
Excess Aviation	ACE-Illinois Union Ins Co Expires 11-4-2013	\$50,000,000 Liability Limit in Excess of \$25,000,000 (\$75,000,000 max.)
4. Employee Dishonesty / Crime Coverage		
	Texas Municipal League Expires 11-4-2013	\$1,000,000 per occ. for Public Employee Dishonesty Forgery or Alteration, Theft, Disappearance and Destruction Computer Fraud; with \$10,000 Deductible; \$2,000,000 per occurrence
5. Excess General Liability, Public Officials, Employment & Law Enforcement Liability & Excess Workers Compensation	Illinois Union Insurance Company Expires 3-1-2014	\$5 Million each Accident or Occurrence Limit \$10 Million Aggregate Limit Workers Compensation Statutory \$500,000 SIR for Liability other than WC \$350,000 SIR for Workers Compensation
6. Gas Utility Excess Liability	Texas Municipal League Expires 11-4-2013	\$10,000,000 limit per occurrence \$2,000,000 Pollution limit per occurrence \$250,000-General Liability/Pollution Deductible
7. General Liability CCPD -- Flint Hills Lease GL	Texas Municipal League Expires 11-4-2013	\$1,000,000 each occurrence \$1,000 deductible
8. Special Events Policy July 4th Celebration	Northfield Ins. Co. Expires 7-6-2013	\$2,000,000 General Aggregate \$1,000,000 each Occurrence
9. Automobile Coverage		
TB Clinic Van	Texas Municipal League Expires 11-4-2013	\$1,000,000 Bodily Injury & Property Damage \$25,000-Medical Payments Actual Cash Value - physical damage \$250 deductible
Fleet Catastrophic	Texas Municipal League Expires 11-4-2013	\$15,000,000 Blanket Limit per Occurrence \$250,000 Deductible
Automobile Physical Damage CCPD Leased Vehicles Solid Waste Transfer Trailers Specified Higher Valued Vehicles Specified Mobile Equipment	Texas Municipal League Expires 11-4-2013	Actual Cash Value - physical damage \$250 deductible \$500 deductible \$2500 deductible

COLLIER, JOHNSON & WOODS, P.C.

CERTIFIED PUBLIC ACCOUNTANTS

555 N. Carancahua Suite 1000
Corpus Christi, Texas 78401-0839
361-884-9347 • Fax 361-884-9422
www.cjw-cpa.com

INDEPENDENT AUDITOR'S REPORT ON INTERNAL CONTROL
OVER FINANCIAL REPORTING AND ON COMPLIANCE AND OTHER MATTERS
BASED ON AN AUDIT OF FINANCIAL STATEMENTS PERFORMED IN ACCORDANCE WITH
GOVERNMENT AUDITING STANDARDS

January 30, 2014

The Honorable Mayor, City Council Members,
and the City Manager of the
City of Corpus Christi, Texas

We have audited, in accordance with auditing standards generally accepted in the United States of America and the standards applicable to financial audits contained in *Government Auditing Standards*, issued by the Comptroller General of the United States and the State of Texas, *Single Audit Circular*, the financial statements of the governmental activities, the business-type activities, the aggregate discretely presented component units, each major fund, and the aggregate remaining fund information of the City of Corpus Christi, Texas as of and for the year ended July 31, 2013, and the related notes to the financial statements, which collectively comprise the City's basic financial statements, and have issued our report thereon dated January 30, 2014.

Internal Control over Financial Reporting

In planning and performing our audit of the financial statements, we considered the City's internal control over financial reporting (internal control) to determine the audit procedures that are appropriate in the circumstances for the purpose of expressing our opinions on the financial statements, but not for the purpose of expressing an opinion on the effectiveness of the City's internal control. Accordingly, we do not express an opinion on the effectiveness of the City's internal control.

A deficiency in internal control exists when the design or operation of a control does not allow management or employees, in the normal course of performing their assigned functions, to prevent, or detect and correct misstatements on a timely basis. A *material weakness* is a deficiency, or combination of deficiencies, in internal control, such that there is a reasonable possibility that a material misstatement of the entity's financial statements will not be prevented, or detected and corrected on a timely basis. A *significant deficiency* is a deficiency, or a combination of deficiencies, in internal control that is less severe than a material weakness, yet important enough to merit attention by those charged with governance.

Our consideration of internal control was for the limited purpose described in the first paragraph of this section and was not designed to identify all deficiencies in internal control that might be material weaknesses or significant deficiencies. Given these limitations, during our audit we did not identify any deficiencies in internal control that we consider to be material weaknesses. However, material weaknesses may exist that have not been identified.

Compliance and Other Matters

As part of obtaining reasonable assurance about whether the City's basic financial statements are free of material misstatement, we performed tests of its compliance with certain provisions of laws, regulations, contracts and grant agreements, noncompliance with which could have a direct and material effect on the determination of financial statement amounts. However, providing an opinion on compliance with those provisions was not an objective of our audit and, accordingly, we do not express such an opinion. The results of our tests disclosed no instances of noncompliance or other matters that are required to be reported under *Government Auditing Standards*.

We noted certain matters that we reported to management of the City of Corpus Christi in a separate letter dated January 30, 2014.

Purpose of this Report

The purpose of this report is solely to describe the scope of our testing of internal control and compliance and the results of that testing, and not to provide an opinion on the effectiveness of the entity's internal control or on compliance. This report is an integral part of an audit performed in accordance with *Government Auditing Standards* in considering the City's internal control and compliance. Accordingly, this communication is not suitable for any other purpose.

Collier, Johnson & Woods

COLLIER, JOHNSON & WOODS, P.C.

CERTIFIED PUBLIC ACCOUNTANTS

555 N. Carancahua Suite 1000
Corpus Christi, Texas 78401-0839
361-884-9347 • Fax 361-884-9422
www.cjw-cpa.com

INDEPENDENT AUDITOR'S REPORT ON COMPLIANCE FOR EACH MAJOR FEDERAL PROGRAM AND ON INTERNAL CONTROL OVER COMPLIANCE REQUIRED BY OMB CIRCULAR A-133

January 30, 2014

The Honorable Mayor, City Council Members,
and the City Manager of the
City of Corpus Christi, Texas

Report on Compliance for Each Major Federal Program

We have audited the City of Corpus Christi, Texas' (the City's) compliance with the types of compliance requirements described in the OMB *Circular A-133 Compliance Supplement* that could have a direct and material effect on each of the City's major federal programs for the year ended July 31, 2013. The City's major federal programs are identified in the summary of auditor's results section of the accompanying federal schedule of findings and questioned costs.

Management's Responsibility

Management is responsible for compliance with the requirements of laws, regulations, contracts and grants applicable to its federal programs.

Auditor's Responsibility

Our responsibility is to express an opinion on compliance for each of the City's major federal programs based on our audit of the types of compliance requirements referred to above. We conducted our audit of compliance in accordance with auditing standards generally accepted in the United States of America; the standards applicable to financial audits contained in *Government Auditing Standards*, issued by the Comptroller General of the United States; and OMB Circular A-133, *Audits of States, Local Governments, and Non-Profit Organizations*. Those standards and OMB Circular A-133 require that we plan and perform the audit to obtain reasonable assurance about whether noncompliance with the types of compliance requirements referred to above that could have a direct and material effect on a major federal program occurred. An audit includes examining, on a test basis, evidence about the City's compliance with those requirements and performing such other procedures as we considered necessary in the circumstances.

We believe that our audit provides a reasonable basis for our opinion on compliance for each major federal program. However, our audit does not provide a legal determination on the City's compliance.

Opinion on Each Major Federal Program

In our opinion, the City of Corpus Christi, Texas complied, in all material respects, with the types of compliance requirements referred to above that could have a direct and material effect on each of its major federal programs for the year ended July 31, 2013.

Report on Internal Control Over Compliance

Management of the City is responsible for establishing and maintaining effective internal control over compliance with the types of compliance requirements referred to above. In planning and performing our audit of compliance, we considered the City's internal control over compliance with the types of requirements that could have a direct and material effect on each major federal program to determine the auditing procedures that are appropriate in the circumstances for the purpose of expressing an opinion on compliance for each major federal program and to test and report on internal control over compliance in accordance with OMB Circular A-133, but not for the purpose of expressing an opinion on the effectiveness of internal control over compliance. Accordingly, we do not express an opinion on the effectiveness of the City's internal control over compliance.

A deficiency in internal control over compliance exists when the design or operation of a control over compliance does not allow management or employees, in the normal course of performing their assigned functions, to prevent, or detect and correct, noncompliance with a type of compliance requirement of a federal program on a timely basis. *A material weakness in internal control over compliance* is a deficiency, or combination of deficiencies, in internal control over compliance, such that there is a reasonable possibility that material noncompliance with a type of compliance requirement of a federal program will not be prevented, or detected and corrected, on a timely basis. *A significant deficiency in internal control over compliance* is a deficiency, or a combination of deficiencies, in internal control over compliance with a type of compliance requirement of a federal program that is less severe than a material weakness in internal control over compliance, yet important enough to merit attention by those charged with governance.

Our consideration of internal control over compliance was for the limited purpose described in the first paragraph of this section and was not designed to identify all deficiencies in internal control over compliance that might be material weaknesses or significant deficiencies. We did not identify any deficiencies in internal control over compliance that we consider to be material weaknesses. However, material weaknesses may exist that have not been identified.

The purpose of this report on internal control over compliance is solely to describe the scope of our testing of internal control over compliance and the results of that testing based on the requirements of OMB Circular A-133. Accordingly, this report is not suitable for any other purpose.

Collier, Johnson & Woods

CITY OF CORPUS CHRISTI, TEXAS

FEDERAL SCHEDULE OF FINDINGS AND QUESTIONED COSTS

YEAR ENDED JULY 31, 2013

Summary of Audit Results

1. The independent auditor's report expresses an unmodified opinion on the basic financial statements of the City of Corpus Christi, Texas.
2. No significant deficiencies or material weaknesses relating to the audit of the financial statements are reported in the "Independent Auditor's Report on Internal Control over Financial Reporting and on Compliance and Other Matters Based on an Audit of Financial Statements Performed in Accordance with *Government Auditing Standards*".
3. No instances of noncompliance material to the financial statements of the City of Corpus Christi, Texas, which would be required to be reported in accordance with *Government Auditing Standards*, were disclosed during the audit.
4. No significant deficiencies or material weaknesses relating to the audit of the major federal award programs are reported in the "Independent Auditor's Report on Compliance Each Major Federal Program and on Internal Control over Compliance in Accordance with OMB Circular A-133".
5. The auditor's report on compliance for the major federal award programs for the City of Corpus Christi, Texas expresses an unmodified opinion on all major programs.
6. There are no audit findings that are required to be reported in accordance with Section 510(a) of OMB Circular A-133.
7. The programs tested as major programs included:
 - U.S. Department of Agriculture:
Special Supplemental Nutrition Program for Women, Infants and Children (CFDA 10.557)
 - U.S. Department of Housing and Urban Development Entitlement Grants Cluster:
Community Development Block Grants/Entitlement Grants (CFDA 14.218)
ARRA - Community Development Block Grant – Recovery (CFDA 14.253)
 - U.S. Department of Justice:
Public Safety Partnership & Community Policing (CFDA 16.710)
 - U.S. Department of Energy:
ARRA - Energy Efficiency and Conservation Block Grant (CFDA 81.128)
 - U.S. Department of Health and Human Services Aging Cluster:
Special Programs for the Aging – Grants for Supportive Services and Senior Centers (CFDA 93.044)
Special Programs for the Aging – Nutrition Services (CFDA 93.045)
Nutrition Services Incentive Program (CFDA 93.053)
 - U.S. Department of Homeland Security:
Staffing for Adequate Fire and Emergency Response (SAFER) (CFDA 97.044)

8. The dollar threshold for distinguishing Type A and Type B programs was \$668,850.
9. The City of Corpus Christi, Texas qualifies as a low-risk auditee.

Findings - Financial Statement Audit

The audit disclosed no findings required to be reported.

Findings and Questioned Costs – Major Federal Award Programs Audit

The audit disclosed no findings required to be reported.

Prior Year Findings and Questioned Costs – Major Federal Award Programs Audit

There were no findings reported in the prior year.

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www.cjw-cpa.com

INDEPENDENT AUDITOR'S REPORT ON COMPLIANCE FOR EACH MAJOR STATE PROGRAM AND ON INTERNAL CONTROL OVER COMPLIANCE IN ACCORDANCE WITH THE STATE OF TEXAS SINGLE AUDIT CIRCULAR

January 30, 2014

The Honorable Mayor, City Council Members,
and the City Manager of the
City of Corpus Christi, Texas

Report on Compliance for Each Major State Program

We have audited the City of Corpus Christi, Texas' (the City's) compliance with the types of compliance requirements described in *the State of Texas Single Audit Circular* that could have a direct and material effect on each of the City's major state programs for the year ended July 31, 2013. The City's major state programs are identified in the summary of auditor's results section of the accompanying state schedule of findings and questioned costs.

Management's Responsibility

Management is responsible for compliance with the requirements of laws, regulations, contracts and grants applicable to its state programs.

Auditor's Responsibility

Our responsibility is to express an opinion on compliance for each of the City's major state programs based on our audit of the types of compliance requirements referred to above. We conducted our audit of compliance in accordance with auditing standards generally accepted in the United States of America; the standards applicable to financial audits contained in *Government Auditing Standards*, issued by the Comptroller General of the United States; and the *State of Texas Single Audit Circular* issued by the Governor's Office of Budget and Planning. Those standards and the Circular require that we plan and perform the audit to obtain reasonable assurance about whether noncompliance with the types of compliance requirements referred to above that could have a direct and material effect on a major state program occurred. An audit includes examining, on a test basis, evidence about the City's compliance with those requirements and performing such other procedures as we considered necessary in the circumstances.

We believe that our audit provides a reasonable basis for our opinion on compliance for each major state program. However, our audit does not provide a legal determination on the City's compliance.

Opinion on Each Major State Program

In our opinion, the City of Corpus Christi, Texas complied, in all material respects, with the types of compliance requirements referred to above that could have a direct and material effect on each of its major state programs for the year ended July 31, 2013.

Report on Internal Control over Compliance

Management of the City is responsible for establishing and maintaining effective internal control over compliance with the types of compliance requirements referred to above. In planning and performing our audit of compliance, we considered the City's internal control over compliance with the types of requirements that could have a direct and material effect on each major state program to determine the auditing procedures that are appropriate in the circumstances for the purpose of expressing an opinion on compliance for each major state program and to test and report on internal control over compliance in accordance with the *State of Texas Single Audit Circular*, but not for the purpose of expressing an opinion on the effectiveness of internal control over compliance. Accordingly, we do not express an opinion on the effectiveness of the City's internal control over compliance.

A *deficiency in internal control over compliance* exists when the design or operation of a control over compliance does not allow management or employees, in the normal course of performing their assigned functions, to prevent, or detect and correct, noncompliance with a type of compliance requirement of a state program on a timely basis. A *material weakness in internal control over compliance* is a deficiency, or combination of deficiencies, in internal control over compliance, such that there is a reasonable possibility that material noncompliance with a type of compliance requirement of a state program will not be prevented, or detected and corrected, on a timely basis. A *significant deficiency in internal control over compliance* is a deficiency, or a combination of deficiencies, in internal control over compliance with a type of compliance requirement of a state program that is less severe than a material weakness in internal control over compliance, yet important enough to merit attention by those charged with governance.

Our consideration of internal control over compliance was for the limited purpose described in the first paragraph of this section and was not designed to identify all deficiencies in internal control over compliance that might be material weaknesses or significant deficiencies. We did not identify any deficiencies in internal control over compliance that we consider to be material weaknesses. However, material weaknesses may exist that have not been identified.

The purpose of this report on internal control over compliance is solely to describe the scope of our testing of internal control over compliance and the results of that testing based on the requirements of the *State of Texas Single Audit Circular*. Accordingly, this report is not suitable for any other purpose.

Collier, Johnson & Woods

CITY OF CORPUS CHRISTI, TEXAS

STATE SCHEDULE OF FINDINGS AND QUESTIONED COSTS

FOR THE YEAR ENDED JULY 31, 2013

Summary of Audit Results

1. The independent auditor's report expresses an unmodified opinion on the basic financial statements of the City of Corpus Christi, Texas.
2. No significant deficiencies or material weaknesses relating to the audit of the financial statements are reported in the "Independent Auditor's Report on Internal Control over Financial Reporting and on Compliance and Other Matters Based on an Audit of Financial Statements Performed in Accordance with *Government Auditing Standards*".
3. No instances of noncompliance material to the financial statements of the City of Corpus Christi, Texas, which would be required to be reported in accordance with *Government Auditing Standards*, were disclosed during the audit.
4. No significant deficiencies or material weaknesses relating to the audit of the major state award programs are reported in the "Independent Auditor's Report on Compliance on each Major State Program and on Internal Control over Compliance in Accordance with the State of Texas Single Audit Circular."
5. The auditor's report on compliance for the major State award programs for the City of Corpus Christi, Texas expresses an unmodified opinion on all major programs.
6. There are no audit findings that are required to be reported in accordance with Section 510(a) of State of Texas Single Audit Circular.
7. The program tested as a major program included:

Texas Department of Motor Vehicles:
Corpus Christi Auto Theft Prevention Grant
8. The dollar threshold for distinguishing Type A and Type B programs was \$300,000.
9. The City of Corpus Christi, Texas qualifies as a low risk auditee.

Findings - Financial Statement Audit

The audit disclosed no findings required to be reported.

Findings and Questioned Costs - Major State Award Programs Audit

The audit disclosed no findings required to be reported.

Prior Year Findings and Questioned Costs - Major State Award Programs Audit

There were no findings reported in the prior year.

**SCHEDULE OF FEDERAL/STATE EXPENDITURES OF AWARDS
FISCAL YEAR ENDED JULY 31, 2013**

Federal Grantor/Pass-Through Grantor State Grantor/Program Title	Federal CFDA Number	Pass-Through Grantor's Number	Program or Award Amount	Disbursements/ Expenditures
Federal Assistance:				
U.S. Department of Agriculture				
<u>Passed through Texas Dept. of State Health Services</u>				
Special Supplemental Nutrition Program for Women, Infants & Children	10.557	2012-040001-001A 2013-042712-001A	940,708 906,449	174,244 691,941
Total CFDA Number 10.557			<u>1,847,157</u>	<u>866,185</u>
Total Passed Through Texas Dept. of State Health Services			<u>1,847,157</u>	<u>866,185</u>
 <u>Passed through Texas Dept. of Agriculture</u>				
Child and Adult Care Food Program	10.558	CE -ID 01507	203,608	117,474
Total CFDA Number 10.558			<u>203,608</u>	<u>117,474</u>
Summer Food Service Program for Children	10.559	CE -ID 01507	250,000	25,768
Summer Food Service Program for Children		CE -ID 01507	250,000	118,309
Total CFDA Number 10.559			<u>500,000</u>	<u>144,077</u>
Total Passed Through Texas Dept. of Agriculture			<u>703,608</u>	<u>261,551</u>
Total U.S. Department of Agriculture			<u>2,550,765</u>	<u>1,127,736</u>
 U.S. Department of Commerce - National Oceanic and Atmospheric Administration				
<u>Passed through Texas General Land Office</u>				
Coastal Zone Management Award	11.419	11-016-000-4314	100,000	100,000
Total CFDA Number 11.419			<u>100,000</u>	<u>100,000</u>
Total Passed Through Texas General Land Office			<u>100,000</u>	<u>100,000</u>
Total U.S. Department of Commerce - NOAA			<u>100,000</u>	<u>100,000</u>
 U.S. Department of Defense				
<u>Direct Programs</u>				
Community Economic Adjustment Planning Assistance for Joint Land Use Studies	12.610	EN0724-11-01	237,500	109,183
Total CFDA Number 12.610			<u>237,500</u>	<u>109,183</u>
Total U.S. Department of Defense			<u>237,500</u>	<u>109,183</u>
 U.S. Department of Housing and Urban Development				
<u>Direct Programs</u>				
CDBG Entitlement Cluster:				
Comm. Dev. Block Grant-Entitlement Grant 05-06	14.218	B06-MC48-0502	132,608	88,596
Comm. Dev. Block Grant-Entitlement Grant 06-07		B06-MC48-0502	664,434	(1,735)
Comm. Dev. Block Grant-Entitlement Grant 08-09		B08-MC48-0502	775,659	(289)
Comm. Dev. Block Grant-Entitlement Grant 09-10		B09-MC48-0502	1,642,434	23,717
Comm. Dev. Block Grant-Entitlement Grant 10-11		B10-MC48-0502	3,115,349	868,345
Comm. Dev. Block Grant-Entitlement Grant 11-12		B11-MC48-0502	3,054,750	993,798
Comm. Dev. Block Grant-Entitlement Grant 12-13		B12-MC48-0502	2,592,315	1,807,336
Comm. Dev. Block Grant-Entitlement Grant 13-14		B14-MC48-0502	2,727,941	4,750
Total CFDA Number 14.218			<u>14,705,490</u>	<u>3,784,518</u>
ARRA - Community Development Block Grant - Recovery	14.253	B09-MY-480502	253,619	148,955
Total CFDA Number 14.253			<u>253,619</u>	<u>148,955</u>
Total CDBG Entitlement Grants Cluster			<u>14,959,109</u>	<u>3,933,473</u>
ARRA - Homelessness Prevention and Rapid Re-Housing	14.262	SO9-48-MY-0502	1,393,181	(125)
Total CFDA Number 14.257			<u>1,393,181</u>	<u>(125)</u>

**SCHEDULE OF FEDERAL/STATE EXPENDITURES OF AWARDS
FISCAL YEAR ENDED JULY 31, 2013**

Federal Grantor/Pass-Through Grantor State Grantor/Program Title	Federal CFDA Number	Pass-Through Grantor's Number	Program or Award Amount	Disbursements/ Expenditures
Emergency Shelter Grants Program 11-12	14.231	S11-MC48-0502	175,323	137,479
Emergency Shelter Grants Program 12-13		S12-MC48-0502	127,839	120,847
Total CFDA Number 14.231			<u>303,162</u>	<u>258,326</u>
Supportive Housing Program 11-12	14.235	TX-501	1,132,547	58,066
Total CFDA Number 14.235			<u>1,132,547</u>	<u>58,066</u>
Home Investment Partnerships Program 05-06	14.239	M-05-MC-48-0502	1,772,241	202,865
Home Investment Partnerships Program 06-07		M-06-MC-48-0502	1,772,241	200,000
Home Investment Partnerships Program 07-08		M-07-MC-48-0502	1,772,241	260,000
Home Investment Partnerships Program 08-09		M-08-MC-48-0502	1,614,427	65,000
Home Investment Partnerships Program 09-10		M-09-MC-48-0502	1,782,635	18,900
Home Investment Partnerships Program 10-11		M-10-MC-48-0502	1,775,515	619,919
Home Investment Partnerships Program 11-12		M-11-MC-48-0502	1,566,552	150,616
Home Investment Partnerships Program 12-13		M-12-MC-48-0502	1,030,675	243,819
Total CFDA Number 14.239			<u>13,086,527</u>	<u>1,761,119</u>
Total Direct Programs			<u>30,874,526</u>	<u>6,010,859</u>
Total U.S. Department of HUD			<u>30,874,526</u>	<u>6,010,859</u>
U. S. Department of the Interior - Fish and Wildlife Service				
<u>Passed through Texas Parks & Wildlife Department</u>				
Sport Fish Restoration Program	15.605	F-226-B	1,600,000	3,843
Total CFDA Number 15.605			<u>1,600,000</u>	<u>3,843</u>
Clean Vessel Act	15.616	V-9-1(S)	12,457	(185)
Total CFDA Number 15.616			<u>12,457</u>	<u>(185)</u>
Total Passed Through Texas Parks & Wildlife Dept.			<u>1,612,457</u>	<u>3,658</u>
Total U.S. Department of Interior			<u>1,612,457</u>	<u>3,658</u>
U.S. Department of Justice				
<u>JAG Program Cluster:</u>				
<u>Direct Programs</u>				
Edward Byrne Memorial Justice Assistance Grant	16.738	2009-DJ-BX-1378	247,696	16,547
Edward Byrne Memorial Justice Assistance Grant		2011-DJ-BX-2669	212,139	13,433
Edward Byrne Memorial Justice Assistance Grant		2012-DJ-BX-0822	169,575	160,683
Total CFDA Number 16.738			<u>629,410</u>	<u>190,663</u>
ARRA-Edward Byrne Memorial Justice Assistance Grant	16.804	2009-SB-B9-2543	1,132,124	30,686
Total CFDA Number 16.803			<u>1,132,124</u>	<u>30,686</u>
Total Direct Programs			<u>1,761,534</u>	<u>221,349</u>
<u>Passed through Office of the Governor CJD</u>				
Edward Byrne Memorial Justice Assistance Grant	16.738	DJ-08-A10-24630-01	59,914	44,387
Total CFDA Number 16.738			<u>59,914</u>	<u>44,387</u>
Total Passed Through Office of the Governor CJD			<u>59,914</u>	<u>44,387</u>
Total JAG Program Cluster			<u>1,821,448</u>	<u>265,736</u>
<u>Direct Programs</u>				
Public Safety Partnership & Community Policing	16.710	2011CSWX0017	500,000	235,427
Total CFDA Number 16.710			<u>500,000</u>	<u>235,427</u>
Total Direct Programs			<u>500,000</u>	<u>235,427</u>

**SCHEDULE OF FEDERAL/STATE EXPENDITURES OF AWARDS
FISCAL YEAR ENDED JULY 31, 2013**

Federal Grantor/Pass-Through Grantor State Grantor/Program Title	Federal CFDA Number	Pass-Through Grantor's Number	Program or Award Amount	Disbursements/ Expenditures
<u>Passed through Office of the Governor CJD</u>				
Legal Assistance for Victims	16.524	WF-12-V30-15171-14	94,705	92,423
Total CFDA Number 16.524			<u>94,705</u>	<u>92,423</u>
Victims of Crime Act	16.575	VA-11-V30-15223-12	78,527	8,430
Victims of Crime Act		VA-12-V30-15223-13	83,678	73,566
Total CFDA Number 16.575			<u>162,205</u>	<u>81,996</u>
ARRA- Violence Against Women Formula Grant Program	16.588	WF-11-V30-15171-13	94,706	6,281
Total CFDA Number 16.588			<u>94,706</u>	<u>6,281</u>
Paul Coverdell Forensic Sciences Improvement Grant Program	16.742	CD-11-A10-24125-02	60,000	30,000
Total CFDA Number 16.742			<u>60,000</u>	<u>30,000</u>
Total Passed Through Office of the Governor CJD			<u>411,616</u>	<u>210,700</u>
Total U.S. Department of Justice			<u>2,733,064</u>	<u>711,863</u>
U.S. Department of Transportation				
<u>Direct Programs</u>				
Airport Improvement Programs	20.106			
Terminal bldg rehab		3-48-0051-46	2,900,350	325,446
Runway 17/35 Extension, Phase 1; Runway 13/31 Extension, Phase 1; Conduct Taxiwa		3-48-0051-47	2,596,792	431,091
Upgrade Security Systems With Associated Electrical Systems		3-48-0051-48	3,250,000	537,618
Runway 17/35 Extension Dispmnt and Assoc Taxi and Rnwy 13/31 Taxiways Projec		3-48-0051-49	16,345,505	7,936,132
Total CFDA Number 20.106			<u>25,092,647</u>	<u>9,230,287</u>
Small Community Air Service Development	20.930	WAG2012-SCASDP-26	300,000	161,591
Total CFDA Number 20.930			<u>300,000</u>	<u>161,591</u>
Total Direct Programs			<u>25,392,647</u>	<u>9,391,878</u>
<u>Passed through State Dept. of Highways and Public Transportation</u>				
Highway Safety Cluster:				
State and Community Highway Safety	20.600	2012-CorpusPD-S-1YG-0114	90,207	16,731
State and Community Highway Safety		2013-CorpusPD-S-1YG-0050	60,529	42,712
Total CFDA Number 20.600			<u>150,736</u>	<u>59,443</u>
Alcohol Traffic Safety and Drunk Driving Prevention	20.601	2013-CorpusPD-S-IDM-00008	19,978	3,264
Total CFDA Number 20.601			<u>19,978</u>	<u>3,264</u>
Occupant Protection Incentive	20.602	2013-CorpusPD-CIOT-00015	23,993	22,646
Total CFDA Number 20.602			<u>23,993</u>	<u>22,646</u>
Total Highway Safety Cluster			<u>194,707</u>	<u>85,353</u>
Total Passed Through State Dept. of Hwys & Public Transp.			<u>194,707</u>	<u>85,353</u>
<u>Passed through Pipeline and Hazardous Materials Safety Administration</u>				
Technical Assistance Grants to Communities Program	20.710	DTPH56-11-G-PHPT17	49,900	49,900
Total CFDA Number 20.710			<u>49,900</u>	<u>49,900</u>
Total Passed Through PHMSA			<u>49,900</u>	<u>49,900</u>
Total U.S. Department of Transportation			<u>25,637,254</u>	<u>9,527,131</u>

**SCHEDULE OF FEDERAL/STATE EXPENDITURES OF AWARDS
FISCAL YEAR ENDED JULY 31, 2013**

Federal Grantor/Pass-Through Grantor State Grantor/Program Title	Federal CFDA Number	Pass-Through Grantor's Number	Program or Award Amount	Disbursements/ Expenditures
Equal Employment Opportunity Commission				
<u>Direct Programs</u>				
Employment Discrimination State & Local Fair	30.002	EECCN120108	56,550	56,550
Employment Discrimination State & Local Fair		EECCN120108	59,000	29,050
Total CFDA Number 30.002			<u>115,550</u>	<u>85,600</u>
Total Direct Programs			<u>115,550</u>	<u>85,600</u>
Total Equal Employment Opportunity Commission			<u>115,550</u>	<u>85,600</u>
U.S. Environmental Protection Agency				
<u>Direct Programs</u>				
ARRA - CC Brownfields Assessment Hazardous Substances	66.818	2B-96699101-0	200,000	43,342
ARRA - CC Brownfields Petroleum Assessment Community-Wide		2B-96698801-0	200,000	8,518
Total CFDA Number 66.818			<u>400,000</u>	<u>51,860</u>
Total Direct Programs			<u>400,000</u>	<u>51,860</u>
Total U.S. Environmental Protection Agency			<u>400,000</u>	<u>51,860</u>
U.S. Department of Energy				
<u>Direct Programs</u>				
ARRA -Energy Efficiency and Conservation Block Grant	81.128	EE000961	2,757,500	154,979
Total CFDA Number 81.128			<u>2,757,500</u>	<u>154,979</u>
Total Direct Programs			<u>2,757,500</u>	<u>154,979</u>
<u>Passed Through Comptroller of Public Accounts passed through State Energy Conservation Office</u>				
Alternatives Fuels Initiatives Grant Program	81.087	CM1243	100,000	100,000
Total CFDA Number 81.087			<u>100,000</u>	<u>100,000</u>
Total Passed Through SECO			<u>100,000</u>	<u>100,000</u>
Total U.S. Department of Energy			<u>2,857,500</u>	<u>254,979</u>
U.S. Department of Health and Human Services				
<u>Passed through Texas Department of Aging & Disability Svc passed through CBCOG-AAA</u>				
Aging Cluster:				
Special Programs for the Aging Title III, Part B				
Grants For Supportive Services and Senior Centers	93.044	AA3-1148-4	25,011	25,011
Total CFDA Number 93.044			<u>25,011</u>	<u>25,011</u>
Special Programs for the Aging Title III, Part C Nutrition Svcs				
Special Programs for the Aging Title III, Part C Nutrition Svcs	93.045	AA3-1148-4	560,258	126,488
Special Programs for the Aging Title III, Part C Nutrition Svcs		AA3-1148-4	570,798	372,348
Total CFDA Number 93.045			<u>1,131,056</u>	<u>498,836</u>
Nutrition Services Incentive Program				
Nutrition Services Incentive Program	93.053	AA3-1148-4	51,904	51,904
Nutrition Services Incentive Program		167400	248,663	248,663
Total CFDA Number 93.053			<u>300,567</u>	<u>300,567</u>
Total Aging Cluster			<u>1,456,634</u>	<u>824,414</u>
Total Passed Through DADS			<u>1,456,634</u>	<u>824,414</u>
<u>Passed through National Recreation and Park Association</u>				
Centers for Disease Control and Prevention Healthy				
Communities Program - ACHIEVE	93.283	n/a	40,000	11,579
Total CFDA Number 93.283			<u>40,000</u>	<u>11,579</u>
Total Passed Through NRPA			<u>40,000</u>	<u>11,579</u>

**SCHEDULE OF FEDERAL/STATE EXPENDITURES OF AWARDS
FISCAL YEAR ENDED JULY 31, 2013**

Federal Grantor/Pass-Through Grantor State Grantor/Program Title	Federal CFDA Number	Pass-Through Grantor's Number	Program or Award Amount	Disbursements/ Expenditures
<u>Passed through Texas Department of Family & Protective Services</u>				
Promoting Safe and Stable Families	93.556	23792861	240,152	12,770
Promoting Safe and Stable Families		23792861	240,152	211,527
Total CFDA Number 93.556			480,303	224,297
Total Passed Through Dept. of Family & Protective Services			480,303	224,297
<u>Passed through Texas Department of State Health Svs</u>				
CPS-Laboratory Response Network-PHEP	93.069	2011-038575	184,318	11,256
CPS-Laboratory Response Network-PHEP		2013-041112-003	177,136	141,230
Total CFDA Number 93.069			361,454	152,486
Project Grants and Cooperative Agreements for Tuberculosis Control Programs	93.116	2012-040159	41,160	6,710
		2013-041112-007	61,735	47,448
Total CFDA Number 93.116			102,895	54,158
Immunization Grants	93.268	2012-039103	241,637	7,745
Immunization Grants		2013-041112-005	254,137	254,137
Total CFDA Number 93.268			495,774	261,882
Centers for Disease Control and Prevention Investigations and Technical Assistance	93.283	2010-035148	27,438	3,812
		2013-041112-002	32,011	20,297
Total CFDA Number 93.283			59,449	24,109
National Bioterrorism Hospital Preparedness Program	93.889	2010-035148	6,860	953
National Bioterrorism Hospital Preparedness Program		2013-041112-002	8,003	5,074
Total CFDA Number 93.889			14,863	6,027
Cooperative Agreements For State-Based Diabetes Control Programs and Evaluation of Surveillance Sys	93.988	2012-040801	80,000	50,158
Total CFDA Number 93.988			80,000	50,158
Preventive Health and Health Services Block Grant	93.991	2012-039488	164,368	14,189
Preventive Health and Health Services Block Grant		2013-041112-006A	164,368	111,556
Total CFDA Number 93.991			328,736	125,745
Total Passed Through Dept. of State Health Svs			1,443,171	674,565
Total U.S. Department of Health & Human Services			3,420,108	1,734,855
Corporation for National and Community Service				
<u>Direct Programs</u>				
Retired and Senior Volunteer Program	94.002	12SRWTX017	45,434	35,591
Retired and Senior Volunteer Program		13SRWTX017	45,434	11,427
Total CFDA Number 94.002			90,868	47,018
Senior Companion Program	94.016	10SCWTX001	275,007	249,959
Senior Companion Program		13SCWTX001	264,007	26,934
Total CFDA Number 94.016			539,014	276,893
Total Direct Programs			629,882	323,911
Total Corp. for National and Community Service			629,882	323,911

**SCHEDULE OF FEDERAL/STATE EXPENDITURES OF AWARDS
FISCAL YEAR ENDED JULY 31, 2013**

Federal Grantor/Pass-Through Grantor State Grantor/Program Title	Federal CFDA Number	Pass-Through Grantor's Number	Program or Award Amount	Disbursements/ Expenditures
Executive Office of the President				
<u>Direct Programs</u>				
High Intensity Drug Trafficking Areas Program	95.001	G11HN0006A	166,740	59,082
High Intensity Drug Trafficking Areas Program		G12HN0006A	165,840	112,143
Total CFDA Number 95.001			<u>332,580</u>	<u>171,225</u>
Total Direct Programs			<u>332,580</u>	<u>171,225</u>
Total Executive Office of the President			<u>332,580</u>	<u>171,225</u>
U.S. Department of Homeland Security				
Homeland Security Cluster:				
<u>Passed Through Governor's Division of Emergency Management</u>				
Metropolitan Medical Response System	97.071	2009-SS-T9-0064	321,221	3,499
Total CFDA Number 97.071			<u>321,221</u>	<u>3,499</u>
Total passed through Governor's Division of Emergency Mgmt			<u>321,221</u>	<u>3,499</u>
<u>Passed through Texas Department of Public Safety</u>				
State Homeland Security Program	97.067	EMW-2011-SS-00019	59,643	14,818
State Homeland Security Program		EMW-2012-SS-00018-S01	157,254	800
Total CFDA Number 97.067			<u>216,897</u>	<u>15,618</u>
Metropolitan Medical Response System	97.071	2010-SS-T0-0008	317,419	189,252
Metropolitan Medical Response System		EMW-2011-SS-00019	267,608	154,766
Total CFDA Number 97.071			<u>585,027</u>	<u>344,018</u>
Total passed through Texas Department of Public Safety			<u>585,027</u>	<u>344,018</u>
<u>Passed Through Texas Department of Public Safety</u>				
<u>Passed Through Nueces County</u>				
FY10 Operation Stonegarden Grant Program	97.067	2010-SS-T0-0008	140,870	34,417
FY12 Operation Stonegarden Grant Program		EMW-2011-SS-00019	245,503	60,155
Total CFDA Number 97.067			<u>386,373</u>	<u>94,572</u>
Total Passed Through TDPS and Nueces County			<u>386,373</u>	<u>94,572</u>
Total Homeland Security Cluster			<u>1,509,518</u>	<u>457,707</u>
<u>Direct Programs</u>				
Emergency Management Performance Grants	97.042	13TX-EMPG-0581	75,325	75,325
Total CFDA Number 97.042			<u>75,325</u>	<u>75,325</u>
Staffing for Adequate Fire and Emergency Response (SAFER)	97.044	EMW-2012-FH-00079	3,380,824	974,525
Total CFDA Number 97.044			<u>3,380,824</u>	<u>974,525</u>
Total Direct Programs			<u>3,456,149</u>	<u>1,049,850</u>
<u>Passed Through Governor's Division of Emergency Management</u>				
State Homeland Security Program	97.073	2009-SS-T9-0064	1,030,746	(1,951)
Total CFDA Number 97.073			<u>1,030,746</u>	<u>(1,951)</u>
Total Passed Through Governor's Div. of Emergency Mgmt.			<u>1,030,746</u>	<u>(1,951)</u>
<u>Passed Through Texas Department of Public Safety</u>				
State Homeland Security Program	97.073	2010-SS-T0-0008	166,124	103,512
State Homeland Security Program		2010-SS-T0-0008	445,114	2,259
State Homeland Security Program		EMW-2011-SS-00019	62,259	43,247
State Homeland Security Program		EMW-2012-SS-00018-S01	45,221	8,459
Total CFDA Number 97.073			<u>718,718</u>	<u>157,477</u>

**SCHEDULE OF FEDERAL/STATE EXPENDITURES OF AWARDS
FISCAL YEAR ENDED JULY 31, 2013**

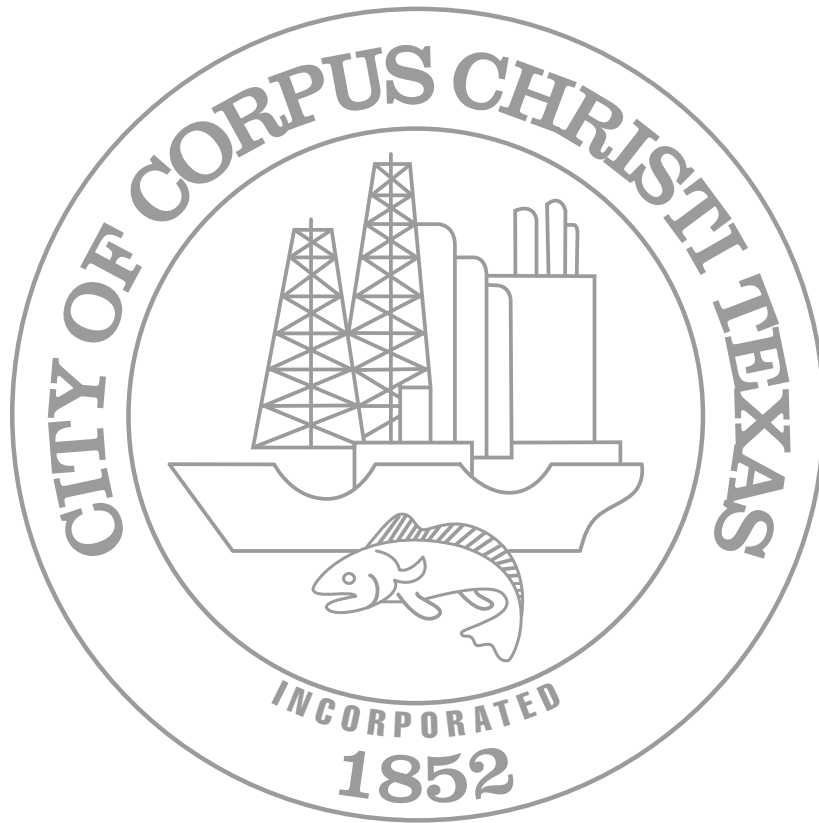
Federal Grantor/Pass-Through Grantor State Grantor/Program Title	Federal CFDA Number	Pass-Through Grantor's Number	Program or Award Amount	Disbursements/ Expenditures
Buffer Zone Protection Program	97.078	2010-BF-T0-0015	570,000	43,643
Total CFDA Number 97.078			570,000	43,643
Total Passed Through Texas Department of Public Safety			1,288,718	201,120
<u>Passed through W.J. Wagner, Inc.</u>				
Port Security Grant Program	97.056	2010-PU-T0-L034-7	95,299	126,269
Port Security Grant Program		EMW-2011-PU-K00178-05	244,302	229,814
Port Security Grant Program		EMW-2012-PU-00053	22,268	12,650
Total CFDA Number 97.056			361,869	368,733
Total Passed Through W.J. Wagner, Inc.			361,869	368,733
Total U.S. Department of Homeland Security			7,647,000	2,075,459
Total Federal and Passed-through Assistance			79,148,186	22,288,318
State Assistance:				
State Comptroller of Public Accounts				
<u>State General Revenue</u>				
Law Enforcement Fire Prevention		N/A	10,169	449
Total SGR			10,169	449
Total State Comptroller of Public Accounts			10,169	449
Texas Commission on Environmental Quality				
<u>Direct Programs</u>				
Air Quality Planning Activities		582-11-11223	612,922	238,653
Total Direct Programs			612,922	238,653
<u>Passed through Coastal Bend Council of Governments</u>				
Education		11-20-G04	25,000	236
Total Passed Through CBCOG			25,000	236
Total Texas Commission on Environmental Quality			637,922	238,889
Texas Department of Aging & Disability				
<u>Passed through Corporation for National & Community Service</u>				
Retired and Senior Volunteer Program		11RZWTX017	21,671	5,672
Retired and Senior Volunteer Program		11RZWTX017	21,671	18,407
Senior Companion Program		11SZWTX007	5,381	678
Senior Companion Program		11SZWTX007	5,381	5,381
Total Passed Through CNCS			54,104	30,138
Total Texas Department of Aging & Disability			54,104	30,138
Texas Department of Agriculture				
<u>Direct Programs</u>				
Texans Feeding Texans Program		HDM-11-696	117,301	64,086
Texans Feeding Texans Program		HDM-13-1100	140,221	60,351
Total Direct Programs			257,522	124,437
Total Texas Department of Agriculture			257,522	124,437

SCHEDULE OF FEDERAL/STATE EXPENDITURES OF AWARDS
FISCAL YEAR ENDED JULY 31, 2013

Federal Grantor/Pass-Through Grantor State Grantor/Program Title	Federal CFDA Number	Pass-Through Grantor's Number	Program or Award Amount	Disbursements/ Expenditures
Texas Department of Family and Protective Services				
<u>Direct Programs</u>				
Promoting Safe and Stable Families		23792861	80,051	4,257
Promoting Safe and Stable Families		23792861	80,050	70,509
Total Direct Programs			<u>160,101</u>	<u>74,766</u>
Total Texas Department of Family & Protective Services			<u>160,101</u>	<u>74,766</u>
Texas Department of Public Safety				
<u>Direct Programs</u>				
Local Border Security		LBSP110006	327,932	116,845
Total Direct Programs			<u>327,932</u>	<u>116,845</u>
Total Texas Department of Public Safety			<u>327,932</u>	<u>116,845</u>
Texas Department of State Health Services				
<u>Direct Programs</u>				
Seafood & Aquatic Life		2009-028480	17,000	124
Seafood & Aquatic Life		2010-031609-001	18,000	1,637
Seafood & Aquatic Life		2011-035419	22,500	4,835
TB/PC		2012-039062	80,323	5,614
TB/PC		2013-041112-001	73,276	56,914
Infectious Disease Control		2013-041112-004	5,000	5,000
Governor's Advisory Council on Physical Fitness		2011-036280	85,000	(800)
Total Direct Programs			<u>301,099</u>	<u>73,324</u>
Total Texas Department of State Health Services			<u>301,099</u>	<u>73,324</u>
Texas Department of Transportation				
<u>Direct Programs</u>				
Transportation Enhancement Project		0916-35-112	977,480	4,150
Total Direct Programs			<u>977,480</u>	<u>4,150</u>
Total Texas Department of Transportation			<u>977,480</u>	<u>4,150</u>
Texas Department of Motor Vehicles				
<u>Direct Programs</u>				
Corpus Christi Auto Theft Prevention Grant		SA-T01-10045-12	392,474	41,498
Corpus Christi Auto Theft Prevention Grant		SA-T01-10045-13	392,474	368,323
Total Direct Programs			<u>784,948</u>	<u>409,821</u>
Total Texas Department of Motor Vehicles			<u>784,948</u>	<u>409,821</u>
Texas Historical Commission				
<u>Direct Programs</u>				
La Belle Collection		808-10-0018	92,106	413
Total Direct Programs			<u>92,106</u>	<u>413</u>
Total Texas Historical Commission			<u>92,106</u>	<u>413</u>

**SCHEDULE OF FEDERAL/STATE EXPENDITURES OF AWARDS
FISCAL YEAR ENDED JULY 31, 2013**

Federal Grantor/Pass-Through Grantor State Grantor/Program Title	Federal CFDA Number	Pass-Through Grantor's Number	Program or Award Amount	Disbursements/ Expenditures
Texas Parks and Wildlife				
<u>Direct Programs</u>				
Safe Boating Access		N/A	100,000	(4,837)
Total Direct Programs			100,000	(4,837)
Total Texas Parks and Wildlife			100,000	(4,837)
Total State Assistance			3,703,383	1,068,395
Total Federal, Pass Through & State Financial Assistance			\$ 82,851,569	\$ 23,356,713



**NOTES TO SCHEDULE OF FEDERAL/STATE EXPENDITURES OF AWARDS
FISCAL YEAR ENDED JULY 31, 2013**

1. General

The accompanying Schedule of Federal/State Expenditures of Awards presents the activity of all Federal and State financial assistance programs of the City of Corpus Christi, Texas. The City's reporting entity is defined in Note 1 to the City's basic financial statements. All Federal financial assistance received directly from Federal agencies or passed through other governmental agencies is included on the Schedule.

2. Basis of Accounting

The accompanying Schedule of Federal/State Expenditures of Awards is presented using the modified accrual basis of accounting, which is described in Note 2 to the City's basic financial statements.

3. Relationship to Basic Financial Statements

A reconciliation of Federal and State Program expenditures as reported in the City's basic financial statement follows:

General Fund	\$ 85,600
Special Revenue Funds	
Federal/State Grants	12,286,550
Corpus Christi Community Improvement Corporation	1,761,119
Enterprise Funds	
Airport Fund	8,288,749
Total expenditures	<u>\$ 22,422,018</u>

4. Relationship to Federal Financial Reports

Amounts reported in the Schedule of Federal/State Expenditures of Awards may not agree with the amounts reported in the related Federal/State financial reports filed with grantor agencies because of accruals which would be included in the next report filed with the agencies.

5. Major Grant Programs

These represent major Federal Financial Assistance Programs.

6. Insurance in Effect

The City self-funds workers' compensation, general/auto liabilities and health benefits. Purchased coverage includes: commercial property insurance of \$200 million limits on City buildings, \$75 million in airport liability and \$10 million of excess gas utility liability insurance. The City also purchases excess insurance which covers workers' compensation claims that exceed \$350,000 per accident. In addition, excess liability insurance is purchased for general/auto liability claims, public officials, employment and law enforcement in excess of \$500,000 per claim. Primary flood coverage provides up to \$500,000 on specified buildings within flood zones A & B. All funds of the City participate in the program and make payments to the Liability and Employee Benefits Fund based on estimates needed to pay prior claims, current year claims and claims incurred but not reported. A specific stop loss policy which covers health claims in excess of \$150,000 per

individual with maximum lifetime coverage of \$1 million is kept in force. In addition, the City maintains aggregate stop loss coverage of its group health expenses at 125% of projected claims.

7. Sub-recipients

Of the federal expenditures presented in the Schedule, the City provided federal awards to sub-recipients as follows:

Community Development Block Grant (CFDA 14.218)	\$ 1,285,119
Emergency Shelter Grant Program (CFDA 14.231)	258,046
Supportive Housing Program (CFDA 14.235)	58,066
Community Development Block Grant - Recovery (14.253)	148,955
Homeless Prevention and Rapid Re-housing (CFDA 14.257)	-
	<u>\$ 1,750,186</u>

8. Outstanding Loans

In prior years, the City has provided loans through its various Community Development Block Grant programs (CFDA 14.218). The outstanding balance of the loans receivable at July 31, 2013 was \$9,313,194.

In prior years, the City has provided loans through its various Home Investment Partnership programs (CFDA 14.239). The outstanding balance of the loans receivable at July 31, 2013 was \$5,759,340.