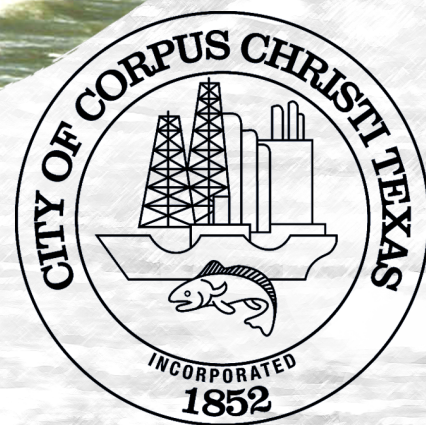


Comprehensive Annual Financial Report

For the Fiscal Year
Ended July 31, 2011

City of
Corpus
Christi,
Texas





City of
Corpus
Christi

CITY OF CORPUS CHRISTI, TEXAS

Comprehensive Annual Financial Report

For Fiscal Year Ended July 31, 2011

CITY COUNCIL

Mayor

Joe Adame

City Council Members

Chris Adler

Larry Elizondo, Sr.

Kevin Kieschnick

Priscilla G. Leal

David Loeb

John E. Marez

Nelda Martinez

Mark Scott

City Manager

Ronald L. Olson

Assistant City Managers

Oscar R. Martinez

Rudy Garza

Troy Riggs

Margie C. Rose

Director of Financial Services

Constance P. Sanchez, CPA, CPM

Acting Controller

Martha A. Messer, CPA

Acting Chief Accountant

Adelita Rowland

Prepared by the staff of the Financial Services Department



City of
Corpus
Christi

*Rocky Barrera
J. Omar Briones, MAcc
Alma Iris Casas
Kim Galan-Flores
Priscilla Garza
Teddi Giggy
David Hedberg
Brenda Herring
Jerome J. Joslin
Daniel Pena
Crystalina Perez
Olga Plomarity, CPM
Johanna Ramirez
Vanessa Riggs
Aldilia Saldivar
Vanessa Wahl*

**Comprehensive Annual Financial Report
For the Fiscal Year Ended July 31, 2011**

TABLE OF CONTENTS

	<u>Exhibit Number</u>	<u>Page Number</u>
INTRODUCTORY SECTION		
Letter of Transmittal		i
GFOA Certificate of Achievement for Excellence in Financial Reporting		xiii
City Organizational Chart		xiv
 FINANCIAL SECTION		
Independent Auditor's Report		1
Management's Discussion and Analysis		3
Basic Financial Statements		
Government-wide Financial Statements		
Statement of Net Assets	1-A	16
Statement of Activities	1-B	18
Fund Financial Statements		
Governmental Funds		
Balance Sheet	2-A	20
Reconciliation of the Governmental Funds Balance Sheet to the Statement of Net Assets	2-B	23
Statement of Revenues, Expenditures, and Changes in Fund Balance	2-C	24
Reconciliation of the Governmental Funds Statement of Revenues, Expenditures and Changes in Fund Balances to the Statement of Activities	2-D	27
General Fund Statement of Revenues, Expenditures, and Changes In Fund Balance - Budget (GAAP Basis) and Actual	3	28
Proprietary Funds		
Statement of Net Assets	4-A	30
Reconciliation of the Proprietary Funds Statement of Net Assets to the Government-wide Statement of Net Assets	4-B	33
Statement of Revenues, Expenses, and Changes in Net Assets	4-C	34
Reconciliation of the Proprietary Funds Statement of Revenues, Expenses and Changes in Fund Balance to the Statement of Activities	4-D	35
Statement of Cash Flows	4-E	36
Fiduciary Funds		
Statement of Net Assets	5-A	38
Statement of Changes in Fiduciary Net Assets	5-B	39
Notes to the Financial Statements		
Note 1 - Summary of Significant Accounting Policies		41
Note 2 - Budget Policy and Budgetary Accounting		49
Note 3 - Sales Tax Revenue		50
Note 4 - Property Taxes		50

TABLE OF CONTENTS

	<u>Exhibit Number</u>	<u>Page Number</u>
Note 5 - Deposits and Investments		50
Note 6 - Budgetary Data		52
Note 7 - Receivables		53
Note 8 - Capital Assets		54
Note 9 - Employment Retirement Benefits		56
Note 10 - Post-Employment Health Care Benefits		60
Note 11 - Risk Management		62
Note 12 - Operating Leases		63
Note 13 - Commercial Paper		63
Note 14 - Long-term Obligations		64
Note 15 – Defeased Debt		73
Note 16 - Interfund Transfers, Receivables and Payables		73
Note 17 - Fund Deficits		75
Note 18 - Conduit Debt Obligations		75
Note 19 – Commitments		75
Note 20 - Segment Information for Enterprise Funds		76
Required Supplementary Information		
Employment Retirement Benefits - Analysis of Funding Progress		77
Combining and Individual Fund Financial Statements and Schedules		
Governmental Funds		
General Fund		
Comparative Balance Sheets	6-A	80
Schedule of Revenues and Other Financing Sources (Budget Basis), Compared to Budget	6-B	82
Schedule of Expenditures (Budget Basis), Compared to Budget	6-C	96
Debt Service Fund		
Comparative Balance Sheets	7-A	105
Schedule of Revenues, Expenditures, and Changes in Fund Balance – Budget (GAAP Basis) and Actual	7-B	106
Non-major Governmental Funds		
Combining Balance Sheet	8-A	110
Combining Statement of Revenue, Expenditures, and Changes in Fund Balances	8-B	112
Special Revenue Funds		
Combining Balance Sheet	9-A	118
Combining Statement of Revenues, Expenditures, and Changes in Fund Balances	9-B	126

TABLE OF CONTENTS

	<u>Exhibit Number</u>	<u>Page Number</u>
Visitors Facilities Fund		
Comparative Balance Sheets	10-A	130
Schedule of Revenues, Expenditures, and Changes in Fund Balance – Budget (GAAP Basis) and Actual	10-B	131
Hotel Occupancy Tax Fund		
Comparative Balance Sheets	11-A	132
Schedule of Revenues, Expenditures, and Changes in Fund Balance – Budget (GAAP Basis) and Actual	11-B	133
Redlight Photo Enforcement Fund		
Comparative Balance Sheets	12-A	134
Schedule of Revenues, Expenditures, and Changes in Fund Balance – Budget (GAAP Basis) and Actual	12-B	135
Federal/State Grants Fund		
Comparative Balance Sheets	13-A	136
Schedule of Revenues, Expenditures, and Changes in Fund Balance – Budget (GAAP Basis) and Actual	13-B	137
Community Enrichment Fund		
Comparative Balance Sheets	14-A	138
Statement of Revenues, Expenditures, and Changes in Fund Balance	14-B	139
Infrastructure Fund		
Comparative Balance Sheets	15-A	140
Statement of Revenues, Expenditures, and Changes in Fund Balance	15-B	141
Local Emergency Planning Committee		
Comparative Balance Sheets	16-A	142
Schedule of Revenues, Expenditures, and Changes in Fund Balance – Budget (GAAP Basis) and Actual	16-B	143
Corpus Christi Community Improvement Corporation		
Comparative Balance Sheets	17-A	144
Statement of Revenues, Expenditures, and Changes in Fund Balance	17-B	145
Corpus Christi Housing Finance Corporation		
Comparative Balance Sheets	18-A	146
Statement of Revenues, Expenditures, and Changes in Fund Balance	18-B	147
Corpus Christi Industrial Development Corporation		
Comparative Balance Sheets	19-A	148
Statement of Revenues, Expenditures, and Changes in Fund Balance	19-B	149

TABLE OF CONTENTS

	<u>Exhibit Number</u>	<u>Page Number</u>
Corpus Christi Crime Control and Prevention District		
Schedule of Net Assets	20-A	150
Schedule of Activities	20-B	151
Comparative Balance Sheets	20-C	152
Schedule of Revenues, Expenditures, and Changes in Fund Balance – Budget (GAAP Basis) and Actual	20-D	153
Corpus Christi Business and Job Development Corporation		
Schedule of Net Assets	21-A	154
Schedule of Activities	21-B	155
Balance Sheets	21-C	156
Schedule of Revenues, Expenditures, and Changes in Fund Balance	21-D	158
Seawall Improvement Fund		
Schedule of Revenues, Expenditures, and Changes in Fund Balance – Budget (GAAP Basis) and Actual	21-E	160
Arena Facility Fund		
Schedule of Revenues, Expenditures, and Changes in Fund Balance – Budget (GAAP Basis) and Actual	21-F	161
Economic Development Fund		
Schedule of Revenues, Expenditures, and Changes in Fund Balance – Budget (GAAP Basis) and Actual	21-G	162
Seawall Debt Service Fund		
Schedule of Revenues, Expenditures, and Changes in Fund Balance – Budget (GAAP Basis) and Actual	21-H	163
Arena Debt Service Fund		
Schedule of Revenues, Expenditures, and Changes in Fund Balance – Budget (GAAP Basis) and Actual	21-I	164
Economic Development Debt Service Fund		
Schedule of Revenues, Expenditures, and Changes in Fund Balance – Budget (GAAP Basis) and Actual	21-J	165
North Padre Island Development Corporation		
Schedule of Net Assets	22-A	166
Schedule of Activities	22-B	167
Balance Sheets	22-C	168
Schedule of Revenues, Expenditures, and Changes in Fund Balance	22-D	169
General Fund		
Schedule of Revenues, Expenditures, and Changes in Fund Balance – Budget (GAAP Basis) and Actual	22-E	171
Reinvestment Zone #3		
Comparative Balance Sheets	23-A	172
Statement of Revenues, Expenditures, and Changes in Fund Balance	23-B	173

TABLE OF CONTENTS

	<u>Exhibit Number</u>	<u>Page Number</u>
Capital Projects Funds		
Combining Balance Sheet	24-A	176
Combining Statement of Revenues, Expenditures, and Changes in Fund Balances	24-B	180
Proprietary Funds		
Enterprise Funds		
Utility System Fund		
Combining Schedule of Net Assets	25-A	186
Combining Schedule of Revenues, Expenses, and Changes in Net Assets	25-B	189
Combining Schedule of Cash Flows	25-C	190
Gas System		
Comparative Schedule of Net Assets	26-A	192
Comparative Schedule of Revenues, Expenses, and Changes in Net Assets	26-B	195
Comparative Schedule of Cash Flows	26-C	196
Water System		
Comparative Schedule of Net Assets	27-A	198
Comparative Schedule of Revenues, Expenses, and Changes in Net Assets	27-B	201
Comparative Schedule of Cash Flows	27-C	202
Wastewater System		
Comparative Schedule of Net Assets	28-A	204
Comparative Schedule of Revenues, Expenses, and Changes in Net Assets	28-B	207
Comparative Schedule of Cash Flows	28-C	208
Non-major Proprietary Funds		
Combining Statement of Net Assets	29-A	210
Combining Statement of Revenues, Expenses, and Changes in Net Assets	29-B	213
Combining Statement of Cash Flows	29-C	214
Airport Fund		
Comparative Statement of Net Assets	30-A	216
Comparative Statement of Revenue, Expenses, and Changes in Net Assets	30-B	219
Comparative Statement of Cash Flows	30-C	220
Golf Centers Fund		
Comparative Statement of Net Assets	31-A	223
Comparative Statement of Revenues, Expenses, and Changes in Net Assets	31-B	224
Comparative Statement of Cash Flows	31-C	225
Schedule of Operating Expenses by Function	31-D	226

TABLE OF CONTENTS

	<u>Exhibit Number</u>	<u>Page Number</u>
Marina Fund		
Comparative Statement of Net Assets	32-A	228
Comparative Statement of Revenues, Expenses, and Changes in Net Assets	32-B	230
Comparative Statement of Cash Flows	32-C	231
Internal Service Funds		
Combining Statement of Net Assets	33-A	234
Combining Statement of Revenues, Expenses, and Changes in Net Assets	33-B	236
Combining Statement of Cash Flows	33-C	238
Stores Fund		
Comparative Statement of Net Assets	34-A	243
Comparative Statement of Revenues, Expenses, and Changes in Net Assets	34-B	244
Comparative Statement of Cash Flows	34-C	245
Maintenance Service Fund		
Comparative Statement of Net Assets	35-A	246
Comparative Statement of Revenues, Expenses, and Changes in Net Assets	35-B	247
Comparative Statement of Cash Flows	35-C	248
Municipal Information Systems Fund		
Comparative Statement of Net Assets	36-A	251
Comparative Statement of Revenues, Expenses, and Changes in Net Assets	36-B	252
Comparative Statement of Cash Flows	36-C	253
Corpus Christi Digital Community Development Corporation		
Comparative Statement of Net Assets	37-A	255
Comparative Statement of Revenues, Expenses, and Changes in Net Assets	37-B	256
Comparative Statement of Cash Flows	37-C	257
Liability and Employee Benefits Fund		
Comparative Statement of Net Assets	38-A	259
Comparative Statement of Revenues, Expenses, and Changes in Net Assets	38-B	260
Comparative Statement of Cash Flows	38-C	261
Engineering Services Fund		
Comparative Statement of Net Assets	39-A	263
Comparative Statement of Revenues, Expenses, and Changes in Net Assets	39-B	264
Comparative Statement of Cash Flows	39-C	265

TABLE OF CONTENTS

	<u>Exhibit Number</u>	<u>Page Number</u>
Discretely Presented Component Units		
Combining Statement of Net Assets	40-A	268
Combining Statement of Activities	40-B	269
Coastal Bend Health Facilities Development Corporation		
Statement of Net Assets	41-A	270
Statement of Activities	41-B	271
Corpus Christi Convention and Visitors Bureau		
Statement of Net Assets	42-A	272
Statement of Activities	42-B	273
Capital Assets Used in the Operation of Governmental Funds		
Schedule by Source	43-A	275
Schedule by Function and Activity	43-B	276
Schedule of Changes by Function and Activity	43-C	282
 STATISTICAL SECTION		
Net Assets by Component	1	288
Changes in Net Assets	2	290
Governmental Activities Tax Revenues by Source	3	295
Fund Balances of Governmental Funds	4	296
Changes in Fund Balances of Governmental Funds	5	298
General Governmental Tax and Business Fees by Source	6	302
Assessed Value and Estimated Actual Value of Taxable Property	7	303
Property Tax Rates – Direct and Overlapping Governments	8	304
Principal Property Tax Payers	9	306
Property Tax Levies and Collections	10	307
Adopted Tax Rate	11	309
Ratios of Outstanding Debt by Type	12	310
Ratios of General Bonded Debt Outstanding	13	312
Direct and Overlapping Governmental Activities Debt	14	313
Legal Debt Margin Information	15	314
Pledged-Revenue Coverage	16	316
Demographic and Economic Statistics	17	317
Principal Employers	18	319
Full-time Equivalent City Government Employees by Function	19	320
Operating Indicators by Function	20	324
Capital Asset Statistics by Function	21	326
Miscellaneous Statistical Data	22	330
City Payroll Statistics	23	332
Retirement System Pension Data	24	333
Insurance and Surety Bonds in Force	25	334

	<u>Page Number</u>
SINGLE AUDIT SECTION	
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	337
Independent Auditor’s Report on Compliance with Requirements That Could Have a Direct and Material Effect on Each Major Program and Internal Control over Compliance in Accordance with OMB Circular A-133	339
Schedule of Federal Findings and Questioned Costs	341
Independent Auditor’s Report on Compliance with Requirements That Could Have a Direct and Material Effect on Each Major State Program and Internal Control over Compliance in Accordance with the State of Texas Single Audit Circular	343
Schedule of State Findings and Questioned Costs	345
Schedule of Federal/State Expenditures of Awards	347
Notes to Schedule of Federal/State Expenditures of Awards	357

Introductory Section



City of Corpus Christi

January 27, 2012

The Honorable Mayor Joe Adame, Members of the City Council, and
Citizens of the City of Corpus Christi

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

FINANCIAL SERVICES

PO Box 9277
Corpus Christi
Texas 78469-9277
Phone 361-880-3610
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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, 2011.

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, 2011. 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 307,728. 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 5,900 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. In September 2010, CCAD received Star Status with the Occupational Safety and Health Administration's Voluntary Protection Plan which was the culmination of a five-year effort to improve safety conditions for the workforce at the depot, and as a result, CCAD has become the role model for safety within the Department of Defense. Additionally, Black Hawk helicopter production reached unprecedented levels in 2011 at CCAD due to an integral partnership with Sikorsky Aircraft Corporation. Further, GE Aviation awarded a \$937 million multi-year Army contract to overhaul, repair, and supply helicopter engines with the work to be performed at CCAD through 2016.

Two bases make up the South Texas military complex: Naval Air Station – Corpus Christi and Naval Air Station – Kingsville (jet aviation training). The region's third base, Naval Station Ingleside (base for the Navy's mine warfare fleet), was officially closed on April 30, 2010. Since that time, the property reverted to the Port of Corpus Christi, and the Port of Corpus Christi has been trying to redevelop the 916-acre site of the former base, along with 433 adjacent acres. The Port continues its redevelopment initiatives for this area in an effort to recreate jobs lost as a result of the base closure.

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.

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 currently ranked as the fifth largest port in the United States and handled a volume of 82.2 million tons of cargo during the 2010 calendar year, an increase of 7.5% from the prior year. The Port has many initiatives underway, including the La Quinta Trade Gateway and wind power initiatives. 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, steel pipe, and more. Completion of preliminary engineering for full build out and final design for the initial 800 foot to 1,000 foot dock will provide the necessary information to define costs and determine completion schedules. The goal is to complete the design and be ready to solicit bids for the first phase of construction by early 2012.

A second initiative undertaken by the Port of Corpus Christi relates to wind power. The port has many strengths in reference to access, location, and competitive pricing that have attracted a steady stream of wind turbine shippers to the port. Serving the industry not only as a shipping hub for wind turbines, the Port is also looking at the potential of harnessing South Texas winds at Port owned sites to generate clean electrical power for the local community. The Harbor Wind Farm on the Northside of the Inner Harbor along Nueces Bay is currently under development. When completed in early 2012, the \$20,000,000 Harbor Wind will consist of six 1.5 MW turbines and will be the first wind farm located on industrial port property in North America.

A third initiative involving several entities deals with a pipe company moving into Gregory, Texas. TPCO America Corporation, a wholly-owned subsidiary of Tianjin Pipe (Group) Corporation (TPCO), is one of the world's largest seamless steel pipe manufacturers headquartered in China and has broken ground for development of its first American facility near Gregory, Texas. This is the first Chinese development of this nature in the United States. Located in the City of Corpus Christi's Extra Territorial Jurisdiction (ETJ), the Corpus Christi City Council approved a resolution on November 8, 2011 nominating TPCO to the Office of the Governor Economic Development and Tourism through the Economic Development Bank as a triple jumbo enterprise project pursuant to the Texas Enterprise Zone Act. This development is expected to create at least 300 new direct jobs in the first year of operation. Additional employees will be hired in the second and third years, resulting in a total of 400-600 new jobs, with an estimated annual payroll of \$18 million.

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 South Texas Art Museum, the Multicultural Center/Heritage Park complex, and the Concrete Street Amphitheater. The Corpus Christi area is also a renowned location for water sports, including windsurfing and kiteboarding,

and serves as host to the annual U. S. Open Windsurfing Regatta, international power and sail boat races, and the Texas International Boat Show. A privately-owned water park, "Hurricane Alley" is currently being built near Whataburger Field and should be opened by Spring Break 2012. The City is also in negotiations with Schlitterbahn for the development of a water park and resort on Padre Island. Estimated completion of that water park should be by the summer of 2013.

Construction Permits

The table below shows the number of permits and value of permits since fiscal year 2001-2002. The total number of building permits in FY 2010-2011 rose by 34% from the prior year, and the associated values increased by 44.7%. After a period of four years of declining issuances of building permits, activity is rebounding to 2007-2008 levels. Of significant note is the addition of 3 new Wal-Marts in Corpus Christi which opened in October 2011. Additionally, the HEB grocery stores have begun a large remodeling initiative of all of their older stores in Corpus Christi.

<u>Year</u>	<u>Building Permits</u>	<u>Value</u>
2001-2002	5,207	\$ 154,763,863
2002-2003	7,854	333,016,517
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

Employment

The unemployment rate in Corpus Christi increased slightly from 7.7% in July 2010 to 8.0% in July 2011, according to the Texas Workforce Commission. Corpus Christi, however, was somewhat sheltered from the national downturn in that the national unemployment rate in July 2011 was 9.1%, as compared to Corpus Christi's rate of 8.0%. Overall during the last ten years in Corpus Christi, the unemployment rate remained relatively stable (with a slight increase) – from 6.7% in 2002 to 8.0% in 2010. During this same ten-year time period, personal (per capita) income rose from \$24,763 to \$39,635 or 60%.

Major Expenditures

As illustrated in Statistical Table 2 "Changes in Net Assets", during the past ten years (since GASB No. 34 was implemented and the new reporting model was adopted), the government's expenses related to police and municipal court, fire and ambulance, community enrichment, community development, and convention and visitors activities have increased as a percentage of total expenses. On the other hand, expenses related to general government and inspections have decreased, as evidenced in the following table:

% increase (decrease)
from 2002 to 2011

General Government	-20.40%
Police and municipal court	50.53%
Fire and ambulance	52.80%
Inspections	-14.28%
Community enrichment	1516.53%
Community development	129.53%
Convention and visitor activities	41.78%

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. In the case of community enrichment, the growth can be attributed to the enhancement of amenities at Packery Channel. In the case of community development, the growth can be attributed to increased incentives offered by the Corpus Christi Business and Job Development Corporation to attract businesses to Corpus Christi. For convention and visitors activities, the growth is due to the operating expenditures for the City's arena and convention center. On the other hand, the decrease in expenses for general government and inspections is a result of having to operate more efficiently with less staff and a smaller budget.

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

Presentation of the fund balance in the general fund for fiscal year 2010-2011 has been redesigned to comply with the new pronouncement from the Government Accounting Standards Board (GASB) which the City of Corpus Christi implemented this fiscal year: GASB Statement No. 54 "Fund Balance Reporting and Governmental Fund Type Definitions". This pronouncement changed the fund balance categories in the governmental funds from reserved and unreserved to five new categories: non-spendable, restricted, committed, assigned and unassigned. Four of the five categories give direction on how to classify items that had previously been reported as "reserved". The remaining category (the unassigned fund balance) correlates to the unreserved fund balance. For example, the non-spendable term is used for funds that are legally or contractually required to be maintained intact. Restricted fund balance is used for amounts that are subject to externally enforceable legal restrictions, such as those imposed by law through constitutional provisions or enabling legislation. Committed fund balance is made of amounts whose use is formally constrained by limitations that the City Council imposes.

Assigned fund balance is for an intended use of resources either established by the City Council or established by a body or an official delegated by the City Council and does not require formal action to be taken. The unassigned fund balance is the residual after all the other categories have been accounted for in the general fund and deficit balances in the other governmental funds.

As a result of GASB Statement No. 54, presentation of the unreserved, undesignated fund balance in the general fund (as it had been reported in the past) is now reflected as assigned and unassigned fund balance. The designation for major contingencies is now reported as "Committed-Major Contingencies". This represents an amount in the fund balance for the general fund to comply with Section 3 of the financial policy guidelines set by the City Council for budgetary and planning purposes. This section was amended in June 2011 to comply with the terminology utilized in GASB Statement No. 54. The City Council established a goal several years ago to build and maintain a reserve in the General Fund committed fund balance an amount which totals at least ten percent (10%) of the total annual general fund appropriations, excluding anticipated reimbursements and inter-fund transfers, within five years. Through the prudent and fiscally responsible leadership of the City's management, this goal has been met, and the balances have exceeded the 10% goal for the past ten years. In fiscal year 2010-2011, the designation for committed-major contingencies in the General Fund represents 10.14% of total general fund expenditures, and the unassigned fund balance represents 4.50 % of total general fund expenditures.

During the fiscal year 2010-2011 budget process, the City Council reaffirmed the financial policy noted above, providing policies for maintenance of the general fund unreserved, undesignated balance (ie. the unassigned fund balance) at an adequate level and providing policy direction on preparation of the fiscal year 2010-2011 budget. Specifically, the resolution reaffirmed the maintenance of a Reserve (i.e., Commitment) for Major Contingencies in the general fund, calculated to be 10% of total annual general fund appropriations. Amounts in excess of the 10% policy requirement may be recommended for one-time improvement expenditures, deferred maintenance, lifecycle replacement, and/or capital items with a priority on infrastructure and equipment that will reduce the need for future debt or avoid future maintenance costs.

The City Council recognized the need to provide public services which support the continued growth of the local economy and personal income growth to insure an adequate financial base for the future. Priority for funding in fiscal year 2010-2011 continued to be focused on improvements in public safety services consistent with strategic plans for those services and for infrastructure maintenance and repair.

The City Council also directed the City Manager to budget at least \$200,000 in fiscal year 2010-2011 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.

Two additional sections were added in May 2010 for the fiscal year 2010-2011 budget. The first dealt with interfund transfers. Specifically, the additional language authorized the

City to transfer funds from the utility funds (water, wastewater, gas, and stormwater) to the general fund in an amount not to exceed 7% of the three-year average revenues for the respective utility. This section also addressed the City recovering other costs in the general fund by charging other funds for administrative costs incurred to support their operations. The second dealt with the utilization of the zero based budgeting process.

The remaining sections of the financial policy were consistent with the previous policy and included the need for a five-year financial plan for the general fund; the need to pursue revenue enhancements; quarterly financial reporting and monitoring; the use of nonrecurring revenue to fund one-time expenditures; the maintenance of strong debt management practices; the maintenance of an acceptable level of fund balance in the general obligation debt service fund; reaffirmation of debt retirement practices; and continuation of a ten-year capital improvement plan.

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 strategic goals for 2011–2013 provide guidance and vision in fulfilling the City's mission. These goals include: (1) Comprehensive Economic Development Plan; (2) Complete Utilities Master Plans/Updates; and (3) Street Improvement Plan.

Steps outlined to achieve the first goal regarding a "Comprehensive Economic Development Plan" include strategies such as improving Development Services, ensuring regional planning, creating a "Master Plan", providing adequate infrastructure, and creating an attractive business working environment. The first step in improving Development Services was to realign and refocus the management of that department. This was accomplished by creating a "Business Support Services" grouping of departments within the City lead by one assistant city manager. An interim director and assistant director for development service were appointed in an effort to create a new focus for that department. Business processes at Development Services are being reviewed to provide higher customer service levels, to expand staff training opportunities, to create customer outreach efforts, and to update regulatory resources. Since this change was made seven months ago, the City has received positive feedback from the public.

There are several major initiatives underway to promote economic development for the City of Corpus Christi. As mentioned earlier, negotiations are underway with Schlitterbahn for the creation of a water park and resort on Padre Island. Early designs for the approximately \$35 million Padre Island resort include a 12-hole golf course, lodging, restaurants and a 12-acre water park with a meandering river and a retractable roof so it could be used throughout the year. It could open as early as the summer of 2013. A second

water park is currently under construction. The 2.5-acre water park is being built next to Whataburger Field and will include racing slides, a lazy river, a children's pool and concession areas. It is scheduled to open by March 2012. The Eagle Ford Shale oil and gas formation is 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. In addition, TPCO America Corporation recently broke ground on their \$1 billion pipe manufacturing facility, and the M&G Group announced that they have selected the City as the site of their \$900 million plastics factory.

Initiatives in fiscal year 2010-2011 that were funded by the "Type A" economic sales tax proceeds include Texas A&M University - Corpus Christi (TAMU-CC) Innovation Center which serves as a business incubator; funding for TAMU-CC College of Engineering that already has 175 students enrolled; and funding for the Del Mar College's Northwest Learning Center that house its health sciences department and will expand its reach to the west side of the City. Other major business initiatives include the execution of a contract with Commercial Metals Company (CMC), a metal recycling company that is expanding its presence in the City; execution of a contract with Craft Training Center to enable the company (along with a match from industry partners) to expand its training facility to almost double its number of students for area job; an agreement with Del Mar College to help expand its aviation maintenance program to a hangar at the Corpus Christi International Airport; and an agreement with the Del Mar College Small Business Development Center's Procurement Technical Assistance Center to hire staff to help small businesses compete for government supply contracts.

The City Council's second strategic goal regarding completion of the Utilities Master Plans/Updates is well underway. A long-range plan for Water and Wastewater are currently being developed, and construction of Mary Rhodes Pipeline Phase 2 is on schedule. Additionally, City staff will explore a dedicated storm water funding source.

During the 2011-2012 fiscal year, each of the City of Corpus Christi utility departments completed annual business plans. These plans will lay the ground work on how service levels will be sustained and what critical issues must be addressed by the department to effectively serve our community. Additionally, long range plans are currently under development regarding storm water funding, water supply, street maintenance and completion of the Garwood pipeline project. The completion of the departmental business plans and long range project plans will provided essential elements to support the update on the Master Plans for the Water, Wastewater and Storm Water Departments. Furthermore, a staff reorganization was initiated in January 2012 to strengthen the City's Planning Department. The Planning Department will be charged with responsibility of supporting the process necessary to incorporate the business plan and project plan documents mentioned above into each utility department's Master Plan. The Master Plans will be included as critical components of the City's Comprehensive Plan and undergo rigorous review by the Planning Commission and ultimate approval by the City Council. From that point the Master Plans will be annually reviewed and updated as well as serve a critical role in the Capital Improvement plan process, development code review and approval and land use decision making by City staff and the City Council.

The City Council's third and final goal involved the creation of a Street Improvement Plan. Improvement of the City's streets is a high priority for the City Council. As such, the Mayor selected five business leaders to create a "Street Maintenance Finance Advisory Ad Hoc Committee". The committee began meeting in February 2011 and had its last meeting in January 2012. The committee is scheduled to make their recommendations to the City Council on January 31, 2012.

AWARDS AND ACKNOWLEDGMENTS

Awards

During fiscal year 2010-2011, several City departments received awards or recognitions. In November 2011, the City was ranked fifth in the nation by the Center for Digital Governments among those with a population class of 250,000 and greater. In 2010 we were designated as a "Citizen-Engaged Community" by the Public Technology Institute (PTI). 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 January 2012, the Corpus Christi Museum of Science and History again achieved accreditation by the American Association of Museums (AAM), the highest national recognition afforded the nation's museums. Accreditation signifies excellence to the museum community, to governments, funder, outside agencies, and to the museum-going public. The Corpus Christi Museum of Science and History was initially accredited in 1973. All museums must undergo a reaccreditation review at least every 10 years to maintain accredited status.

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 was again achieved in 2011. 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, 2010, continuing to confirm compliance with both Generally Accepted Accounting Principles (GAAP) and legal requirements. This was the twenty-eighth 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, 2010. The City has received twenty-one 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

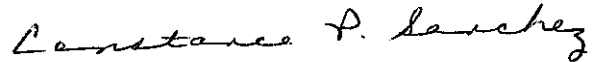
The preparation of this report is possible only because of the dedication of the staff members in the Department of Financial Services. Special thanks must be given to Assistant City Managers Margie C. Rose and Oscar Martinez for their continued guidance and support and to John Shepherd and Craig Mlady 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



City of
Corpus
Christi

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, 2010

A Certificate of Achievement for Excellence in Financial Reporting is presented by the Government Finance Officers Association of the United States and Canada to government units and public employee retirement systems whose comprehensive annual financial reports (CAFRs) achieve the highest standards in government accounting and financial reporting.



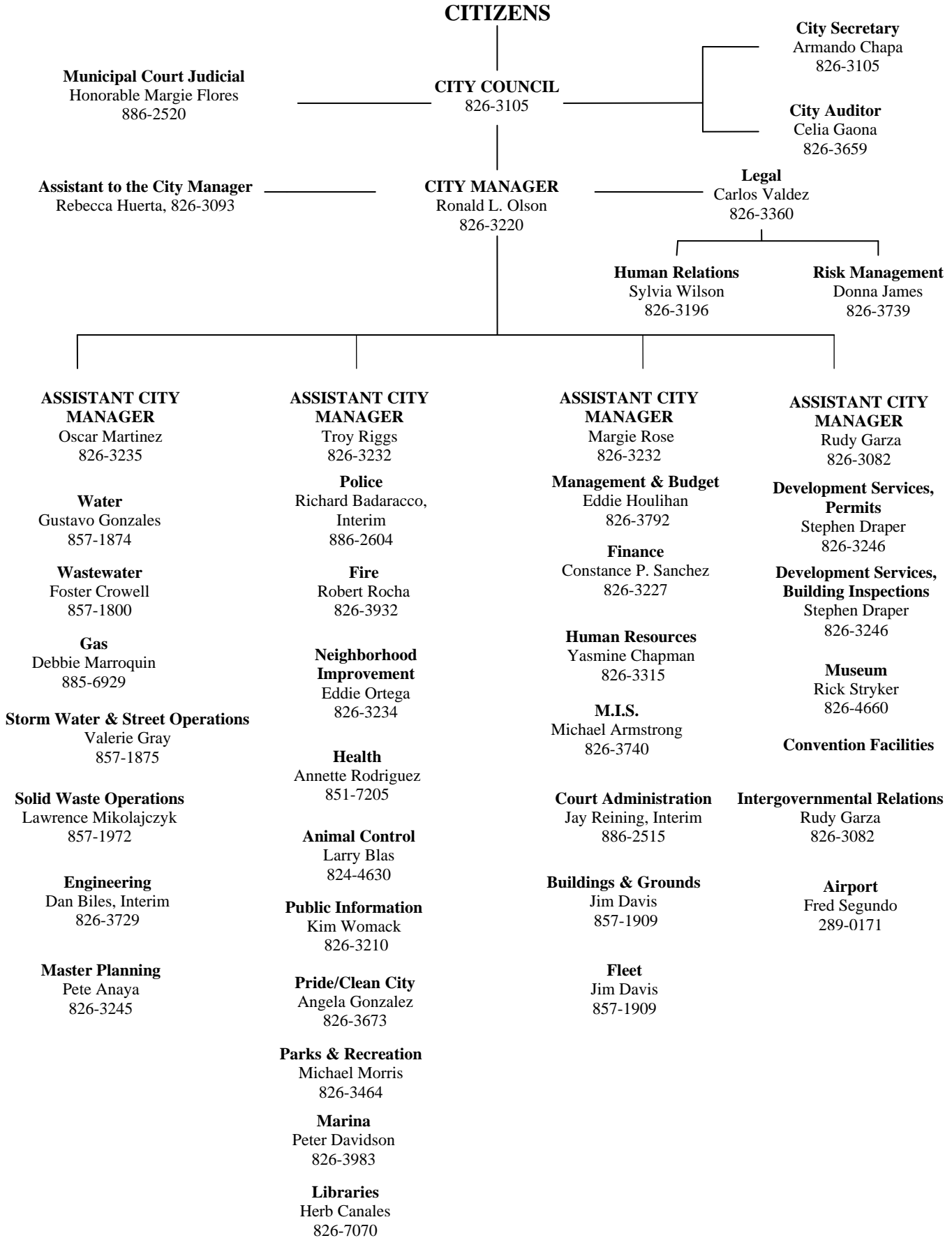
Linda C. Davidson

President

Jeffrey R. Emer

Executive Director

City Organizational Chart



Financial Section

INDEPENDENT AUDITOR'S REPORT

January 27, 2012

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

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, 2011, which collectively comprise the City's basic financial statements as listed in the table of contents. These financial statements are the responsibility of the City's management. Our responsibility is to express an opinion 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 \$910,824 and revenues were \$3,126,043, the American Bank Center Convention Center Fund whose assets were \$950,422 and revenues were \$2,362,876 and the American Bank Center Arena Operations Fund whose assets were \$1,166,343 and revenues were \$3,425,792. 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 of material misstatement. An audit includes examining, on a test basis, evidence supporting the amounts and disclosures in the financial statements. An audit also includes assessing the accounting principles used and significant estimates made by management, as well as evaluating the overall financial statement presentation. We believe that our audit provides a reasonable basis for our opinion.

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, 2011 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.

In accordance with *Government Auditing Standards*, we have also issued our report dated January 27, 2012 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* and should be considered in assessing the results of our audit.

The management's discussion and analysis and the other required supplementary information on pages 3 through 15 and 77 are not a required part of the basic financial statements but are supplementary information required by the Governmental Accounting Standards Board. We have applied certain limited procedures, which consisted principally of inquiries of management regarding the methods of measurement and presentation of the required supplementary information. However, we did not audit the information and express no opinion on it.

Our audit was conducted for the purpose of forming an opinion on the financial statements that collectively comprise the City of Corpus Christi's basic financial statements. The introductory section, combining and individual fund financial statements and schedules, capital assets used in the operation of governmental funds and the statistical tables 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 accompanying schedule of expenditures of federal/state awards, pages 347 through 357, 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 basic financial statements of the City. The combining and individual fund statements and schedules, capital assets used in the operation of governmental funds and the schedule of expenditures of federal awards have been subjected to the auditing procedures applied in the audit of the basic financial statements and, in our opinion, are fairly stated in all material respects in relation to the basic financial statements taken as a whole. The introductory section and statistical tables have not been subjected to the auditing procedures applied in the audit of the basic financial statements and accordingly, we express no opinion on them.

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, 2011. 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 assets of the City, excluding component units, were \$1.05 billion at July 31, 2011, an increase of \$43.4 million, or 4.3% compared to July 31, 2010. Of these assets, 94.6% are invested in capital assets, net of related debt, and restricted, with the remaining 5.4% unrestricted.
- Total net expenses over program revenue were \$26.4 million lower than prior year, reflecting net expenses of \$123.5 million at July 31, 2011 compared to \$149.9 million at July 31, 2010.
- Total general revenue and transfers, excluding component units, increased \$5.6 million from the prior year from \$161.3 million at July 31, 2010 to \$166.9 million at July 31, 2011, an increase of 3.5% mainly due to a \$5.8 million increase in sales tax revenue.

Governmental Activities

- On a government-wide basis for governmental activities, the City had expenses net of program revenue of \$160.9 million at July 31, 2011, compared to \$177.5 million at July 31, 2010, representing a decrease of 9.3% from the prior year.
- General revenues and transfers totaled \$193.1 million at July 31, 2011 compared to July 31, 2010 totals of \$174.0 million in general revenues and transfers with an increase in net assets at July 31, 2011 of \$32.1 million.
- Net assets increased by 11.1%, from \$291.8 million at July 31, 2010 to \$324.0 million at July 31, 2011.

Business-Type Activities

- On a government-wide basis for business-type activities, program revenue net of expenses was \$37.4 million for fiscal year ended July 31, 2011 compared to \$27.6 million for 2010.
- Net assets increased by 1.6% from \$715.7 million at July 31, 2010 to \$726.8 million at July 31, 2011.
- During the fiscal year ended July 31, 2011, the City has issued \$60.625 million of Utility System revenue improvement bonds, taxable Build-America-Bonds, and \$14.375 million of Utility System revenue improvement bonds (tax-exempt) for improvements to the combined utility system. At the end of fiscal year 2011, the City as a whole had \$633.2 million in outstanding revenue bonds and certificates of obligation compared to \$583.0 million at July 31, 2010. The City maintained its utility revenue bond ratings of A+ by Standard & Poor's, AA- by Fitch, and by Aa3 by Moody's.
- The City also issued \$5.5 million of combination tax and limited pledge airport revenue certificates of obligation for improvements at the Airport consisting of the construction of a consolidated quick turn-around maintenance facility to consolidate rental car maintenance and storage operations of the existing rental car companies. This debt is backed by ad valorem taxes, with a secondary pledge of airport revenues. At the end of fiscal year 2011, the City as a whole had \$353.9 million in outstanding ad valorem and sales tax supported bonds compared to \$374.7 million at July 31, 2010. The City has continued to maintain its general obligation bond ratings of AA- by Standard & Poor's, AA by Fitch, and Aa2 by Moody's.

General Fund

- At the end of the current fiscal year, unassigned fund balance for the General Fund was \$8.6 million, or 4.4% of the General Fund expenditures. This compares to an unassigned fund balance of \$8.6 million, or 4.4% of General Fund expenditures for fiscal year ended July 31, 2010.
- Revenues and transfers in of \$198.0 million for fiscal year ended July 31, 2011 increased by 5.9% from prior year revenues and transfers in of \$186.9 million.
- General Fund expenditures were \$194.9 million for the current year, compared to \$187.8 million for fiscal year ended July 31, 2010, or a 3.8% increase.

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*.

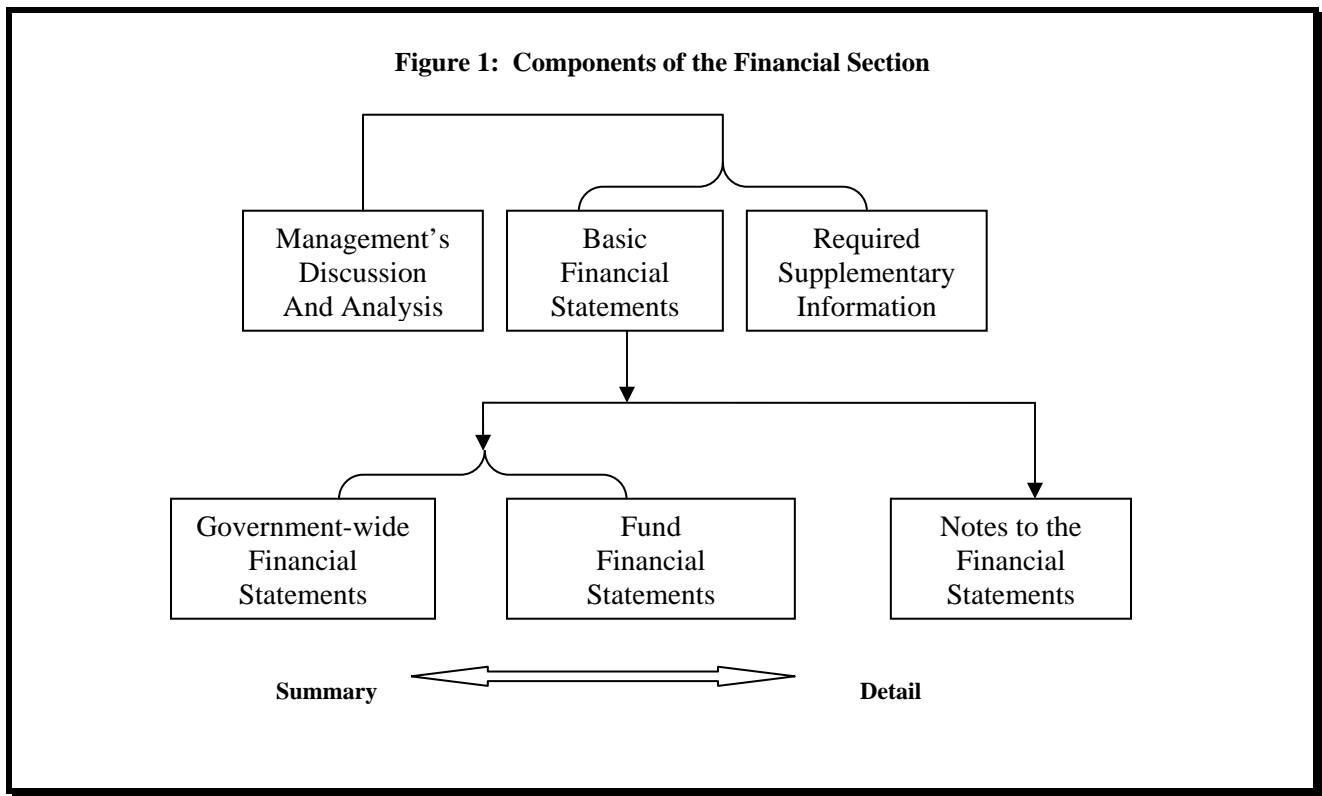


Figure 1 depicts how the required parts of this annual financial report are arranged and relate to one another. In addition to these required elements, a section with combining and individual fund financial statements and schedules that provides details about the non-major governmental funds and internal 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 Assets* 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, 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, Maintenance Services, 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 assets and a statement of changes in fiduciary net assets. 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 Assets

At July 31, 2011, the net assets for the City of Corpus Christi totaled \$1.05 billion, \$43.4 million higher than the prior year. The composition of these net assets is \$324.0 million for governmental activities and \$726.8 million for business-type activities. The largest portion of the City's net assets, 84.9%, 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 \$102.4 million in restricted net assets for specific purposes in 2011, which is a \$7.4 million increase from 2010. The main reason for this increase is due to an increase in sales tax revenue which is restricted for use by the Crime Control and Prevention District and the Business and Job Development Corporation. The City's unrestricted net assets, \$56.7 million for 2011, are 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 assets.

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

Table 1
Summary of Statement of Net Assets
As of July 31, 2011 and 2010
(in 000's)

	Governmental Activities		Business-Type Activities		Total	
	2011	2010	2011	2010	2011	2010
Capital assets, net of accumulated depreciation	\$ 519,571	\$ 492,549	\$ 1,449,230	\$ 1,408,723	\$ 1,968,801	\$ 1,901,272
Other assets	287,133	305,576	138,171	109,869	425,304	415,445
Total assets	806,704	798,125	1,587,401	1,518,592	2,394,105	2,316,717
Long-term liabilities	404,502	422,308	795,821	785,014	1,200,323	1,207,322
Other liabilities	78,236	83,961	64,630	17,874	142,866	101,835
Total liabilities	482,738	506,269	860,451	802,888	1,343,189	1,309,157
Net assets						
Invested in capital assets, net of related debt	209,726	190,985	682,070	685,455	891,796	876,440
Restricted	87,694	81,611	14,732	13,445	102,426	95,056
Unrestricted	26,546	19,260	30,148	16,804	56,694	36,064
Total net assets	\$ 323,966	\$ 291,856	\$ 726,950	\$ 715,704	\$ 1,050,916	\$ 1,007,560

Of the business-type activities, the Utility System fund is the largest operation at the City with total assets of \$1.38 billion, comprising 91.3% of all business-type activities total assets for 2011, increasing slightly from 86.6% in 2010. The Utility System fund net assets were \$623.1 million which is 86.5% of total business-type activities net assets for 2011, as compared to 86.4% for 2010.

Changes in Net Assets

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

Table 2
Changes in Net Assets
For the Fiscal Years Ended July 31, 2011 and 2010
(in 000's)

	Governmental Activities		Business-Type Activities		Total	
	2011	2010	2011	2010	2011	2010
Revenue						
Program revenues						
Charges for services	\$ 54,533	\$ 52,428	\$ 242,283	\$ 228,158	\$ 296,816	\$ 280,586
Operating grants and contributions	20,293	15,768	1,193	120	21,486	15,888
Capital grants and contributions	11,617	8,275	7,737	9,557	19,354	17,832
Total program revenues	86,443	76,471	251,213	237,835	337,656	314,306
General revenue						
Property taxes	84,650	84,651	--	--	84,650	84,651
Sales taxes	70,433	64,655	--	--	70,433	64,655
Hotel occupancy taxes	10,722	9,920	--	--	10,722	9,920
Investment earnings	683	1,284	433	826	1,116	2,110
Total general revenue	166,488	160,510	433	826	166,921	161,336
Total revenues	252,931	236,981	251,646	238,661	504,577	475,642
Expenses						
General government	16,344	19,481	--	--	16,344	19,481
Police and municipal court	80,772	81,172	--	--	80,772	81,172
Fire and ambulance	46,648	43,288	--	--	46,648	43,288
Emergency management	536	505	--	--	536	505
Inspections	1,539	1,665	--	--	1,539	1,665
Streets	21,267	25,675	--	--	21,267	25,675
Health	7,100	7,506	--	--	7,100	7,506
Parks and recreation	19,430	21,577	--	--	19,430	21,577
Libraries	4,628	5,298	--	--	4,628	5,298
Museums	1,744	1,853	--	--	1,744	1,853
Community enrichment	9,530	4,220	--	--	9,530	4,220
Community development	10,026	10,404	--	--	10,026	10,404
Convention and visitors activities	10,460	15,183	--	--	10,460	15,183
Interest on long-term debt	17,385	16,156	--	--	17,385	16,156
Solid waste	--	--	26,836	22,418	26,836	22,418
Utilities	--	--	172,645	172,481	172,645	172,481
Airport	--	--	11,419	11,407	11,419	11,407
Golf centers	--	--	1,143	2,051	1,143	2,051
Marina	--	--	1,768	1,862	1,768	1,862
Total expenses	247,409	253,983	213,811	210,219	461,220	464,202
Excess revenues over expenses	5,522	(17,002)	37,835	28,442	43,357	11,440
Transfers	26,588	13,476	(26,588)	(13,476)	--	--
Increase (decrease) in net assets	32,110	(3,526)	11,247	14,966	43,357	11,440
Net assets at beginning of year as restated	291,856	295,382	715,704	700,738	1,007,560	996,120
Net assets at end of year	\$ 323,966	\$ 291,856	\$ 726,951	\$ 715,704	\$ 1,050,917	\$ 1,007,560

Governmental Activities

As shown in Table 2, there was a \$32.1 million increase in net assets for governmental activities in 2011 as compared to a \$3.5 million net decrease for 2010. For fiscal year ended July 31, 2011, revenues totaled \$253.0 million compared to \$237.0 million in the prior year, an increase of \$16 million or 6.8%. Sales tax increased by \$5.8 million in 2011 from \$64.7 million in 2010 to \$70.4 million in 2011, an increase of 8.9%. This increase is due to the economy in Corpus Christi beginning to rebound after the downturn in the prior year. This rebound is evidenced in each of the revenue categories with the exception of investment earnings which decreased by 46.8% from \$1.3 million in 2010 to \$683 million in 2011. This decrease was due to declining interest rates in 2011. Hotel occupancy taxes increased by 8.8% from \$9.9 million in 2010 to \$10.7 million in 2011, as did total program revenues. Total program revenues increased by \$9.9 million from \$76.5 million in 2010 to \$86.4 million in 2011. Included in program revenues are charges for services, which represents the third largest revenue source. Charges for services had a modest 4.0% growth from 2010 to 2011 which is a result of an increase in building permit revenue due to a new fee structure that was implemented in development services, as well as an increase in the number of building permits issued. Other variances included operating grants and contributions increasing by \$4.5 million from the prior year due mainly to an increase in funding of approximately \$1 million by the Department of Energy's Energy Efficiency Community Block Grant, and an increase in \$1.1 million in a Weatherization Grant. The State Homeland Security Program, the State Homeland Security Program – Law Enforcement Activities Program and Law Enforcement Terrorism Prevention Activity increased funding for fire by approximately \$1.0 million in 2011. Additionally, the Public Safety Interoperable Communications Grant increased funding for police by \$1.5 million in 2011 for the purchase of minor tools and equipment. Capital grants and contributions increased by \$3.3 million from the prior year due mainly to increased contributions due from the Texas Department of Transportation in the amount of \$1.1 million, the Regional Transportation Authority in the amount of \$550 thousand, and \$500 thousand of repayments of street assessment projects. Additionally in 2011, four developers fulfilled their contractual obligation during the year, which was reflected as a capital contribution. This is compared to the prior year when only two developers completed project improvements of a much smaller scale.

Expenses for governmental activities totaled \$247.4 million in 2011 compared to \$254.0 million in 2010, a decrease of \$6.6 million. This decrease can be attributed to a mid-year budget amendment which occurred in January 2010 to the General Fund because of a decline in projected sales tax in that fiscal year. Fifty-eight positions were eliminated in January 2010 in the General Fund and an additional eighteen were eliminated in fiscal year 2011. These were permanent reductions that remained in the fiscal year 2010-2011, and the \$6.6 million decrease in expenses from the prior year is the result of a full year of these reductions. The major variances between years included the following decreases to the General Fund as a result of this prior year cost reduction: general government – a \$3.1 million decrease; streets - \$4.4 million reduction; and libraries - \$2.1 million reduction. Fire and ambulance, on the other hand, realized a \$3.4 million increase due to a 6% pay increase per the contract with the Firefighter's Association and a planned increase in the City's contribution for firefighters retirement.

Business-type Activities

As shown in Table 2, the net assets for business-type activities for 2011 increased \$11.2 million versus a net increase of \$15.0 million in 2010. For 2011, revenues for business-type activities increased by \$12.9 million from the prior year: \$251.67 million for 2011 compared to \$238.7 million for 2010, and expenses increased by \$3.6 million: \$213.8 million for 2011 compared to \$210.2 million for 2010.

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 (95.2%) which consists of the gas, water, and wastewater systems. Revenues for the utilities increased by \$12.0 million from 2010 to 2011 due to a combination of factors including residential water consumption increasing by approximately 4% from the prior year, as well as the implementation of a 9.4% water rate increase. Wastewater revenues increased by \$3.8 million due to a 9.7% rate increase. Gas revenues, on the other hand, decreased by \$4.7 million because of gas prices stabilizing – lowering the purchased gas adjustment charged to customers. Overall, charges for services for all business-type activities increased by \$14.1 million from 2010 to 2011 not only because of the variances noted in the utilities above, but also to an increase of \$2.58 million in solid waste revenue. Operating grants and contributions increased by \$1.1 million from 2010. Recorded in contributions for both utilities was the 35% subsidy from the Internal Revenue Service that the City began receiving in 2011 after the issuance of the Build America Bonds (discussed in Long-Term Liability section of this document). Additionally, there were increased contributions from developers for wastewater lines installed in 2011. Capital grants and contributions decreased by \$1.8 million from 2010, as did unrestricted investment earnings which decreased by \$393 thousand due primarily to lower interest rates (0.26% in 2011 as compared to 0.57% in 2010). The decrease in capital grants and contributions was due to the decrease in grant funding provided by the Federal Aviation Administration (FAA) in 2011.

Expenses reported in the business-type activities increased by \$3.6 million from 2010 to 2011. The major expense reported in the business-type activities was utilities (80.7%), reflecting \$172.6 million in 2011 compared to \$172.5 million in 2010. Although expenses for the utilities remained relatively flat in total from 2010 to 2011, expenses for water increased by \$2.0 million, while expenses for gas decreased by \$1.8 million from 2010 to 2011 due in part to the stabilization of gas market prices during peak use months. Golf expenses decreased by \$909 thousand from 2010 due primarily to the privatization of the management of both municipal golf courses in February 2011. Solid waste experienced an increase in expenses of \$4.4 million from \$22.4 million in 2010 to \$26.8 million in 2011. This 19.7% increase was mainly due to the realization of \$2.7 million increase in the landfill closure liability based on an increase in total filled capacity of the Cefe Valenzuela landfill from 1.62% to 2.16%. Additionally, operating costs for Solid Waste increased by approximately \$2 million as the City implemented single-stream recycling, provided new bins, recycle bank incentives, and increased recycling education.

FINANCIAL ANALYSIS OF THE CITY'S GOVERNMENTAL FUNDS

Governmental Funds

- Total assets of the General Fund increased from the prior year, reporting \$44.3 million in 2010 compared to \$45.5 million in 2011. Cash, cash equivalents and investments reflect \$28.4 million or 62.5% of total assets with net receivables reporting \$14.9 million, or

32.7 % 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 in the fund.

- Total liabilities of the General Fund remained relatively flat from the prior year reporting \$15.0 million in 2010 and \$14.9 million in 2011.
- General Fund revenues, including transfers, reflect a \$8.1 million increase from 2010 revenues. Current ad valorem taxes remained relatively flat from 2010 to 2011 increased by only 1.0% or \$502 million from \$48.8 million in 2010 to \$49.3 million in 2011. The projections are that assessed valuations are expected to be remain flat for the next year. Sales tax revenue increased by \$4.0 million in 2011 from \$40.5 million in 2010 to \$44.5 million in 2011, an increase of 9.9%. This increase is due to the economy in Corpus Christi beginning to rebound after the downturn in the prior year, and this is expected to continue in 2012. Total licenses and permits increased by \$1.6 million from the prior year due to a new fee structure that was instituted as of October 2, 2010 in development services. Solid waste increased \$2.6 million due to an increase in refuse volume disposed at the landfill during 2011 and due to the implementation a recycling program in 2011, which increased revenue by \$1 million. In fiscal year 2011, the City's financial policies were amended to allow for the transfer of funds from the utility funds in an amount not to exceed 7% of the three-year average revenues for the utilities. As a result of this change in the policies, \$6.2 million was transferred to the General Fund from the Utility System.
- The General Fund's unassigned fund balance remained at \$8.6 million for 2011 and 2010. Committed for major contingencies increased by \$200 thousand in 2011 from \$19.6 million in 2010 to \$19.8 million in 2011. This amount is calculated to be at least ten percent (10%) of the total annual General Fund appropriations, which for 2011 was \$195 million.
- The Debt Service Fund's total fund balance increased by \$2.5 million, reporting a balance of \$14.4 million in 2011. This increase was due to the fact that the ad valorem tax collections and transfers to the Debt Service Fund from the other funds were \$2.5 million greater than the debt service payments.
- The ad valorem tax rate for fiscal year 2010-2011 was increased from \$0.563846 per \$100/valuation to \$0.582269 per \$100/valuation: distributed \$0.376612 for the General Fund and \$0.205657 for Debt Service.

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 2011 was \$162.1 million, as compared to \$195.5 million from 2010. This represents a \$33.4 million decrease or 7.8%. The fund balance in the capital projects funds decreased by \$37.3 million due to the completion of Bond 2008 projects using bond proceeds received in prior years. In the special revenue funds, the Corpus Christi Business and Job Development Corporation reported an increase in the amount of sales tax collections – from \$15.2 million in 2010 to \$16.7 million

in 2011. Additionally, expenditures decreased in the Corpus Christi Business and Job Development Corporation by \$2.0 million. The Crime Control and Prevention District also experienced an increase in the amount of sales tax collections – from \$4.5 million in 2010 to \$5.0 million in 2011. In July 2010, the board of trustees for the Crime Control and Prevention District voted to repeal the exclusion of residential gas and electricity in the sales tax base for the Crime Control and Prevention District. The results of the repeal were first seen in November 2010 sales tax collections. Likewise, the board of trustees voted to repeal in January 2011 the exclusion of telecommunications tax from the tax base. The effect of this repeal was first seen in the May 2011 sales tax collections.

CAPITAL ASSET AND DEBT ADMINISTRATION

As shown in Table 3 below, at the end of 2011 the City had invested over \$2.0 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 (after additions, deductions, and depreciation) of \$64.5 million, or 3.4% over last year. Additions to capital assets totaled \$130.1 million; net retirements totaled \$227 thousand, and total depreciation expense for 2011 was \$65.3 million. The governmental activities increased by \$27.0 million from the prior year. This increase included \$53.0 million in additions less \$25.8 million of depreciation expense and \$227 thousand for retirements in 2011. The additions were due mainly to an increase in construction in progress (\$17.8 million) and an increase in infrastructure (\$16.6 million) in 2011. Construction in progress included Bond 2008 projects relating to streets (\$8.7 million) and parks and recreation (\$5.2 million). Additionally, approximately \$2.8 million of projects relating to Packery Channel (the tax increment reinvestment zone #2) were also included in construction in progress. Included in infrastructure were approximately \$12.4 million of street projects completed in 2011 as part of Bond 2008. The business-type activities increased by \$37.5 million in 2011. This increase included \$77.0 million in additions less \$39.5 million of depreciation expense. The majority of the increase in infrastructure was associated with Utility System improvements. Additionally, \$4.3 million was attributed to purchases of recycling bins and refuse containers. (See Note 8 of the Financial Statements for more details on capital assets.)

Table 3
Capital Assets (net of depreciation) at July 31, 2011 and 2010
(in 000's)

	Governmental Activities		Business-Type Activities		Total		% Change 2010-2011
	2011	2010	2011	2010	2011	2010	
Land	\$ 57,115	\$ 56,728	\$ 35,510	\$ 35,465	\$ 92,625	\$ 92,193	0.5%
Water rights	--	--	200,203	201,859	200,203	201,859	-0.8%
Buildings	150,122	152,095	53,358	54,449	203,480	206,544	-1.5%
Improvements	66,106	67,600	242,114	240,535	308,220	308,135	0.0%
Equipment	31,547	32,488	18,275	18,592	49,822	51,080	-2.5%
Infrastructure	125,363	112,148	760,292	739,791	885,655	851,939	4.0%
Construction in progress	89,318	71,489	136,479	118,032	225,797	189,521	19.1%
Total	<u>\$ 519,571</u>	<u>\$ 492,548</u>	<u>\$ 1,446,231</u>	<u>\$ 1,408,723</u>	<u>\$ 1,965,802</u>	<u>\$ 1,901,271</u>	3.4%

Long-term Liabilities

During the fiscal year, the City completed one bond issue to fund projects planned and approved during the last fiscal year and completed one issuance of certificates of obligations. Both bond issues were for major initiatives that represent a significant long-term commitment to revitalization strategies that support expansion of tourism, as well as commercial and industrial growth, and improved quality of life for the citizens. With each issue, the City was able to take advantage of the historically low interest rates.

In July 2010, the City Council approved the sale of \$5,500,000 in Combination Tax and Limited Pledge Airport Revenue Certificates of Obligation, Taxable Series 2010 to finance the construction of a consolidated quick turn-around facility: a private facility outside the Airport terminal that will consolidate rental car maintenance and storage operations of the existing, privately-owned and operated rent-a-car operations. This debt is backed by ad valorem taxes, with a secondary pledge of airport revenues. These certificates were sold and funded until August 2010 and have been included in the financial statements for 2011. These are taxable certificates of obligation with interest rates ranging from 5.00% to 6.25%.

In July 2010, the City Council approved the sale of \$14,375,000 in Utility System Revenue Improvement Bonds, Series 2010A and \$60,625,000 in Utility System Revenue Improvement Bonds, Taxable Series 2010 (Direct Subsidy – Build America Bonds) to finance planned Utility System capital improvements. These bonds were sold and funded in August 2010 and have been included in the financial statements for 2011. The interest rates for the tax-exempt bonds range from 3.00% to 4.00%. The interest rates for the taxable bonds range from 5.43% to 6.243%. In addition for the Build America Bonds, the City must file a report with the Internal Revenue Service prior to each debt payment for receipt of a 35% subsidy.

Table 4 shows that total long-term liabilities increased \$35.2 million in 2011, from \$1.242 billion to \$1.277 billion, or 2.8%. Governmental activities reported a net decrease of \$17.8 million in long-term liabilities which reflects paying down of \$26.2 million in debt during the year, a decrease in accumulated compensated absences of \$1.46 million due, in part, to the reduction of the work force as part of the budgetary process, and there was a higher than normal number of retirements at the end of 2010 and for calendar year 2011. 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 calendar year 2011 to 14.24%. However, these changes are considered to be substantively automatic so the full rate of 22.6% has been expensed in the current year and the net pension obligation has been increased by \$8.5 million for a total pension obligation of \$18.5 million. Additionally, the unfunded actuarial accrued liability for the City at July 31, 2011 is \$248.6 million. (See Note 9 Employee Retirement Benefits in the Financial Statements.)

The net obligation also increased by \$1.6 million for other post employment benefits. GASB No. 45: Accounting and Financial Reporting by Employers for Postemployment Benefits Other than Pensions (OPEB) was implemented by the City in fiscal year 2007-2008. An actuarial valuation was obtained in accordance with this statement and determined that the total annual required contribution (ARC) for the City at July 31, 2011 was \$3.5 million, and the annual OPEB cost was \$3.6 million. Contributions made by the City during the year were \$1.7 million, resulting in an increase to net OPEB obligation during 2011 of \$1.9 million for a total net OPEB

obligation of \$14.4 million at July 31, 2011. Additionally, the unfunded actuarial accrued liability for the City at July 31, 2009, most recent validation date, is \$39.6 million. (See Note 10 Post-Employment Health Care Benefits in the Financial Statements.)

Business-type activities reported an increase in long-term liabilities of \$53.0 million, which reflects new debt of \$80.5 million and pay-down of debt of \$37.8 million. The net pension obligation for TMRS increased by \$2.2 million and the net other post employment benefits increased by \$280 thousand. (See Note 14 Long-Term Obligations in the Financial Statements.)

Table 4
Long-Term Liabilities at July 31, 2011 and 2010
(in 000's)

	Governmental Activities		Business-Type Activities		Total		% Change 2010-2011
	2011	2010	2011	2010	2011	2010	
General obligation bonds	\$ 219,025	\$ 232,020	\$ --	\$ --	\$ 219,025	\$ 232,020	-5.6%
Certificates of obligation	34,690	37,256	61,150	57,184	95,840	94,440	1.5%
Revenue bonds	100,165	105,460	--	--	100,165	105,460	-5.0%
Utility revenue bonds	--	--	553,575	506,710	553,575	506,710	9.2%
Airport revenue bonds	--	--	18,520	19,070	18,520	19,070	-2.9%
Capital leases	9,940	11,396	8,319	6,288	18,259	17,684	3.3%
Other notes	4,300	5,295	156,205	160,481	160,505	165,776	-3.2%
Deferred amounts	7,395	8,204	4,812	4,677	12,207	12,881	-5.2%
Total debt	<u>375,515</u>	<u>399,631</u>	<u>802,581</u>	<u>754,410</u>	<u>1,178,096</u>	<u>1,154,041</u>	2.1%
Accumulated compensated absences	36,564	38,025	3,757	4,121	40,321	42,146	-4.3%
Landfill closure cost	--	--	25,931	23,238	25,931	23,238	11.6%
Net pension obligation	13,536	7,293	4,926	2,703	18,462	9,996	--
Net OPEB obligation	13,556	11,944	821	541	14,377	12,485	15.2%
Total long-term liabilities	<u>\$ 439,171</u>	<u>\$ 456,893</u>	<u>\$ 838,016</u>	<u>\$ 785,013</u>	<u>\$ 1,277,187</u>	<u>\$ 1,241,906</u>	2.8%

Bond Ratings

The City's bond ratings from each of the three rating agencies were reaffirmed in fiscal year 2011. 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 2011 for revenue bonds were assigned Aa3 from Moody's Investors Service, Inc. (Moody's), A+ from Standard & Poor's Ratings Service (S&P), and AA- from Fitch Ratings (Fitch).

GENERAL FUND BUDGETARY HIGHLIGHTS

The financial policies of the City dictate that current budgeted revenues will equal or exceed current budgeted expenditures. It is the City's goal to maintain a reserve in the General Fund unreserved fund balance which totals at least 10% of the total annual General Fund appropriation. Only unforeseen or "one-time" expenditures are considered justification for utilizing the fund balance or contingency funds during the annual budget process.

The following is a brief review of the budgetary changes from the original to the final amended budget approved by City Council. (See budget to actual comparison in Exhibit 3 of the Financial Statements.)

The originally adopted General Fund revenue budget (including transfers in) of \$202.8 million was amended by the City Council during 2011 resulting in a net increase in revenue of \$1.42 million. Major amendments included increasing revenue in the amount of \$409 thousand in property tax revenue due to the lowering of the debt service property tax rate during the 2011 budget process, and the shifting of the difference to the operations and maintenance tax rate recorded in the General Fund. Other amendments were needed to record an unbudgeted \$300 thousand donation for the lighting of the Harbor Bridge; \$284 thousand of additional revenue generated from recycling efforts, and \$181 thousand from anticipated revenue to be generated from a new car impound lot for police.

The originally adopted General Fund expenditure budget (including transfers out) of \$198.0 million was amended by the City Council during 2011 resulting in a net increase in expenditures of \$5.6 million. Major amendments included \$1.8 million of encumbrances carried forward into 2011; a \$1.3 million appropriation for capital purchases; \$598 thousand for the lighting of the Harbor Bridge; and \$298 thousand for recycling initiatives. (See Note 6 Budgetary Data in the Financial Statements for more detail of budget changes.)

Budgetary Variances

Taxes and business fees were \$120 million, a \$4 million increase from the prior year, and \$3.2 million over budget. Included in this classification was sales tax which was budgeted at 1.5% more than the prior year's estimated collections. As the economy began to improve in 2011, sales tax revenue exceeded the budgeted amounts. In fact, revenue for the last four months of the fiscal year was 17.5% higher over prior year's collections. General property tax collections of \$57.3 million remained flat in 2011 as compared to 2010 that totaled \$57.2 million. Licenses and permits exceeded the budget by \$648 thousand and were up by \$1.6 million from the prior year. This was due to the new fee structure that was implemented at development services in October 2010. Ambulance revenue was \$1.1 million under the budgeted amount due to a drop in emergency call revenue. Collections for Municipal Court fees was \$1.4 million less than what was budgeted. More people qualified for community service, as well as 29% fewer citations were issued in 2011. Miscellaneous revenue was \$460 thousand more than what was budgeted due mainly to a \$300,000 unbudgeted sale of fixed assets.

Overall, General Fund revenues reported \$1.3 million over budget due primarily to the increase in sales tax collected.

General Fund actual expenditures were \$3.9 million over the amended budget with general government, police, streets, parks and recreation, and libraries categories contributing to the savings. Main contributing factors to the savings were approximately \$1.0 million in general government from vacancy savings; \$700 thousand in the police department due mainly to the deferral of a policy academy until August 2011; \$1.6 million in the street department for street reconstruction work not completed in 2011; \$900 thousand in parks and recreation mainly realized in park operations, latchkey, and in the tourist district as a result of salary savings due to privatization of the mowing operations; and \$200 thousand in libraries due to cost saving measures including the reduction of hours open to the public. Solid Waste expenditures, on the other hand, exceeded the budget by \$600 thousand as a result of the implementation of single-stream recycling, providing new bins to customers, offering recycle bank incentives, and increasing recycling education

ECONOMIC FACTORS AND NEXT YEAR'S BUDGET AND RATES

- The unemployment rate for Corpus Christi slightly increased from 7.7% in July 2010 to 8.0% in July 2011. In November 2011, the unemployment rate dropped to 7.1%, which was below the 8.1% unemployment rate for the State of Texas and below the 8.7% national unemployment rate.
- For fiscal year 2011-2012, the Certified Net Assessed Taxable Value experienced an increase of 1.34% to \$14,085,804,898. The adopted tax rate for fiscal year 2011-2012 of \$0.570557 per \$100 valuation was the effective tax rate and is lower than the prior year's tax rate of \$0.582269 per \$100 valuation. The Maintenance and Operations (M&O) rate increased slightly in 2011 from \$0.385131 to \$0.380339 per \$100 valuation; while the Debt Service rate decreased from \$0.197138 to the effective rate of \$0.190218 per \$100 valuation.
- The City of Corpus Christi has appropriated total revenues and expenditures for fiscal year 2011-2012 of \$681,126,676 and \$662,475,261, respectively. Included for the General Fund are expenditures budgeted at \$197,625,968, which is a \$640 thousand decrease over the original General Fund budget of \$198,266,061 for fiscal year 2010-2011. The decreases are realized through numerous reductions being made throughout the General Fund as part of the "Zero-Based Budget Model" used to prepare the fiscal year 2011-2012 budget. Through December 2011, the fiscal year 2010-2011 sales tax revenue has been 8.9% over what was budgeted and 13.1% over the prior year.
- A 1.3% rate increase for Wastewater utility residential customers and a 5.6% average rate increase for Water utility residential customers has been programmed for fiscal year 2011-2012 based upon capital budget discussions and directives from City Council. No rate increase was programmed for Gas utility customers. This will be the fourth 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:

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

STATEMENT OF NET ASSETS
JULY 31, 2011

	Primary Government			Component Units
	Governmental Activities	Business-Type Activities	Total	
ASSETS				
Cash and cash equivalents (Note 5)	\$ 48,400,045	\$ 26,596,453	\$ 74,996,498	\$ 583,422
Investments (Note 5)	50,933,327	21,328,016	72,261,343	--
Receivables, net of allowance for uncollectibles (Note 7)	24,006,846	33,815,181	57,822,027	19,145
Inventories	1,439,788	427,956	1,867,744	6,060
Prepaid items	2,166,127	30	2,166,157	42,002
Restricted assets				
Cash and cash equivalents (Note 5)	75,656,362	45,605,124	121,261,486	--
Investments (Note 5)	58,074,879	4,668,388	62,743,267	--
Receivables, net of allowance for uncollectibles (Note 7)	20,541,346	217,387	20,758,733	--
Prepaid items	83,340	--	83,340	--
Advances to other funds (Note 16)	1,193,131	--	1,193,131	--
Bond issue costs	4,335,217	8,512,267	12,847,484	--
Other property	303,454	--	303,454	--
Land and construction in progress (Note 8)	146,433,541	171,989,498	318,423,039	--
Other capital assets, net of accumulated depreciation and amortization (Note 8)	373,137,076	1,274,241,012	1,647,378,088	263,914
Total assets	806,704,479	1,587,401,312	2,394,105,791	914,543
LIABILITIES				
Accounts payable	14,927,241	12,082,532	27,009,773	206,623
Accrued expenses	6,237,308	1,481,858	7,719,166	11,266
Accrued interest	5,602,545	2,754,085	8,356,630	--
Contractor interest and retainage payable	1,205,926	4,043,741	5,249,667	--
Deposits	1,304,503	577,599	1,882,102	--
Liability to claimants - escheat property	139,132	114,371	253,503	--
Due to other governmental agencies	937,168	--	937,168	--
Unearned revenue	4,563,709	187,406	4,751,115	--
Current portion of estimated claims liability (Note 11)	5,346,097	--	5,346,097	--
Current portion of long-term liabilities (Note 14)				
Long-term debt	24,402,166	37,777,106	62,179,272	--
Landfill closure cost	--	2,071,291	2,071,291	--
Accumulated unpaid compensated absences	10,267,369	2,347,372	12,614,741	--

(Continued)

	Primary Government			Component Units
	Governmental Activities	Business-Type Activities	Total	
Advances from other funds	--	1,193,131	1,193,131	--
Estimated liability claims, excluding current portion (Note 11)	3,303,666	--	3,303,666	--
Long-term liabilities, excluding current portion (Note 14)				
Long-term debt	351,112,838	764,804,424	1,115,917,262	--
Landfill closure cost	--	23,859,731	23,859,731	--
Accumulated unpaid compensated absences	26,297,072	1,409,643	27,706,715	--
Net pension obligation (Note 9)	13,535,626	4,925,592	18,461,218	--
Net OPEB obligation (Note 10)	13,555,766	820,875	14,376,641	--
Total liabilities	<u>482,738,132</u>	<u>860,450,756</u>	<u>1,343,188,888</u>	<u>217,889</u>
NET ASSETS				
Invested in capital assets, net of related debt	209,725,506	682,070,387	891,795,893	263,914
Restricted for				
Law enforcement officers' standards and education	--	2,904	2,904	--
Passenger facility charges projects	--	1,855,086	1,855,086	--
Bond interest and redemption	6,831,720	4,514,826	11,346,546	--
Construction of capital assets	8,121,693	4,287,538	12,409,231	--
Tourism	1,260,912	--	1,260,912	--
Traffic safety programs	28,850	--	28,850	--
State and federal grant programs	3,160,839	--	3,160,839	--
Community enrichment	12,853	--	12,853	--
Infrastructure development	1,448,878	--	1,448,878	--
Loans	16,993,702	--	16,993,702	--
Crime control and prevention	1,977,677	--	1,977,677	--
Business and job development	43,083,215	--	43,083,215	--
Tax increment zone improvements	4,774,157	--	4,774,157	--
Improvements to utility lines and facilities	--	2,628,138	2,628,138	--
Abatement of public health hazards	--	95,401	95,401	--
Reserves required by bond covenants	--	1,348,104	1,348,104	--
Unrestricted	<u>26,546,345</u>	<u>30,148,172</u>	<u>56,694,517</u>	<u>432,740</u>
Total net assets	<u>\$ 323,966,347</u>	<u>\$ 726,950,556</u>	<u>\$ 1,050,916,903</u>	<u>\$ 696,654</u>

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

STATEMENT OF ACTIVITIES
YEAR ENDED JULY 31, 2011

	<u>Expenses</u>	<u>Charges for Services</u>
Primary government		
Governmental activities		
General government	\$ 16,343,761	\$ 22,093,237
Police and municipal court	80,771,759	13,227,683
Fire and ambulance	46,648,475	6,122,121
Emergency management	536,226	--
Inspections	1,538,950	--
Streets	21,266,873	2,057,729
Health	7,099,648	2,132,060
Parks and recreation	19,430,321	3,792,498
Libraries	4,628,391	183,347
Museums	1,744,252	314,798
Community enrichment	9,529,467	--
Community development	10,025,480	466,172
Convention and visitor activities	10,460,083	4,143,784
Interest on long-term debt	17,385,095	--
Total governmental activities	<u>247,408,781</u>	<u>54,533,429</u>
Business-type activities		
Solid Waste	26,835,706	34,593,348
Utilities		
Water	95,896,193	108,948,434
Gas	29,987,457	31,828,023
Wastewater	46,762,484	54,884,681
Airport	11,419,244	9,503,417
Golf centers	1,142,546	1,060,795
Marina	1,767,507	1,464,629
Total business-type activities	<u>213,811,137</u>	<u>242,283,327</u>
Total primary government	<u>\$ 461,219,918</u>	<u>\$ 296,816,756</u>
Component units		
Convention and visitor activities	<u>3,077,058</u>	<u>197,456</u>

City of Corpus Christi, Texas

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
\$ 2,055,367	\$ 90,471	\$ 7,895,315	\$ --	\$ 7,895,315	
5,017,081	917,316	(61,609,679)	--	(61,609,679)	
1,175,963	815,597	(38,534,794)	--	(38,534,794)	
88,182	97,250	(350,794)	--	(350,794)	
--	--	(1,538,950)	--	(1,538,950)	
48,076	6,879,433	(12,281,635)	--	(12,281,635)	
1,761,556	16,045	(3,189,987)	--	(3,189,987)	
2,947,561	822,513	(11,867,749)	--	(11,867,749)	
583,510	15,404	(3,846,130)	--	(3,846,130)	
30,187	31,410	(1,367,857)	--	(1,367,857)	
2,803,301	205,538	(6,520,628)	--	(6,520,628)	
3,782,464	1,076,937	(4,699,907)	--	(4,699,907)	
--	--	(6,316,299)	--	(6,316,299)	
--	648,879	(16,736,216)	--	(16,736,216)	
20,293,248	11,616,793	(160,965,310)	--	(160,965,310)	
8,957	--	--	7,766,599	7,766,599	
628,101	1,271,929	--	14,952,271	14,952,271	
55,299	357,308	--	2,253,173	2,253,173	
498,883	1,494,033	--	10,115,113	10,115,113	
1,987	4,605,607	--	2,691,767	2,691,767	
--	--	--	(81,751)	(81,751)	
--	7,771	--	(295,107)	(295,107)	
1,193,227	7,736,648	--	37,402,065	37,402,065	
\$ 21,486,475	\$ 19,353,441	(160,965,310)	37,402,065	(123,563,245)	
43,000	--				\$ (2,836,602)
General revenue					
Taxes					
Property taxes, levied for general purposes		57,457,988	--	57,457,988	--
Property taxes, levied for debt service		27,192,025	--	27,192,025	--
Sales taxes		70,432,482	--	70,432,482	--
Hotel occupancy taxes		10,721,997	--	10,721,997	--
Unrestricted investment earnings		682,991	432,520	1,115,511	1,326
Payment from primary government		--	--	--	2,884,266
Transfers		26,588,478	(26,588,478)	--	--
Total general revenue and transfers		193,075,961	(26,155,958)	166,920,003	2,885,592
Changes in net assets		32,110,651	11,246,107	43,356,758	48,990
Net assets at beginning of year		291,855,696	715,704,449	1,007,560,145	647,664
Net assets at end of year		\$ 323,966,347	\$ 726,950,556	\$ 1,050,916,903	\$ 696,654

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

**GOVERNMENTAL FUNDS
BALANCE SHEET
JULY 31, 2011**

	General	Debt Service	Other Governmental Funds	Total Governmental Funds
ASSETS				
Cash and cash equivalents (Note 5)	\$ 8,415,266	\$ 9,445,132	\$ 89,294,611	\$ 107,155,009
Investments (Note 5)	20,005,706	4,987,000	54,009,580	79,002,286
Receivables, net of allowance for uncollectibles (Note 7)	14,875,770	758,994	32,775,542	48,410,306
Due from other funds (Note 16)	674,086	--	102,238	776,324
Inventories	285,507	--	19,428	304,935
Prepaid items	12,761	--	368,136	380,897
Advances to other funds (Note 16)	1,193,131	--	577,350	1,770,481
Other assets	--	--	253,583	253,583
	<u>\$ 45,462,227</u>	<u>\$ 15,191,126</u>	<u>\$ 177,400,468</u>	<u>\$ 238,053,821</u>
LIABILITIES AND FUND BALANCES				
Liabilities				
Accounts payable	\$ 5,610,767	\$ 750	\$ 7,425,754	\$ 13,037,271
Accrued liabilities	5,303,688	--	545,988	5,849,676
Contractor interest and retainage payable	--	--	1,353,312	1,353,312
Deposits	418,391	--	1,092,623	1,511,014
Liability to claimants - escheat property	115,147	--	--	115,147
Due to other funds (Note 16)	102,238	--	674,086	776,324
Due to other governmental agencies	717,439	--	219,729	937,168
Advance from other funds (Note 16)	577,350	--	--	577,350
Deferred revenues	2,052,275	753,469	4,024,204	6,829,948
Total liabilities	<u>14,897,295</u>	<u>754,219</u>	<u>15,335,696</u>	<u>30,987,210</u>
Fund balances				
Nonspendable				
Inventory	285,507	--	19,428	304,935
Prepaid items	12,761	--	294,185	306,946
Advances to other funds	1,193,131	--	577,350	1,770,481
Total nonspendable	<u>1,491,399</u>	<u>--</u>	<u>890,963</u>	<u>2,382,362</u>
Restricted				
Vital statistic record retention	160,278	--	--	160,278
Municipal Court building security	91,097	--	--	91,097
Municipal Court technology	120,618	--	--	120,618
Judicial/Court improvements	12,671	--	--	12,671
Juvenile Court case manager	247,464	--	--	247,464
Fire contribution trust	4,403	--	--	4,403
Tourism (HOT)	--	--	1,260,912	1,260,912
Traffic safety programs	--	--	28,850	28,850
Senior Community Services	--	--	19,533	19,533

(Continued)

City of Corpus Christi, Texas

Exhibit 2-A

	General	Debt Service	Other Governmental Funds	Total Governmental Funds
Law enforcement	--	--	795,832	795,832
CDBG projects	--	--	858,434	858,434
Parks and recreation	--	--	1,487,032	1,487,032
Libraries	--	--	8	8
Community enrichment	--	--	12,853	12,853
Infrastructure	--	--	1,448,878	1,448,878
Loans	--	--	16,993,702	16,993,702
Crime control and prevention	--	--	1,977,677	1,977,677
Seawall improvement	--	--	20,702,123	20,702,123
Arena facility	--	--	11,292,590	11,292,590
Economic development	--	--	11,088,502	11,088,502
North Padre Island development	--	--	4,567,506	4,567,506
Downtown development	--	--	206,651	206,651
Debt service	--	624,587	6,831,720	7,456,307
Capital projects	--	--	70,995,339	70,995,339
Total restricted	<u>636,531</u>	<u>624,587</u>	<u>150,568,142</u>	<u>151,829,260</u>
Committed				
Major contingencies	19,762,597	--	--	19,762,597
Government access equipment	11,959	--	--	11,959
PEG equipment and facilities	16,268	--	--	16,268
Capital replacement-radio system	22,649	--	--	22,649
Debt service	--	13,812,320	--	13,812,320
Sister City programs	--	--	1,156	1,156
Permanent art projects	--	--	160,504	160,504
Development projects	--	--	198,754	198,754
Local Emergency Planning Committee	--	--	30,040	30,040
Capital projects	--	--	8,413,784	8,413,784
Total committed	<u>19,813,473</u>	<u>13,812,320</u>	<u>8,804,238</u>	<u>42,430,031</u>
Assigned				
Housing	--	--	145,946	145,946
Industrial development	--	--	68,655	68,655
Arts and Cultural Commission	5,845	--	--	5,845
Capital projects	--	--	1,855,964	1,855,964
Total assigned	<u>5,845</u>	<u>--</u>	<u>2,070,565</u>	<u>2,076,410</u>
Unassigned	<u>8,617,684</u>	<u>--</u>	<u>(269,136)</u>	<u>8,348,548</u>
Total fund balances	<u>30,564,932</u>	<u>14,436,907</u>	<u>162,064,772</u>	<u>207,066,611</u>
 Total liabilities and fund balances	<u>\$ 45,462,227</u>	<u>\$ 15,191,126</u>	<u>\$ 177,400,468</u>	<u>\$ 238,053,821</u>

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



City of
Corpus
Christi

**RECONCILIATION OF THE GOVERNMENTAL FUNDS BALANCE SHEET
TO THE STATEMENT OF NET ASSETS
JULY 31, 2011**

Total fund balance - total governmental funds \$ 207,066,611

Amounts reported for governmental activities in the statement of net assets 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 \$906,396,328 and the accumulated depreciation is \$408,139,831. The costs of assets in Solid Waste is \$104,473,356 and the accumulated depreciation is \$33,564,729 which are included in business-type activities. 569,165,123

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	\$ 4,335,217	
Deferred taxes	2,225,455	
Deferred assessments and liens	45,193	
Solid Waste		
Bond issue cost	735,676	7,341,541

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 assets. 42,357,418

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	\$ (5,602,545)	
Long-term debt	(370,235,165)	
Accumulated compensated absences	(34,970,732)	
Net pension obligation	(11,618,483)	
Solid Waste		
Accrued interest	(935,380)	
Long-term debt	(54,672,636)	
Accumulated compensated absences	(688,901)	
Net pension obligation	(864,489)	
Landfill closure costs	(25,931,022)	(505,519,353)

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 assets. 3,555,007

Net assets of governmental activities \$ 323,966,347

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, 2011**

	<u>General</u>	<u>Debt Service</u>	<u>Other Governmental Funds</u>	<u>Total Governmental Funds</u>
Revenues				
Taxes and business fees	\$ 120,077,658	\$ 27,221,210	\$ 35,511,716	\$ 182,810,584
Licenses and permits	4,885,342	--	--	4,885,342
Grants	411,412	--	23,684,022	24,095,434
Charges for services	55,357,862	--	4,901,015	60,258,877
Fines and forfeitures	4,710,688	--	1,365,084	6,075,772
Contributions and donations	--	--	7,133,489	7,133,489
Special assessments	--	--	683,087	683,087
Earnings on investments	185,159	46,764	467,069	698,992
Interest on loans	--	--	85,188	85,188
Payments from Lexington Museum Association	--	275,647	--	275,647
Payments from Texas State Aquarium	--	373,232	--	373,232
Sale of City property	--	--	9,786	9,786
Claim settlement	--	--	325,395	325,395
Miscellaneous	2,117,526	10,000	163,705	2,291,231
Total revenues	<u>187,745,647</u>	<u>27,926,853</u>	<u>74,329,556</u>	<u>290,002,056</u>
Expenditures				
Current				
General government	15,750,719	--	1,856,255	17,606,974
Police and municipal court	67,602,103	--	10,710,937	78,313,040
Fire and ambulance	44,931,554	--	1,175,963	46,107,517
Emergency management	322,030	--	182,166	504,196
Inspections	1,354,356	--	--	1,354,356
Streets	15,182,605	--	47,276	15,229,881
Solid waste	22,417,906	--	8,957	22,426,863
Health	4,548,717	--	2,174,066	6,722,783
Parks and recreation	13,565,386	--	3,343,745	16,909,131
Libraries	3,705,910	--	536,830	4,242,740
Museums	1,684,334	--	30,187	1,714,522
Community enrichment	18,376	--	4,677,063	4,695,439
Community development	--	--	9,119,032	9,119,032
Convention and visitors activities	--	--	10,449,447	10,449,447
Capital projects	--	--	51,119,929	51,119,929
Debt service				
Principal retirement	3,425,565	17,725,294	5,295,000	26,445,859
Interest	346,812	14,649,639	5,119,191	20,115,642
Paying agent fees	--	17,699	7,310	25,009
Interest on interfund borrowings	--	--	2,489	2,489
Total expenditures	<u>194,856,374</u>	<u>32,392,632</u>	<u>105,855,843</u>	<u>333,104,849</u>
Deficiency of revenues under expenditures	(7,110,727)	(4,465,779)	(31,526,287)	(43,102,793)

(Continued)

	<u>General</u>	<u>Debt Service</u>	<u>Other Governmental Funds</u>	<u>Total Governmental Funds</u>
Other financing sources (uses)				
Capital leases	5,655,103	--	--	5,655,103
Transfers in (Note 16)	10,265,053	6,979,167	489,861	17,734,081
Transfers out (Note 16)	(7,592,941)	--	(2,373,659)	(9,966,600)
Total other financing sources	<u>8,327,215</u>	<u>6,979,167</u>	<u>(1,883,798)</u>	<u>13,422,584</u>
Net change in fund balance	1,216,488	2,513,388	(33,410,085)	(29,680,209)
Fund balances at beginning of year	<u>29,348,444</u>	<u>11,923,519</u>	<u>195,474,857</u>	<u>236,746,820</u>
Fund balances at end of year	<u>\$ 30,564,932</u>	<u>\$ 14,436,907</u>	<u>\$ 162,064,772</u>	<u>\$ 207,066,611</u>

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



City of
Corpus
Christi

**RECONCILIATION OF THE GOVERNMENTAL FUNDS STATEMENT OF REVENUES,
EXPENDITURES, AND CHANGES IN FUND BALANCE TO THE STATEMENT OF ACTIVITIES
YEAR ENDED JULY 31, 2011**

Net change in fund balances - total governmental funds (29,680,209)

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, net of retirements	\$ 49,046,412	
Depreciation	(19,346,076)	
Solid Waste		
Capital outlays	8,368,247	
Depreciation	(3,355,506)	34,713,077

Delinquent property taxes and special assessments, net of allowance, are not reported as revenue in the governmental funds. These items decreased in the current fiscal year. 134,144

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

Governmental activities

Capital leases	\$ (1,303,582)	
Principal retirement	25,275,859	
Interest	255,260	
Solid Waste		
Capital leases	(4,351,521)	
Principal retirement	1,170,000	
Interest	39,541	21,085,557

Compensated absences reported in the statement of net assets did not require the use of current financial resources, and therefore are not expenditures in governmental funds. Compensated absences for governmental activities decreased by \$1,255,861, and solid waste activities decreased by \$114,159. 1,370,020

Landfill closure costs reported in the statement of net assets 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. (2,693,357)

Net pension obligation reported in the statement of net assets did not require the use of current financial resources, and therefore are not expenditures in governmental funds. Net pension obligation for governmental activities increased by \$5,363,084, and solid waste activities increased by \$385,685. (5,748,769)

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

Operating income	\$ (7,766,599)	
Net transfers	10,936,828	
Investment earnings	(15,239)	3,154,990

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. 9,775,198

Change in net assets of governmental activities 32,110,651

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, 2011

	<u>Budget</u>		<u>Actual GAAP Basis</u>	<u>Adjustments Budget Basis</u>
	<u>Original</u>	<u>Final</u>		
Revenues				
Taxes and business fees	\$ 116,518,501	\$ 116,928,139	\$ 120,077,658	\$ --
Licenses and permits	4,236,989	4,236,989	4,885,342	--
Grants	410,280	414,395	411,412	--
Charges for services	55,981,332	56,489,899	55,357,862	--
Fines and forfeitures	6,073,776	6,073,774	4,710,688	--
Earnings on investments	194,365	194,365	185,159	--
Miscellaneous	1,268,481	1,655,064	2,117,525	--
Reimbursements	7,963,991	8,048,991	--	7,603,420
Total revenues	<u>192,647,715</u>	<u>194,041,617</u>	<u>187,745,646</u>	<u>7,603,420</u>
Expenditures				
Current				
General government	20,620,033	19,617,598	15,750,719	2,895,375
Police and municipal court	68,577,666	69,876,180	67,602,103	1,512,846
Fire and ambulance	44,403,779	45,392,097	44,931,554	483,361
Emergency management	419,105	411,224	322,030	--
Inspections	1,833,003	1,747,806	1,354,356	317,663
Streets	17,134,227	18,722,509	15,182,605	1,923,621
Solid waste	23,009,882	24,329,548	22,417,906	2,504,989
Health	4,630,140	4,458,535	4,548,717	4,210
Parks and recreation	15,020,066	15,334,427	13,565,386	900,044
Libraries	3,904,454	3,896,470	3,705,910	--
Museums	1,678,250	1,720,620	1,684,334	--
Community enrichment	18,000	18,000	18,376	--
Debt service				
Principal retirement	--	--	3,425,565	(3,425,565)
Interest	--	--	346,812	(346,812)
Total expenditures	<u>201,248,605</u>	<u>205,525,014</u>	<u>194,856,373</u>	<u>6,769,732</u>
Deficiency of revenues under expenditures	(8,600,890)	(11,483,397)	(7,110,727)	833,688
Other financing sources (uses)				
Capital leases	--	--	5,655,103	(5,655,103)
Transfers in	10,167,692	10,194,281	10,265,053	--
Transfers out	(1,585,051)	(2,895,297)	(7,592,941)	4,821,415
Total other financing sources	<u>8,582,641</u>	<u>7,298,984</u>	<u>8,327,215</u>	<u>(833,688)</u>
Net change in fund balance	(18,249)	(4,184,412)	1,216,488	--
Fund balance at beginning of year	<u>29,309,852</u>	<u>29,348,444</u>	<u>29,348,444</u>	<u>--</u>
Fund balance at end of year	<u>\$ 29,291,603</u>	<u>\$ 25,164,032</u>	<u>\$ 30,564,932</u>	<u>\$ --</u>

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

Exhibit 3

Actual Budget Basis	Variance Final Budget Positive (Negative)
\$ 120,077,658	\$ 3,149,519
4,885,342	648,353
411,412	(2,983)
55,357,862	(1,132,037)
4,710,688	(1,363,087)
185,159	(9,206)
2,117,525	462,461
7,603,420	(445,571)
<u>195,349,066</u>	<u>1,307,449</u>
18,646,094	971,504
69,114,949	761,231
45,414,915	(22,818)
322,030	89,194
1,672,019	75,787
17,106,226	1,616,283
24,922,895	(593,347)
4,552,927	(94,392)
14,465,430	868,997
3,705,910	190,560
1,684,334	36,286
18,376	(376)
--	--
--	--
<u>201,626,105</u>	<u>3,898,909</u>
(6,277,039)	5,206,358
--	--
10,265,053	70,771
(2,771,526)	123,771
<u>7,493,527</u>	<u>194,542</u>
1,216,488	5,400,900
29,348,444	--
<u>\$ 30,564,932</u>	<u>\$ 5,400,900</u>

**PROPRIETARY FUNDS
STATEMENT OF NET ASSETS
JULY 31, 2011**

	Enterprise Funds			Internal Service Funds
	Utility System Fund	Other Enterprise Funds	Total	
ASSETS				
Current assets				
Cash and cash equivalents (Note 5)	\$ 18,732,184	\$ 7,574,392	\$ 26,306,576	\$ 21,382,363
Investments (Note 5)	20,324,431	1,003,585	21,328,016	30,005,920
Receivables, net of allowance for uncollectibles (Note 7)	28,498,131	847,420	29,345,551	607,516
Inventories	407,619	20,337	427,956	1,134,853
Prepaid items	30	--	30	1,868,570
Restricted assets				
Cash and cash equivalents (Note 5)	34,855,911	6,558,125	41,414,036	--
Investments (Note 5)	4,668,388	--	4,668,388	--
Receivables, net of allowance for uncollectibles (Note 7)	4,207	213,180	217,387	--
Total restricted assets	<u>39,528,506</u>	<u>6,771,305</u>	<u>46,299,811</u>	<u>--</u>
Total current assets	<u>107,490,901</u>	<u>16,217,039</u>	<u>123,707,940</u>	<u>54,999,222</u>
Noncurrent assets				
Other assets	--	--	--	49,871
Bond issue costs	7,205,541	571,050	7,776,591	--
Capital assets (Note 8)				
Land and construction in progress	127,244,292	31,318,082	158,562,374	67,458
Other capital assets, net of accumulated depreciation and amortization	1,134,009,654	82,749,855	1,216,759,509	21,246,663
Net capital assets	<u>1,261,253,946</u>	<u>114,067,937</u>	<u>1,375,321,883</u>	<u>21,314,121</u>
Total noncurrent assets	<u>1,268,459,487</u>	<u>114,638,987</u>	<u>1,383,098,474</u>	<u>21,363,992</u>
Total assets	<u>1,375,950,388</u>	<u>130,856,026</u>	<u>1,506,806,414</u>	<u>76,363,214</u>

(Continued)

	Enterprise Funds			Internal Service Funds
	Utility System Fund	Other Enterprise Funds	Total	
LIABILITIES				
Current liabilities				
Accounts payable	\$ 10,562,770	\$ 1,294,607	\$ 11,857,377	\$ 2,115,125
Accrued expenses	1,032,813	141,421	1,174,234	695,256
Accrued interest	1,166,220	652,485	1,818,705	--
Current portion of estimated liability claims (Note 11)	--	--	--	5,346,097
Contractor interest and retainage payable	3,666,423	229,932	3,896,355	--
Deposits	241,124	127,283	368,407	2,681
Liability to claimants - escheat property	114,371	--	114,371	23,985
Advances from other funds	--	1,193,131	1,193,131	--
Unearned revenue	16,204	171,152	187,356	4,459
Current portion of long-term liabilities (Note 14)				
Long-term debt	33,516,489	878,486	34,394,975	1,705,770
Accumulated unpaid compensated absences	1,754,895	231,126	1,986,021	1,013,642
Total current liabilities	<u>52,071,308</u>	<u>4,919,623</u>	<u>56,990,931</u>	<u>10,907,015</u>
Noncurrent liabilities				
Estimated liability claims, net of current portion (Note 11)	--	--	--	3,303,666
Long-term liabilities, net of current portion (Note 14)				
Long-term debt	686,727,064	26,786,855	713,513,919	3,574,069
Accumulated unpaid compensated absences	966,058	116,035	1,082,093	580,067
Net pension obligation (Note 9)	3,507,052	554,051	4,061,103	1,917,143
Net OPEB obligation (Note 10)	558,826	93,979	652,805	13,723,836
Total noncurrent liabilities	<u>691,759,000</u>	<u>27,550,920</u>	<u>719,309,920</u>	<u>23,098,781</u>
Total liabilities	<u>743,830,308</u>	<u>32,470,543</u>	<u>776,300,851</u>	<u>34,005,796</u>
NET ASSETS				
Invested in capital assets, net of related debt	572,898,796	89,958,297	662,857,093	16,034,283
Restricted for				
Passenger facility charges projects	--	1,855,086	1,855,086	--
Bond interest and redemption	4,514,826	--	4,514,826	--
Construction of capital assets	401,736	3,565,210	3,966,946	--
Improvements to utility lines and facilities	2,628,138	--	2,628,138	--
Abatement of public health hazards	95,401	--	95,401	--
Reserves required by bond covenants	--	1,348,104	1,348,104	--
Law enforcement officers' standards and education	--	2,904	2,904	--
Unrestricted	<u>51,581,183</u>	<u>1,655,882</u>	<u>53,237,065</u>	<u>26,323,135</u>
Total net assets	<u>\$ 632,120,080</u>	<u>\$ 98,385,483</u>	<u>\$ 730,505,563</u>	<u>\$ 42,357,418</u>

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



City of
Corpus
Christi

Exhibit 4-B

**RECONCILIATION OF THE PROPRIETARY FUNDS STATEMENT OF NET ASSETS
TO THE GOVERNMENT-WIDE STATEMENT OF NET ASSETS
JULY 31, 2011**

Total net assets - total proprietary funds \$ 730,505,563

Amounts reported for business-type activities in the statement of net assets 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 assets.

(3,555,007)

Net assets of business-type activities \$ 726,950,556

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

PROPRIETARY FUNDS
STATEMENT OF REVENUES, EXPENSES, AND CHANGES IN NET ASSETS
YEAR ENDED JULY 31, 2011

	Enterprise Funds			Internal Service Funds
	Utility System Fund	Other Enterprise Funds	Total	
Operating revenues				
Charges for services - net	\$ 195,587,200	\$ 9,898,536	\$ 205,485,736	\$ 70,960,349
Operating expenses				
Personal services	30,498,243	5,248,426	35,746,669	16,254,893
Materials and supplies	33,468,514	431,784	33,900,298	2,565,420
Contractual services	25,503,154	2,029,932	27,533,086	15,267,639
Other operating expenses	20,988,706	1,103,670	22,092,376	2,161,576
Uncollectible accounts	1,948,747	42,393	1,991,140	1,941
Depreciation	29,773,137	4,723,654	34,496,791	6,452,430
Self-insurance claims	--	--	--	20,316,658
Other post employment benefits (Note 10)	--	--	--	3,585,002
Total operating expenses	<u>142,180,501</u>	<u>13,579,859</u>	<u>155,760,360</u>	<u>66,605,559</u>
Operating income (loss)	53,406,699	(3,681,323)	49,725,376	4,354,790
Nonoperating revenues (expenses)				
Investment income	388,052	29,229	417,281	169,232
Interest expense and fiscal charges	(31,612,870)	(1,547,061)	(33,159,931)	(261,168)
Passenger facility charges	--	1,314,155	1,314,155	--
Customer facility charges	--	790,077	790,077	--
Recovery of prior years expenses	17,558	--	17,558	--
Net gain (loss) on disposal of assets	241,611	13,665	255,276	179,934
Recovery on damage claims	263,961	12,408	276,369	84,473
Developer deposits	798,209	--	798,209	--
Reimbursements to developers	(1,959,706)	--	(1,959,706)	--
Contributions from other governmental agencies	1,182,283	1,987	1,184,270	6,054
Contributions and donations	--	--	--	14,879
Total nonoperating revenues (expenses)	<u>(30,680,902)</u>	<u>614,460</u>	<u>(30,066,442)</u>	<u>193,404</u>
Capital contributions				
Contributions from other governmental agencies	353,221	4,613,378	4,966,599	--
Contributions from developers	2,770,049	--	2,770,049	--
Total capital contributions	<u>3,123,270</u>	<u>4,613,378</u>	<u>7,736,648</u>	<u>--</u>
Income (loss) before transfers	25,849,067	1,546,515	27,395,582	4,548,194
Transfers in	--	17,474	17,474	5,271,067
Transfers out	(12,264,976)	(746,983)	(13,011,959)	(44,063)
Total transfers	<u>(12,264,976)</u>	<u>(729,509)</u>	<u>(12,994,485)</u>	<u>5,227,004</u>
Net income	13,584,091	817,006	14,401,097	9,775,198
Net assets at beginning of year	618,535,989	97,568,477	716,104,466	32,582,220
Net assets at end of year	<u>\$ 632,120,080</u>	<u>\$ 98,385,483</u>	<u>\$ 730,505,563</u>	<u>\$ 42,357,418</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 FUND BALANCE TO THE STATEMENT OF ACTIVITIES
YEAR ENDED JULY 31, 2011**

Net change in fund balances - total proprietary funds \$ 14,401,097

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	\$	7,766,599	
Net transfers		(10,936,828)	
Investment earnings		15,239	
			(3,154,990)

Change in net assets of business-type activities \$ 11,246,107

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

**PROPRIETARY FUNDS
STATEMENT OF CASH FLOWS
YEAR ENDED JULY 31, 2011**

	Enterprise Funds			Internal Service Funds
	Utility System Fund	Other Enterprise Funds	Total	
Cash flows from operating activities				
Receipts from customers	\$ 188,685,812	\$ 9,964,410	\$ 198,650,222	\$ 11,218,084
Receipts from interfund services provided	466,815	--	466,815	70,747,979
Payments to suppliers	(54,591,294)	(2,548,366)	(57,139,660)	(28,979,659)
Payments to employees	(25,486,636)	(4,460,222)	(29,946,858)	(13,887,889)
Internal activity - payments to other funds	(27,725,361)	(1,846,768)	(29,572,129)	(3,520,013)
Claims paid	--	--	--	(27,676,319)
Other receipts	36,995	1,987	38,982	90,527
Net cash provided by operating activities	<u>81,386,331</u>	<u>1,111,041</u>	<u>82,497,372</u>	<u>7,992,710</u>
Cash flows from noncapital financing activities				
Changes in interfund borrowings	--	719,977	719,977	473,154
Interest on interfund borrowings	--	--	--	(5,275)
Contributions from other government agencies	14,620	--	14,620	14,879
Transfers in from other funds	--	17,474	17,474	--
Transfers out to other funds	(12,264,976)	(746,983)	(13,011,959)	(44,063)
Net cash provided by (used for) noncapital financing activities	<u>(12,250,356)</u>	<u>(9,532)</u>	<u>(12,259,888)</u>	<u>438,695</u>
Cash flows from capital and related financing activities				
Acquisition of capital assets	(55,341,984)	(6,779,978)	(62,121,962)	(3,256,574)
Proceeds from sale of capital assets	241,611	13,663	255,274	356,539
Developers deposits	798,209	--	798,209	--
Contributions from developers	1,087	--	1,087	--
Reimbursements to developers	(1,441,726)	--	(1,441,726)	--
Contributions from other governmental agencies	1,081,178	4,524,784	5,605,962	--
Passenger facility charge	--	1,328,900	1,328,900	--
Customer facility charges	--	799,236	799,236	--
Proceeds from issuance of revenue bonds	75,101,678	--	75,101,678	--
Proceeds from issuance of certificates of obligation	--	5,510,099	5,510,099	--
Transfers in from other funds for capital acquisition	--	--	--	5,271,067
Principal paid on long-term debt	(32,963,214)	(839,827)	(33,803,041)	(1,872,584)
Interest expense and fiscal charges	(30,720,536)	(1,376,989)	(32,097,525)	(255,893)
Recovery on damage claims	244,523	12,408	256,931	--
Net cash used for capital and related financing activities	<u>(42,999,174)</u>	<u>3,192,296</u>	<u>(39,806,878)</u>	<u>242,555</u>
Cash flows from investing activities				
Purchase of investment securities	(101,486,104)	(3,000,000)	(104,486,104)	(64,000,000)
Proceeds from sale and maturity of investment securities	105,801,606	4,000,000	109,801,606	69,000,000
Interest on investments	468,240	2,757	470,997	225,265
Net cash provided by (used for) investing activities	<u>4,783,742</u>	<u>1,002,757</u>	<u>5,786,499</u>	<u>5,225,265</u>
Net increase (decrease) in cash and cash equivalents	30,920,543	5,296,562	36,217,105	13,899,225
Cash and cash equivalents at beginning of year, including restricted accounts	<u>22,667,552</u>	<u>8,835,955</u>	<u>31,503,507</u>	<u>7,483,138</u>
Cash and cash equivalents at end of year, including restricted accounts	<u>\$ 53,588,095</u>	<u>\$ 14,132,517</u>	<u>\$ 67,720,612</u>	<u>\$ 21,382,363</u>

(Continued)

	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)	\$ 53,406,699	\$ (3,681,323)	\$ 49,725,376	\$ 4,354,790
Adjustments to reconcile operating income (loss) to net cash provided by operating activities				
Depreciation	29,773,137	4,723,654	34,496,791	6,452,430
Amortization of water rights	1,658,012	--	1,658,012	--
Provision for uncollectible accounts	1,948,747	42,393	1,991,140	1,941
Recovery of prior years expenses	17,558	--	17,558	--
Contributions from other governmental agencies	--	1,987	1,987	6,054
Recovery of damage claims	19,437	--	19,437	84,473
Changes in assets and liabilities				
Receivables	(6,487,772)	(19,575)	(6,507,347)	234,109
Inventory	(3,237)	2,853	(384)	223,078
Prepaid items	(30)	--	(30)	(61,361)
Accounts payable	(684,670)	(173,649)	(858,319)	(332,584)
Accrued expenses	64,175	(44,075)	20,100	87,263
Customer deposits	29,824	6,786	36,610	726
Unearned revenue	--	86,217	86,217	(53,731)
Accumulated unpaid compensated absences	(200,558)	(49,729)	(250,287)	(204,879)
Net pension obligation	1,643,083	194,305	1,837,388	879,310
Net OPEB obligation	200,690	21,197	221,887	1,670,056
Liability to claimants-escheat property	1,236	--	1,236	969
Estimated claims liability	--	--	--	(5,349,934)
Net cash provided by operating activities	<u>\$ 81,386,331</u>	<u>\$ 1,111,041</u>	<u>\$ 82,497,372</u>	<u>\$ 7,992,710</u>
Noncash investing, capital and financing activities				
Change in fair value of investments	\$ (9,507)	\$ 3,327	\$ (6,180)	\$ (46,915)
Contribution of capital assets	\$ 2,770,049	\$ --	\$ 2,770,049	\$ --
Acquisition of capital assets under capital lease	\$ --	\$ --	\$ --	\$ 694,327
Build America Bonds interest subsidy	\$ 1,167,744	\$ --	\$ 1,167,744	\$ --

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

**FIDUCIARY FUNDS
STATEMENT OF NET ASSETS
JULY 31, 2011**

	Deferred Compensation Plan	Private Purpose Trust Fund
ASSETS		
Cash and cash equivalents (Note 5)	\$ --	\$ 266,773
Mutual funds		
Guaranteed Rate Accounts	26,148,079	--
Stocks	22,457,231	--
Bonds	2,028,739	--
Combined Stocks and Bonds	7,882,010	--
Money Markets	522,861	--
Receivables		
Participant loans	1,700,112	--
Total assets	60,739,032	266,773
LIABILITIES		
	--	--
NET ASSETS		
Held in trust for deferred compensation benefits	60,739,032	--
Held in trust for individuals and organizations	--	266,773
Total net assets	\$ 60,739,032	\$ 266,773

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, 2011**

	Deferred Compensation Plan	Private Purpose Trust Fund
Additions		
Employee contributions	\$ 7,180,293	\$ --
Other contributions	--	202,229
Earnings on investments	6,191,710	33
Total additions	13,372,003	202,262
Deductions		
Payment of benefits	5,278,418	--
Administrative fees	22,850	--
Disbursements for designated purposes	--	223,854
Total deductions	5,301,268	223,854
Net increase	8,070,735	(21,592)
Net assets at beginning of year	52,668,297	288,365
Net assets at end of year	\$ 60,739,032	\$ 266,773

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



City of
Corpus
Christi

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 financial statements of the City have been prepared in accordance with accounting principles generally accepted in the United States of America (GAAP) as applied to governmental units. The Governmental Accounting Standards Board (GASB) is the standard-setting body for governmental accounting and financial reporting. Pronouncements of the Financial Accounting Standards Board (FASB) issued after November 30, 1989, are not applied in the preparation of the financial statements of the proprietary fund types in accordance with an election made by the City under GASB Statement No. 20. The GASB periodically updates its codification of the existing Governmental Accounting and Financial Reporting Standards, which, along with subsequent GASB pronouncements (Statements and Interpretations), constitutes GAAP for governmental units.

The accounting and reporting framework and the more significant accounting principles and practices are discussed in subsequent sections of these Notes. The remainder of the Notes is organized to provide explanations, including required disclosures, on the City's financial activities for the fiscal year ended July 31, 2011.

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 78401.

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.

	<u>Coastal Bend Health Facilities Development Corporation</u>	<u>Corpus Christi Convention and Visitors Bureau</u>
Assets		
Current assets	\$ 3,714	\$ 646,910
Capital assets	--	263,914
Total assets	<u>3,714</u>	<u>910,824</u>
Current liabilities	<u>--</u>	<u>217,889</u>
Net assets		
Invested in capital assets	--	263,914
Unrestricted	3,714	429,021
Total net assets	<u>\$ 3,714</u>	<u>\$ 692,935</u>
Revenues	\$ 5	\$ 3,126,043
Expenses	<u>--</u>	<u>3,077,058</u>
Change in net assets	5	48,985
Net assets at beginning of year	3,714	643,950
Net assets at end of year	<u>\$ 3,719</u>	<u>\$ 692,935</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
101 North Shoreline, Suite 430
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 assets and the statement of changes in net assets) 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 assets, 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 assets 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 Assets. 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. GASB 34 establishes criteria (percentage of the assets, liabilities, revenues or expenditures/expenses of either fund category or the governmental and enterprise combined) for the determination of major funds. 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 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

All governmental funds are accounted for using the modified accrual basis of accounting. Under the modified accrual basis of accounting, revenues are recorded 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 property taxes available if they are collected within 60 days after year end. A 120 day availability period is used for revenue recognition for all other governmental fund revenues. Those revenues considered susceptible to accrual are property taxes, hotel occupancy taxes, special assessments, interest income, and charges for services. Sales taxes collected and held by the State at year end on behalf of the City are also recognized as revenues. Fines, permits, and parking meter revenues are not susceptible to accrual because they are not measurable until received in cash.

Expenditures are generally recognized under the modified accrual basis of accounting when the related liability is incurred. Principal and interest on general long-term debt are recorded as fund liabilities when due or when amounts have been accumulated in the debt service fund for payments to be made early the following year.

In applying the “susceptible to accrual” concept to intergovernmental revenues pursuant to GASB Statement No. 33 “Accounting and Financial Reporting for Nonexchange Transactions”, the revenue provider recognizes liabilities and expenses and the revenue recipient recognizes receivables and revenue when the applicable eligibility requirements including time requirements, are met. Resources transmitted before the eligibility requirements are met are reported as advances by the provider and as deferred revenue by the recipient.

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 market 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 assets, 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 28% 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 balance sheet 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 approved by the Federal Aviation Administration. Current approved projects include runway pavement reconstruction, terminal improvements, and runway lighting. It is management's intention to use a portion of the PFC funds on approved projects on a pay-as-you-go basis with the remaining funds to be used to support approved airport revenue bond issues debt service.

Certain assets of governmental funds are reclassified as restricted for presentation on the government-wide statement of net assets 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 assets are available, the City's policy is to apply restricted net assets 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 assets. 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 pension costs required by TMRS 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 assets are classified in the following categories:

Invested in Capital Assets, Net of Related Debt

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 assets 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 assets. It consists of net assets that do not meet the definition of “restricted” or “invested in capital assets, net of related debt.”

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.

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 formal Council actions 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. Such intent should be expressed by the City Council or its designated officials to assign amounts to be used. 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 at 10% 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. In the fiscal year 2012 adopted budget, \$19,762,597 was identified and set aside 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.

The *PEG Equipment and Facilities Reserve* reflects required contributions made by cable television franchisees set aside for capital needs of public access cable television system or facilities. It has a balance \$16,268.

The *Arts and Cultural Commission Reserve* reflects the portion of donations made by utility customers that is designated for the City's Arts and Cultural Commission and has a balance of \$5,845.

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 (CBCEDFFC), 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, CBCEDFFC 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. 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 allowable is computed based on 90% collections.

The 2010-2011 tax rates were \$0.385131 for the general fund and \$0.197138 for debt service for a total of \$0.582269 per \$100 of assessed value. Therefore, the City's tax margin of \$0.097731 per \$100 of assessed value could raise up to \$13,584,743 in additional taxes each year based on the assessed value of \$13,900,137,536. The City could raise up to \$154,371,953 in additional taxes for voter approved tax supported obligations, based on the assessed valuation of \$13,900,137,536 and a debt margin of \$1.110579 calculated on 90% collections.

5. Deposits and Investments

As of July 31, 2011, the carrying amount of the City's cash and cash equivalents was \$196,524,757. 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 \$583,422 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, 2011, 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	\$ 130,019,039	\$ 130,014,450	1.085
Treasury Securities	4,985,571	4,995,685	0.518
Local government investment pools-overnight	150,821,505	150,821,505	0.003
Money market funds	6,732,749	6,732,681	0.104
Total	<u>292,558,864</u>	<u>292,564,321</u>	
Short-term investments included in cash and cash equivalents	<u>157,554,254</u>	<u>157,554,186</u>	
Total	<u>\$ 135,004,610</u>	<u>\$ 135,010,135</u>	
Portfolio weighted average maturity			0.504

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.

6. Budgetary Data

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

\$1,419,990 to revenues and other financing sources comprised of:

- \$1,350 from a corporate contribution to assist with the Repeat Offender Program
- \$180,495 from anticipated vehicle impound auction revenue due to increasing number of auctions held per year
- \$11,000 fee revenue for the Texas Municipal League Annual Conference held in Corpus Christi
- \$409,138 in property tax revenue
- \$4,114 from excess reimbursed funds for City employees to attend a HUD National Conference (funds were from a prior year and were held in reserved fund balance)
- \$26,589 transfer from Maintenance Service Fund for repair of Museum restrooms
- \$5,000 Naming Rights revenue
- \$4,594 from insurance claim proceeds for damage to the Temple Park gazebo
- \$44,071 payment from a law firm as reimbursement for criminal investigation time
- \$10,869 donation for support of the Museum
- \$300,000 private donation for Harbor Bridge lighting
- \$284,000 additional revenue from recycling efforts
- \$3,500 donation for City Manager welcome reception
- \$270 donation for purchase of books
- \$85,000 additional utility street cut repair revenue
- \$50,000 donation from a private corporation for City recycling education program

\$5,586,655 to expenditures and other financing sources comprised of:

- \$1,838,714 for encumbrances approved to carry forward from the end of the prior fiscal year
- \$1,350 from corporate contribution to assist with the Repeat Offender Program
- \$180,496 from anticipated vehicle impound auction revenue due to increasing number of auctions held per year
- \$29,851 from the Radio System Capital Replacement Reserve for purchase of UPS systems for the City, County, and RTA
- \$350,000 for a rapid response brush pickup
- \$11,000 for expenses of the Texas Municipal League Annual Conference held in Corpus Christi
- \$409,138 in property tax revenue
- \$4,114 from excess HUD reimbursement for Human Relations department
- \$20,000 appropriated from the Radio System Capital Replacement Reserve Fund for software upgrades to the 800MHz Radio System
- \$26,589 for repair of Museum restrooms
- \$1,270,000 transfer to Maintenance Services Fund for vehicles purchases
- \$5,000 transfer of Naming Rights revenue to Visitors Facilities Fund
- \$4,594 to appropriate Insurance Company payment claim for the Temple Park gazebo
- \$44,071 for costs of a criminal investigation reimbursed by a law firm
- \$10,870 from a donation to support the museum
- \$284,000 for recycling costs
- \$598,000 for Harbor Bridge lighting
- \$3,500 from a donation for City Manager welcome reception
- \$270 from a donation for purchase of books
- \$85,000 for utility street cut repairs
- \$1,171 ordinance appropriating from Reserve Funds
- \$144,503 from Reserve for Municipal Court Case Manager to fund three case managers
- \$117,552 from Reserve for Municipal Court Building Security for facility and equipment enhancements, training, and Marshall expenses
- \$154,979 from Reserve for Municipal Court Technology for technological improvements, software consulting and support

- \$18,838 from Reserve for Municipal Court Judicial Improvements for improvements to court phone system, video system, and security overtime for Mothers Against Drunk Drivers program
- \$50,000 from a donation for City recycling education program
- (\$76,945) in miscellaneous corrections

Budget variances to expenditures and transfers include the following:

- City Manager \$189,640. Drag-up costs, severance pay and relocation expenses for new city manager
- City Secretary (\$251,086). Election costs lower than anticipated
- Capital Budgeting (\$87,462). Salary Savings
- Police Building Maintenance & Operations \$122,656. Temporary service employees and increase in facility rentals.
- Health Administration \$91,312. Hired personnel at higher salary than budgeted. Incurred overtime, other pay, temporary services, higher fuel expenses, and performance of more Spay/neuter procedures at Animal Control Services. Air conditioner repairs and maintenance in Health Dept building higher than budgeted.
- Tourist District (\$312,080). Electricity for new bayfront park was paid for from Visitors Facilities Fund but budgeted in General Fund. Savings in chemicals, mowing privatization and reduced maintenance due to lower rainfall.
- Street Reconstruction (\$1,224,780). Contract with an outside construction company for street reconstruction projects throughout the City is still in progress.

7. Receivables

	<u>General</u>	<u>Debt Service</u>	<u>Utility System</u>	<u>Nonmajor and Other Funds</u>	<u>Total</u>
Unrestricted					
Accounts	\$ 6,689,302	\$ --	\$ 32,068,144	\$ 1,680,882	\$ 40,438,328
Taxes	3,587,185	1,836,181	--	--	5,423,366
Accrued interest	47,723	5,525	41,696	54,067	149,011
Intergovernmental	6,098,811	--	1,652,821	4,949,706	12,701,338
Property leases	--	--	3,588	--	3,588
Demolition liens	4,279,788	--	--	--	4,279,788
Special assessments	--	--	--	713,327	713,327
Employees	11,378	--	55	988	12,421
Miscellaneous	1,781,049	--	22,517	94,146	1,897,712
Restricted					
Accounts	--	--	--	2,601,678	2,601,678
Accrued interest	--	--	4,207	31,008	35,215
Intergovernmental	--	--	--	10,974,986	10,974,986
Mortgages and loans	--	--	--	14,961,639	14,961,639
Demolition liens	--	--	--	890,464	890,464
Special assessments	--	--	--	7,172	7,172
Employees	--	--	--	2,340	2,340
Gross receivables	<u>22,495,236</u>	<u>1,841,706</u>	<u>33,793,028</u>	<u>36,962,403</u>	<u>95,092,373</u>
Less allowance for uncollectible	<u>(7,619,466)</u>	<u>(1,082,712)</u>	<u>(5,290,690)</u>	<u>(2,518,745)</u>	<u>(16,511,613)</u>
Net total receivables	<u>\$ 14,875,770</u>	<u>\$ 758,994</u>	<u>\$ 28,502,338</u>	<u>\$ 34,443,658</u>	<u>\$ 78,580,760</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.

	<u>Beginning Balance</u>	<u>Additions and Transfers</u>	<u>Retirements</u>	<u>Ending Balance</u>
Governmental activities				
Capital assets, not being depreciated				
Land	\$ 56,728,066	\$ 387,308	\$ --	\$ 57,115,374
Construction in Progress	71,488,791	17,829,376	--	89,318,167
Total capital assets, not being depreciated	<u>128,216,857</u>	<u>18,216,684</u>	<u>--</u>	<u>146,433,541</u>
Capital assets, being depreciated				
Buildings	221,715,102	3,328,557	--	225,043,659
Improvements	179,595,197	6,668,496	--	186,263,693
Machinery & Equipment	154,368,754	8,236,389	4,077,900	158,527,243
Infrastructure	248,692,404	16,598,535	--	265,290,939
Total capital assets, being depreciated	<u>804,371,457</u>	<u>34,831,977</u>	<u>4,077,900</u>	<u>835,125,534</u>
Less accumulated depreciation for:				
Buildings	69,619,997	5,301,962	--	74,921,959
Improvements	111,994,514	8,163,888	--	120,158,402
Machinery & Equipment	121,880,936	8,948,958	3,849,945	126,979,949
Infrastructure	136,544,449	3,383,699	--	139,928,148
Total accumulated depreciation	<u>440,039,896</u>	<u>25,798,507</u>	<u>3,849,945</u>	<u>461,988,458</u>
Total capital assets, being depreciated, net	<u>364,331,561</u>	<u>9,033,470</u>	<u>227,955</u>	<u>373,137,076</u>
Governmental activities capital assets, net	<u><u>\$ 492,548,418</u></u>	<u><u>\$ 27,250,154</u></u>	<u><u>\$ 227,955</u></u>	<u><u>\$ 519,570,617</u></u>

	<u>Beginning Balance</u>	<u>Additions and Transfers</u>	<u>Retirements</u>	<u>Ending Balance</u>
Business-type activities				
Capital assets, not being depreciated				
Land	\$ 35,465,617	\$ 44,805	\$ --	\$ 35,510,422
Construction in progress	118,032,438	18,446,638	--	136,479,076
Total capital assets, not being depreciated	<u>153,498,055</u>	<u>18,491,443</u>	<u>--</u>	<u>171,989,498</u>
Capital assets, being depreciated				
Water rights	212,284,487	--	--	212,284,487
Buildings	85,397,813	712,447	--	86,110,260
Improvements	383,841,841	15,319,282	--	399,161,123
Machinery & equipment	52,267,545	6,033,325	98,724	58,202,146
Infrastructure	989,862,560	36,460,823	--	1,026,323,383
Total capital assets, being depreciated	<u>1,723,654,246</u>	<u>58,525,877</u>	<u>98,724</u>	<u>1,782,081,399</u>
Less: accumulated depreciation for				
Water rights	10,424,278	1,658,012	--	12,082,290
Buildings	30,949,477	1,802,761	--	32,752,238
Improvements	143,307,258	13,739,935	--	157,047,193
Machinery & equipment	33,675,359	6,350,848	98,724	39,927,483
Infrastructure	250,072,431	15,958,752	--	266,031,183
Total accumulated depreciation	<u>468,428,803</u>	<u>39,510,308</u>	<u>98,724</u>	<u>507,840,387</u>
Total capital assets, being depreciated, net	<u>1,255,225,443</u>	<u>19,015,569</u>	<u>--</u>	<u>1,274,241,012</u>
Business-type activities capital assets, net	<u>\$ 1,408,723,498</u>	<u>\$ 37,507,012</u>	<u>\$ --</u>	<u>\$ 1,446,230,510</u>

Discretely presented component units

Activity for the Convention and Visitors Bureau for the year ended July 31, 2011, was as follows:

	<u>Beginning Balance</u>	<u>Additions and Transfers</u>	<u>Retirements</u>	<u>Ending Balance</u>
Capital assets, being depreciated				
Buildings	\$ 240,948	\$ --	\$ --	\$ 240,948
Machinery & equipment	394,634	38,930	10,567	422,997
Total capital assets, being depreciated	<u>635,582</u>	<u>38,930</u>	<u>10,567</u>	<u>663,945</u>
Less accumulated depreciation for				
Buildings	130,936	11,747	--	142,683
Machinery & equipment	247,146	20,769	10,567	257,348
Total accumulated depreciation	<u>378,082</u>	<u>32,516</u>	<u>10,567</u>	<u>400,031</u>
Total capital assets, being depreciated, net	<u>257,500</u>	<u>6,414</u>	<u>--</u>	<u>263,914</u>
Convention and Visitor's Bureau capital assets, net	<u>\$ 257,500</u>	<u>\$ 6,414</u>	<u>\$ --</u>	<u>\$ 263,914</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	\$ 904,333	Gas	\$ 2,370,499
Police	924,049	Water	19,419,141
Fire	1,602,276	Wastewater	9,641,510
Emergency management	2,724	Airport	3,912,492
Inspections	52,208	Golf centers	249,728
Streets	6,682,575	Marina	561,433
Health	290,554	Solid waste	3,355,505
Parks and recreation	2,609,507	Total	<u>\$ 39,510,308</u>
Libraries	401,273		
Museums	206,753		
Community enrichment	4,764,191		
Community development	902,893		
Convention and visitors facilities	2,741		
Internal service fund	6,452,430		
Total	<u>\$ 25,798,507</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, 2010, and for the fire fighters' pension fund is for the year ended December 31, 2010. Membership in the plans is as follows:

	<u>City</u>	<u>Fire</u>	<u>Total</u>
	<u>Employees</u>	<u>Fighters</u>	
Retirees and beneficiaries currently receiving benefits and terminated employees entitled to benefits but not yet receiving them	2,451	281	2,732
Current contributing employees	2,415	416	2,831
Total	<u>4,866</u>	<u>697</u>	<u>5,563</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 724 Corpus Christi, Texas 78475

	<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, 2010 - December, 2010	6.00%	12.20%
January 1, 2011 - July 31, 2011	6.00%	12.20%
City's contribution (percent of earnings)		
January 1, 2010 - December 31, 2010	16.77%	17.68%
January 1, 2011 - July 31, 2011	14.24%	18.78%

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, 2011, are as follows:

	<u>City Employees</u>	<u>Fire Fighters</u>	<u>Total</u>
City	\$16,832,574	\$ 5,158,128	\$21,990,702
Employees	6,593,011	3,432,138	10,025,149
Total	<u>\$23,425,585</u>	<u>\$ 8,590,266</u>	<u>\$32,015,851</u>

Annual Pension Cost and Net Pension Obligation

In calendar year 2010, the City contributed based on an eight year phase-in period approved by the TMRS Board which allowed cities the opportunity to increase their contributions gradually to their full rate (required contribution rate). The minimum required contribution rate for calendar year 2010 based on the eight year phase-in provision was 16.77% and the full rate was calculated to be 22.40%. For calendar year 2011, 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). Although these changes are allowed by the TMRS Board, they are considered to be substantively automatic due to contract provisions with the City of Corpus Christi Police Officer’s Association, so the full rate contribution has been calculated assuming that these will occur. The minimum required contribution rate for calendar year 2011 based on the ad hoc provisions was 14.24%, and the full rate was calculated to be 22.66%.

City of Corpus Christi, Texas

For fiscal year ending July 31, 2011, the City's contributions of \$16,832,574 were not equal to the City's required contribution, resulting in an increase of the net pension obligation of \$8,465,467.

	City Employees	Fire Fighters	Total
Annual required contribution	\$ 25,218,616	\$ 5,158,128	\$ 30,376,744
Interest on net pension obligation	699,701	--	699,701
Adjustment to the ARC	(620,278)	--	(620,278)
Annual pension cost	25,298,039	5,158,128	30,456,167
Contributions made	16,832,574	5,158,128	21,990,702
Increase in net pension obligation	8,465,465	--	8,465,465
Net pension obligation - beginning of year	9,995,753	--	9,995,753
Net pension obligation - end of year	<u>\$ 18,461,218</u>	<u>\$ --</u>	<u>\$ 18,461,218</u>

Three year trend information is as follows:

	City Employees	Fire Fighters	Total Memorandum Only
City's Annual Pension Cost (APC)			
2009	\$ 21,009,512	\$ 3,964,376	\$ 24,973,888
2010	\$ 24,416,985	\$ 4,440,572	\$ 28,857,557
2011	\$ 25,298,041	\$ 5,158,128	\$ 30,456,169
Percentage of APC contributed			
2009	81.4%	100%	N/A
2010	75.1%	100%	N/A
2011	66.5%	100%	N/A
Net Pension Obligation			
2009	\$ 3,909,319	\$ -	\$ 3,909,319
2010	\$ 9,995,753	\$ -	\$ 9,995,753
2011	\$ 18,461,219	\$ -	\$ 18,461,219

Funded Status and Funding Progress

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.

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

	<u>City Employees</u>	<u>Fire Fighters</u>
Valuation date	12/31/2010	12/31/2010
Actuarial accrued liability	\$ 686,289,289	\$ 177,565,330
Actuarial value of plan assets	<u>511,209,314</u>	<u>104,079,845</u>
Unfunded actuarial accrued liability	<u>\$ 175,079,975</u>	<u>\$ 73,485,485</u>
Funded ratio	74.5%	58.6%
Covered payroll	\$ 110,562,068	\$ 27,723,869
Unfunded actuarial accrued liability as a percentage of covered payroll	158.4%	265.1%

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, 2010, and for Fire Fighters was completed as of December 31, 2010. 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	N/A	4%
Post Retirement Benefit Increase	N/A	N/A
Assumed Rate of Return on Investments	7%	8%
Amortization Method	Level percent of payroll, closed	Level percent of payroll, open
Remaining Amortization Period	22.7 years	22.3 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 effective date for implementation of GASB 45 by the City of Corpus Christi was August 1, 2007. 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, 2009, 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, as of March 2010, civilian 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. As of July 31, 2011, a total of 464 eligible retirees and dependents were participating in the City's group health program detailed as follows:

Citicare	151
Citicare Premium	28
Citicare Public Safety	161
Citicare Fire	116
Pending election	8
Total	<u>464</u>

The City provides no funding for any portion of the premiums after retirement. However, the City recognizes that there is an “implicit subsidy” arising as a result of the blended rate premium since retiree health care costs, on average, are higher than active employee healthcare costs. The plan is not accounted for as a trust fund as 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:

	Citicare	Citicare Public Safety	Citicare Fire	Total
Annual required contribution	\$ 1,432,835	\$ 1,023,807	\$ 1,075,712	\$ 3,532,354
Interest on net OPEB obligation	288,602	121,766	151,444	561,812
ARC adjustment	(261,557)	(110,355)	(137,252)	(509,164)
Annual OPEB cost	1,459,880	1,035,218	1,089,904	3,585,002
Contributions made (pay-as-you-go basis)	742,216	487,161	463,682	1,693,059
Increase in net OPEB obligation	717,664	548,057	626,222	1,891,943
Net OPEB obligation - beginning of year	6,413,370	2,705,914	3,365,414	12,484,698
Net OPEB obligation - end of year	<u>\$ 7,131,034</u>	<u>\$ 3,253,971</u>	<u>\$ 3,991,636</u>	<u>\$ 14,376,641</u>

City of Corpus Christi, Texas

Three year trend information is as follows:

	Citicare	Citicare Public Safety	Citicare Fire	Total (Memorandum Only)
City's Annual OPEB Cost (APC)				
2009	\$3,427,045	\$1,660,031	\$2,050,229	\$7,137,305
2010	\$1,981,704	\$996,754	\$1,035,471	\$4,013,929
2011	\$1,459,880	\$1,035,218	\$1,089,904	\$3,585,002
Percentage of APC contributed				
2009	22.5%	33.4%	30.4%	N/A
2010	35.5%	44.5%	39.3%	N/A
2011	50.8%	47.1%	42.5%	N/A
Net OPEB Obligation				
2009	\$ 5,136,029	\$ 2,152,317	\$ 2,737,307	\$ 10,025,653
2010	\$ 6,413,370	\$ 2,705,914	\$ 3,365,414	\$ 12,484,698
2011	\$ 7,131,034	\$ 3,253,971	\$ 3,991,636	\$ 14,376,641

Funded Status and Funding Progress

The funded status of the plan as of the last valuation date of August 1, 2009, was as follows:

	Citicare	Citicare Public Safety	Citicare Fire	Total
Actuarial accrued liability	\$ 12,524,728	\$ 13,584,349	\$ 13,537,686	\$ 39,646,763
Actuarial value of plan assets	--	--	--	--
Unfunded actuarial accrued liability	<u>\$ 12,524,728</u>	<u>\$ 13,584,349</u>	<u>\$ 13,537,686</u>	<u>\$ 39,646,763</u>
Funded ratio	0%	0%	0%	0%
Covered payroll	\$ 75,985,799	\$ 33,462,005	\$ 24,597,155	\$ 134,044,958
Unfunded actuarial accrued liability as a percentage of covered payroll	16.5%	40.6%	55.0%	29.6%

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.

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, 2009
Actuarial Cost Method	Projected Unit Credit (PUC)
Amortization Period	30 years, Open
Amortization Method	Level Percent of Payroll
Discount rate	4.50%
Inflation rate	2.50%
Healthcare Cost Trend Rate	10% initial rate, 4.5% ultimate rate, 19 year grade in period
Payroll Growth Rate	3% annually

11. Risk Management

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

A. Insurance

The City self-funds workers’ compensation, general/auto liabilities and health benefits. Purchased coverage includes: Commercial property insurance of \$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 workers’ compensation claims that exceed \$350,000 per accident and 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. 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 provides a lifetime maximum limit of \$2 million.

The estimated claims liability of \$8,649,763 at July 31, 2011, of which \$5,346,097 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. The City purchases annuity contracts from commercial insurers to satisfy certain liabilities under workers’ compensations claims; accordingly, no liability is reported for those claims. Changes in the fund claims liability amounts for fiscal years 2010 and 2011 were:

	Beginning of Fiscal Year Liability	Current Year Claims and Changes in Estimates	Claim Payments	Balance at Fiscal Year End
Fiscal Year				
2009-2010	14,877,517	26,374,288	(27,252,108)	13,999,697
2010-2011	13,999,697	14,966,724	(20,316,658)	8,649,763

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 operations.

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 cancelable and extended 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 2013. 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>
2012	2,493,091	146,500
2013	2,484,961	146,500
2014	2,426,524	--
2015	53,417	--
2016	53,418	--
2017-2026	369,250	--
Total minimum future rentals	<u>\$ 7,880,660</u>	<u>\$ 293,000</u>

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

13. Commercial Paper

On July 26, 2005, the City Council approved a \$75,000,000 commercial paper program for a term of seven years to provide interim funding of Utility System capital projects. As of July 31, 2011, there was no commercial paper outstanding. The commercial paper is supported by a letter of credit with WestLB AG (formerly known as Westdeutsche Landesbank Girozentrale).

14. Long-term obligations

The following is a summary of long-term obligation transactions of the City for the year ended July 31, 2011:

	<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	\$ 232,020,000	\$ --	\$ (12,995,000)	\$ 219,025,000	\$ 12,525,000
Certificates of obligation	37,255,695	--	(2,565,294)	34,690,401	1,868,751
Revenue bonds	105,460,000	--	(5,295,000)	100,165,000	5,680,000
Discount on bonds payable	(25,152)	--	2,633	(22,519)	--
Premium on bonds payable	10,342,200	--	(1,092,910)	9,249,290	--
Deferred gain on refunding	(2,113,073)	--	281,107	(1,831,966)	--
Capital leases	11,395,885	1,997,909	(3,453,996)	9,939,798	3,303,415
Other notes payable	5,295,000	--	(995,000)	4,300,000	1,025,000
Total long-term debt	<u>399,630,555</u>	<u>1,997,909</u>	<u>(26,113,460)</u>	<u>375,515,004</u>	<u>24,402,166</u>
Accumulated compensated					
absences	38,025,179	8,806,632	(10,267,370)	36,564,441	10,267,369
Net pension obligation	7,293,233	6,242,393	--	13,535,626	--
Net OPEB obligation	<u>11,944,002</u>	<u>3,195,249</u>	<u>(1,583,485)</u>	<u>13,555,766</u>	<u>--</u>
Governmental activities					
Long-term liabilities	<u>\$ 456,892,969</u>	<u>\$ 20,242,183</u>	<u>\$ (37,964,315)</u>	<u>\$ 439,170,837</u>	<u>\$ 34,669,535</u>
Business-type activities					
Long-term debt					
Certificates of obligation	\$ 57,184,305	\$ 5,500,000	\$ (1,534,706)	\$ 61,149,599	\$ 1,586,249
Revenue bonds	525,780,000	75,000,000	(28,685,000)	572,095,000	29,845,000
Discount on bonds payable	(1,861,773)	--	108,465	(1,753,308)	--
Premium on bonds payable	16,334,936	1,183,358	(2,319,160)	15,199,134	--
Deferred gain on refunding	(9,853,317)	--	1,220,904	(8,632,413)	--
Capital leases	6,288,391	4,351,521	(2,321,059)	8,318,853	2,654,081
Utility notes payable	<u>160,481,095</u>	<u>--</u>	<u>(4,276,430)</u>	<u>156,204,665</u>	<u>3,691,776</u>
Total long-term debt	<u>754,353,637</u>	<u>86,034,879</u>	<u>(37,806,986)</u>	<u>802,581,530</u>	<u>37,777,106</u>
Landfill closure cost	23,237,664	3,320,357	(626,999)	25,931,022	2,071,291
Accumulated compensated					
absences	4,121,463	1,982,924	(2,347,372)	3,757,015	2,347,372
Net pension obligation	2,702,520	2,223,073	--	4,925,593	--
Net OPEB Obligation	<u>540,696</u>	<u>389,754</u>	<u>(109,575)</u>	<u>820,875</u>	<u>--</u>
Business-type activities					
Long-term liabilities	<u>\$ 784,955,980</u>	<u>\$ 93,950,987</u>	<u>\$ (40,890,932)</u>	<u>\$ 838,016,035</u>	<u>\$ 42,195,769</u>

In the schedule above, business-type activities include the enterprise funds' and Solid Waste's long-term obligations; such activity is detailed in Exhibit 2-D.

A. Bonds

Bonds payable at July 31, 2011, are comprised of the following:

Governmental activities

General Obligation Bonds

\$39,150,000 2001 General Improvement Refunding Bonds due in annual installments of \$370,000 to \$3,850,000 through March 1, 2018, including \$10,000,000 in March 1, 2021 term bonds with annual mandatory redemptions of \$1,245,000 to \$1,375,000 from March 1, 2019 through March 1, 2021, interest at 4.50% to 5.375%	\$14,420,000
\$11,340,000 2001-A General Improvement Refunding Bonds due in annual installments of \$3,130,000 on March 1, 2008 and \$120,000 to \$135,000 March 1, 2009 through March 1, 2012, interest at 5.00%	135,000
\$22,575,000 2003 General Improvement Refunding Bonds due in annual installments of \$725,000 to \$3,760,000 through March 1, 2015, except 2011-2012 in which no payments are due, interest at 3.25% to 5.00%	2,230,000
\$25,640,000 2004 General Improvement Refunding Bonds due in annual installments of \$165,000 to \$8,900,000 through March 1, 2012, interest at 5.00%	165,000
\$86,485,000 2005 General Improvement and Refunding bonds due in annual installments of \$680,000 to \$6,775,000 through March 1, 2025, interest at 3.25% to 5.25%	75,960,000
\$3,830,000 2007 Texas Military Value Revolving Loan Program Bonds due in annual installments of \$160,000 to \$310,000 through September 1, 2026, interest at 3.75% to 4.00%	3,670,000
\$31,145,000 2007-A General Improvement due in annual installments of \$1,100,000 to \$2,350,000 through March 1, 2027, interest at 4.375% to 5.00%	27,695,000
\$88,725,000 2009 General Improvement Bonds due in annual installments of \$3,115,000 to \$6,495,000 through July 31, 2029, interest at 2.00% to 5.00%	81,700,000
\$13,685,000 2010 General Improvement Bonds due in annual installments of \$485,000 to \$950,000 through July 31, 2030, interest at 2.75% to 4.25%	<u>13,050,000</u>
Total General Improvement Bonds	<u>219,025,000</u>

Certificates of Obligation

\$31,545,000 2002 Combination Tax and Municipal Hotel Occupancy Tax Revenue Certificates of Obligation due in annual installments of \$1,150,000 to \$2,430,000 through September 1, 2022, including \$3,600,000 in September 1, 2017 term certificates with annual mandatory redemptions of \$1,750,000 and \$1,850,000 September 1, 2016 and September 1, 2017, interest at 3.1% to 5.50%	\$ 22,070,000
34.58% of \$6,985,000 2007 Certificate of Obligation, Texas Military Preparedness Commission, due in annual installments of \$290,000 to \$565,000 from September 1, 2010 through September 1, 2026, interest at 4.00% to 4.375%	2,315,401
\$8,460,000 2009 Combination Tax and Limited Pledge Revenue Certificates of Obligation due in annual installments of \$280,000 to \$735,000 through July 31, 2029, interest at 2.00% to 5.00%	7,445,000

City of Corpus Christi, Texas

\$3,000,000 2010 Combination Tax and Limited Pledge Revenue Certificates of Obligation due in annual installments of \$100,000 to \$210,000 through July 31, 2030, interest at 4.00% to 4.50%	<u>2,860,000</u>
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Total Certificates of Obligation	<u>34,690,401</u>
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Revenue Bonds

\$43,960,000 2001 Corpus Christi Business and Job Development Corporation Sales Tax Revenue Bonds due in annual installments of \$1,095,000 to \$2,915,000 through March 1, 2024, including \$5,165,000 in March 1, 2022 term bonds with annual mandatory redemptions of \$2,520,000 and \$2,645,000 March 1, 2021 and March 1, 2022, and \$6,285,000 in March 1, 2026 term bonds with annual mandatory redemptions of \$3,065,000 and \$3,220,000 March 1, 2025 and March 1, 2026, interest at 4.00% to 5.375%	34,770,000
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\$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%	39,215,000
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\$24,565,000 2004 Corpus Christi Business and Job Development Corporation Sales Tax Revenue Bonds due in annual installments of \$1,500,000 to \$2,230,000 through September 1, 2017, interest at 2.00% to 5.00%	13,650,000
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\$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>12,530,000</u>
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Total Revenue Bonds	<u>100,165,000</u>
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Total Governmental Activities	<u><u>\$353,880,401</u></u>
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Business-type activities

Certificates of Obligation

\$6,845,000 2004 Combination Tax and Solid Waste Revenue Certificates of Obligation due in annual installments of \$250,000 to \$510,000 through March 1, 2019, including \$2,320,000 in March 1, 2024 term bonds with annual mandatory redemptions of \$420,000 to \$510,000 from March 1, 2020 through March 1, 2024, interest at 3.00% to 5.12%	\$5,070,000
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\$14,520,000 2005 Combination Tax and Solid Waste Revenue Certificates of Obligation due in annual installments of \$250,000 to \$485,000 through September 1, 2024, including \$2,825,000 in September 1, 2029 term bonds with annual mandatory redemptions of \$510,000 to \$625,000 from September 1, 2025 through September 1, 2029, and \$5,355,000 in September 1, 2036 term bonds with annual mandatory redemptions of \$655,000 to \$885,000 from September 1, 2030 through September 1, 2036, interest at 3.00% to 5.00%	13,460,000
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\$4,500,000 2005 Combination Tax and Revenue Marina Certificates of Obligation due in annual installments of \$155,000 to \$325,000 through September 1, 2025, interest at 3.00% to 4.375%	3,675,000
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\$18,605,000 2006 Combination Tax and Solid Waste Revenue Certificates of Obligation due in annual installments of \$350,000 to \$660,000 from March 1, 2009 through March 1, 2024,	
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including \$3,800,000 in March 1, 2029 term bonds with mandatory redemptions of \$690,000 to \$830,000 from March 1, 2025 through March 1, 2029, and \$7,040,000 in March 1, 2036 term bonds with mandatory redemptions of \$870,000 to \$1,150,000 from March 1, 2030 through March 1, 2036, interest at 4.00% to 4.82%	17,510,000
65.42% of \$6,985,000 2007 Certificate of Obligation, Texas Military Preparedness Commission, due in annual installments of \$290,000 to \$565,000 from September 1, 2010 through September 1, 2026, interest at 4.00% to 4.375%	4,379,599
\$12,000,000 2008 Combination Tax and Solid Waste Revenue Certificates of Obligation due in annual installments of \$220,000 to \$765,000 from March 1, 2009 through March 1, 2038, interest at 3.00% to 5.25%	11,555,000
\$5,500,000 2010 Combination Tax and Limited Pledge Airport Revenue Certificates of Obligation due in annual installments of \$175,000 to \$340,000 from March 1, 2012 through March 1, 2024, and \$2,025,000 term bond due March 1, 2030, interest at 5.00% to 6.25%	<u>5,500,000</u>
Total Certificates of Obligation - Business Type Activities	<u>61,149,599</u>

Revenue Bonds

\$47,740,000 1999 Utility System Revenue Refunding and Improvement Bonds due in annual installments of \$725,000 to \$3,505,000 through July 15, 2017, including \$5,810,000 in July 15, 2019 term bonds with annual mandatory redemptions of \$2,835,000 and \$2,978,000 July 15, 2018 and July 15, 2019, interest at 4.25% to 5.25%	765,000
\$15,750,000 1999-A Utility System Revenue Refunding and Improvement Bonds due in annual installments of \$700,000 to \$1,100,000 due July 15, 2019, interest at 3.25% to 4.10%	7,745,000
\$13,010,000 2000-A General Airport Revenue Bonds due in annual installments of \$455,000 to \$885,000 through February 15, 2020 including \$2,375,000 in February 15, 2023 term bonds with annual mandatory redemptions of \$450,000 to \$990,000 from February 15, 2021 to February 15, 2023, interest at 4.90% to 5.625%	8,880,000
\$9,640,000 2000-B General Airport Revenue Bonds February 15, 2030 term bonds with annual mandatory redemptions of \$590,000 to \$1,505,000 from February 15, 2023 through February 15, 2030, interest at 5.375%	9,640,000
\$92,330,000 2002 Utility System Revenue Refunding and Improvement Bonds due in annual installments of \$3,455,000 to \$6,960,000 through July 15, 2022, interest at 3.50% to 5.25%	31,875,000
\$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%	16,340,000
\$50,000,000 2004 Utility System Revenue Refunding and Improvement Bonds due in annual installments of \$1,810,000 to \$3,830,000 through July 15, 2024, interest at 3.00% to 5.25%	37,470,000
\$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%	67,985,000
\$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%	85,785,000

City of Corpus Christi, Texas

\$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%	3,885,000
\$68,325,000 2005A Utility Revenue Refunding Bonds due in annual installments of \$2,340,000 to \$5,205,000 through July 15, 2025, interest at 3.00% to 5.00%	54,130,000
\$84,415,000 2006 Utility Revenue Refunding Bonds due in annual installments of \$1,625,000 to \$7,165,000 through July 15, 2026, interest at 4.00% to 5.00%	71,275,000
\$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%	94,760,000
\$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%	12,935,000
\$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%	<u>60,625,000</u>
Total Revenue Bonds - Business Type Activities	<u>572,095,000</u>
Total Business-type Activities	<u>\$633,244,599</u>

City of Corpus Christi, Texas

The annual requirements to amortize all bonded debt outstanding as of July 31, 2011, are as follows:

Fiscal Year Ending July 31	Governmental Activities			
	General Obligation Bonds		Certificates of Obligation	
	Principal	Interest	Principal	Interest
2012	\$ 12,525,000	\$ 10,082,219	\$ 1,868,752	\$ 1,644,846
2013	12,760,000	9,571,019	1,938,940	1,573,885
2014	13,300,000	9,009,994	2,017,398	1,499,563
2015	14,100,000	8,436,994	2,117,586	1,401,779
2016	12,770,000	7,755,762	2,227,773	1,287,634
2017-2021	70,135,000	29,962,431	13,081,868	4,514,299
2022-2026	58,630,000	13,948,700	8,782,684	1,346,891
2027-2030	24,805,000	2,374,556	2,655,400	244,395
Total	\$ 219,025,000	\$ 91,141,675	\$ 34,690,401	\$ 13,513,292

Fiscal Year Ending July 31	Governmental Activities Revenue Bonds	
	Principal	Interest
	2012	\$ 5,680,000
2013	5,960,000	4,634,849
2014	6,310,000	4,340,836
2015	6,675,000	4,024,905
2016-2020	34,430,000	3,682,455
2021-2025	34,245,000	12,981,592
2026	6,865,000	4,571,756
Total	\$ 100,165,000	\$ 39,135,142

Fiscal Year Ending July 31	Business-Type Activities Certificates of Obligation		Business-Type Activities Revenue Bonds	
	Principal	Interest	Principal	Interest
	2012	\$ 1,761,248	\$ 2,875,783	\$ 29,845,000
2013	1,836,060	2,807,001	31,230,000	25,808,109
2014	1,902,602	2,734,216	32,670,000	24,383,449
2015	1,987,414	2,655,437	32,510,000	22,904,429
2016	2,077,227	2,571,951	30,460,000	21,379,714
2017-2021	11,798,132	11,434,836	162,510,000	83,321,766
2022-2026	13,682,316	8,483,859	132,145,000	46,288,229
2027-2031	11,564,600	5,348,229	47,495,000	23,284,702
2032-2036	12,165,000	2,425,131	40,080,000	13,861,290
2037-2040	2,375,000	146,150	33,150,000	3,533,373
Total	\$ 61,149,599	\$ 41,482,593	\$ 572,095,000	\$ 291,927,595

\$14,436,907 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, 2011, the City has no arbitrage liability.

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; a 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, 2011.

	<u>Governmental Activities</u>	<u>Business-Type Activities</u>
Land	\$ 66,359	\$ --
Building	1,260,821	--
Machinery and equipment	15,732,374	12,160,608
Less accumulated depreciation	<u>(4,246,281)</u>	<u>(5,071,492)</u>
Total	<u>\$ 12,813,273</u>	<u>\$ 7,089,116</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, 2011:

<u>Fiscal Year Ending July 31</u>	<u>Governmental Activities</u>	<u>Business-Type Activities</u>
2012	3,641,575	2,881,578
2013	3,298,132	2,323,530
2014	1,986,699	1,846,075
2015	755,639	1,293,838
2016	391,847	467,977
2017-2021	<u>764,705</u>	<u>--</u>
Total minimum lease payments	10,838,597	8,812,998
Less amount representing interest	<u>898,799</u>	<u>494,145</u>
Present value of minimum lease payments	<u>\$ 9,939,798</u>	<u>\$ 8,318,853</u>

C. Other Notes Payable

Other notes payable as of July 31, 2011, 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	<u>4,300,000</u>
Total	<u>\$ 4,300,000</u>

The annual requirements to amortize the notes outstanding as of July 31, 2011, are as follows:

<u>Fiscal Year Ending July 31,</u>	<u>Governmental Activities</u>	
	<u>Principal</u>	<u>Interest</u>
2012	1,025,000	151,360
2013	1,060,000	115,280
2014	1,090,000	77,968
2015	1,125,000	39,600
Total	<u>\$ 4,300,000</u>	<u>\$ 384,208</u>

D. Utility System Notes Payable

The Utility System notes payable of \$156,204,665 consists of \$60,977,324 related to an agreement with the Bureau of Reclamation for water rights and recreational facilities at Choke Canyon Dam and \$95,227,341 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, 2011, the City's share of the liability of the reservoir and related facilities, excluding interest, totaled \$60,977,324 and is payable over a 33 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:

Fiscal Year Ending July 31,	<u>Principal</u>	<u>Interest</u>
2012	1,875,563	3,119,600
2013	1,971,518	3,023,645
2014	2,072,380	2,922,783
2015	2,178,403	2,816,760
2016	2,289,850	2,705,313
2017-2021	13,331,042	11,644,773
2022-2026	17,108,357	7,867,458
2027-2031	12,539,616	3,315,554
2032-2036	2,429,032	1,710,638
2037-2041	3,117,290	1,022,380
2042-2044	2,064,273	204,070
Total	<u><u>\$60,977,324</u></u>	<u><u>\$40,352,974</u></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 \$95,227,341 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, 2011:

<u>Fiscal Year Ending July 31,</u>	<u>Principal</u>	<u>Interest</u>
2012	1,816,213	3,332,957
2013	1,947,717	3,269,389
2014	2,085,298	3,201,219
2015	2,229,199	3,128,234
2016	2,379,677	3,050,212
2017-2021	14,404,706	13,887,814
2022-2026	19,316,810	11,038,009
2027-2031	25,401,105	7,249,699
2032-2035	25,646,616	2,301,003
Total	<u><u>\$ 95,227,341</u></u>	<u><u>\$ 50,458,536</u></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, 2011, 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, 2011, is \$25,931,022 for both the J.C. Elliott Landfill and the Cefe Valenzuela Landfill. The current portion of this amount is \$2,071,291 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 \$3,563,115. 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, 2011, Cefe Valenzuela Landfill was at 67.6% filled capacity for developed cells and 2.16% filled capacity for the entire permitted site, with an estimated remaining life as currently permitted of 178.5 years.

15. 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, 2011, \$34,325,000 of bonds outstanding were considered defeased.

16. Interfund Transfers, Receivables and Payables

Interfund transfers for the year ended July 31, 2011, are as follows:

	Transfers Out					Total
	General	Non-major Governmental	Utility System Fund	Non-major Proprietary	Internal Service	
Transfers In:						
General	\$ --	\$ 381,979	\$ 9,177,428	\$ 679,056	\$ 26,589	\$ 10,265,052
Debt service	4,821,415	1,991,680	98,145	67,927	--	6,979,167
Non-major government	489,861	--	--	--	--	489,861
Non-major proprietary	--	--	--	--	17,474	17,474
Internal Service	2,281,665	--	2,989,402	--	--	5,271,067
Total	7,592,941	2,373,659	12,264,975	746,983	44,063	23,022,621

During the year various interfund transfers were made to finance expenditures and service debt. The \$7,592,941 General Fund transfers out includes transfers of \$4,821,415 for payment of debt service, \$1,270,000 for capital equipment, \$1,011,665 for future capital replacement, \$170,000 to Hotel Occupancy Fund, \$180,000 in naming rights revenue to subsidize arena operations, and \$139,861 to the Federal/State Grants Fund as matching grants.

The General Fund received transfers in of \$10,265,052 of which \$3,804,192 was for administrative service charges and \$6,200,000 from Storm Water capital reserves. \$219,393 and \$14,879 was indirect cost reimbursements from the Federal/State Grants Fund and the Corpus Christi Community Improvement Corp., respectively.

The Debt Service Fund received transfers in of \$6,979,167 from the various funds (including the General Fund) for payment of debt service principal and interest and to establish debt service reserves.

Transfers were made from the Utility System Fund to the Maintenance Service Fund consisting of \$2,350,059 for acquisition of capital equipment and \$639,343 for future capital replacement.

The Internal Service Funds transferred out \$26,589 to the General Fund for repair of the museum restrooms and \$17,474 to Non-Major Proprietary Funds to move other post-employment benefits liability from the Golf Fund to the Liability and Employee Benefits Fund due to the transfer of golf employees to the General 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 \$10,936,828 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, 2011, are as follows:

To	From	Amount
General Fund	Corpus Christi Housing Finance Corp.	\$ 577,374
Golf Fund	General Fund	1,067,168
Marina Fund	General Fund	125,963
		<u>\$ 1,770,505</u>

The Corpus Christi Housing Finance Corp. advanced money to the General Fund to finance the Shatzel Street downtown parking lot construction.

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 8-9 years, based on anticipated increased revenues from the Golf courses due to a management contract with a private firm.

The General Fund advanced the Marina Fund money to cover its Unrestricted fund balance. This negative fund balance is a result of four months of accrued interest on Marina Certificates of Obligation which will be repaid in the last year of debt service, and due to accruals for Net Pension Obligation and Other Post Employment Benefits liability which will be repaid when those liabilities are funded.

Interfund receivables and payables at July 31, 2011, are as follows:

	<u>Interfund Receivable</u>	<u>Interfund Payable</u>
Governmental funds		
General fund	\$ 674,086	\$ 102,238
Other non-major governmental funds	102,238	674,086
Total	<u>\$ 776,324</u>	<u>\$ 776,324</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.

17. 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. Anticipated increased revenues are expected to rebuild the fund net assets to a positive position over a period of 8-9 years.

18. 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, 2011, there were nine series of bonds outstanding with an aggregate principal amount payable of \$161,158,813. The bonds are not liabilities of the City or the respective corporations and are solely payable from revenues of the various commercial entities.

19. Commitments

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

	Project Authorization	Expenditures Through 07-31-11	Additional Funds Committed	Required Future Financing
Airport	\$ 32,624,934	\$ 28,439,170	\$ 4,185,764	\$ --
Bayfront Development	21,617,663	19,787,326	1,830,337	--
Convention Facility	1,859,834	772,007	1,087,827	--
Gas	187,169	122,536	64,633	--
Fire Department	1,534,444	1,393,199	141,245	--
Library	1,535,388	303,384	1,232,004	--
Packery Channel	5,006,766	4,283,202	723,564	--
Parks	19,784,334	16,364,110	3,420,224	--
Police Building	671,813	661,765	10,048	--
Public Health and Safety	2,142,371	1,403,661	738,710	--
Sanitary Landfill	6,404,091	5,286,840	1,117,251	--
Seawall	482,763	195,817	286,946	--
Stormwater	35,460,381	24,488,689	10,971,692	--
Street	90,516,655	50,109,391	40,407,264	--
Wastewater	70,454,410	56,648,906	13,805,504	--
Water	40,960,775	24,212,057	16,748,718	--
Total	<u>\$ 331,243,790</u>	<u>\$ 234,472,060</u>	<u>\$ 96,771,731</u>	<u>\$ --</u>

The unassigned fund balance in the General Fund includes \$2,131,283 encumbered commitments related to unperformed contracts for goods or services.

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, 2011, is as follows:

	Airport Fund	Marina Fund
Current assets, excluding restricted assets	\$ 8,861,132	\$ 506,340
Restricted assets	6,771,305	--
Capital assets	105,508,888	7,915,927
Other assets	522,678	48,372
Total assets	<u>121,664,003</u>	<u>8,470,639</u>
Current liabilities	2,992,318	740,540
Long-term liabilities	23,850,670	3,615,093
Total liabilities	<u>26,842,988</u>	<u>4,355,633</u>
Net assets		
Invested in capital assets, net of related debt	85,277,848	4,240,969
Restricted	6,771,304	--
Unrestricted	2,771,863	(125,963)
Net assets	<u>\$ 94,821,015</u>	<u>\$ 4,115,006</u>
Operating revenue	\$ 7,376,948	\$ 1,463,290
Depreciation	(3,912,493)	(561,433)
Other operating expenses	(6,839,034)	(1,093,194)
Operating loss	<u>(3,374,579)</u>	<u>(191,337)</u>
Nonoperating income (expense)	792,025	(158,038)
Capital contributions	4,605,607	7,771
Transfers	(334,599)	(99,697)
Net income (loss)	<u>1,688,454</u>	<u>(441,301)</u>
Net assets beginning of year	93,132,561	4,556,307
Net assets end of year	<u>\$ 94,821,015</u>	<u>\$ 4,115,006</u>
Net cash flow provided by (used for)		
Operating activities	\$ 663,433	\$ 557,325
Noncapital financing activities	(334,599)	26,266
Capital and related financing activities	3,663,687	(337,036)
Investment activities	1,024,910	(22,153)
Beginning cash and cash equivalents	8,585,176	250,779
Ending cash and cash equivalents	<u>\$ 13,602,607</u>	<u>\$ 475,181</u>

City of Corpus Christi, Texas

REQUIRED SUPPLEMENTARY INFORMATION
 EMPLOYMENT RETIREMENT BENEFITS - ANALYSIS OF FUNDING PROGRESS
 YEAR ENDED JULY 31, 2011

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						
12/31/2008	\$ 234,890,896	\$ 442,055,152	53.1%	\$ 207,164,256	\$ 140,997,733	146.9%
12/31/2009	246,315,526	465,122,135	53.0%	218,806,609	142,607,262	153.4%
12/31/2010	234,890,896	442,055,152	53.1%	207,164,256	108,555,179	190.8%
Fire Fighters Retirement System						
12/31/2006	92,448,683	134,669,650	68.6%	42,220,967	21,946,798	192.4%
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%
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%
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%
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%

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%
Public Safety			
8/1/2007	1,502,603	455,812	30.3%
8/1/2009	987,678	443,157	44.9%
Fire			
8/1/2007	1,853,004	541,837	29.2%
8/1/2009	1,023,928	407,364	39.8%



City of
Corpus
Christi



City of
Corpus
Christi

*Combining and Individual Fund
Financial Statements and Schedules*

Governmental Funds

General Fund – Used to account for resources traditionally associated with government and which are not required to be accounted for in another fund.

General Fund

**GENERAL FUND
COMPARATIVE BALANCE SHEETS
JULY 31, 2011 AND 2010**

	<u>2011</u>	<u>2010</u>
ASSETS		
Cash and cash equivalents	\$ 8,415,266	\$ 1,613,328
Investments	20,005,706	26,041,479
Receivables		
Accounts	6,689,302	6,870,367
Property leases	--	2,050
Taxes	3,587,185	3,723,564
Accrued interest	47,723	77,543
Demolition liens	4,279,788	3,916,817
Employees	11,378	13,734
Intergovernmental	6,098,811	6,206,069
Miscellaneous	1,781,049	1,835,890
Allowance for uncollectibles	(7,619,466)	(8,264,890)
Net receivables	<u>14,875,770</u>	<u>14,381,144</u>
Due from other funds	674,086	1,930,602
Inventories	285,507	154,033
Prepaid items	12,761	207,474
Advances to other funds	<u>1,193,131</u>	<u>--</u>
Total assets	<u>\$ 45,462,227</u>	<u>\$ 44,328,060</u>
LIABILITIES AND FUND BALANCE		
Liabilities		
Accounts payable	\$ 5,610,767	\$ 4,415,654
Accrued liabilities	5,303,688	7,201,946
Deposits	418,391	486,003
Liability to claimants - escheat property	115,147	82,147
Due to other funds	102,238	111,428
Due to other governmental agencies	717,439	241,265
Advance from other funds	577,350	575,623
Deferred revenues		
Taxes	1,471,986	1,333,682
Other	580,289	531,867
Net deferred revenues	<u>2,052,275</u>	<u>1,865,549</u>
Total liabilities	<u>14,897,295</u>	<u>14,979,615</u>

(Continued)

Exhibit 6-A

	<u>2011</u>	<u>2010</u>
Fund balance		
Nonspendable		
Inventory	285,507	154,033
Prepaid items	12,761	207,474
Advances to other funds	1,193,131	--
Total nonspendable	<u>1,491,399</u>	<u>361,507</u>
Restricted		
Vital statistic record retention	160,278	122,367
Municipal Court building security	91,097	117,532
Municipal Court technology	120,618	154,979
Judicial/Court improvements	12,671	18,854
Juvenile Court case manager	247,464	267,916
Fire contribution trust	4,403	6,638
Total restricted	<u>636,531</u>	<u>688,286</u>
Committed		
Major contingencies	19,762,597	19,646,808
Government access equipment	11,959	11,959
PEG equipment and facilities	16,268	12,768
Capital replacement-radio system	22,649	30,000
Total committed	<u>19,813,473</u>	<u>19,701,535</u>
Assigned		
Subsequent year's expenditures	--	17,747
Arts and Cultural Commission	5,845	--
Total assigned	<u>5,845</u>	<u>17,747</u>
Unassigned	8,617,684	8,579,370
Total fund balances	<u>30,564,932</u>	<u>29,348,445</u>
Total liabilities and fund balances	<u>\$ 45,462,227</u>	<u>\$ 44,328,060</u>

City of Corpus Christi, Texas

GENERAL FUND
SCHEDULE OF REVENUES AND OTHER FINANCING SOURCES (BUDGET BASIS), COMPARED TO BUDGET
YEAR ENDED JULY 31, 2011
WITH COMPARATIVE TOTALS FOR YEAR ENDED JULY 31, 2010

	<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	\$ 48,979,108	\$ 49,388,246	\$ 49,284,759	\$ --
Ad valorem taxes - delinquent	1,200,000	1,200,000	949,681	--
Penalties and interest	925,329	925,329	789,245	--
Industrial District - in lieu of taxes	6,111,389	6,111,389	6,145,808	--
Special Inventory Tax Escrow Refund	15,000	15,000	79,750	--
Housing Authority - in lieu of taxes	19,444	19,944	16,214	--
Total general property taxes	<u>57,250,270</u>	<u>57,659,908</u>	<u>57,265,457</u>	<u>--</u>
City sales tax	<u>41,088,474</u>	<u>41,088,474</u>	<u>44,478,983</u>	<u>--</u>
Liquor drink tax	<u>1,017,883</u>	<u>1,017,883</u>	<u>1,037,020</u>	<u>--</u>
Bingo tax	<u>286,130</u>	<u>286,130.00</u>	<u>283,011.00</u>	<u>-</u>
Business fees				
Electric franchise	9,376,083	9,376,083	9,445,836	--
Electric franchise - Nueces Co-op	338,055	338,055	407,888	--
Telecommunications fees	4,220,298	4,220,298	3,936,358	--
CATV franchise	2,892,108	2,892,108	3,179,575	--
Taxicab franchise	48,000	48,000	42,330	--
AT&T right of way lease fee	1,200	1,200	1,200	--
Total business fees	<u>16,875,744</u>	<u>16,875,744</u>	<u>17,013,187</u>	<u>--</u>
Total taxes and business fees	<u>116,518,501</u>	<u>116,928,139</u>	<u>120,077,658</u>	<u>--</u>
Licenses and permits				
Amusement licenses	85,002	85,002	19,616	--
Technology fee	70,549	70,549	21,130	--
Pipeline - license fee	38,164	38,164	33,664	--
Pipeline license agreement	--	--	--	--
Beer and liquor licenses	162,198	162,198	105,850	--
Electricians licenses and exam fees	50,769	50,769	34,825	--
Auto wrecker permits	16,988	16,988	16,111	--
Taxi driver permits	5,000	5,000	4,640	--
House mover licenses	303	303	399	--
Forfeited house mover deposits	15,824	15,824	649	--
Other business licenses	23,000	23,000	16,235	--
Building permits	1,173,995	1,173,995	2,067,185	--
Electrical permits	766,154	766,154	410,215	--
Plumbing permits	507,033	507,033	622,408	--
Mechanical permits	450,989	450,989	217,143	--
Certificate of occupancy fees	103,912	103,912	112,262	--
Plan review fees	264,178	264,178	751,363	--
Occupational registration fees	47,868	47,868	26,900	--
Backflow prevention fees & device filing fee	166,681	166,681	189,015	--
Driveway permit fees	6,989	6,989	13,106	--
Occupancy of public R-O-W	12,000	12,000	29,093	--
Street easement closure fees	4,220	4,220	6,055	--
Easement closure FMV fee			8,827	--

(Continued)

Exhibit 6-B

2011 Actual Budget Basis	Variance Final Budget Positive (Negative)	2010 Actual Budget Basis
\$ 49,284,759	\$ (103,487)	\$ 48,782,442
949,681	(250,319)	1,284,990
789,245	(136,084)	1,010,364
6,145,808	34,419	6,104,418
79,750	64,750	10,269
16,214	(3,730)	16,432
<u>57,265,457</u>	<u>(394,451)</u>	<u>57,208,915</u>
<u>44,478,983</u>	<u>3,390,509</u>	<u>40,460,050</u>
<u>1,037,020</u>	<u>19,137</u>	<u>999,627</u>
<u>283,011</u>	<u>(3,119)</u>	<u>212,552</u>
9,445,836	69,753	9,376,353
407,888	69,833	362,368
3,936,358	(283,940)	4,360,082
3,179,575	287,467	2,955,924
42,330	(5,670)	51,270
1,200	--	1,200
<u>17,013,187</u>	<u>137,443</u>	<u>17,107,197</u>
<u>120,077,658</u>	<u>3,149,519</u>	<u>115,988,341</u>
19,616	(65,386)	13,346
21,130	(49,419)	56,328
33,664	(4,500)	38,164
--	--	1,500
105,850	(56,348)	113,840
34,825	(15,944)	39,044
16,111	(877)	18,236
4,640	(360)	4,710
399	96	266
649	(15,175)	7,000
16,235	(6,765)	22,836
2,067,185	893,190	889,724
410,215	(355,939)	602,473
622,408	115,375	399,795
217,143	(233,846)	370,386
112,262	8,350	83,297
751,363	487,185	175,536
26,900	(20,968)	32,385
189,015	22,334	138,105
13,106	6,117	5,800
29,093	17,093	18,405
6,055	1,835	1,495
8,827	8,827	--

City of Corpus Christi, Texas

GENERAL FUND
SCHEDULE OF REVENUES AND OTHER FINANCING SOURCES (BUDGET BASIS), COMPARED TO BUDGET
YEAR ENDED JULY 31, 2011
WITH COMPARATIVE TOTALS FOR YEAR ENDED JULY 31, 2010

	<u>Budget</u>		<u>Actual GAAP Basis</u>	<u>Adjustments Budget Basis</u>
	<u>Original</u>	<u>Final</u>		
Licenses and permits (continued)				
Landscape fees	5,934	5,934	2,368	--
Research and survey fees	6,330	6,330	10,399	--
Deferralment agreement fees	2,440	2,440	--	--
Construction document fees	1,319	1,319	1,959	--
Accessibility review & inspection fees	53,407	53,407	10,834	--
Site plan fees	66,651	66,651	19,956	--
Vacant building inspection fees	2,000	2,000	800	--
Billboard fees	--	--	15,503	--
House moving route permits	132	132	100	--
Oversized load permits	16,484	16,484	38,989	--
Street blockage permits	4,000	4,000	5,524	--
Energy code permits	104,176	104,176	68,693	--
Banner permits	400	400	427	--
Monitoring Well	--	--	2,250	--
Special event permits	1,900	1,900	850	--
Total licenses and permits	<u>4,236,989</u>	<u>4,236,989</u>	<u>4,885,342</u>	<u>--</u>
Grants				
Equal Employment Opportunity Commission	64,580	64,580	67,200	--
Federal Emergency Management Assistance	70,000	70,000	--	--
Sexual Assault Exam	80,000	80,000	136,414	--
Fair Housing Assessment	122,700	4,115	--	--
HUD Fair Housing Assessment	--	122,700	134,314	--
General Land Office - beach cleaning	73,000	73,000	73,484	--
Total grants	<u>410,280</u>	<u>414,395</u>	<u>411,412</u>	<u>--</u>
Charges for services				
General governmental services				
Zoning fees	109,451	109,451	48,894	--
Platting fees	40,879	40,879	54,931	--
Board of Adjustment appeal fees	3,297	3,297	11,086	--
Attorney fees - demolition & paving liens	28,779	28,779	67,251	--
Sale of City publications	3,300	3,300	502	--
Blueprint sales and GIS sales	198	198	474	--
Candidate filing fees	2,500	2,500	1,900	--
Nonprofit registration fees	1,235	1,235	880	--
Registration fees-other	--	--	1,560	--
Dog track admission fees	7,356	7,356	7,231	--
Total general governmental services	<u>196,995</u>	<u>196,995</u>	<u>194,708</u>	<u>--</u>
Police				
Police towing and storage charges	916,800	1,025,682	944,537	--
Police impound certified mail recovery	58,800	58,800	62,258	--
Police accident reports	80,125	80,125	74,137	--
Proceeds from auction	603,000	674,614	845,311	--
Proceeds from auction - online	24,000	24,000	13,156	--
Parking meter collections	160,000	160,000	148,989	--
Police open record request	2,810	2,810	5,668	--
Police subpoenas	345	345	719	--
Fingerprinting fees	5,076	5,076	5,165	--
Customs/FBI	160,529	160,529	236,778	--

(Continued)

City of Corpus Christi, Texas

**Exhibit 6-B
(Continued)**

2011 Actual Budget Basis	Variance Final Budget Positive (Negative)	2010 Actual Budget Basis
2,368	(3,566)	7,334
10,399	4,069	4,690
--	(2,440)	1,087
1,959	640	1,078
10,834	(42,573)	36,045
19,956	(46,695)	61,889
800	(1,200)	1,800
15,503	15,503	--
100	(32)	62
38,989	22,505	40,321
5,524	1,524	4,712
68,693	(35,483)	94,778
427	27	748
2,250	2,250	
850	(1,050)	1,200
<u>4,885,342</u>	<u>648,353</u>	<u>3,288,415</u>
67,200	2,620	51,085
--	(70,000)	33,717
136,414	56,414	94,682
--	(4,115)	100,086
134,314	11,614	
73,484	484	76,611
<u>411,412</u>	<u>(2,983)</u>	<u>356,181</u>
48,894	(60,557)	77,994
54,931	14,052	48,602
11,086	7,789	1,486
67,251	38,472	37,067
502	(2,798)	741
474	276	137
1,900	(600)	--
880	(355)	1,167
1,560	1,560	
7,231	(125)	3,933
<u>194,708</u>	<u>(2,287)</u>	<u>171,127</u>
944,537	(81,145)	855,676
62,258	3,458	60,234
74,137	(5,988)	76,917
845,311	170,698	539,585
13,156	(10,844)	18,001
148,989	(11,011)	153,538
5,668	2,859	2,739
719	374	472
5,165	89	4,383
236,778	76,249	219,837

City of Corpus Christi, Texas

**GENERAL FUND
SCHEDULE OF REVENUES AND OTHER FINANCING SOURCES (BUDGET BASIS), COMPARED TO BUDGET
YEAR ENDED JULY 31, 2011
WITH COMPARATIVE TOTALS FOR YEAR ENDED JULY 31, 2010**

	Budget		Actual GAAP Basis	Adjustments Budget Basis
	Original	Final		
Police (continued)				
Police Security Services	25,000	25,000	8,676	--
DWI Videotaping	700	700	2,149	--
Alarm system permits and services	770,665	770,665	430,828	--
800 MHz radio	194,369	194,369	174,557	--
9-1-1 wireless service fees	1,256,969	1,256,969	1,386,677	--
9-1-1 wireline service fees	1,476,000	1,476,000	1,540,708	--
Police C.A.D. calls	274	274	606	--
Restitution	--	44,071	56,416	--
CCISD-Crossing guards	7,670	7,670	7,670	--
School crossing guard program	118,112	118,112	55,245	--
Nueces county - Metrocom	1,138,081	1,138,081	1,123,656	--
Kingsville Police Dept - CAD/RMS	15,000	15,000	15,000	--
Total police	<u>7,014,325</u>	<u>7,238,892</u>	<u>7,138,908</u>	<u>--</u>
Fire				
Fire prevention permits	217,530	217,530	255,326	--
Hazmat response calls	2,500	2,500	1,650	--
Fire department trust donations	9,000	9,000	1,000	--
Honor Guard	4,000	4,000	--	--
Emergency management alert system fees	--	--	--	--
Pipeline reporting administrative fees	41,250	41,250	47,575	--
Total fire	<u>274,280</u>	<u>274,280</u>	<u>305,551</u>	<u>--</u>
Ambulance				
Emergency calls	6,946,000	6,946,000	5,794,999	--
Interlocal Agreement - Port Aransas	10,000	10,000	--	--
Nueces Co OCL charges	7,000	7,000	17,471	--
Ambulance permits	2,500	2,500	4,100	--
Total Ambulance	<u>6,965,500</u>	<u>6,965,500</u>	<u>5,816,570</u>	<u>--</u>
Streets				
RTA - street services contribution	1,089,612	1,089,612	1,127,724	--
Speed humps	6,000	6,000	750	--
Special events - support services	--	--	--	--
State of Texas - expressway lighting	204,000	204,000	216,087	--
Subdivision street lighting participation	50,000	50,000	59,283	--
Total streets	<u>1,349,612</u>	<u>1,349,612</u>	<u>1,403,844</u>	<u>--</u>
Solid waste services				
Residential refuse collection fees	15,770,537	15,770,537	15,713,861	--
Commercial and industrial refuse collection fees	1,680,000	1,680,000	1,727,563	--
Municipal solid waste system service charge (MSWSSC)	3,450,000	3,450,000	3,476,583	--
Refuse disposal charges	11,585,103	11,585,103	11,835,977	--
Refuse collection permits	16,000	16,000	15,583	--
Special debris pickup	354,692	354,692	379,031	--
Brush fees	38,816	38,816	33,230	--
Recycling	50,000	334,000	445,735	--
Recycling collection fees	450,000	450,000	478,714	--
Recycling Bank fees	446,400	446,400	475,043	--
Recycling containers	6,250	6,250	4,903	--
Recovery of charged off accounts	--	--	7,125	--
Total solid waste services	<u>33,847,798</u>	<u>34,131,798</u>	<u>34,593,348</u>	<u>--</u>

(Continued)

City of Corpus Christi, Texas

**Exhibit 6-B
(Continued)**

2011 Actual Budget Basis	Variance Final Budget Positive (Negative)	2010 Actual Budget Basis
8,676	(16,324)	2,977
2,149	1,449	1,682
430,828	(339,837)	414,798
174,557	(19,812)	203,966
1,386,677	129,708	1,274,115
1,540,708	64,708	1,494,773
606	331	323
56,416	12,345	5,981
7,670	--	10,227
55,245	(62,867)	111,616
1,123,656	(14,425)	991,858
15,000	--	15,000
<u>7,138,908</u>	<u>(99,984)</u>	<u>6,458,698</u>
255,326	37,796	215,516
1,650	(850)	8,082
1,000	(8,000)	3,615
--	(4,000)	
--	--	14,833
47,575	6,325	35,200
<u>305,551</u>	<u>31,271</u>	<u>277,246</u>
5,794,999	(1,151,001)	6,473,827
--	(10,000)	10,000
17,471	10,471	17,457
4,100	1,600	3,650
<u>5,816,570</u>	<u>(1,148,930)</u>	<u>6,504,934</u>
1,127,724	38,112	1,140,436
750	(5,250)	1,500
--	--	4,185
216,087	12,087	217,394
59,283	9,283	31,439
<u>1,403,844</u>	<u>54,232</u>	<u>1,394,954</u>
15,713,861	(56,676)	14,606,323
1,727,563	47,563	1,711,440
3,476,583	26,583	3,457,218
11,835,977	250,874	11,816,148
15,583	(417)	16,049
379,031	24,339	295,199
33,230	(5,586)	26,953
445,735	111,735	43,530
478,714	28,714	--
475,043	28,643	--
4,903	(1,347)	23,034
7,125	7,125	16,065
<u>34,593,348</u>	<u>461,550</u>	<u>32,011,959</u>

City of Corpus Christi, Texas

GENERAL FUND
SCHEDULE OF REVENUES AND OTHER FINANCING SOURCES (BUDGET BASIS), COMPARED TO BUDGET
YEAR ENDED JULY 31, 2011
WITH COMPARATIVE TOTALS FOR YEAR ENDED JULY 31, 2010

	<u>Budget</u>		Actual GAAP Basis	Adjustments Budget Basis
	<u>Original</u>	<u>Final</u>		
Health services				
Food service permits	691,800	691,800	646,348	--
Vital statistics fees	567,000	567,000	476,584	--
Vital records office sales	7,260	7,260	10,592	--
Vital records retention fee	--	--	19,656	--
Nueces County - health administration	151,677	151,677	141,450	--
Swimming pool inspection fees	40,000	40,000	39,168	--
Pound fee and handling charges	30,000	30,000	62,767	--
Pet licenses	52,000	52,000	84,809	--
Classes workshops	--	--	--	--
Animal trap fees	200	--	--	--
Pest control services	148,432	148,432	29,904	--
Adopt a kennel fees	225	225	2,590	--
Microchipping fee	960	960	2,041	--
Spay and Nueter fees	54,600	54,600	87,946	--
Adoption fees	7,800	7,800	37	--
Lab shipping fees	--	200	900	--
Child care facilities fees	7,200	7,200	9,500	--
Total health services	<u>1,759,154</u>	<u>1,759,154</u>	<u>1,614,292</u>	<u>--</u>
Recreation services				
Swimming pools	275,127	275,127	207,233	--
Swimming instruction fees	128,146	128,146	78,189	--
H.E. Butt tennis center	49,257	49,257	45,594	--
Al Kruse tennis center	24,519	24,519	23,617	--
Athletic events	123,450	123,450	102,542	--
Athletic instruction fees	44,864	44,864	42,660	--
Facilities rentals	26,966	26,966	25,513	--
Summer program meals	--	--	--	--
Latchkey program	2,569,035	2,569,035	2,498,280	--
Buc days/Bayfest	46,000	46,000	33,681	--
Summer program registration fees	--	--	--	--
Beach parking permits	575,000	575,000	602,766	--
Heritage Park revenues	3,990	3,990	1,117	--
Tourist district rentals	79,050	79,050	7,386	--
Senior Center rentals	55,000	55,000	41,310	--
Class instruction fees	--	--	3,856	--
Recreation instruction fees	39,357	39,357	48,783	--
Recreation center rentals	10,535	10,535	5,409	--
Skatepark concessions	3,500	3,500	1,950	--
Other recreation services	--	--	22,612	--
Nueces County Parks & Recreation reimbursement	--	--	--	--
Total recreation services	<u>4,053,796</u>	<u>4,053,796</u>	<u>3,792,498</u>	<u>--</u>
Libraries				
Fines	118,133	118,133	120,471	--
Lost book charges	20,698	20,698	14,902	--
Copy machine sales	34,166	34,166	37,375	--
Other library revenue	5,688	5,688	10,599	--
Total libraries	<u>178,685</u>	<u>178,685</u>	<u>183,347</u>	<u>--</u>
Museums				
Admissions	131,657	131,657	116,522	--
Special program fees	6,000	6,000	8,873	--
McGregor reproduction fees	6,002	6,002	9,414	--

(Continued)

City of Corpus Christi, Texas

**Exhibit 6-B
(Continued)**

2011 Actual Budget Basis	Variance Final Budget Positive (Negative)	2010 Actual Budget Basis
646,348	(45,452)	651,714
476,584	(90,416)	485,208
10,592	3,332	9,258
19,656	19,656	19,578
141,450	(10,227)	98,908
39,168	(832)	33,530
62,767	32,767	40,035
84,809	32,809	70,754
--	--	875
--	--	95
29,904	(118,528)	14,604
2,590	2,365	462
2,041	1,081	1,435
87,946	33,346	68,394
37	(7,763)	7,986
900	700	278
9,500	2,300	8,753
<u>1,614,292</u>	<u>(144,863)</u>	<u>1,511,867</u>
207,233	(67,894)	184,421
78,189	(49,957)	86,666
45,594	(3,663)	44,908
23,617	(902)	20,740
102,542	(20,908)	95,079
42,660	(2,204)	38,283
25,513	(1,453)	10,985
--	--	--
2,498,280	(70,755)	2,418,140
33,681	(12,319)	32,689
--	--	245
602,766	27,766	659,582
1,117	(2,873)	6,194
7,386	(71,664)	16,761
41,310	(13,690)	50,905
3,856	3,856	--
48,783	9,426	39,603
5,409	(5,126)	9,426
1,950	(1,550)	1,740
22,612	22,612	7,340
--	--	7,168
<u>3,792,498</u>	<u>(261,298)</u>	<u>3,730,875</u>
120,471	2,338	121,286
14,902	(5,796)	16,047
37,375	3,209	36,656
10,599	4,911	6,813
<u>183,347</u>	<u>4,662</u>	<u>180,802</u>
116,522	(15,135)	115,528
8,873	2,873	12,000
9,414	3,412	5,870

City of Corpus Christi, Texas

GENERAL FUND
SCHEDULE OF REVENUES AND OTHER FINANCING SOURCES (BUDGET BASIS), COMPARED TO BUDGET
YEAR ENDED JULY 31, 2011
WITH COMPARATIVE TOTALS FOR YEAR ENDED JULY 31, 2010

	<u>Budget</u>		<u>Actual GAAP Basis</u>	<u>Adjustments Budget Basis</u>
	<u>Original</u>	<u>Final</u>		
Museums (continued)				
Facility rental	21,403	21,403	24,956	--
Education group programs	1,561	1,561	1,036	--
School District - museum educational program	22,000	22,000	22,000	--
Parties and recitals	7,672	7,672	8,889	--
Columbus ships				
Admissions	144,457	144,457	122,608	--
Facility rental	435	435	500	--
Total museums	<u>341,187</u>	<u>341,187</u>	<u>314,798</u>	<u>--</u>
Total charges for services	<u>55,981,332</u>	<u>56,489,899</u>	<u>55,357,862</u>	<u>--</u>
Fines and forfeitures				
Moving vehicle fines	2,871,542	2,871,542	2,426,000	--
Parking fines	252,011	252,011	235,707	--
General fines	717,520	717,520	596,183	--
Officers fees	220,787	220,787	147,767	--
Uniform Traffic Act fines	95,346	95,346	61,376	--
Warrant fees	274,839	274,839	200,004	--
Municipal Court				
State fee discount	267,863	267,863	21,002	--
Time Pay Fee - Court	20,774	20,774	12,654	--
Time Pay Fee - City	83,354	83,354	50,617	--
Technology Fee	179,090	179,090	120,618	--
Building security	131,805	131,805	91,117	--
Miscellaneous revenue	--	--	5,873	--
Juvenile case mgr fee	144,582	144,582	124,051	--
Juvenile expungement fee	--	--	210	--
Failure to appear fines	614,383	614,383	498,009	--
Animal control fines	11,377	11,377	5,816	--
Special parking enforcement	--	--	--	--
Teen Court city fee	2,122	2,122	397	--
Other court fines	186,381	186,381	113,286	--
Total fines and forfeitures	<u>6,073,776</u>	<u>6,073,774</u>	<u>4,710,688</u>	<u>--</u>
Earnings on investments	<u>194,365</u>	<u>194,365</u>	<u>185,159</u>	<u>--</u>
Miscellaneous				
Rental of general property	200,238	200,238	168,699	--
Parking lots	--	--	1,971	--
Recovery on damage claims	90,000	94,594	121,532	--
Recovery of prior year expenditures	--	--	--	--
Contributions and donations	60,251	137,241	99,736	--
Contributions to aid construction	--	300,000	300,000	--
Time Warner-Public Access Equipment	3,500	3,500	3,500	--
Automated teller machines	1,200	1,200	1,200	--
Late fees on returned check	1,425	1,425	507	--
Radio system participation	--	--	22,500	--
Engineering Services-other governments	--	--	826	--
RTA bus advertising revenues	20,000	20,000	19,643	--

(Continued)

City of Corpus Christi, Texas

**Exhibit 6-B
(Continued)**

2011 Actual Budget Basis	Variance Final Budget Positive (Negative)	2010 Actual Budget Basis
24,956	3,553	20,174
1,036	(525)	926
22,000	--	22,000
8,889	1,217	6,005
122,608	(21,849)	127,760
500	65	659
<u>314,798</u>	<u>(26,389)</u>	<u>310,922</u>
<u>55,357,862</u>	<u>(1,132,037)</u>	<u>52,553,384</u>
2,426,000	(445,542)	2,686,591
235,707	(16,304)	324,253
596,183	(121,338)	651,971
147,767	(73,020)	191,219
61,376	(33,969)	81,478
200,004	(74,835)	212,097
21,002	(246,860)	259,112
12,654	(8,120)	18,854
50,617	(32,737)	75,417
120,618	(58,472)	154,759
91,117	(40,688)	117,366
5,873	5,873	19,713
124,051	(20,531)	148,839
210	210	270
498,009	(116,374)	538,939
5,816	(5,561)	6,876
--	--	1,185
397	(1,725)	1,640
<u>113,286</u>	<u>(73,095)</u>	<u>161,822</u>
<u>4,710,688</u>	<u>(1,363,087)</u>	<u>5,652,401</u>
<u>185,159</u>	<u>(9,206)</u>	<u>335,931</u>
168,699	(31,539)	166,706
1,971	1,971	--
121,532	26,938	142,696
--	--	394,579
99,736	(37,505)	70,987
300,000	--	--
3,500	--	3,500
1,200	--	1,200
507	(918)	1,644
22,500	22,500	--
826	826	--
19,643	(357)	16,714

City of Corpus Christi, Texas

GENERAL FUND
SCHEDULE OF REVENUES AND OTHER FINANCING SOURCES (BUDGET BASIS), COMPARED TO BUDGET
YEAR ENDED JULY 31, 2011
WITH COMPARATIVE TOTALS FOR YEAR ENDED JULY 31, 2010

	<u>Budget</u>		<u>Actual GAAP Basis</u>	<u>Adjustments Budget Basis</u>
	<u>Original</u>	<u>Final</u>		
Miscellaneous (continued)				
Graffiti control	--	--	2,626	--
Sale of city property	65,000	65,000	83,807	--
Sale of fixed assets	--	--	282,625	--
Copy sales	6,000	6,000	6,286	--
Convenience fees	160,000	160,000	219,245	--
All-America sales	300	300	--	--
Returned check fees	33,257	33,257	815	--
Clean Energy credit	--	--	405	--
Administrative processing fee	20,990	20,990	19,309	--
Demolition and weed liens	219,820	219,820	182,987	--
Purchase discounts	143,843	143,843	195,146	--
Vending machine sales	4,196	4,196	4,654	--
City Hall food service commission	1,335	1,335	137	--
Forfeited plan deposits	3,000	3,000	17,980	--
Naming rights for convention center	175,000	180,000	180,000	--
Miscellaneous	59,126	59,126	181,392	--
Total miscellaneous revenue	<u>1,268,481</u>	<u>1,655,064</u>	<u>2,117,526</u>	<u>--</u>
Reimbursements				
Interdepartmental	4,633,224	4,633,224	--	4,454,404
Traffic engineering cost recovery	6,000	6,000	--	7,556
Capital budget cost recovery	256,197	256,197	--	180,006
Finance cost recovery - CIP	788,922	788,922	--	788,915
Cost Recovery Human Relations-CIP	82,512	82,512	--	7,713
Engineering svcs - interdepartmental	149,514	149,514	--	83,666
Street recovery fees	718,680	761,180	--	716,938
Interdepartmental services - street	555,575	598,075	--	725,605
Park and recreation cost recovery	197,351	197,351	--	62,600
Fire hydrant maintenance	327,472	327,472	--	327,472
800 MHz radio - interdepartmental	248,544	248,544	--	248,544
Total reimbursements revenue	<u>7,963,991</u>	<u>8,048,991</u>	<u>--</u>	<u>7,603,420</u>
Total revenues	<u>192,647,715</u>	<u>194,041,617</u>	<u>187,745,647</u>	<u>7,603,420</u>
Other financing sources				
Capital leases	--	--	5,655,103	(5,655,103)
Total other financing sources	<u>--</u>	<u>--</u>	<u>5,655,103</u>	<u>(5,655,103)</u>
Transfers in				
Administrative charges				
Federal grants	160,000	160,000	219,392	--
CCCIC	3,500	3,500	14,879	--
Visitor facility	147,708	147,708	147,708	--
Gas division	490,884	490,884	490,884	--
Wastewater division	745,380	745,380	745,380	--
Water division	1,741,164	1,741,164	1,741,164	--
Airport	296,748	296,748	296,748	--
Golf	301,680	301,680	301,680	--
Marina	80,628	80,628	80,628	--
Other				
Maintenance svc division	--	26,589	26,589	--

(Continued)

City of Corpus Christi, Texas

**Exhibit 6-B
(Continued)**

2011 Actual Budget Basis	Variance Final Budget Positive (Negative)	2010 Actual Budget Basis
2,626	2,626	2,582
83,807	18,807	98,735
282,625	282,625	6,100
6,286	286	6,391
219,245	59,245	172,012
--	(300)	--
815	(32,442)	2,935
405	405	--
19,309	(1,681)	17,186
182,987	(36,833)	127,428
195,146	51,303	154,211
4,654	458	4,541
137	(1,198)	1,046
17,980	14,980	24,755
180,000	--	175,000
181,392	122,266	94,768
<u>2,117,526</u>	<u>462,462</u>	<u>1,685,716</u>
4,454,404	(178,820)	4,830,053
7,556	1,556	8,308
180,006	(76,191)	242,625
788,915	(7)	869,537
7,713	(74,799)	--
83,666	(65,848)	90,608
716,938	(44,242)	783,968
725,605	127,530	654,179
62,600	(134,751)	212,956
327,472	--	327,472
248,544	--	246,288
<u>7,603,420</u>	<u>(445,571)</u>	<u>8,265,994</u>
<u>195,349,067</u>	<u>1,307,450</u>	<u>188,126,363</u>
<u>--</u>	<u>--</u>	<u>--</u>
<u>--</u>	<u>--</u>	<u>--</u>
219,392	59,392	165,168
14,879	11,379	11,976
147,708	--	170,112
490,884	--	536,452
745,380	--	749,945
1,741,164	--	1,526,103
296,748	--	229,630
301,680	--	259,876
80,628	--	120,323
26,589	--	--

City of Corpus Christi, Texas

GENERAL FUND
SCHEDULE OF REVENUES AND OTHER FINANCING SOURCES (BUDGET BASIS), COMPARED TO BUDGET
YEAR ENDED JULY 31, 2011
WITH COMPARATIVE TOTALS FOR YEAR ENDED JULY 31, 2010

	<u>Budget</u>		<u>Actual GAAP Basis</u>	<u>Adjustments Budget Basis</u>
	<u>Original</u>	<u>Final</u>		
Transfers in				
Other (continued)				
Liability and employee benefits	--	--	--	--
Transfer fr Storm Water Fd	6,200,000	6,200,000	6,200,000	--
Municipal information systems	--	--	--	--
Total transfers in	<u>10,167,692</u>	<u>10,194,281</u>	<u>10,265,053</u>	<u>--</u>
Transfers out				
Debt service fund	--	--	(4,821,415)	4,821,415
Federal grants	(61,667)	(61,667)	(139,861)	--
Transfers for capital outlay	--	(1,305,246)	(1,270,000)	--
Transfers for capital replacement	(985,665)	(985,665)	(985,665)	--
Transfer to Senior Community Svc	(166,719)	(166,719)	--	--
Redlight Photo Enforcement	--	--	--	--
Maintenance Svc	(26,000)	(26,000)	(26,000)	--
Hotel Occupancy Fund	(170,000)	(170,000)	(170,000)	--
Visitor's Facility fund	(175,000)	(180,000)	(180,000)	--
Total transfers out	<u>(1,585,051)</u>	<u>(2,895,297)</u>	<u>(7,592,941)</u>	<u>4,821,415</u>
Total other sources	<u>8,582,641</u>	<u>7,298,984</u>	<u>8,327,215</u>	<u>(833,688)</u>
 Total revenues and other sources	 <u>\$ 201,230,356</u>	 <u>\$ 201,340,602</u>	 <u>\$ 196,072,862</u>	 <u>\$ 6,769,732</u>

City of Corpus Christi, Texas

**Exhibit 6-B
(Continued)**

2011 Actual Budget Basis	Variance Final Budget Positive (Negative)	2010 Actual Budget Basis
--	--	5,687,590
6,200,000		
<u> --</u>	<u> --</u>	<u> 532,648</u>
<u>10,265,053</u>	<u> 70,771</u>	<u>9,989,823</u>
--	--	--
(139,861)	(78,194)	(228,267)
(1,270,000)	35,246	(1,450,180)
(985,665)	--	--
--	166,719	--
--	--	(144,722)
(26,000)	--	(26,000)
(170,000)	--	(393,182)
(180,000)	--	(175,000)
<u>(2,771,526)</u>	<u> 123,771</u>	<u>(2,417,351)</u>
<u>7,493,527</u>	<u> 194,542</u>	<u>7,572,472</u>
<u>\$ 202,842,594</u>	<u>\$ 1,501,992</u>	<u>\$ 195,698,835</u>

City of Corpus Christi, Texas

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

	Actual GAAP Expenditures					
	Personal Services	Materials & Supplies	Contractual Services	Other Charges	Capital Outlays	Reimbursements
General government						
Control						
City Council and City Secretary	\$ 644,698	\$ 18,723	\$ 269,039	\$ 100,808	\$ --	\$ --
City Manager	576,922	1,655	29,537	44,646	--	--
Group Managers	454,219	3,446	122,475	55,570	--	(125,496)
Management and budget office	488,131	3,918	31,579	59,151	--	(217,902)
Performance Operations	--	--	--	--	--	--
Salary Savings	--	--	--	--	--	--
Public Information	251,351	8,393	32,037	30,369	--	(117,600)
Communications/quality management	--	--	--	--	--	--
Cable public education government access	--	--	--	--	--	--
Capital budgeting	81,169	1,560	1,901	9,549	--	(180,006)
Total general government - control	2,496,490	37,695	486,568	300,093	--	(641,004)
Staff agencies						
Director of finance	254,717	229	5,053	39,960	--	(226,963)
Accounting	1,354,088	9,251	295,128	333,791	--	(900,202)
Nueces County Tax Appraisal District	--	--	1,217,060	--	--	--
Central cashiering	489,275	4,428	31,960	309,668	--	(398,441)
Cash management	214,643	4,347	26,270	79,793	--	(214,280)
Legal	1,771,501	36,988	24,469	205,806	--	(114,012)
Economic development	--	--	352,336	--	--	--
Economic development incentives	--	--	--	374,799	--	--
Clean city initiatives	51,052	106	61	173	--	--
Downtown Management District	--	--	145,000	--	--	(72,840)
Process Management Division	760,350	1,190	14,945	73,988	--	(52,788)
Development services admin	223,172	16,017	279,483	645,972	--	(81,444)
Development process management	--	--	--	--	--	--
Planning	796,715	6,577	132,406	601,329	--	(25,032)
Code enforcement	--	--	--	--	--	--
Neighborhood Services	736,234	33,446	193,875	449,468	--	--
Neighborhood initiative program	198,012	6,739	2,879	50,300	--	--
Human resources	828,630	14,423	69,700	134,627	--	--
Incentive program	--	1,436	16,954	--	--	--
Training	104,904	813	61,551	11,268	--	--
ADA Compliance	36,616	191	25,370	--	--	--
Human relations	278,655	1,882	13,920	48,201	--	(7,713)
Human relations & fair housing	56,149	373	1,702	5,069	--	--
Total staff agencies	8,154,713	138,436	2,910,122	3,364,212	--	(2,093,715)
Engineering services						
Engineering support services	--	--	38,767	97,908	--	--
Special services	313,934	244	97,201	22,308	--	(118,764)
Total engineering services	313,934	244	135,968	120,216	--	(118,764)
Other expenditures						
Uncollectible accounts	--	--	--	(209,155)	--	--
Major memberships	--	--	64,639	--	--	(41,892)
Schatzel St. parking lot	--	--	--	1,727	--	--
Purchasing/messenger service allocation	--	--	--	330,192	--	--
Reserve appropriations	--	--	--	--	--	--
Reserve for accrued pay	--	--	--	--	--	--
Total other expenditures	--	--	64,639	122,764	--	(41,892)
Total general government	10,965,137	176,375	3,597,297	3,907,285	--	(2,895,375)

(Continued)

City of Corpus Christi, Texas

Exhibit 6-C

Total Expenditures	Adjustments Budget Basis	2011 Actual Budget Basis	Budget		Variance Final Budget Positive (Negative)	2010 Actual Budget Basis
			Original	Final		
\$ 1,033,268	\$ --	\$ 1,033,268	\$ 1,257,851	\$ 1,298,378	\$ 265,110	\$ 773,541
652,760	--	652,760	460,612	461,203	(191,557)	459,087
510,214	125,496	635,710	596,932	637,634	1,924	955,522
364,877	217,902	582,779	560,793	588,716	5,937	601,658
--	--	--	(600,000)	--	--	78,370
--	--	--	(555,000)	--	--	--
204,550	117,600	322,150	290,129	347,519	25,369	--
--	--	--	--	--	--	440,431
--	--	--	--	--	--	1,232
(85,827)	180,006	94,179	181,640	181,640	87,461	168,916
2,679,842	641,004	3,320,846	2,192,957	3,515,090	194,244	3,478,757
72,996	226,963	299,959	358,687	363,885	63,926	287,520
1,092,056	900,202	1,992,258	2,077,337	2,062,337	70,079	1,993,258
1,217,060	--	1,217,060	1,242,533	1,242,533	25,473	1,116,644
436,890	398,441	835,331	841,672	836,332	1,001	844,675
110,773	214,280	325,053	328,040	323,951	(1,102)	326,643
1,924,752	114,012	2,038,764	2,144,520	2,181,527	142,763	2,119,297
352,336	--	352,336	352,328	353,586	1,250	232,679
374,799	--	374,799	348,676	348,676	(26,123)	117,354
51,392	--	51,392	65,624	65,624	14,232	55,865
72,160	72,840	145,000	145,000	145,000	--	145,000
797,685	52,788	850,473	918,662	900,027	49,554	--
1,083,200	81,444	1,164,644	997,802	1,127,802	(36,842)	941,450
--	--	--	--	--	--	852,956
1,511,995	25,032	1,537,027	1,305,290	1,257,711	(279,316)	1,226,978
--	--	--	--	--	--	1,597,839
1,413,023	--	1,413,023	1,417,405	1,449,760	36,737	--
257,930	--	257,930	301,317	291,198	33,268	330,543
1,047,380	--	1,047,380	1,109,242	1,137,119	89,739	1,099,848
18,390	--	18,390	20,641	20,641	2,251	23,195
178,536	--	178,536	203,089	200,682	22,146	221,589
62,177	--	62,177	86,869	86,869	24,692	69,224
334,945	7,713	342,658	323,430	337,378	(5,280)	--
63,293	--	63,293	63,980	67,689	4,396	433,194
12,473,768	2,093,715	14,567,483	14,652,144	14,800,327	232,844	14,035,751
136,675	--	136,675	135,152	135,152	(1,523)	317,780
314,923	118,764	433,687	446,067	406,067	(27,620)	530,389
451,598	118,764	570,362	581,219	541,219	(29,143)	848,169
(209,155)	--	(209,155)	361,491	361,491	570,646	1,179,249
22,747	41,892	64,639	69,279	69,279	4,640	63,901
1,727	--	1,727	--	--	(1,727)	525,632
330,192	--	330,192	330,192	330,192	--	310,212
--	--	--	632,751	--	--	--
--	--	--	1,800,000	--	--	--
145,511	41,892	187,403	3,193,713	760,962	573,559	2,078,994
15,750,719	2,895,375	18,646,094	20,620,033	19,617,598	971,504	20,441,671

City of Corpus Christi, Texas

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

	Actual GAAP Expenditures					
	Personal Services	Materials & Supplies	Contractual Services	Other Charges	Capital Outlays	Reimbursements
Police and municipal court						
Police						
Administration	2,126,328	71,211	263,631	770,967	--	--
Police training	1,075,038	170,113	16,685	108,987	--	--
Criminal investigation	5,329,706	200,999	2,349	463,554	--	--
Narcotics/Vice Investigations	2,821,952	105,815	128,670	180,522	129,719	--
Special services	--	--	--	--	--	--
Uniformed division	28,910,516	467,490	577,177	6,462,567	--	--
Forensics services division	1,094,324	49,121	16,095	109,152	--	--
School crossing guards	289,349	5,542	--	151,872	--	--
Parking control	173,628	4,853	3,766	18,556	--	--
MetroCom	3,945,534	18,156	702,548	189,924	--	(253,608)
Police computer support	83,036	1,341	615,259	2,676	69,451	(948,923)
9-1-1 call delivery wireline	65,269	1,640	326,210	2,676	--	--
9-1-1 call delivery wireless	--	3,093	139,908	4,678	2,497	--
Building maintenance and operations	222,511	45,095	1,035,692	48,516	--	--
Vehicle pound operation	271,815	5,964	679,926	38,973	62,223	--
Central information	1,310,733	35,219	17,495	137,377	--	--
Criminal intelligence unit	827,043	45,721	17,895	138,396	--	--
Beach safety	156,977	--	--	--	--	(90,079)
Graffiti Clean-Up Project	212,067	12,026	1,591	31,920	--	--
Police Special Events Overtime	--	--	--	--	--	--
Total police	<u>48,915,826</u>	<u>1,243,399</u>	<u>4,544,897</u>	<u>8,861,313</u>	<u>263,890</u>	<u>(1,292,610)</u>
Municipal court						
Administration	1,416,532	51,505	274,126	531,753	--	--
Judicial	928,739	3,974	11,488	34,866	--	--
Municipal juvenile court	--	--	--	--	--	--
Detention facility	1,038,370	2,297	56,151	73,776	--	--
City marshals	542,021	6,923	11,923	55,944	25,000	--
Total municipal court	<u>3,925,662</u>	<u>64,699</u>	<u>353,688</u>	<u>696,339</u>	<u>25,000</u>	<u>--</u>
Total police and municipal court	<u>52,841,488</u>	<u>1,308,098</u>	<u>4,898,585</u>	<u>9,557,652</u>	<u>288,890</u>	<u>(1,292,610)</u>
Fire and Ambulance						
Administration and training	1,059,637	18,397	48,283	325,164	--	--
Fire Safety Education	--	--	571	--	--	--
Fire academy training	801,655	27,981	8,153	31,387	--	--
Communications	87,864	11,331	131,603	67,632	--	--
Apparatus and shop	220,855	233,809	220,190	17,181	--	--
Stations	33,193,674	467,099	761,637	2,241,000	754,829	(327,472)
Fire prevention	1,627,580	16,918	25,148	207,604	--	--
Honor Guard	--	--	729	--	--	--
Life guarding and first response	252,389	22,289	21,510	98,724	--	(226,615)
Fire support services	86,217	28,172	18,155	13,104	--	--
Fire department special services	199,226	2,292	--	10,564	--	--
City ambulance operations	576,611	526,463	723,030	48,484	250,500	--
Total fire and ambulance	<u>38,105,708</u>	<u>1,354,751</u>	<u>1,959,009</u>	<u>3,060,844</u>	<u>1,005,329</u>	<u>(554,087)</u>

(Continued)

City of Corpus Christi, Texas

Exhibit 6-C
(Continued)

Total Expenditures	Adjustments Budget Basis	2011 Actual Budget Basis	Budget		Variance Final Budget Positive (Negative)	2010 Actual Budget Basis
			Original	Final		
3,232,137	--	3,232,137	3,236,983	3,286,983	54,846	3,086,682
1,370,823	--	1,370,823	1,261,066	1,412,233	41,410	1,261,496
5,996,608	--	5,996,608	6,005,422	5,993,843	(2,765)	6,217,295
3,366,678	--	3,366,678	3,270,464	3,375,464	8,786	--
--	--	--	--	--	--	3,272,626
36,417,750	--	36,417,750	35,925,058	36,534,843	117,093	36,134,075
1,268,692	--	1,268,692	1,406,516	1,371,516	102,824	1,337,588
446,763	--	446,763	510,138	500,874	54,111	699,928
200,803	--	200,803	217,334	217,334	16,531	216,772
4,602,554	253,608	4,856,162	5,107,526	5,107,526	251,364	4,824,555
(177,160)	948,923	771,763	740,252	790,103	18,340	706,500
395,795	--	395,795	403,095	403,095	7,300	374,757
150,176	95,942	246,118	268,613	268,613	22,495	384,250
1,351,814	124,294	1,476,108	1,346,441	1,353,441	(122,667)	1,496,322
1,058,901	--	1,058,901	883,334	1,056,830	(2,071)	937,319
1,500,824	--	1,500,824	1,649,621	1,649,621	148,797	1,558,456
1,029,055	--	1,029,055	1,081,333	998,320	(30,735)	945,314
66,898	90,079	156,977	158,204	158,204	1,227	154,384
257,604	--	257,604	282,754	282,754	25,150	--
--	--	--	215,557	--	--	45,680
62,536,715	1,512,846	64,049,561	63,969,711	64,761,597	712,036	63,653,999
2,273,916	--	2,273,916	1,991,502	2,354,618	80,702	2,340,979
979,067	--	979,067	925,196	987,601	8,534	905,372
--	--	--	--	--	--	35,620
1,170,594	--	1,170,594	1,129,765	1,121,462	(49,132)	1,197,353
641,811	--	641,811	561,492	650,902	9,091	612,993
5,065,388	--	5,065,388	4,607,955	5,114,583	49,195	5,092,317
67,602,103	1,512,846	69,114,949	68,577,666	69,876,180	761,231	68,746,316
1,451,481	--	1,451,481	1,440,834	1,491,817	40,336	1,590,109
571	--	571	--	6,000	5,429	--
869,176	--	869,176	1,101,168	1,101,168	231,992	1,091,863
298,430	--	298,430	294,921	294,921	(3,509)	311,386
692,035	--	692,035	679,156	698,092	6,057	659,741
37,090,767	342,878	37,433,645	36,658,543	37,169,060	(264,585)	33,450,150
1,877,250	--	1,877,250	1,440,156	1,855,156	(22,094)	1,340,913
729	--	729	--	4,000	3,271	--
168,297	226,615	394,912	413,116	413,116	18,204	362,244
145,648	--	145,648	129,294	137,176	(8,472)	135,425
212,082	--	212,082	226,169	226,169	14,087	206,576
2,125,088	(86,132)	2,038,956	2,020,422	1,995,422	(43,534)	1,886,270
44,931,554	483,361	45,414,915	44,403,779	45,392,097	(22,818)	41,034,677

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

	Actual GAAP Expenditures					
	Personal Services	Materials & Supplies	Contractual Services	Other Charges	Capital Outlays	Reimbursements
Emergency management						
Emergency management	53,855	42,092	40,181	185,902	--	--
Total emergency management	<u>53,855</u>	<u>42,092</u>	<u>40,181</u>	<u>185,902</u>	<u>--</u>	<u>--</u>
Inspections	<u>1,240,200</u>	<u>4,454</u>	<u>62,625</u>	<u>335,545</u>	<u>--</u>	<u>(288,468)</u>
Streets						
Office and yard	542,533	23,133	69,273	290,013	--	(725,605)
Street reconstruction	576,468	970,305	844,901	161,604	--	--
Asphalt rework and construction	2,352,495	2,470,440	153,175	776,400	246,533	(81,360)
Utility cut repairs	212,132	217,590	28,939	41,664	--	(716,938)
Asphalt maintenance	--	--	--	--	--	--
Traffic signals	509,016	121,542	127,435	120,672	287,085	(1,559)
Traffic engineering	412,912	6,793	9,674	84,040	--	(91,222)
Street lighting	--	--	3,569,493	8,160	--	--
Harbor Bridge Lighting	--	--	--	598,000	--	--
Residential traffic management	--	--	30,686	--	--	--
Signs and markings	481,786	233,178	97,934	134,128	--	(10,843)
Total streets	<u>5,087,342</u>	<u>4,042,981</u>	<u>4,931,510</u>	<u>2,214,681</u>	<u>533,618</u>	<u>(1,627,527)</u>
Solid Waste						
Solid waste office	435,194	19,447	222,878	286,533	--	--
J.C. Elliot Transfer Station	1,075,875	277,399	262,904	143,101	--	--
Refuse collection	3,220,706	1,319,389	1,002,641	639,055	4,351,521	--
Refuse disposal	1,428	53,859	142,400	191,414	--	--
Brush collection	1,512,426	396,832	426,493	341,496	--	--
Recycling collection	430,170	27,352	23,200	140,181	--	--
Graffiti clean-up project	--	--	--	--	--	--
Elliot Closure/Postclosure exp	--	73	108,941	--	--	--
Cefe Valenzuela landfill operation	243,249	18,056	4,999,140	104,553	--	--
Total solid waste	<u>6,919,048</u>	<u>2,112,407</u>	<u>7,188,597</u>	<u>1,846,333</u>	<u>4,351,521</u>	<u>--</u>
Health						
Administration and special programs	539,653	18,172	77,429	166,467	--	--
T.B. Clinic - Health Department	44,818	257	4,551	3,444	--	--
Immunization and venereal disease	107,928	953	8,223	14,040	--	--
Vital statistics	98,154	18,304	30,441	15,935	--	--
Nursing	299,972	4,130	18,967	27,168	--	--
Environmental health	299,202	14,161	30,426	33,688	--	--
STD clinic	99,646	1,525	795	6,732	--	--
Vector control	231,288	38,970	4,703	117,480	--	--
Laboratory	120,474	808	4,740	10,385	--	--
Low cost spay neuter clinic	98,236	51,586	57,698	80	--	--
Mental health	--	--	54,000	--	--	--
Animal control	686,294	113,314	216,347	319,719	--	--
Health office building	91,014	26,537	252,532	67,331	--	--
Total health	<u>2,716,679</u>	<u>288,717</u>	<u>760,852</u>	<u>782,469</u>	<u>--</u>	<u>--</u>

(Continued)

City of Corpus Christi, Texas

Exhibit 6-C
(Continued)

Total Expenditures	Adjustments Budget Basis	2011 Actual Budget Basis	Budget		Variance Final Budget Positive (Negative)	2010 Actual Budget Basis
			Original	Final		
322,030	--	322,030	419,105	411,224	89,194	381,965
322,030	--	322,030	419,105	411,224	89,194	381,965
1,354,356	317,663	1,672,019	1,833,003	1,747,806	75,787	1,742,149
199,347	725,605	924,952	1,040,318	971,588	46,636	1,175,867
2,553,278	82,537	2,635,815	3,340,955	3,860,595	1,224,780	--
5,917,683	281,243	6,198,926	6,004,356	6,425,657	226,731	1,671,851
(216,613)	727,107	510,494	461,772	485,621	(24,873)	367,439
--	--	--	--	--	--	6,304,790
1,164,191	5,064	1,169,255	1,189,320	1,211,190	41,935	1,197,551
422,197	91,222	513,419	587,801	545,348	31,929	517,056
3,577,653	--	3,577,653	3,421,435	3,442,935	(134,718)	3,465,351
598,000	--	598,000	--	598,000	--	--
30,686	--	30,686	--	25,000	(5,686)	35,792
936,183	10,843	947,026	1,088,270	1,156,575	209,549	1,147,119
15,182,605	1,923,621	17,106,226	17,134,227	18,722,509	1,616,283	15,882,816
964,052	--	964,052	1,012,595	1,058,638	94,586	1,080,099
1,759,279	701,910	2,461,189	2,323,789	2,326,789	(134,400)	1,597,488
10,533,312	(1,590,951)	8,942,361	8,288,817	8,743,087	(199,274)	5,991,667
389,101	--	389,101	428,864	501,139	112,038	5,178,325
2,677,247	266,907	2,944,154	2,416,914	2,861,044	(83,110)	2,696,442
620,903	--	620,903	717,082	717,082	96,179	1,088,171
--	--	--	--	--	--	200,394
109,014	--	109,014	120,000	269,352	160,338	71,859
5,364,998	3,127,123	8,492,121	7,701,821	7,852,417	(639,704)	4,402,093
22,417,906	2,504,989	24,922,895	23,009,882	24,329,548	(593,347)	22,306,538
801,721	--	801,721	809,770	775,168	(26,553)	823,413
53,070	--	53,070	70,161	53,704	634	99,788
131,144	--	131,144	133,813	134,413	3,269	86,520
162,834	--	162,834	168,503	148,388	(14,446)	141,462
350,237	--	350,237	417,506	357,196	6,959	562,077
377,477	--	377,477	404,450	372,825	(4,652)	440,963
108,698	--	108,698	110,733	110,733	2,035	109,332
392,441	--	392,441	403,776	390,200	(2,241)	420,188
136,407	--	136,407	147,066	130,607	(5,800)	152,373
207,600	--	207,600	192,889	194,199	(13,401)	164,049
54,000	--	54,000	54,000	54,000	--	54,000
1,335,674	4,210	1,339,884	1,315,880	1,306,986	(32,898)	1,365,972
437,414	--	437,414	401,593	430,116	(7,298)	394,737
4,548,717	4,210	4,552,927	4,630,140	4,458,535	(94,392)	4,814,874

City of Corpus Christi, Texas

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

	Actual GAAP Expenditures					
	Personal Services	Materials & Supplies	Contractual Services	Other Charges	Capital Outlays	Reimbursements
Parks and recreation						
Director of parks and recreation	703,103	6,418	62,970	120,209	--	--
Park operation	2,473,778	409,835	113,240	1,401,407	36,168	(264,000)
Park construction	364,718	15,878	999	29,800	--	(62,600)
Program services admin	270,247	6,144	18,779	173,684	--	--
Senior community services	680,778	12,427	321,785	168,966	--	--
Athletics	320,928	30,754	156,409	139,064	27,283	--
Aquatics	478,486	107,003	151,481	174,912	--	--
Recreation centers	190,933	35,010	131,574	--	--	--
Multicultural center	91,946	14,299	43,861	15,016	--	(106,870)
Latchkey program	1,545,686	103,542	69,301	398,959	--	--
Arts subgranting	--	--	--	--	--	--
Beach maintenance/safety	--	4,382	--	--	--	(2,515)
Beach parking permits	44,271	4,411	58,588	17,115	--	(71,452)
Beach maintenance and operations	225,325	85,705	316,174	123,368	--	(437,916)
Tennis center operations	--	12,497	190,644	26,761	--	--
Assessment center	--	--	--	--	--	--
Corpus Christi Independent School District	--	--	4,513	--	--	--
Coliseum	--	--	380,464	--	--	--
Volunteer center	--	--	10,000	--	--	--
Tourist district	663,629	96,256	226,943	145,041	103,269	--
City youth sports	--	--	--	--	--	--
Natatorium	--	--	153,603	--	--	--
Total parks and recreation	<u>8,053,828</u>	<u>944,561</u>	<u>2,411,328</u>	<u>2,934,302</u>	<u>166,720</u>	<u>(945,353)</u>
Libraries						
Central	1,036,606	471,718	294,112	240,769	--	--
Anita & W.T. Neyland Branch	245,818	5,334	60,785	70,238	--	--
Greenwood Branch	205,059	2,725	48,899	54,876	--	--
Northwest Branch	236,369	4,455	39,255	59,561	--	--
Janet F. Harte Branch	182,456	5,053	64,280	65,790	--	--
Dr. Clotilde P. Garcia Branch	196,331	4,639	70,325	40,457	--	--
Total libraries	<u>2,102,639</u>	<u>493,924</u>	<u>577,656</u>	<u>531,691</u>	<u>--</u>	<u>--</u>
Museums						
Museum of Science and History	840,411	15,205	314,551	340,250	--	--
Columbus ships	112,972	14,121	33,000	13,824	--	--
Total museums	<u>953,383</u>	<u>29,326</u>	<u>347,551</u>	<u>354,074</u>	<u>--</u>	<u>--</u>
Community enrichment						
Sister City program	--	2,427	5,335	10,614	--	--
Debt service						
Principal retired	--	--	--	3,425,565	--	--
Interest	--	--	--	346,812	--	--
Total debt service	<u>--</u>	<u>--</u>	<u>--</u>	<u>3,772,377</u>	<u>--</u>	<u>--</u>
Total expenditures	<u>\$ 129,039,307</u>	<u>\$ 10,800,113</u>	<u>\$ 26,780,526</u>	<u>\$ 29,493,769</u>	<u>\$ 6,346,078</u>	<u>\$ (7,603,420)</u>

City of Corpus Christi, Texas

Exhibit 6-C
(Continued)

Total Expenditures	Adjustments Budget Basis	2011 Actual Budget Basis	Budget		Variance Final Budget Positive (Negative)	2010 Actual Budget Basis
			Original	Final		
892,700	--	892,700	881,819	901,764	9,064	825,120
4,170,428	311,091	4,481,519	4,664,681	4,511,553	30,034	4,865,703
348,795	62,600	411,395	409,427	414,021	2,626	308,590
468,854	--	468,854	487,416	481,437	12,583	475,409
1,183,956	--	1,183,956	1,168,160	1,163,395	(20,561)	1,192,222
674,438	(22,562)	651,876	723,999	699,750	47,874	778,116
911,882	--	911,882	951,779	946,413	34,531	991,267
357,517	--	357,517	359,973	356,392	(1,125)	512,100
58,252	106,870	165,122	208,608	207,528	42,406	247,752
2,117,488	4,811	2,122,299	2,426,620	2,414,337	292,038	2,277,726
--	--	--	--	--	--	36,812
1,867	2,515	4,382	4,390	4,390	8	4,227
52,933	71,452	124,385	130,924	130,924	6,539	116,606
312,656	455,329	767,985	789,533	782,756	14,771	859,736
229,902	--	229,902	225,335	225,335	(4,567)	231,426
--	--	--	--	--	--	48,348
4,513	--	4,513	50,000	27,024	22,511	7,355
380,464	--	380,464	--	455,896	75,432	331,469
10,000	--	10,000	10,000	10,000	--	23,594
1,235,138	(92,062)	1,143,076	1,376,870	1,448,004	304,928	977,847
--	--	--	--	--	--	--
153,603	--	153,603	150,532	153,508	(95)	504,742
<u>13,565,386</u>	<u>900,044</u>	<u>14,465,430</u>	<u>15,020,066</u>	<u>15,334,427</u>	<u>868,997</u>	<u>15,616,167</u>
2,043,205	--	2,043,205	2,094,349	2,137,414	94,209	2,222,329
382,175	--	382,175	410,998	405,814	23,639	391,740
311,559	--	311,559	394,701	357,483	45,924	378,913
339,640	--	339,640	358,443	344,491	4,851	336,442
317,579	--	317,579	332,469	329,850	12,271	321,599
311,752	--	311,752	313,494	321,418	9,666	293,559
<u>3,705,910</u>	<u>--</u>	<u>3,705,910</u>	<u>3,904,454</u>	<u>3,896,470</u>	<u>190,560</u>	<u>3,944,582</u>
1,510,417	--	1,510,417	1,527,636	1,530,011	19,594	1,547,675
173,917	--	173,917	150,614	190,609	16,692	137,054
<u>1,684,334</u>	<u>--</u>	<u>1,684,334</u>	<u>1,678,250</u>	<u>1,720,620</u>	<u>36,286</u>	<u>1,684,729</u>
18,376	--	18,376	18,000	18,000	(376)	17,959
3,425,565	(3,425,565)	--	--	--	--	--
346,812	(346,812)	--	--	--	--	--
<u>3,772,377</u>	<u>(3,772,377)</u>	<u>--</u>	<u>--</u>	<u>--</u>	<u>--</u>	<u>--</u>
<u>\$ 194,856,373</u>	<u>\$ 6,769,732</u>	<u>\$ 201,626,105</u>	<u>\$ 201,248,605</u>	<u>\$ 205,525,014</u>	<u>\$ 3,898,909</u>	<u>\$ 196,614,443</u>



City of
Corpus
Christi

Debt Service Fund

Debt Service Fund – Also known as the *Interest and Sinking Fund*. Was established to account for funds needed to make principal and interest payments on outstanding bonds when due.

Exhibit 7-A

**DEBT SERVICE FUND
COMPARATIVE BALANCE SHEETS
JULY 31, 2011 AND 2010**

ASSETS	<u>2011</u>	<u>2010</u>
Cash and cash equivalents	\$ 9,445,132	\$ 1,870,302
Investments	4,987,000	10,027,133
Receivables		
Taxes	1,836,181	2,033,726
Accrued interest	5,525	13,260
Intergovernmental	--	22,357
Allowance for uncollectibles	(1,082,712)	(1,305,299)
Net receivables	<u>758,994</u>	<u>764,044</u>
Total assets	<u><u>\$ 15,191,126</u></u>	<u><u>\$ 12,661,479</u></u>
 LIABILITIES AND FUND BALANCE 		
Liabilities		
Accounts payable	\$ 750	\$ 9,533
Deferred revenues		
Taxes	<u>753,469</u>	<u>728,427</u>
Total liabilities	<u>754,219</u>	<u>737,960</u>
Fund balance		
Restricted		
Debt service	624,587	651,577
Committed		
Debt service	<u>13,812,320</u>	<u>11,271,942</u>
Total fund balances	<u>14,436,907</u>	<u>11,923,519</u>
Total liabilities and fund balances	<u><u>\$ 15,191,126</u></u>	<u><u>\$ 12,661,479</u></u>

DEBT SERVICE FUND
SCHEDULE OF REVENUES, EXPENDITURES AND CHANGES IN FUND BALANCE -
BUDGET (GAAP BASIS) AND ACTUAL
YEAR ENDED JULY 31, 2011
WITH COMPARATIVE TOTALS FOR YEAR ENDED JULY 31, 2010

	<u>Budget</u>		<u>2011 Actual</u>	<u>Variance</u>
	<u>Original</u>	<u>Final</u>		<u>Final Budget Positive (Negative)</u>
Revenues				
Ad valorem taxes	\$ 25,935,928	\$ 25,935,928	\$ 27,221,210	\$ 1,285,282
Earnings on investments	41,032	41,032	46,764	5,732
Payments from Lexington Museum Association	275,647	275,647	275,647	--
Payments from Texas State Aquarium	373,232	373,232	373,232	--
Miscellaneous	--	--	10,000	10,000
Total revenues	<u>26,625,839</u>	<u>26,625,839</u>	<u>27,926,853</u>	<u>1,301,014</u>
Expenditures				
Debt service				
Principal retirement	17,595,294	17,595,294	17,725,294	(130,000)
Interest	14,676,141	14,676,141	14,649,639	26,502
Paying agent fees	20,000	20,000	17,699	2,301
Total expenditures	<u>32,291,435</u>	<u>32,291,435</u>	<u>32,392,632</u>	<u>(101,197)</u>
Deficiency of revenues under expenditures	(5,665,596)	(5,665,596)	(4,465,779)	1,199,817
Other financing sources				
Transfers in from				
General fund	4,991,414	4,991,414	4,821,415	(169,999)
Marina fund	19,069	19,069	19,069	--
Utility system fund	98,145	98,145	98,145	--
Airport fund	37,851	37,851	37,851	--
Golf centers fund	11,007	11,007	11,007	--
Hotel occupancy tax fund	1,991,680	1,991,680	1,991,680	--
Total other financing sources	<u>7,149,166</u>	<u>7,149,166</u>	<u>6,979,167</u>	<u>(169,999)</u>
Net change in fund balance	1,483,570	1,483,570	2,513,388	1,029,818
Fund balance at beginning of year	<u>11,923,519</u>	<u>11,923,519</u>	<u>11,923,519</u>	<u>--</u>
Fund balance at end of year	<u>\$ 13,407,089</u>	<u>\$ 13,407,089</u>	<u>\$ 14,436,907</u>	<u>\$ 1,029,818</u>

Exhibit 7-B

2010
Actual
\$ 27,345,690
89,492
272,796
361,107
--
<u>28,069,085</u>
19,485,000
14,313,227
18,940
<u>33,817,167</u>
(5,748,082)
4,676,897
18,917
133,644
204,450
10,919
2,492,473
<u>7,537,300</u>
1,789,218
<u>10,134,301</u>
<u>\$ 11,923,519</u>



City of
Corpus
Christi

Non-major Governmental Funds



City of
Corpus
Christi

NON-MAJOR GOVERNMENTAL FUNDS
COMBINING BALANCE SHEET
JULY 31, 2011

	Special Revenue Funds	Capital Projects Funds	Debt Service Fund	
			Corpus Christi Business and Job Development Corporation	Eliminations
ASSETS				
Cash and cash equivalents	\$ 24,808,311	\$ 59,154,580	\$ 5,331,720	\$ --
Investments	29,005,080	25,004,500	--	--
Receivables, net of allowance for uncollectibles	28,240,173	4,535,369	--	--
Due from other funds	102,238	--	--	--
Inventories	19,428	--	--	--
Prepaid items	368,136	--	--	--
Advances to other funds	577,350	--	--	--
Other assets	253,583	--	--	--
	<u> </u>	<u> </u>	<u> </u>	<u> </u>
Total assets	\$ 83,374,299	\$ 88,694,449	\$ 5,331,720	\$ --
LIABILITIES AND FUND BALANCES				
Liabilities				
Accounts payable	\$ 2,194,154	\$ 5,231,600	\$ --	\$ --
Accrued liabilities	545,988	--	--	--
Contractor interest and retainage payable	9,957	1,343,355	--	--
Deposits	739,223	353,400	--	--
Due to other funds	674,086	--	--	--
Due to other governmental agencies	219,729	--	--	--
Deferred revenues	3,497,073	527,131	--	--
Total liabilities	<u>7,880,210</u>	<u>7,455,486</u>	<u>--</u>	<u>--</u>
Fund balances				
Nonspendable				
Inventory	19,428	--	--	--
Prepaid items	294,185	--	--	--
Advances to other funds	577,350	--	--	--
Total nonspendable	<u>890,963</u>	<u>--</u>	<u>--</u>	<u>--</u>
Restricted				
Tourism (HOT)	1,260,912	--	--	--
Traffic safety programs	28,850	--	--	--
Senior Community Services	19,533	--	--	--
Law enforcement	795,832	--	--	--
CDBG projects	858,434	--	--	--
Parks and recreation	1,487,032	--	--	--
Libraries	8	--	--	--
Community enrichment	12,853	--	--	--
Infrastructure	1,448,878	--	--	--
Loans	16,993,702	--	--	--

(Continued)

Exhibit 8-A

Total

\$	89,294,611
	54,009,580
	32,775,542
	102,238
	19,428
	368,136
	577,350
	253,583
	<hr/>

\$	177,400,468
	<hr/> <hr/>

\$	7,425,754
	545,988
	1,353,312
	1,092,623
	674,086
	219,729
	4,024,204
	<hr/>
	15,335,696

	19,428
	294,185
	577,350
	<hr/>
	890,963

	1,260,912
	28,850
	19,533
	795,832
	858,434
	1,487,032
	8
	12,853
	1,448,878
	16,993,702

City of Corpus Christi, Texas

NON-MAJOR GOVERNMENTAL FUNDS
COMBINING BALANCE SHEET
JULY 31, 2011

	Special Revenue Funds	Capital Projects Funds	Debt Service Fund Corpus Christi Business and Job Development Corporation	Eliminations
Crime control and prevention	1,977,677	--	--	--
Seawall improvement	20,702,123	--	--	--
Arena facility	11,292,590	--	--	--
Economic development	11,088,502	--	--	--
North Padre Island development	4,567,506	--	--	--
Downtown development	206,651	--	--	--
Debt service	1,500,000	--	5,331,720	--
Capital projects	26,124	70,969,215	--	--
Total restricted	<u>74,267,207</u>	<u>70,969,215</u>	<u>5,331,720</u>	--
Committed				
Sister City programs	1,156	--	--	--
Permanent art projects	160,504	--	--	--
Development projects	198,754	--	--	--
Local Emergency Planning Committee	30,040	--	--	--
Capital projects	--	8,413,784	--	--
Total committed	<u>390,454</u>	<u>8,413,784</u>	--	--
Assigned				
Loans	--	--	--	--
Housing	145,946	--	--	--
Industrial development	68,655	--	--	--
Capital projects	--	1,855,964	--	--
Total assigned	<u>214,601</u>	<u>1,855,964</u>	--	--
Unassigned	<u>(269,136)</u>	--	--	--
Total fund balances	<u>75,494,089</u>	<u>81,238,963</u>	<u>5,331,720</u>	--
Total liabilities and fund balances	<u>\$ 83,374,299</u>	<u>\$ 88,694,449</u>	<u>\$ 5,331,720</u>	<u>\$ --</u>

Exhibit 8-A
(Continued)

Total
1,977,677
20,702,123
11,292,590
11,088,502
4,567,506
206,651
6,831,720
70,995,339
<u>150,568,142</u>
1,156
160,504
198,754
30,040
8,413,784
<u>8,804,238</u>
--
145,946
68,655
1,855,964
<u>2,070,565</u>
(269,136)
<u>162,064,772</u>
<u>\$ 177,400,468</u>

NON-MAJOR GOVERNMENTAL FUNDS
COMBINING STATEMENT OF REVENUES, EXPENDITURES AND CHANGES IN FUND BALANCE
YEAR ENDED JULY 31, 2011

	Special Revenue Funds	Capital Projects Funds	Debt Service Fund Corpus Christi Business and Job Development Corporation	Eliminations
Revenues				
Taxes and business fees	\$ 35,511,716	\$ --	\$ --	\$ --
Grants	23,684,022	--	--	--
Charges for services	4,901,015	--	--	--
Fines and forfeitures	1,365,084	--	--	--
Contributions and donations	2,810,283	4,323,206	--	--
Special assessments	--	683,087	--	--
Earnings on investments	160,556	303,097	3,416	--
Interest on loans	85,188	--	--	--
Sale of city property	9,786	--	--	--
Claim settlement	--	325,395	--	--
Miscellaneous	132,295	31,410	--	--
Total revenues	<u>68,659,945</u>	<u>5,666,195</u>	<u>3,416</u>	<u>--</u>
Expenditures				
Current				
General government	--	1,856,255	--	--
Police and municipal court	10,710,937	--	--	--
Fire and ambulance	1,175,963	--	--	--
Emergency management	182,166	--	--	--
Streets	47,276	--	--	--
Solid waste	8,957	--	--	--
Health	2,174,066	--	--	--
Parks and recreation	3,343,745	--	--	--
Libraries	536,830	--	--	--
Museums	30,187	--	--	--
Community enrichment	4,677,063	--	--	--
Community development	9,119,032	--	--	--
Convention and visitors activities	10,449,447	--	--	--
Other	--	--	--	--
Capital projects	6,147,278	44,972,651	--	--
Debt service				
Principal retirement	575,000	--	4,720,000	--
Interest	576,788	--	4,542,403	--
Paying agent fees	5,570	--	1,740	--
Interest on interfund borrowings	2,489	--	--	--
Total expenditures	<u>49,762,794</u>	<u>46,828,906</u>	<u>9,264,143</u>	<u>--</u>
Excess (deficiency) of revenues over (under) expenditures	18,897,151	(41,162,711)	(9,260,727)	--
Other financing sources (uses)				
Transfers in	489,861	3,820,107	9,269,402	(13,089,509)
Transfers out	(15,463,168)	--	--	13,089,509
Total other financing sources (uses)	<u>(14,973,307)</u>	<u>3,820,107</u>	<u>9,269,402</u>	<u>--</u>
Net change in fund balances	3,923,844	(37,342,604)	8,675	--
Fund balances at beginning of year	<u>71,570,245</u>	<u>118,581,567</u>	<u>5,323,045</u>	<u>--</u>
Fund balances at end of year	<u>\$ 75,494,089</u>	<u>\$ 81,238,963</u>	<u>\$ 5,331,720</u>	<u>\$ --</u>

Exhibit 8-B

<u>Total</u>	
\$	35,511,716
	23,684,022
	4,901,015
	1,365,084
	7,133,489
	683,087
	467,069
	85,188
	9,786
	325,395
	163,705
	<u>74,329,556</u>
	1,856,255
	10,710,937
	1,175,963
	182,166
	47,276
	8,957
	2,174,066
	3,343,745
	536,830
	30,187
	4,677,063
	9,119,032
	10,449,447
	--
	51,119,929
	5,295,000
	5,119,191
	7,310
	2,489
	<u>105,855,843</u>
	(31,526,287)
	489,861
	<u>(2,373,659)</u>
	<u>(1,883,798)</u>
	(33,410,085)
	<u>195,474,857</u>
\$	<u><u>162,064,772</u></u>



City of
Corpus
Christi

Special Revenue Funds

Special Revenue Funds

Special Revenue Funds are used to account for resources allocated to specific purposes. A special revenue fund continues in existence as long as governmental resources are allocated to its specific purpose.

Visitors Facilities Fund – This fund records revenues and expenditures related to the Convention Center, Arena, and other tourist-related activities.

Hotel Occupancy Tax Fund – This fund accounts for revenues and expenditures of the hotel/motel occupancy taxes.

Red Light Photo Enforcement Fund – This fund was established to record revenues and expenditures related to red light camera violations.

Federal/State Grants Fund – This fund was established to account for grant programs.

Community Enrichment Fund – This fund was established to record revenues and expenditures for community enrichment programs and activities not in the General Fund.

Infrastructure Fund – This fund was established to record revenues and expenditures related to developers' participation in the enhancement of streets and roads in neighborhood subdivisions.

Local Emergency Planning Committee – This fund was established by Interlocal Agreement between the County of Nueces, City of Corpus Christi, and the Port of Corpus Christi Authority for the purposes of implementing the federally mandated plan and required training under the Community Right-To-Know Act.

Corpus Christi Community Improvement Corporation – This fund accounts for revenues and expenditures of the Corpus Christi Community Improvement Corporation.

Corpus Christi Housing Finance Corporation – This fund accounts for revenues and expenditures of the Corpus Christi Housing Finance Corporation.

Corpus Christi Industrial Development Corporation – This fund accounts for revenues and expenditures of the Corpus Christi Industrial Development Corporation.

Corpus Christi Crime Control and Prevention District – This fund is a public non-profit corporation created under State law to provide for funding of public safety programs.

Corpus Christi Business and Job Development Corporation – This fund is a public non-profit corporation created under Section 4A of the Development Corporation Act of the State of Texas, to provide funding of voter approved capital improvement programs for the seawall, the arena, and the baseball stadium; for the promotion and development of new and expanded business enterprises; and for assisting qualified citizens with affordable housing.

North Padre Island Development Corporation - This fund accounts for the facilitation of development of land within the boundaries of the Tax Increment Zone No. 2. The fund is utilized for Packery Channel development and improvement projects within the Zone.

Reinvestment Zone # 3, City of Corpus Christi, Texas - This fund accounts for the facilitation of development of land within the boundaries of the Tax Increment Zone No. 3. The fund is utilized for downtown development and improvement projects within the Zone.



City of
Corpus
Christi

City of Corpus Christi, Texas

**SPECIAL REVENUE FUNDS
COMBINING BALANCE SHEET
JULY 31, 2011
WITH COMPARATIVE TOTALS FOR JULY 31, 2010**

ASSETS	Visitors Facilities	Hotel Occupancy Tax	Redlight Photo Enforcement	Federal/ State Grants
Cash and cash equivalents	\$ 554,380	\$ --	\$ 319,331	\$ --
Investments	--	--	--	--
Receivables				
Accounts	545,438	1,848,797	--	33,669
Mortgages and loans	--	--	--	--
Demolition liens	--	--	--	890,464
Special assessments	--	--	--	7,172
Employees	--	--	--	2,340
Intergovernmental	--	--	--	8,251,233
Allowance for uncollectibles	(343,383)	(20,182)	--	(854,783)
Net receivables	<u>202,055</u>	<u>1,828,615</u>	<u>--</u>	<u>8,330,095</u>
Due from other funds	--	--	--	811,546
Inventories	19,428	--	--	--
Prepaid Items	294,185	--	--	--
Advances to other funds	--	--	--	--
Other assets	<u>--</u>	<u>--</u>	<u>--</u>	<u>253,583</u>
 Total assets	 <u>\$ 1,070,048</u>	 <u>\$ 1,828,615</u>	 <u>\$ 319,331</u>	 <u>\$ 9,395,224</u>

LIABILITIES AND FUND BALANCES

Liabilities				
Accounts payable	\$ 369,570	\$ 16,115	\$ 90,084	\$ 1,505,094
Accrued liabilities	207,419	--	4,099	160,396
Contractor interest and retainage payable	--	--	--	9,957
Deposits	250	--	--	381,440
Due to other funds	--	551,588	--	2,571,146
Due to other governmental agencies	--	--	196,298	23,431
Deferred revenues				
Demolition liens and other	--	--	--	45,193
Asset seizure and forfeiture	--	--	--	44,482
Grants	--	--	--	2,944,670
Texas Commission on Environmental Quality	--	--	--	32,410
Other	412,318	--	--	--
Total deferred revenues	<u>412,318</u>	<u>--</u>	<u>--</u>	<u>3,066,755</u>
Total liabilities	<u>989,557</u>	<u>567,703</u>	<u>290,481</u>	<u>7,718,219</u>

(Continued)

City of Corpus Christi, Texas

Exhibit 9-A

<u>Community Enrichment</u>	<u>Infrastructure</u>	<u>Local Emergency Planning Committee</u>	<u>Corpus Christi Community Improvement Corporation</u>	<u>Corpus Christi Housing Finance Corporation</u>	<u>Corpus Christi Industrial Development Corporation</u>
\$ 1,861,037	\$ 1,449,095	\$ 54,997	\$ 76,574	\$ 145,946	\$ 68,655
--	--	--	--	--	--
--	--	--	501,423	--	--
--	--	--	14,961,639	--	--
--	--	--	--	--	--
--	--	--	--	--	--
--	--	--	460,588	--	--
--	--	--	(343,024)	--	--
<u>--</u>	<u>--</u>	<u>--</u>	<u>15,580,626</u>	<u>--</u>	<u>--</u>
--	--	--	2,673,384	--	--
--	--	--	--	--	--
--	--	--	--	--	--
--	--	--	--	577,350	--
<u>--</u>	<u>--</u>	<u>--</u>	<u>--</u>	<u>--</u>	<u>--</u>
<u>\$ 1,861,037</u>	<u>\$ 1,449,095</u>	<u>\$ 54,997</u>	<u>\$ 18,330,584</u>	<u>\$ 723,296</u>	<u>\$ 68,655</u>
\$ 13,826	\$ 217	\$ 4,836	\$ 45,305	\$ --	\$ --
--	--	2,121	--	--	--
--	--	--	--	--	--
--	--	--	357,533	--	--
--	--	--	934,044	--	--
--	--	--	--	--	--
--	--	--	--	--	--
--	--	--	--	--	--
--	--	--	--	--	--
<u>--</u>	<u>--</u>	<u>18,000</u>	<u>--</u>	<u>--</u>	<u>--</u>
<u>--</u>	<u>--</u>	<u>18,000</u>	<u>--</u>	<u>--</u>	<u>--</u>
13,826	217	24,957	1,336,882	--	--

City of Corpus Christi, Texas

**SPECIAL REVENUE FUNDS
COMBINING BALANCE SHEET
JULY 31, 2011
WITH COMPARATIVE TOTALS FOR JULY 31, 2010**

	<u>Visitors Facilities</u>	<u>Hotel Occupancy Tax</u>	<u>Redlight Photo Enforcement</u>	<u>Federal/ State Grants</u>
Fund balances				
Nonspendable				
Inventory	19,428	--	--	--
Prepaid items	294,185	--	--	--
Advances to other funds	--	--	--	--
Total nonspendable	<u>313,613</u>	<u>--</u>	<u>--</u>	<u>--</u>
Restricted				
Tourism (HOT)	--	1,260,912	--	--
Traffic safety programs	--	--	28,850	--
Senior Community Services	--	--	--	19,533
Law enforcement	--	--	--	795,832
CDBG projects	--	--	--	858,434
Parks and recreation	--	--	--	235
Libraries	--	--	--	8
Community enrichment	--	--	--	12,853
Infrastructure	--	--	--	--
Loans	--	--	--	--
Crime control and prevention	--	--	--	--
Seawall improvement	--	--	--	--
Arena facility	--	--	--	--
Economic development	--	--	--	--
North Padre Island development	--	--	--	--
Downtown development	--	--	--	--
Debt service	--	--	--	--
Capital projects	26,124	--	--	--
Total restricted	<u>26,124</u>	<u>1,260,912</u>	<u>28,850</u>	<u>1,686,895</u>
Committed				
Naming rights capital projects	--	--	--	--
Sister City programs	--	--	--	--
Park projects	--	--	--	--
Permanent art projects	--	--	--	--
Development projects	--	--	--	--
Local Emergency Planning Committee	--	--	--	--
Total committed	<u>--</u>	<u>--</u>	<u>--</u>	<u>--</u>
Assigned				
Loans	--	--	--	--
Housing	--	--	--	--
Industrial development	--	--	--	--
Total assigned	<u>--</u>	<u>--</u>	<u>--</u>	<u>--</u>
Unassigned	(259,246)	--	--	(9,890)
Total fund balances	<u>80,491</u>	<u>1,260,912</u>	<u>28,850</u>	<u>1,677,005</u>
Total liabilities and fund balances	<u>\$ 1,070,048</u>	<u>\$ 1,828,615</u>	<u>\$ 319,331</u>	<u>\$ 9,395,224</u>

(Continued)

City of Corpus Christi, Texas

Exhibit 9-A
(Continued)

<u>Community Enrichment</u>	<u>Infrastructure</u>	<u>Local Emergency Planning Committee</u>	<u>Corpus Christi Community Improvement Corporation</u>	<u>Corpus Christi Housing Finance Corporation</u>	<u>Corpus Christi Industrial Development Corporation</u>
--	--	--	--	--	--
--	--	--	--	--	--
--	--	--	--	577,350	--
--	--	--	--	577,350	--
--	--	--	--	--	--
--	--	--	--	--	--
--	--	--	--	--	--
--	--	--	--	--	--
1,486,797	--	--	--	--	--
--	--	--	--	--	--
--	1,448,878	--	--	--	--
--	--	--	16,993,702	--	--
--	--	--	--	--	--
--	--	--	--	--	--
--	--	--	--	--	--
--	--	--	--	--	--
--	--	--	--	--	--
--	--	--	--	--	--
1,486,797	1,448,878	--	16,993,702	--	--
--	--	--	--	--	--
1,156	--	--	--	--	--
--	--	--	--	--	--
160,504	--	--	--	--	--
198,754	--	--	--	--	--
--	--	30,040	--	--	--
360,414	--	30,040	--	--	--
--	--	--	--	--	--
--	--	--	--	145,946	--
--	--	--	--	--	68,655
--	--	--	--	145,946	68,655
--	--	--	--	--	--
1,847,211	1,448,878	30,040	16,993,702	723,296	68,655
\$ 1,861,037	\$ 1,449,095	\$ 54,997	\$ 18,330,584	\$ 723,296	\$ 68,655

**SPECIAL REVENUE FUNDS
COMBINING BALANCE SHEET
JULY 31, 2011
WITH COMPARATIVE TOTALS FOR JULY 31, 2010**

	<u>Corpus Christi Crime Control and Prevention District</u>	<u>Corpus Christi Business and Job Development Corporation</u>	<u>North Padre Island Development Corporation</u>	<u>Reinvestment Zone #3</u>
ASSETS				
Cash and cash equivalents	\$ 1,653,232	\$ 12,340,082	\$ 6,078,331	\$ 206,651
Investments	--	29,005,080	--	--
Receivables				
Accounts	--	4,609	--	--
Accrued interest	--	29,241	1,767	--
Mortgages and loans	--	--	--	--
Demolition liens	--	--	--	--
Special assessments	--	--	--	--
Employees	--	--	--	--
Intergovernmental	540,852	1,722,313	--	--
Miscellaneous	--	--	--	--
Allowance for uncollectibles	--	--	--	--
Net receivables	<u>540,852</u>	<u>1,756,163</u>	<u>1,767</u>	<u>--</u>
Due from other funds	--	--	--	--
Inventories	--	--	--	--
Prepaid Items	--	73,951	--	--
Advances to other funds	--	--	--	--
Other assets	--	--	--	--
	<u> </u>	<u> </u>	<u> </u>	<u> </u>
Total assets	<u>\$ 2,194,084</u>	<u>\$ 43,175,276</u>	<u>\$ 6,080,098</u>	<u>\$ 206,651</u>
LIABILITIES AND FUND BALANCES				
Liabilities				
Accounts payable	\$ 44,454	\$ 92,061	\$ 12,592	\$ --
Accrued liabilities	171,953	--	--	--
Contractor interest and retainage payable	--	--	--	--
Deposits	--	--	--	--
Due to other funds	--	--	--	--
Due to other governmental agencies	--	--	--	--
Deferred revenues				
Demolition liens and other	--	--	--	--
Asset seizure and forfeitures	--	--	--	--
Grants	--	--	--	--
Texas Commission on Environmental Quality	--	--	--	--
Other	--	--	--	--
Total deferred revenues	<u>--</u>	<u>--</u>	<u>--</u>	<u>--</u>
Total liabilities	<u>216,407</u>	<u>92,061</u>	<u>12,592</u>	<u>--</u>

(Continued)

City of Corpus Christi, Texas

**Exhibit 9-A
(Continued)**

<u>Eliminations</u>	<u>2011 Total</u>	<u>2010 Actual</u>
\$ --	\$ 24,808,311	\$ 20,053,460
--	29,005,080	33,070,379
--	2,933,936	2,927,671
--	31,008	21,158
--	14,961,639	16,149,967
--	890,464	802,718
--	7,172	7,536
--	2,340	2,340
--	10,974,986	8,214,110
--	--	25,990
--	(1,561,372)	(1,465,441)
--	<u>28,240,173</u>	<u>26,686,049</u>
(3,382,692)	102,238	111,428
--	19,428	21,814
--	368,136	410,571
--	577,350	575,623
--	<u>253,583</u>	<u>209,500</u>
<u>\$ (3,382,692)</u>	<u>\$ 83,374,299</u>	<u>\$ 81,138,824</u>
\$ --	\$ 2,194,154	\$ 2,794,647
--	545,988	511,386
--	9,957	4,511
--	739,223	653,563
(3,382,692)	674,086	1,930,602
--	219,729	178,798
--	45,193	74,395
--	44,482	32,630
--	2,944,670	2,422,928
--	32,410	44,436
--	<u>430,318</u>	<u>920,683</u>
--	<u>3,497,073</u>	<u>3,495,072</u>
(3,382,692)	<u>7,880,210</u>	<u>9,568,579</u>

City of Corpus Christi, Texas

**SPECIAL REVENUE FUNDS
COMBINING BALANCE SHEET
JULY 31, 2011
WITH COMPARATIVE TOTALS FOR JULY 31, 2010**

	<u>Corpus Christi Crime Control and Prevention District</u>	<u>Corpus Christi Business and Job Development Corporation</u>	<u>North Padre Island Development Corporation</u>	<u>Reinvestment Zone #3</u>
Fund balances				
Nonspendable				
Inventory	--	--	--	--
Prepaid items	--	--	--	--
Advances to other funds	--	--	--	--
Total nonspendable	<u>--</u>	<u>--</u>	<u>--</u>	<u>--</u>
Restricted				
Tourism (HOT)	--	--	--	--
Traffic safety programs	--	--	--	--
Senior Community Services	--	--	--	--
Law enforcement	--	--	--	--
CDBG projects	--	--	--	--
Parks and recreation	--	--	--	--
Libraries	--	--	--	--
Community enrichment	--	--	--	--
Infrastructure	--	--	--	--
Loans	--	--	--	--
Crime control and prevention	1,977,677	--	--	--
Seawall improvement	--	20,702,123	--	--
Arena facility	--	11,292,590	--	--
Economic development	--	11,088,502	--	--
North Padre Island development	--	--	4,567,506	--
Downtown development	--	--	--	206,651
Debt service	--	--	1,500,000	--
Capital projects	--	--	--	--
Total restricted	<u>1,977,677</u>	<u>43,083,215</u>	<u>6,067,506</u>	<u>206,651</u>
Committed				
Naming rights capital projects	--	--	--	--
Sister City programs	--	--	--	--
Permanent art projects	--	--	--	--
Development projects	--	--	--	--
Local Emergency Planning Committee	--	--	--	--
Total committed	<u>--</u>	<u>--</u>	<u>--</u>	<u>--</u>
Assigned				
Loans	--	--	--	--
Housing	--	--	--	--
Industrial development	--	--	--	--
Total assigned	<u>--</u>	<u>--</u>	<u>--</u>	<u>--</u>
Unassigned	<u>--</u>	<u>--</u>	<u>--</u>	<u>--</u>
Total fund balances	<u>1,977,677</u>	<u>43,083,215</u>	<u>6,067,506</u>	<u>206,651</u>
Total liabilities and fund balances	<u>\$ 2,194,084</u>	<u>\$ 43,175,276</u>	<u>\$ 6,080,098</u>	<u>\$ 206,651</u>

**Exhibit 9-A
(Continued)**

Eliminations	2011 Total	2010 Actual
--	19,428	21,814
--	294,185	410,571
--	577,350	575,623
--	<u>890,963</u>	<u>1,008,008</u>
--	1,260,912	--
--	28,850	55,527
--	19,533	19,533
--	795,832	437,612
--	858,434	734,175
--	1,487,032	1,589,611
--	8	8
--	12,853	12,853
--	1,448,878	1,594,436
--	16,993,702	17,701,742
--	1,977,677	1,883,857
--	20,702,123	18,402,682
--	11,292,590	9,933,202
--	11,088,502	10,327,690
--	4,567,506	6,858,697
--	206,651	50,400
--	1,500,000	1,500,000
--	26,124	100,000
--	<u>74,267,207</u>	<u>71,202,025</u>
--	--	340,662
--	1,156	1,154
--	160,504	160,301
--	198,754	123,187
--	30,040	51,703
--	<u>390,454</u>	<u>677,007</u>
--	--	--
--	145,946	29,768
--	68,655	68,579
--	214,601	98,347
--	(269,136)	(1,415,142)
--	<u>75,494,089</u>	<u>71,570,245</u>
<u>\$ (3,382,692)</u>	<u>\$ 83,374,299</u>	<u>\$ 81,138,824</u>

SPECIAL REVENUE FUNDS
COMBINING STATEMENT OF REVENUES, EXPENDITURES, AND CHANGES IN FUND BALANCES
YEAR ENDED JULY 31, 2011
WITH COMPARATIVE TOTALS FOR YEAR ENDED JULY 31, 2010

	<u>Visitors Facilities</u>	<u>Hotel Occupancy Tax</u>	<u>Redlight Photo Enforcement</u>	<u>Federal/ State Grants</u>
Revenues				
Taxes and business fees	\$ --	\$ 10,721,997	\$ --	\$ --
Grants	--	--	--	22,791,389
Charges for services	4,143,784	--	--	604,593
Fines and forfeitures	--	--	1,365,084	--
Contributions and donations	--	--	--	--
Earnings on investments	--	959	233	1,135
Interest on loans	--	--	--	--
Miscellaneous	--	--	--	75,273
Total revenues	<u>4,143,784</u>	<u>10,722,956</u>	<u>1,365,317</u>	<u>23,472,390</u>
Expenditures				
Current				
General government	--	--	--	--
Police and municipal court	--	--	1,357,941	4,401,895
Fire and ambulance	--	--	--	1,175,963
Emergency management	--	--	--	88,182
Streets	--	--	--	47,276
Solid waste	--	--	--	8,957
Health	--	--	--	2,174,066
Parks and recreation	--	828,576	--	2,496,521
Libraries	--	--	--	536,830
Museums	--	--	--	30,187
Community enrichment	--	427,833	--	4,128,754
Community development	--	--	--	4,676,346
Convention and visitors activities	4,329,535	6,119,912	--	--
Other	--	--	--	--
Capital projects	164,028	--	34,053	2,906,366
Debt service				
Interest on interfund borrowings	1,053	1,436	--	--
Total expenditures	<u>4,494,616</u>	<u>7,377,757</u>	<u>1,391,994</u>	<u>22,671,343</u>
Excess (deficiency) of revenues over (under) expenditures	(350,832)	3,345,199	(26,677)	801,047
Other financing sources (uses)				
Transfers in	689,581	170,000	--	143,212
Transfers out	(147,708)	(1,991,680)	--	(219,392)
Total other financing sources (uses)	<u>541,873</u>	<u>(1,821,680)</u>	<u>--</u>	<u>(76,180)</u>
Net change in fund balance	191,041	1,523,519	(26,677)	724,867
Fund balances (deficits) at beginning of year	(110,550)	(262,607)	55,527	952,138
Fund balances (deficits) at end of year	<u>\$ 80,491</u>	<u>\$ 1,260,912</u>	<u>\$ 28,850</u>	<u>\$ 1,677,005</u>

(Continued)

City of Corpus Christi, Texas

Exhibit 9-B

<u>Community Enrichment</u>	<u>Infrastructure</u>	<u>Local Emergency Planning Committee</u>	<u>Corpus Christi Community Improvement Corporation</u>	<u>Corpus Christi Housing Finance Corporation</u>	<u>Corpus Christi Industrial Development Corporation</u>
\$ --	\$ --	\$ --	\$ --	\$ --	\$ --
--	--	--	892,633	--	--
--	--	--	--	139,635	--
--	--	--	--	--	--
137,888	2,569,285	97,250	5,860	--	--
2,353	1,640	85	419	446	76
--	--	--	83,461	1,727	--
--	--	--	54,949	--	--
<u>140,241</u>	<u>2,570,925</u>	<u>97,335</u>	<u>1,037,322</u>	<u>141,808</u>	<u>76</u>
--	--	--	--	--	--
--	--	--	--	--	--
--	--	93,984	--	--	--
--	--	--	--	--	--
--	--	--	--	--	--
18,648	--	--	--	--	--
--	--	--	--	--	--
--	--	--	--	--	--
--	--	--	--	--	--
--	--	--	1,727,132	23,903	--
--	--	--	--	--	--
148,400	2,716,483	25,014	--	--	--
<u>--</u>	<u>--</u>	<u>--</u>	<u>--</u>	<u>--</u>	<u>--</u>
<u>167,048</u>	<u>2,716,483</u>	<u>118,998</u>	<u>1,727,132</u>	<u>23,903</u>	<u>--</u>
(26,807)	(145,558)	(21,663)	(689,810)	117,905	76
--	--	--	--	--	--
<u>--</u>	<u>--</u>	<u>--</u>	<u>(18,230)</u>	<u>--</u>	<u>--</u>
<u>--</u>	<u>--</u>	<u>--</u>	<u>(18,230)</u>	<u>--</u>	<u>--</u>
(26,807)	(145,558)	(21,663)	(708,040)	117,905	76
<u>1,874,018</u>	<u>1,594,436</u>	<u>51,703</u>	<u>17,701,742</u>	<u>605,391</u>	<u>68,579</u>
<u>\$ 1,847,211</u>	<u>\$ 1,448,878</u>	<u>\$ 30,040</u>	<u>\$ 16,993,702</u>	<u>\$ 723,296</u>	<u>\$ 68,655</u>

SPECIAL REVENUE FUNDS
COMBINING STATEMENT OF REVENUES, EXPENDITURES, AND CHANGES IN FUND BALANCES
YEAR ENDED JULY 31, 2011
WITH COMPARATIVE TOTALS FOR YEAR ENDED JULY 31, 2010

	Corpus Christi Crime Control and Prevention District	Corpus Christi Business and Job Development Corporation	North Padre Island Development Corporation	Reinvestment Zone #3
Revenues				
Taxes and business fees	\$ 5,150,266	\$ 16,679,619	\$ 2,803,583	\$ 156,251
Grants	--	--	--	--
Charges for services	13,003	--	--	--
Fines and forfeitures	--	--	--	--
Contributions and donations	--	--	--	--
Earnings on investments	2,364	147,679	3,167	--
Interest on loans	--	--	--	--
Sale of City property	9,786	--	--	--
Miscellaneous	--	2,073	--	--
Total revenue	<u>5,175,419</u>	<u>16,829,371</u>	<u>2,806,750</u>	<u>156,251</u>
Expenditures				
Current				
Police and municipal court	4,951,101	--	--	--
Fire and ambulance	--	--	--	--
Emergency management	--	--	--	--
Streets	--	--	--	--
Solid waste	--	--	--	--
Health	--	--	--	--
Parks and recreation	--	--	--	--
Libraries	--	--	--	--
Museums	--	--	--	--
Community enrichment	--	--	120,476	--
Community development	--	2,691,651	--	--
Convention and visitors activities	--	--	--	--
Capital projects	130,498	22,436	--	--
Debt service				
Principal retirement	--	--	575,000	--
Interest	--	--	576,788	--
Paying agent fees	--	--	5,570	--
Interest on interfund borrowings	--	--	--	--
Total expenditures	<u>5,081,599</u>	<u>2,714,087</u>	<u>1,277,834</u>	<u>--</u>
Excess (deficiency) of revenues over (under) expenditures	93,820	14,115,284	1,528,916	156,251
Other financing sources (uses)				
Transfers in	--	--	--	--
Transfers out	--	(9,778,983)	(3,820,107)	--
Total other financing sources (uses)	<u>--</u>	<u>(9,778,983)</u>	<u>(3,820,107)</u>	<u>--</u>
Net change in fund balances	93,820	4,336,301	(2,291,191)	156,251
Fund balances (deficits) at beginning of year	<u>1,883,857</u>	<u>38,746,914</u>	<u>8,358,697</u>	<u>50,400</u>
Fund balances (deficits) at end of year	<u>\$ 1,977,677</u>	<u>\$ 43,083,215</u>	<u>\$ 6,067,506</u>	<u>\$ 206,651</u>

**Exhibit 9-B
(Continued)**

<u>Eliminations</u>	<u>2011 Total</u>	<u>2010 Actual</u>
\$ --	\$ 35,511,716	\$ 32,952,691
--	23,684,022	19,786,108
--	4,901,015	4,392,271
--	1,365,084	1,113,900
--	2,810,283	868,863
--	160,556	420,812
--	85,188	81,458
--	9,786	7,553
--	132,295	190,914
--	<u>68,659,945</u>	<u>59,814,570</u>
--	10,710,937	9,324,288
--	1,175,963	414,584
--	182,166	83,374
--	47,276	196,751
--	8,957	32,980
--	2,174,066	2,169,891
--	3,343,745	3,462,804
--	536,830	605,575
--	30,187	--
--	4,677,063	4,197,705
--	9,119,032	11,144,371
--	10,449,447	10,257,006
--	6,147,278	4,085,744
--	575,000	175,000
--	576,788	593,663
--	5,570	6,630
--	2,489	6,543
--	<u>49,762,794</u>	<u>46,756,909</u>
--	18,897,151	13,057,661
(512,932)	489,861	1,172,849
512,932	(15,463,168)	(13,112,346)
--	<u>(14,973,307)</u>	<u>(11,939,497)</u>
--	3,923,844	1,118,164
--	<u>71,570,245</u>	<u>70,452,081</u>
\$ --	<u>\$ 75,494,089</u>	<u>\$ 71,570,245</u>

**VISITORS FACILITIES FUND
COMPARATIVE BALANCE SHEETS
JULY 31, 2011 AND 2010**

ASSETS	2011	2010
Cash and cash equivalents	\$ 554,380	\$ 846,996
Receivables		
Accounts	545,438	803,220
Allowance for uncollectibles	(343,383)	(290,900)
Net receivables	<u>202,055</u>	<u>512,320</u>
Inventories	19,428	21,814
Prepaid Items	<u>294,185</u>	<u>327,231</u>
 Total assets	 <u><u>\$ 1,070,048</u></u>	 <u><u>\$ 1,708,361</u></u>
 LIABILITIES AND FUND BALANCE		
Liabilities		
Accounts payable	\$ 369,570	\$ 815,441
Accrued liabilities	207,419	139,337
Deposits	250	450
Deferred revenues		
Other	412,318	863,683
Total liabilities	<u>989,557</u>	<u>1,818,911</u>
Fund balance		
Nonspendable		
Inventory	19,428	21,814
Prepaid items	294,185	327,231
Total nonspendable	<u>313,613</u>	<u>349,045</u>
Restricted		
Capital projects	26,124	100,000
Committed		
Naming rights capital projects	--	340,662
Unassigned	<u>(259,246)</u>	<u>(900,257)</u>
Total fund balance (deficit)	<u>80,491</u>	<u>(110,550)</u>
 Total liabilities and fund balance (deficit)	 <u><u>\$ 1,070,048</u></u>	 <u><u>\$ 1,708,361</u></u>

VISITORS FACILITIES FUND
SCHEDULE OF REVENUES, EXPENDITURES AND CHANGES IN FUND BALANCE -
BUDGET (GAAP BASIS) AND ACTUAL
YEAR ENDED JULY 31, 2011
WITH COMPARATIVE TOTALS FOR YEAR ENDED JULY 31, 2010

	<u>Budget</u>		<u>2011 Actual</u>	<u>Variance Final Budget Positive (Negative)</u>	<u>2010 Actual</u>
	<u>Original</u>	<u>Final</u>			
Revenues					
Arena	\$ 3,003,807	\$ 3,003,807	\$ 2,183,644	\$ (820,163)	\$ 2,036,381
Convention center services	5,371,306	5,371,306	1,914,930	(3,456,376)	1,712,570
Multicultural center rentals	36,000	36,000	14,435	(21,565)	26,003
Pavillion rentals	12,000	12,000	13,155	1,155	12,690
Heritage park maintenance contract	27,000	27,000	17,620	(9,380)	21,120
Total charges for services	<u>8,450,113</u>	<u>8,450,113</u>	<u>4,143,784</u>	<u>(4,306,329)</u>	<u>3,808,764</u>
Contributions and donations	--	100,000	--	(100,000)	100,000
Miscellaneous	--	--	--	--	259
Total revenues	<u>8,450,113</u>	<u>8,550,113</u>	<u>4,143,784</u>	<u>(4,406,329)</u>	<u>3,909,023</u>
Expenditures					
Current					
Arena	3,448,427	3,498,427	2,642,386	856,041	2,583,075
Arena maintenance/improvements	150,000	481,352	21,744	459,608	35,089
Arena marketing/co-promotion	--	412,500	144,500	268,000	87,500
Auditorium/convention center	4,236,775	4,291,775	798,096	3,493,679	630,563
Bayfront Arts and Science Park	755,896	782,397	665,610	116,787	615,385
Cultural facility maintenance	75,000	75,000	4,716	70,284	31,755
Uncollectible accounts	150,000	150,000	52,483	97,517	29,347
Capital projects	--	--	164,028	(164,028)	133,560
Interest on interfund borrowings	5,000	5,000	1,053	3,947	2,767
Total expenditures	<u>8,821,098</u>	<u>9,696,451</u>	<u>4,494,616</u>	<u>5,201,835</u>	<u>4,149,041</u>
Deficiency of revenues under expenditures	(370,985)	(1,146,338)	(350,832)	795,506	(240,018)
Other financing sources (uses)					
Transfers in	684,581	689,581	689,581	--	2,051,971
Transfers out	(147,708)	(147,708)	(147,708)	--	(170,112)
Total other financing sources	<u>536,873</u>	<u>541,873</u>	<u>541,873</u>	<u>--</u>	<u>1,881,859</u>
Net change in fund balance	165,888	(604,465)	191,041	795,506	1,641,841
Fund deficit beginning of year	<u>(1,679,692)</u>	<u>(476,818)</u>	<u>(110,550)</u>	<u>366,268</u>	<u>(1,752,391)</u>
Fund balance (deficit) end of year	<u>\$ (1,513,804)</u>	<u>\$ (1,081,283)</u>	<u>\$ 80,491</u>	<u>\$ 1,161,774</u>	<u>\$ (110,550)</u>

**HOTEL OCCUPANCY TAX FUND
COMPARATIVE BALANCE SHEETS
JULY 31, 2011 AND 2010**

ASSETS	<u>2011</u>	<u>2010</u>
Receivables		
Accounts	\$ 1,848,797	\$ 1,622,052
Allowance for uncollectibles	(20,182)	(796)
Net receivables	<u>1,828,615</u>	<u>1,621,256</u>
 Total assets	 <u><u>\$ 1,828,615</u></u>	 <u><u>\$ 1,621,256</u></u>
 LIABILITIES AND FUND BALANCE		
Liabilities		
Accounts payable	\$ 16,115	\$ 2,835
Due to other funds	551,588	1,881,028
Total liabilities	<u>567,703</u>	<u>1,883,863</u>
 Fund balance		
Restricted		
Tourism (HOT)	1,260,912	--
Unassigned	--	(262,607)
Total fund balance (deficit)	<u>1,260,912</u>	<u>(262,607)</u>
 Total liabilities and fund deficit	 <u><u>\$ 1,828,615</u></u>	 <u><u>\$ 1,621,256</u></u>

HOTEL OCCUPANCY TAX FUND
SCHEDULE OF REVENUES, EXPENDITURES AND CHANGES IN FUND BALANCE -
BUDGET (GAAP BASIS) AND ACTUAL
YEAR ENDED JULY 31, 2011
WITH COMPARATIVE TOTALS FOR YEAR ENDED JULY 31, 2010

	<u>Budget</u>		<u>2011 Actual</u>	<u>Variance</u>	<u>2010 Actual</u>
	<u>Original</u>	<u>Final</u>		<u>Final Budget Positive (Negative)</u>	
Revenues					
Hotel occupancy tax	\$ 7,767,644	\$ 7,780,888	\$ 8,344,430	\$ 563,542	\$ 7,719,075
Hotel occupancy tax-Convention expansion	2,218,295	2,222,079	2,377,567	155,488	2,200,485
Total hotel occupancy taxes	9,985,939	10,002,967	10,721,997	719,030	9,919,560
Earnings on investments	--	--	959	959	(4)
Total revenues	9,985,939	10,002,967	10,722,956	719,989	9,919,556
Expenditures					
Current					
Parks and recreation					
Beach cleaning	827,976	828,576	828,576	--	828,178
Special Events	--	--	--	--	200,004
Art Museum of South Texas	260,600	288,013	288,013	--	340,600
Multicultural services support	116,762	116,762	106,870	9,892	143,712
Jazz festival	--	--	--	--	10,000
Arts grants and projects	--	--	--	--	91,026
Harbor Playhouse	13,335	13,335	13,335	--	45,070
Center for Hispanic Arts	--	--	--	--	15,000
Asian Cultures Museum	--	839	839	--	30,000
Arts Community Center	--	--	--	--	30,000
Botanical Gardens	10,000	18,776	18,776	--	20,000
Instituto de Cultura Hispanica	--	--	--	--	20,000
Corpus Christi Symphony	--	--	--	--	12,000
Convention center/auditorium	3,200,000	3,200,000	3,200,000	--	3,200,000
Convention center maintenance	100,000	100,000	10,146	89,854	--
Convention and Visitors Bureau-convention promotion	2,486,122	2,486,122	2,479,122	7,000	3,030,000
Convention and Visitors Bureau-contingency marketing	500,000	480,000	430,644	49,356	--
Interest on interfund borrowings	3,500	2,900	1,436	1,464	3,776
Total expenditures	7,518,295	7,535,323	7,377,757	157,566	8,019,366
Excess of revenues over expenditures	2,467,644	2,467,644	3,345,199	877,555	1,900,190
Other financing sources (uses)					
Transfers in	170,000	170,000	170,000	--	393,182
Transfers out	(1,991,680)	(1,991,680)	(1,991,680)	--	(2,492,948)
Total other financing (uses)	(1,821,680)	(1,821,680)	(1,821,680)	--	(2,099,766)
Net change in fund balance	645,964	645,964	1,523,519	877,555	(199,576)
Fund balance at beginning of year	(581,482)	(262,607)	(262,607)	--	(63,031)
Fund balance at end of year	\$ 64,482	\$ 383,357	\$ 1,260,912	\$ 877,555	\$ (262,607)

**REDLIGHT PHOTO ENFORCEMENT
COMPARATIVE BALANCE SHEETS
JULY 31, 2011 AND 2010**

ASSETS	<u>2011</u>	<u>2010</u>
Cash and cash equivalents	\$ 319,331	\$ 297,940
Receivables		
Accounts	--	4,885
	<u> </u>	<u> </u>
Total assets	<u>\$ 319,331</u>	<u>\$ 302,825</u>
 LIABILITIES AND FUND BALANCE 		
Liabilities		
Accounts payable	\$ 90,084	\$ 64,066
Accrued liabilities	4,099	4,434
Due to other governmental agencies	196,298	178,798
Total liabilities	<u>290,481</u>	<u>247,298</u>
Fund balance		
Restricted		
Traffic safety programs	<u>28,850</u>	<u>55,527</u>
	<u> </u>	<u> </u>
Total liabilities and fund balance	<u>\$ 319,331</u>	<u>\$ 302,825</u>

REDLIGHT PHOTO ENFORCEMENT
SCHEDULE OF REVENUES, EXPENDITURES AND CHANGES IN FUND BALANCE
BUDGET (GAAP BASIS) AND ACTUAL
YEAR ENDED JULY 31, 2011
WITH COMPARATIVE TOTALS FOR YEAR ENDED JULY 31, 2010

	<u>Budget</u>		<u>2011 Actual</u>	<u>Variance Final Budget Positive (Negative)</u>	<u>2010 Actual</u>
	<u>Original</u>	<u>Final</u>			
Revenues					
Fines and forfeitures	\$ 1,274,744	\$ 1,274,744	\$ 1,365,084	90,340	1,113,900
Earnings on investments	220	220	233	13	246
Total revenues	<u>1,274,964</u>	<u>1,274,964</u>	<u>1,365,317</u>	<u>90,353</u>	<u>1,114,146</u>
Expenditures					
Current					
Police and municipal court	1,254,217	1,220,164	1,357,941	(137,777)	1,193,771
Streets	--	--	--	--	9,616
Capital projects	--	34,053	34,053	--	--
Total expenditures	<u>1,254,217</u>	<u>1,254,217</u>	<u>1,391,994</u>	<u>(137,777)</u>	<u>1,203,387</u>
Net change in fund balance	20,747	20,747	(26,677)	(47,424)	(89,241)
Other financing sources					
Transfers in	--	--	--	--	144,768
Excess of revenues and other financing sources over expenditures and other uses	20,747	20,747	(26,677)	(47,424)	55,527
Fund balance at beginning of year	<u>10,629</u>	<u>55,527</u>	<u>55,527</u>	<u>--</u>	<u>--</u>
Fund balance at end of year	<u>\$ 31,376</u>	<u>\$ 76,274</u>	<u>\$ 28,850</u>	<u>\$ (47,424)</u>	<u>\$ 55,527</u>

**FEDERAL/STATE GRANTS FUND
COMPARATIVE BALANCE SHEETS
JULY 31, 2011 AND 2010**

ASSETS	2011	2010
Cash and cash equivalents	\$ --	\$ 316,526
Receivables		
Accounts	33,669	22,514
Demolition liens	890,464	802,718
Special assessments	7,172	7,536
Employees	2,340	2,340
Intergovernmental	8,251,233	6,015,726
Miscellaneous	--	16,125
Allowance for uncollectibles	(854,783)	(738,199)
Net receivables	<u>8,330,095</u>	<u>6,128,760</u>
Due from other funds	811,546	411,236
Other Assets	<u>253,583</u>	<u>209,500</u>
 Total assets	 <u>\$ 9,395,224</u>	 <u>\$ 7,066,022</u>
 LIABILITIES AND FUND BALANCE		
Liabilities		
Accounts payable	\$ 1,505,094	\$ 1,716,400
Accrued liabilities	160,396	204,753
Contractor interest and retainage payable	9,957	4,511
Deposits	381,440	348,589
Due to other funds	2,571,146	1,265,242
Due to other governmental agencies	23,431	--
Deferred revenues		
Demolition liens and other	45,193	74,395
Asset seizure and forfeitures	44,482	32,630
Grants	2,944,670	2,422,928
Texas Commission on Environmental Quality	32,410	44,436
Total deferred revenues	<u>3,066,755</u>	<u>2,574,389</u>
Total liabilities	<u>7,718,219</u>	<u>6,113,884</u>
Fund balance		
Restricted		
Senior Community Services	19,533	19,533
Law enforcement	795,832	437,612
CDBG	858,434	734,175
Parks and recreation	235	235
Libraries	8	8
Community enrichment	12,853	12,853
Total restricted	<u>1,686,895</u>	<u>1,204,416</u>
Unassigned	<u>(9,890)</u>	<u>(252,278)</u>
Total fund balance	<u>1,677,005</u>	<u>952,138</u>
 Total liabilities and fund balance	 <u>\$ 9,395,224</u>	 <u>\$ 7,066,022</u>

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, 2011

	<u>Project Authorization</u>	<u>Prior Years</u>	<u>Current Year</u>	<u>Total to Date</u>
Revenues				
Grants				
State of Texas	\$ 24,162,407	\$ 24,877,899	\$ 9,137,036	\$ 34,014,935
Federal Government	25,669,459	25,057,090	11,390,702	36,447,792
Coastal Bend Council of Governments	60,000	1,616,711	765,081	2,381,792
Drug forfeitures				
State	2,231,650	852,764	155,264	1,008,028
Federal	2,724,000	945,441	957,231	1,902,672
Local grants and contributions	3,217,060	1,065,552	386,075	1,451,627
Total grants	<u>58,064,576</u>	<u>54,415,457</u>	<u>22,791,389</u>	<u>77,206,846</u>
Charges for services	1,359,234	1,611,955	604,593	2,216,548
Earnings on investments	1,135	183,012	1,135	184,147
Miscellaneous	75,273	477,116	75,273	552,389
Total revenue	<u>59,500,218</u>	<u>56,687,540</u>	<u>23,472,390</u>	<u>80,159,930</u>
Expenditures				
Current				
Police and municipal court	13,478,114	7,103,338	4,401,895	11,505,233
Fire and ambulance	1,712,149	4,109,627	1,175,963	5,285,590
Emergency management	143,924	--	88,182	88,182
Streets	1,693,836	7,348,276	47,276	7,395,552
Solid waste	60,000	78,260	8,957	87,217
Health	5,691,344	5,977,043	2,174,066	8,151,109
Parks and recreation	5,075,877	7,747,117	2,496,521	10,243,638
Libraries	1,261,895	2,031,821	536,830	2,568,651
Community enrichment	8,995,467	7,701,836	4,128,754	11,830,590
Community development	11,951,006	8,783,088	4,676,346	13,459,434
Museums	50,000	203,892	30,187	234,079
Capital projects	9,310,426	5,188,759	2,906,366	8,095,125
Total expenditures	<u>59,424,038</u>	<u>56,273,057</u>	<u>22,671,343</u>	<u>78,944,400</u>
Excess (deficiency) of revenues over (under) expenditures	76,180	414,483	801,047	1,215,530
Other financing sources (uses)				
Transfers in				
Corpus Christi Community Improvement Corporation	3,351	13,129	3,351	16,480
General fund	139,861	1,005,714	139,861	1,145,575
Total transfers in	<u>143,212</u>	<u>1,018,843</u>	<u>143,212</u>	<u>1,162,055</u>
Transfers out				
General fund	(219,392)	(481,188)	(219,392)	(700,580)
Total transfers out	<u>(219,392)</u>	<u>(481,188)</u>	<u>(219,392)</u>	<u>(700,580)</u>
Total other financing sources	<u>(76,180)</u>	<u>537,655</u>	<u>(76,180)</u>	<u>461,475</u>
Net change in fund balance	<u>\$ --</u>	<u>\$ 952,138</u>	724,867	<u>\$ 1,677,005</u>
Fund balance at beginning of year			<u>952,138</u>	
Fund balance at end of year			<u>\$ 1,677,005</u>	

**COMMUNITY ENRICHMENT FUND
COMPARATIVE BALANCE SHEETS
JULY 31, 2011 AND 2010**

	<u>2011</u>	<u>2010</u>
ASSETS		
Cash and cash equivalents	\$ 1,861,037	\$ 862,814
Investments	--	1,000,000
Receivables		
Accrued interest	--	2,689
Miscellaneous	--	9,865
Net receivables	<u>--</u>	<u>12,554</u>
 Total assets	 <u>\$ 1,861,037</u>	 <u>\$ 1,875,368</u>
LIABILITIES AND FUND BALANCE		
Liabilities		
Accounts payable	\$ 13,826	\$ 1,350
Fund balance		
Restricted		
Parks and recreation	1,486,797	1,589,376
Committed		
Sister City programs	1,156	1,154
Permanent art projects	160,504	160,301
Development projects	<u>198,754</u>	<u>123,187</u>
Total committed	<u>360,414</u>	<u>284,642</u>
Total fund balance	<u>1,847,211</u>	<u>1,874,018</u>
 Total liabilities and fund balance	 <u>\$ 1,861,037</u>	 <u>\$ 1,875,368</u>

Exhibit 14-B

**COMMUNITY ENRICHMENT FUND
STATEMENT OF REVENUES, EXPENDITURES AND CHANGES IN FUND BALANCE
BUDGET (GAAP BASIS) AND ACTUAL
YEAR ENDED JULY 31, 2011 AND 2010**

	<u>2011</u>	<u>2010</u>
Revenues		
Contributions and donations	\$ 137,888	\$ 291,725
Earnings on investments	2,353	7,143
Total revenues	<u>140,241</u>	<u>298,868</u>
Expenditures		
Current		
Parks and recreation	18,648	10,130
Capital projects	148,400	468,231
Total expenditures	<u>167,048</u>	<u>478,361</u>
Deficiency of revenues under expenditures	(26,807)	(179,493)
Other financing sources		
Transfers in	<u>--</u>	<u>475</u>
Net change in fund balance	(26,807)	(179,018)
Fund balance at beginning of year	<u>1,874,018</u>	<u>2,053,036</u>
Fund balance at end of year	<u>\$ 1,847,211</u>	<u>\$ 1,874,018</u>

**INFRASTRUCTURE FUND
COMPARATIVE BALANCE SHEETS
JULY 31, 2011 AND 2010**

ASSETS	<u>2011</u>	<u>2010</u>
Cash and cash equivalents	\$ 1,449,095	\$ 591,747
Investments	--	1,000,000
Accounts receivable		
Accrued interest	--	2,689
Net receivables	--	2,689
	<u> </u>	<u> </u>
Total assets	<u>\$ 1,449,095</u>	<u>\$ 1,594,436</u>
 LIABILITIES AND FUND BALANCE		
Liabilities		
Accounts payable	\$ 217	\$ --
Fund balance		
Restricted		
Infrastructure	1,448,878	1,594,436
Total fund balance	<u>1,448,878</u>	<u>1,594,436</u>
	<u> </u>	<u> </u>
Total liabilities and fund balance	<u>\$ 1,449,095</u>	<u>\$ 1,594,436</u>

INFRASTRUCTURE FUND
STATEMENT OF REVENUES, EXPENDITURES AND CHANGES IN FUND BALANCE
YEAR ENDED JULY 31, 2011 AND 2010

	2011	2010
Revenues		
Contributions and donations	\$ 2,569,285	\$ 396,257
Earnings on investments	1,640	5,720
Total revenues	2,570,925	401,977
Expenditures		
Capital projects	2,716,483	111,882
Net change in fund balance	(145,558)	290,095
Fund balance at beginning of year	1,594,436	1,304,341
Fund balance at end of year	\$ 1,448,878	\$ 1,594,436

Exhibit 16-A

**LOCAL EMERGENCY PLANNING COMMITTEE
COMPARATIVE BALANCE SHEETS
JULY 31, 2011 AND 2010**

ASSETS	<u>2011</u>	<u>2010</u>
Cash and cash equivalents	\$ 54,997	\$ 110,983
Total assets	<u>\$ 54,997</u>	<u>\$ 110,983</u>
LIABILITIES AND FUND BALANCE		
Liabilities		
Accounts payable	\$ 4,836	\$ 116
Accrued liabilities	2,121	2,164
Deferred revenues		
Other	18,000	57,000
Total liabilities	<u>24,957</u>	<u>59,280</u>
Fund balance		
Committed		
Local Emergency Planning Committee	<u>30,040</u>	<u>51,703</u>
Total liabilities and fund balance	<u>\$ 54,997</u>	<u>\$ 110,983</u>

**LOCAL EMERGENCY PLANNING COMMITTEE
SCHEDULE OF REVENUES, EXPENDITURES AND CHANGES IN FUND BALANCE
BUDGET (GAAP BASIS) AND ACTUAL
YEAR ENDED JULY 31, 2011
WITH COMPARATIVE TOTALS FOR YEAR ENDED JULY 31, 2010**

	Budget		2011 Actual	Variance Final Budget Positive (Negative)	2010 Actual
	Original	Final			
Revenues					
Contributions and donations	\$ 86,000	\$ 86,000	\$ 97,250	\$ 11,250	\$ 72,250
Earnings on investments	192	192	85	(107)	128
Total revenues	86,192	86,192	97,335	11,143	72,378
Expenditures					
Current					
Emergency management	93,303	93,303	93,984	(681)	83,374
Capital projects	28,000	28,000	25,014	2,986	--
Total expenditures	121,303	121,303	118,998	2,305	83,374
Net change in fund balance	(35,111)	(35,111)	(21,663)	13,448	(10,996)
Other financing sources					
Transfers in	--	--	--	--	2,601
Deficiency of revenues and other financing sources under expenditures and other uses	(35,111)	(35,111)	(21,663)	13,448	(8,395)
Fund balance at beginning of year	53,042	51,703	51,703	--	60,098
Fund balance at end of year	\$ 17,931	\$ 16,592	\$ 30,040	\$ 13,448	\$ 51,703

**CORPUS CHRISTI COMMUNITY IMPROVEMENT CORPORATION
COMPARATIVE BALANCE SHEETS
JULY 31, 2011 AND 2010**

ASSETS	<u>2011</u>	<u>2010</u>
Cash and cash equivalents	\$ 76,574	\$ 345,399
Receivables		
Accounts	501,423	475,000
Mortgages and loans	14,961,639	16,149,967
Intergovernmental	460,588	549,748
Allowance for uncollectibles	<u>(343,024)</u>	<u>(435,546)</u>
Net receivables	15,580,626	16,739,169
Due from other funds	<u>2,673,384</u>	<u>1,376,670</u>
 Total assets	 <u>\$ 18,330,584</u>	 <u>\$ 18,461,238</u>
 LIABILITIES AND FUND BALANCE		
Liabilities		
Accounts payable	\$ 45,305	\$ 6,282
Deposits	357,533	304,524
Due to other funds	<u>934,044</u>	<u>448,690</u>
Total liabilities	1,336,882	759,496
Fund balance		
Restricted		
Loans	<u>16,993,702</u>	<u>17,701,742</u>
 Total liabilities and fund balance	 <u>\$ 18,330,584</u>	 <u>\$ 18,461,238</u>

CORPUS CHRISTI COMMUNITY IMPROVEMENT CORPORATION
STATEMENT OF REVENUES, EXPENDITURES AND CHANGES IN FUND BALANCE
YEAR ENDED JULY 31, 2011 AND 2010

	<u>2011</u>	<u>2010</u>
Revenues		
Federal Government	\$ 892,633	\$ 1,241,690
Contributions and donations	5,860	8,631
Earnings on investments	419	1,111
Interest on loans	83,461	80,835
Miscellaneous	54,949	32,943
Total revenues	<u>1,037,322</u>	<u>1,365,210</u>
Expenditures		
Current		
Community development		
Grants	194,465	873,838
Warranty costs	--	7,675
Administration costs	264,355	212,134
Forgiven and uncollectible loans	1,268,312	1,212,009
Total expenditures	<u>1,727,132</u>	<u>2,305,656</u>
Excess (deficiency) of revenues over (under) expenditures	(689,810)	(940,446)
Other financing uses		
Transfers out	<u>(18,230)</u>	<u>(15,746)</u>
Net change in fund balance	(708,040)	(956,192)
Fund balance at beginning of year	<u>17,701,742</u>	<u>18,657,934</u>
Fund balance at end of year	<u><u>\$ 16,993,702</u></u>	<u><u>\$ 17,701,742</u></u>

**CORPUS CHRISTI HOUSING FINANCE CORPORATION
COMPARATIVE BALANCE SHEETS
JULY 31, 2011 AND 2010**

	<u>2011</u>	<u>2010</u>
ASSETS		
Cash and cash equivalents	\$ 145,946	\$ 42,088
Advances to other funds	<u>577,350</u>	<u>575,623</u>
Total assets	<u>\$ 723,296</u>	<u>\$ 617,711</u>
LIABILITIES AND FUND BALANCE		
Liabilities		
Accounts payable	\$ --	\$ 200
Due to other funds	<u>--</u>	<u>12,120</u>
Total liabilities	--	12,320
Fund balance		
Nonspendable		
Advances to other funds	577,350	575,623
Assigned		
Housing	<u>145,946</u>	<u>29,768</u>
Total fund balance	<u>723,296</u>	<u>605,391</u>
Total liabilities and fund balance	<u>\$ 723,296</u>	<u>\$ 617,711</u>

Exhibit 18-B

**CORPUS CHRISTI HOUSING FINANCE CORPORATION
STATEMENT OF REVENUES, EXPENDITURES AND CHANGES IN FUND BALANCE
YEAR ENDED JULY 31, 2011 AND 2010**

	<u>2011</u>	<u>2010</u>
Revenues		
Charges for services	\$ 139,635	\$ 99,977
Earnings on investments	446	632
Interest on loans	1,727	623
Total revenues	<u>141,808</u>	<u>101,232</u>
Expenditures		
Current		
Community development	<u>23,903</u>	<u>28,975</u>
Excess of revenues over expenditures	<u>117,905</u>	<u>72,257</u>
Net change in fund balance	117,905	72,257
Fund balance at beginning of year	<u>605,391</u>	<u>533,134</u>
Fund balance at end of year	<u><u>\$ 723,296</u></u>	<u><u>\$ 605,391</u></u>

Exhibit 19-A

**CORPUS CHRISTI INDUSTRIAL DEVELOPMENT CORPORATION
COMPARATIVE BALANCE SHEETS
JULY 31, 2011 AND 2010**

ASSETS	<u>2011</u>	<u>2010</u>
Cash and cash equivalents	\$ 68,655	\$ 68,579
Total assets	<u>\$ 68,655</u>	<u>\$ 68,579</u>
LIABILITIES AND FUND BALANCE		
Liabilities	\$ --	\$ --
Fund balance		
Assigned		
Industrial development	<u>68,655</u>	<u>68,579</u>
Total liabilities and fund balance	<u>\$ 68,655</u>	<u>\$ 68,579</u>

Exhibit 19-B

**CORPUS CHRISTI INDUSTRIAL DEVELOPMENT CORPORATION
STATEMENT OF REVENUES, EXPENDITURES AND CHANGES IN FUND BALANCE
YEAR ENDED JULY 31, 2011 AND 2010**

	<u>2011</u>	<u>2010</u>
Revenues		
Earnings on investments	\$ 76	\$ 109
Net change in fund balance	76	109
Fund balance at beginning of year	<u>68,579</u>	<u>68,470</u>
Fund balance at end of year	<u><u>\$ 68,655</u></u>	<u><u>\$ 68,579</u></u>

**CORPUS CHRISTI CRIME CONTROL AND PREVENTION DISTRICT
SCHEDULE OF NET ASSETS
JULY 31, 2011**

	Governmental Funds	Adjustments	Schedule of Net Assets
ASSETS			
Cash and cash equivalents	\$ 1,653,232	\$ --	\$ 1,653,232
Investments	--	--	--
Receivables			
Intergovernmental	540,852	--	540,852
Total assets	<u>\$ 2,194,084</u>	<u>--</u>	<u>2,194,084</u>
LIABILITIES			
Accounts payable	\$ 44,454	--	44,454
Accrued liabilities	171,953	--	171,953
Accumulated unpaid compensated absences			
Due within one year	--	277,517	277,517
Due in more than one year	--	255,941	255,941
Net pension obligation		558,141	558,141
Net OPEB obligation		322,364	322,364
Total liabilities	<u>216,407</u>	<u>1,413,963</u>	<u>1,630,370</u>
FUND BALANCE			
Restricted			
Crime control and prevention	1,977,677	(1,977,677)	--
Total fund balance	<u>1,977,677</u>	<u>(1,977,677)</u>	<u>--</u>
Total liabilities and fund balance	<u>\$ 2,194,084</u>		
NET ASSETS			
Restricted for			
Crime control and prevention		563,714	563,714
Total net assets		<u>\$ 563,714</u>	<u>\$ 563,714</u>

**CORPUS CHRISTI CRIME CONTROL AND PREVENTION DISTRICT
SCHEDULE OF ACTIVITIES
YEAR ENDED JULY 31, 2011**

	Governmental Funds	Adjustments	Schedule of Activities
Expenditures/expenses			
Public safety	\$ 4,951,101	\$ 345,552	\$ 5,296,653
Capital projects	130,498	(130,498)	--
Total expenditures/expenses	<u>5,081,599</u>	<u>215,054</u>	<u>5,296,653</u>
General revenue			
Sales tax	5,150,266	--	5,150,266
Juvenile drug testing	13,003	--	13,003
Earnings on investments	2,364	--	2,364
Sale of City property	9,786	--	9,786
Other financing sources (uses)			
Transfers out	--	(130,498)	(130,498)
Total general revenue and other financing sources (uses)	<u>5,175,419</u>	<u>(130,498)</u>	<u>5,044,921</u>
Excess (deficiency) of revenues over (under) expenditures and other financing uses	93,820	(93,820)	--
Change in net assets	--	(251,732)	(251,732)
Fund balance/net assets beginning of year, as previously reported	1,883,857	(501,119)	1,382,738
Prior period adjustment to account for OPEB obligation and Net pension obligation (see Note)	--	(567,292)	(567,292)
Fund balance/net assets beginning of year, as restated	<u>1,883,857</u>	<u>(1,068,411)</u>	<u>815,446</u>
Fund balance/net assets (liabilities) end of year	<u>\$ 1,977,677</u>	<u>\$ (1,413,963)</u>	<u>\$ 563,714</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.

**CORPUS CHRISTI CRIME CONTROL AND PREVENTION DISTRICT
COMPARATIVE BALANCE SHEETS
JULY 31, 2011 AND 2010**

ASSETS	<u>2011</u>	<u>2010</u>
Cash and cash equivalents	\$ 1,653,232	\$ 1,734,996
Receivables		
Intergovernmental	540,852	344,762
Net receivables	<u>540,852</u>	<u>344,762</u>
Total assets	<u>\$ 2,194,084</u>	<u>\$ 2,079,758</u>
LIABILITIES AND FUND BALANCE		
Liabilities		
Accounts payable	\$ 44,454	\$ 35,203
Accrued liabilities	171,953	160,698
Total liabilities	<u>216,407</u>	<u>195,901</u>
Fund balance		
Restricted		
Crime control and prevention	1,977,677	1,883,857
Total fund balance	<u>1,977,677</u>	<u>1,883,857</u>
Total liabilities and fund balance	<u>\$ 2,194,084</u>	<u>\$ 2,079,758</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, 2011
WITH COMPARATIVE TOTALS FOR YEAR ENDED JULY 31, 2010**

	<u>Budget</u>		<u>2011 Actual</u>	<u>Variance</u>	<u>2010 Actual</u>
	<u>Original</u>	<u>Final</u>		<u>Final Budget Positive (Negative)</u>	
Revenues					
Sales tax	\$ 4,952,730	\$ 5,265,161	\$ 5,150,266	\$ (114,895)	\$ 4,452,614
Juvenile drug testing	16,000	16,000	13,003	(2,997)	14,196
Earnings on investments	62,320	23,779	2,364	(21,415)	10,142
Sale of City property	--	--	9,786	9,786	7,553
Total revenue	<u>5,031,050</u>	<u>5,304,940</u>	<u>5,175,419</u>	<u>(129,521)</u>	<u>4,484,505</u>
Expenditures					
Current					
Police officers	4,434,566	4,405,736	4,212,642	193,094	4,184,277
Pawn shop detail	147,927	149,927	140,662	9,265	146,804
Juvenile Curfew & Truancy Assessment Center	392,276	401,882	343,403	58,479	368,383
Citizens advisory council	10,500	11,950	2,447	9,503	9,311
Public safety vehicles and equipment	135,000	135,000	--	135,000	--
Juvenile City marshals	179,468	181,937	143,403	38,534	174,806
Graffiti Eradication Program	109,421	122,726	108,544	14,182	104,993
Capital projects	--	--	130,498	(130,498)	126,810
Total expenditures	<u>5,409,158</u>	<u>5,409,158</u>	<u>5,081,599</u>	<u>327,559</u>	<u>5,115,383</u>
Deficiency of revenues under expenditures	(378,108)	(104,218)	93,820	198,038	(630,878)
Other financing sources					
Transfers in	--	--	--	--	142,427
Net change in fund balance	(378,108)	(104,218)	93,820	198,038	(488,451)
Fund balance at beginning of year	<u>2,244,724</u>	<u>1,883,857</u>	<u>1,883,857</u>	<u>--</u>	<u>2,372,308</u>
Fund balance at end of year	<u>\$ 1,866,616</u>	<u>\$ 1,779,639</u>	<u>\$ 1,977,677</u>	<u>\$ 198,038</u>	<u>\$ 1,883,857</u>

**CORPUS CHRISTI BUSINESS AND JOB DEVELOPMENT CORPORATION
SCHEDULE OF NET ASSETS
JULY 31, 2011**

	Governmental Funds	Adjustments	Schedule of Net Assets
ASSETS			
Cash and cash equivalents	\$ 19,110,437	\$ --	\$ 19,110,437
Investments	29,005,080	--	29,005,080
Receivables			
Accounts	4,609	--	4,609
Accrued interest	29,241	--	29,241
Intergovernmental	1,722,313	--	1,722,313
Net receivables	1,756,163	--	1,756,163
Prepaid Items	73,951	--	73,951
Bond issuance cost	--	658,206	658,206
Total assets	<u>\$ 49,945,631</u>	<u>658,206</u>	<u>50,603,837</u>
LIABILITIES			
Accounts payable	\$ 109,193	\$ --	\$ 109,193
Accrued interest	--	1,842,859	1,842,859
Long-term debt			
Due within one year	--	5,010,000	5,010,000
Due in more than one year	--	84,607,092	84,607,092
Total liabilities	<u>109,193</u>	<u>91,459,951</u>	<u>91,569,144</u>
FUND BALANCE			
Restricted			
Seawall improvement	22,118,674	(22,118,674)	--
Arena facility	11,297,542	(11,297,542)	--
Economic development	11,088,502	(11,088,502)	--
Debt service	5,331,720	(5,331,720)	--
Total restricted	<u>49,836,438</u>	<u>(49,836,438)</u>	<u>--</u>
Total liabilities and fund balance	<u>\$ 49,945,631</u>		
NET ASSETS (LIABILITIES)			
Restricted for			
Bond interest and redemption		5,331,720	5,331,720
Unrestricted		<u>(46,297,027)</u>	<u>(46,297,027)</u>
Total net liabilities		<u>\$ (40,965,307)</u>	<u>\$ (40,965,307)</u>

**CORPUS CHRISTI BUSINESS AND JOB DEVELOPMENT CORPORATION
SCHEDULE OF ACTIVITIES
YEAR ENDED JULY 31, 2011**

	Governmental Funds	Adjustments	Schedule of Activities
Expenditures/expenses			
General government	\$ 25,229	\$ --	\$ 25,229
Community development	2,691,651	--	2,691,651
Capital projects	192,891	--	192,891
Debt service			
Principal retirement	4,720,000	(4,720,000)	--
Interest	4,542,403	(322,378)	4,220,025
Paying agent fees	1,740	--	1,740
Total expenditures/expenses	<u>12,173,914</u>	<u>(5,042,378)</u>	<u>7,131,536</u>
General revenues			
Sales tax	16,679,619	--	16,679,619
Earnings on investments	153,161	--	153,161
Miscellaneous	2,073	--	2,073
Other financing uses			
Transfers out	(509,581)	--	(509,581)
Total general revenues and other financing uses	<u>16,325,272</u>	<u>--</u>	<u>16,325,272</u>
Excess (deficiency) of revenues over (under) expenditures and other financing uses	4,151,358	(4,151,358)	--
Change in net assets	--	9,193,736	9,193,736
Fund balance/net liabilities beginning of year	<u>45,685,080</u>	<u>(95,844,123)</u>	<u>(50,159,043)</u>
Fund balance/net liabilities end of year	<u>\$ 49,836,438</u>	<u>\$ (90,801,745)</u>	<u>\$ (40,965,307)</u>

CORPUS CHRISTI BUSINESS AND JOB DEVELOPMENT CORPORATION
BALANCE SHEETS
JULY 31, 2011
WITH COMPARATIVE TOTALS FOR JULY 31, 2010

ASSETS	Special Revenue		
	Seawall Improvement	Arena Facility	Economic Development
Cash and cash equivalents	\$ 6,097,926	\$ 2,743,103	\$ 3,499,053
Investments	14,011,905	7,994,891	6,998,284
Receivables			
Accounts	--	--	4,609
Accrued interest	18,188	4,470	6,583
Intergovernmental	574,104	574,104	574,105
Net receivables	592,292	578,574	585,297
Prepaid items	--	--	73,951
Total assets	\$ 20,702,123	\$ 11,316,568	\$ 11,156,585
LIABILITIES AND FUND BALANCES			
Liabilities			
Accounts payable	\$ --	\$ 23,978	\$ 68,083
Fund balances			
Nonspendable			
Prepaid items	--	--	--
Restricted			
Seawall improvement	20,702,123	--	--
Arena facility	--	11,292,590	--
Economic development	--	--	11,088,502
Debt service	--	--	--
Total restricted	20,702,123	11,292,590	11,088,502
Total fund balance	20,702,123	11,292,590	11,088,502
Total liabilities and fund balance	\$ 20,702,123	\$ 11,316,568	\$ 11,156,585

City of Corpus Christi, Texas

Exhibit 21-C

Debt Service			Capital Projects		2011 Total	2010 Total
Seawall	Arena	Economic Development	Seawall	Arena		
\$ 1,385,171	\$ 2,189,908	\$ 1,756,641	\$ 1,433,683	\$ 4,952	\$ 19,110,437	\$ 12,320,458
--	--	--	--	--	29,005,080	32,070,379
--	--	--	--	--	4,609	--
--	--	--	--	--	29,241	16,780
--	--	--	--	--	1,722,313	1,301,823
--	--	--	--	--	1,756,163	1,318,603
--	--	--	--	--	73,951	83,340
<u>\$ 1,385,171</u>	<u>\$ 2,189,908</u>	<u>\$ 1,756,641</u>	<u>\$ 1,433,683</u>	<u>\$ 4,952</u>	<u>\$ 49,945,631</u>	<u>\$ 45,792,780</u>
\$ --	\$ --	\$ --	\$ 17,132	\$ --	\$ 109,193	\$ 107,700
--	--	--	--	--	--	83,340
--	--	--	1,416,551	--	22,118,674	20,012,851
--	--	--	--	4,952	11,297,542	9,938,154
--	--	--	--	--	11,088,502	10,327,690
1,385,171	2,189,908	1,756,641	--	--	5,331,720	5,323,045
<u>1,385,171</u>	<u>2,189,908</u>	<u>1,756,641</u>	<u>1,416,551</u>	<u>4,952</u>	<u>49,836,438</u>	<u>45,601,740</u>
<u>1,385,171</u>	<u>2,189,908</u>	<u>1,756,641</u>	<u>1,416,551</u>	<u>4,952</u>	<u>49,836,438</u>	<u>45,685,080</u>
					--	
<u>\$ 1,385,171</u>	<u>\$ 2,189,908</u>	<u>\$ 1,756,641</u>	<u>\$ 1,433,683</u>	<u>\$ 4,952</u>	<u>\$ 49,945,631</u>	<u>\$ 45,792,780</u>

CORPUS CHRISTI BUSINESS AND JOB DEVELOPMENT CORPORATION
SCHEDULE OF REVENUES, EXPENDITURES, AND CHANGES IN FUND BALANCE
YEAR ENDED JULY 31, 2011
WITH COMPARATIVE TOTALS FOR YEAR ENDED JULY 31, 2010

	Special Revenue		
	Seawall Improvement	Arena Facility	Economic Development
Revenues			
Sales tax	\$ 5,559,873	5,559,873	\$ 5,559,873
Earnings on investments	85,167	38,585	23,927
Miscellaneous	--	--	2,073
Total revenue	<u>5,645,040</u>	<u>5,598,458</u>	<u>5,585,873</u>
Expenditures			
Current			
General government	--	--	--
Community development	3,336	67,939	2,620,376
Capital projects	--	22,436	--
Debt service			
Principal retirement	--	--	--
Interest	--	--	--
Paying agent fees	--	--	--
Total expenditures	<u>3,336</u>	<u>90,375</u>	<u>2,620,376</u>
Excess (deficiency) of revenues over (under) expenditures	5,641,704	5,508,083	2,965,497
Other financing sources (uses)			
Transfers in	--	--	--
Transfers out	(3,342,263)	(4,148,695)	(2,288,025)
Total other financing sources (uses)	<u>(3,342,263)</u>	<u>(4,148,695)</u>	<u>(2,288,025)</u>
Net change in fund balances	2,299,441	1,359,388	677,472
Fund balances at beginning of year	<u>18,402,682</u>	<u>9,933,202</u>	<u>10,411,030</u>
Fund balances at end of year	<u>\$ 20,702,123</u>	<u>\$ 11,292,590</u>	<u>\$ 11,088,502</u>

City of Corpus Christi, Texas

Exhibit 21-D

Debt Service			Capital Project			2011 Total	2010 Total
Seawall	Arena	Economic Development	Seawall	Arena	Eliminations		
\$ --	\$ --	\$ --	\$ --	\$ --	\$ --	\$ 16,679,619	\$ 15,172,518
1,268	1,443	705	2,066	--	--	153,161	422,602
--	--	--	--	--	--	2,073	5,305
1,268	1,443	705	2,066	--	--	16,834,853	15,600,425
--	--	--	25,229	--	--	25,229	--
--	--	--	--	--	--	2,691,651	4,740,010
--	--	--	170,455	--	--	192,891	7,256
1,475,000	1,585,000	1,660,000	--	--	--	4,720,000	4,460,000
1,864,263	2,052,115	626,025	--	--	--	4,542,403	4,708,517
1,140	300	300	--	--	--	1,740	3,140
3,340,403	3,637,415	2,286,325	195,684	--	--	12,173,914	13,918,923
(3,339,135)	(3,635,972)	(2,285,620)	(193,618)	--	--	4,660,939	1,681,502
3,342,263	3,639,114	2,288,025	--	--	(9,269,402)	--	--
--	--	--	--	--	9,269,402	(509,581)	(1,790,367)
3,342,263	3,639,114	2,288,025	--	--	--	(509,581)	(1,790,367)
3,128	3,142	2,405	(193,618)	--	--	4,151,358	(108,865)
1,382,043	2,186,766	1,754,236	1,610,169	4,952	--	45,685,080	45,793,945
\$ 1,385,171	\$ 2,189,908	\$ 1,756,641	\$ 1,416,551	\$ 4,952	\$ --	\$ 49,836,438	\$ 45,685,080

**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, 2011
WITH COMPARATIVE TOTALS FOR YEAR ENDED JULY 31, 2010**

	<u>Budget</u>		<u>2011 Actual</u>	<u>Variance Final Budget Positive (Negative)</u>	<u>2010 Actual</u>
	<u>Original</u>	<u>Final</u>			
Revenues					
Sales tax	\$ 5,136,059	\$ 5,136,059	\$ 5,559,873	\$ 423,814	\$ 5,057,506
Earnings on investments	52,049	52,049	85,167	33,118	169,467
Total revenue	<u>5,188,108</u>	<u>5,188,108</u>	<u>5,645,040</u>	<u>456,932</u>	<u>5,226,973</u>
Expenditures					
Current					
Community development	15,000	15,000	3,336	11,664	3,336
Capital projects	--	--	--	--	7,256
Total expenditures	<u>15,000</u>	<u>15,000</u>	<u>3,336</u>	<u>11,664</u>	<u>10,592</u>
Excess of revenues over expenditures	5,173,108	5,173,108	5,641,704	468,596	5,216,381
Other financing uses					
Transfers out	<u>(3,342,263)</u>	<u>(3,342,263)</u>	<u>(3,342,263)</u>	<u>--</u>	<u>(4,397,481)</u>
Net change in fund balance	1,830,845	1,830,845	2,299,441	468,596	818,900
Fund balance at beginning of year	<u>18,363,287</u>	<u>18,402,682</u>	<u>18,402,682</u>	<u>--</u>	<u>17,583,782</u>
Fund balance at end of year	<u>\$ 20,194,132</u>	<u>\$ 20,233,527</u>	<u>\$ 20,702,123</u>	<u>\$ 468,596</u>	<u>\$ 18,402,682</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, 2011
WITH COMPARATIVE TOTALS FOR YEAR ENDED JULY 31, 2010**

	Budget		2011 Actual	Variance	2010 Actual
	Original	Final		Final Budget Positive (Negative)	
Revenues					
Sales tax	\$ 5,559,873	\$ 5,559,873	\$ 5,559,873	\$ 0	\$ 5,057,506
Earnings on investments	32,201	52,199	38,585	(13,614)	77,954
Total revenue	5,592,074	5,612,072	5,598,458	(13,614)	5,135,460
Expenditures					
Current					
Community development	15,000	32,500	67,939	(35,439)	27,572
Capital projects	150,000	150,000	22,436	127,564	--
Total expenditures	165,000	182,500	90,375	92,125	27,572
Excess of revenues over expenditures	5,427,074	5,429,572	5,508,083	78,511	5,107,888
Other financing uses					
Transfers out	(4,148,695)	(4,148,695)	(4,148,695)	--	(5,379,428)
Net change in fund balance	1,278,379	1,280,877	1,359,388	78,511	(271,540)
Fund balance at beginning of year	9,800,807	9,933,202	9,933,202	--	10,204,742
Fund balance at end of year	\$ 11,079,186	\$ 11,214,079	\$ 11,292,590	\$ 78,511	\$ 9,933,202

**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, 2011
WITH COMPARATIVE TOTALS FOR YEAR ENDED JULY 31, 2010**

	Budget		2011 Actual	Variance	2010 Actual
	Original	Final		Final Budget Positive (Negative)	
Revenues					
Sales tax	\$ 5,136,059	\$ 5,136,059	\$ 5,559,873	\$ 423,814	\$ 5,057,506
Earnings on investments	34,663	34,663	23,927	(10,736)	147,524
Miscellaneous	--	--	2,073	2,073	5,305
Total revenue	5,170,722	5,170,722	5,585,873	415,151	5,210,335
Expenditures					
Current					
Community development	2,832,202	6,663,525	2,620,376	4,043,149	4,708,969
Excess (deficiency) of revenues over (under) expenditures	2,338,520	(1,492,803)	2,965,497	4,458,300	501,366
Other financing uses					
Transfers out	(2,288,025)	(2,288,025)	(2,288,025)	--	(2,286,075)
Net change in fund balance	50,495	(3,780,828)	677,472	4,458,300	(1,784,709)
Fund balance at beginning of year	9,674,497	10,411,030	10,411,030	--	12,195,739
Fund balance at end of year	\$ 9,724,992	\$ 6,630,202	\$ 11,088,502	\$ 4,458,300	\$ 10,411,030

**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, 2011
WITH COMPARATIVE TOTALS FOR YEAR ENDED JULY 31, 2010**

	<u>Budget</u>		<u>2011 Actual</u>	<u>Variance</u>	<u>2010 Actual</u>
	<u>Original</u>	<u>Final</u>		<u>Final Budget Positive (Negative)</u>	
Revenues					
Earnings on investments	\$ 3,101	\$ 3,101	\$ 1,268	\$ (1,833)	\$ 18,004
Expenditures					
Debt service					
Principal retirement	1,475,000	1,475,000	1,475,000	--	1,375,000
Interest	1,864,263	1,864,263	1,864,263	--	1,920,981
Paying agent fees	3,000	3,000	1,140	1,860	1,840
Total expenditures	<u>3,342,263</u>	<u>3,342,263</u>	<u>3,340,403</u>	<u>1,860</u>	<u>3,297,821</u>
Deficiency of revenues under expenditures	(3,339,162)	(3,339,162)	(3,339,135)	27	(3,279,817)
Other financing sources					
Transfers in	<u>3,342,263</u>	<u>3,342,263</u>	<u>3,342,263</u>	<u>--</u>	<u>3,297,481</u>
Net change in fund balance	3,101	3,101	3,128	27	17,664
Fund balance at beginning of year	<u>1,371,662</u>	<u>1,382,043</u>	<u>1,382,043</u>	<u>--</u>	<u>1,364,379</u>
Fund balance at end of year	<u>\$ 1,374,763</u>	<u>\$ 1,385,144</u>	<u>\$ 1,385,171</u>	<u>\$ 27</u>	<u>\$ 1,382,043</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, 2011
WITH COMPARATIVE TOTALS FOR YEAR ENDED JULY 31, 2010**

	Budget		2011 Actual	Variance Final Budget Positive (Negative)	2010 Actual
	Original	Final			
Revenues					
Earnings on investments	\$ 2,926	\$ 2,926	\$ 1,443	\$ (1,483)	\$ 4,040
Expenditures					
Debt service					
Principal retirement	1,585,000	1,585,000	1,585,000	--	1,475,000
Interest	2,052,115	2,052,115	2,052,115	--	2,112,461
Paying agent fees	2,000	2,000	300	1,700	1,000
Total expenditures	<u>3,639,115</u>	<u>3,639,115</u>	<u>3,637,415</u>	<u>1,700</u>	<u>3,588,461</u>
Deficiency of revenues under expenditures	(3,636,189)	(3,636,189)	(3,635,972)	217	(3,584,421)
Other financing sources					
Transfers in	<u>3,639,114</u>	<u>3,639,114</u>	<u>3,639,114</u>	<u>--</u>	<u>3,589,061</u>
Net change in fund balance	2,925	2,925	3,142	217	4,640
Fund balance at beginning of year	<u>2,183,961</u>	<u>2,186,766</u>	<u>2,186,766</u>	<u>--</u>	<u>2,182,126</u>
Fund balance at end of year	<u>\$ 2,186,886</u>	<u>\$ 2,189,691</u>	<u>\$ 2,189,908</u>	<u>\$ 217</u>	<u>\$ 2,186,766</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, 2011
WITH COMPARATIVE TOTALS FOR YEAR ENDED JULY 31, 2010

	Budget		2011 Actual	Variance Final Budget Positive (Negative)	2010 Actual
	Original	Final			
Revenues					
Earnings (loss) on investments	\$ 1,327	\$ 1,327	\$ 705	\$ (622)	\$ 3,775
Expenditures					
Debt service					
Principal retirement	1,660,000	1,660,000	1,660,000	--	1,610,000
Interest	626,025	626,025	626,025	--	675,075
Paying agent fees	2,000	2,000	300	1,700	300
Total expenditures	<u>2,288,025</u>	<u>2,288,025</u>	<u>2,286,325</u>	<u>1,700</u>	<u>2,285,375</u>
Deficiency of revenues under expenditures	(2,286,698)	(2,286,698)	(2,285,620)	1,078	(2,281,600)
Other financing sources					
Transfers in	<u>2,288,025</u>	<u>2,288,025</u>	<u>2,288,025</u>	<u>--</u>	<u>2,286,075</u>
Net change in fund balance	1,327	1,327	2,405	1,078	4,475
Fund balance at beginning of year	<u>1,752,770</u>	<u>1,754,236</u>	<u>1,754,236</u>	<u>--</u>	<u>1,749,761</u>
Fund balance at end of year	<u>\$ 1,754,097</u>	<u>\$ 1,755,563</u>	<u>\$ 1,756,641</u>	<u>\$ 1,078</u>	<u>\$ 1,754,236</u>

**NORTH PADRE ISLAND DEVELOPMENT CORPORATION
SCHEDULE OF NET ASSETS
JULY 31, 2011**

	Governmental Funds	Adjustments	Schedule of Net Assets
ASSETS			
Cash and cash equivalents	\$ 7,425,527	\$ --	\$ 7,425,527
Receivables			
Accrued interest	1,767	--	1,767
Net receivables	1,767	--	1,767
Bond issuance cost	--	1,021,210	1,021,210
Total assets	<u>\$ 7,427,294</u>	<u>\$ 1,021,210</u>	<u>\$ 8,448,504</u>
LIABILITIES			
Accounts payable	\$ 350,328	\$ --	\$ 350,328
Accrued interest	--	211,444	211,444
Contractor interest and retainage payable	108,943	--	108,943
Long-term debt			
Due within one year	--	670,000	670,000
Due in more than one year	--	11,322,363	11,322,363
Total liabilities	<u>459,271</u>	<u>12,203,807</u>	<u>12,663,078</u>
FUND BALANCE			
Restricted			
North Padre Island development	5,468,023	(5,468,023)	--
Debt service	1,500,000	(1,500,000)	--
Total fund balance	<u>6,968,023</u>	<u>(6,968,023)</u>	<u>--</u>
Total liabilities and fund balance	<u>\$ 7,427,294</u>		
NET ASSETS (LIABILITIES)			
Unrestricted		<u>(4,214,573)</u>	<u>(4,214,573)</u>
Total net liabilities		<u>\$ (4,214,573)</u>	<u>\$ (4,214,573)</u>

**NORTH PADRE ISLAND DEVELOPMENT CORPORATION
SCHEDULE OF ACTIVITIES
YEAR ENDED JULY 31, 2011**

	Governmental Funds	Adjustments	Schedule of Activities
Expenditures/expenses			
General government	\$ 111,539	\$ --	\$ 111,539
Community enrichment	120,476	--	120,476
Capital projects	2,809,638	(2,809,638)	--
Debt service			
Principal retirement	575,000	(575,000)	--
Interest	576,788	71,646	648,434
Bond issuance cost	--	154,517	154,517
Paying agent fees	5,570	--	5,570
Total expenditures/expenses	<u>4,199,011</u>	<u>(3,158,475)</u>	<u>1,040,536</u>
General revenues			
Property tax	2,803,583	--	2,803,583
Earnings on investments	4,754	--	4,754
Other financing uses			
Transfers out	--	(2,809,638)	(2,809,638)
Total general revenues and other financing uses	<u>2,808,337</u>	<u>(2,809,638)</u>	<u>(1,301)</u>
Excess of revenues over expenditures and transfers out	(1,390,674)	1,390,674	--
Change in net assets	--	(1,041,837)	(1,041,837)
Fund balance/net liabilities beginning of year	<u>8,358,697</u>	<u>(11,531,433)</u>	<u>(3,172,736)</u>
Fund balance/net liabilities end of year	<u>\$ 6,968,023</u>	<u>\$ (11,182,596)</u>	<u>\$ (4,214,573)</u>

**NORTH PADRE ISLAND DEVELOPMENT CORPORATION
BALANCE SHEETS
JULY 31, 2011
WITH COMPARATIVE TOTALS FOR JULY 31, 2010**

ASSETS	General	Capital Projects	Eliminations	2011 Total	2010 Total
Cash and cash equivalents	\$ 6,078,331	\$ 1,347,196	--	\$ 7,425,527	\$ 8,401,700
Receivables					
Accrued interest	1,767	--	--	1,767	--
Intergovernmental	--	--	--	--	2,051
Net receivables	<u>1,767</u>	<u>--</u>	<u>--</u>	<u>1,767</u>	<u>2,051</u>
Total assets	<u>\$ 6,080,098</u>	<u>\$ 1,347,196</u>	<u>\$ --</u>	<u>\$ 7,427,294</u>	<u>\$ 8,403,751</u>
LIABILITIES AND FUND BALANCES					
Liabilities					
Accounts payable	\$ 12,592	\$ 337,736	--	\$ 350,328	\$ 45,054
Contractor interest and retainage payable	--	108,943	--	108,943	--
Total liabilities	<u>12,592</u>	<u>446,679</u>	<u>--</u>	<u>459,271</u>	<u>45,054</u>
Fund balances					
Restricted					
North Padre Island development	4,567,506	900,517	--	5,468,023	6,858,697
Debt service	1,500,000	--	--	1,500,000	1,500,000
Total fund balance	<u>6,067,506</u>	<u>900,517</u>	<u>--</u>	<u>6,968,023</u>	<u>8,358,697</u>
Total liabilities and fund balance	<u>\$ 6,080,098</u>	<u>\$ 1,347,196</u>	<u>\$ --</u>	<u>\$ 7,427,294</u>	<u>\$ 8,403,751</u>

NORTH PADRE ISLAND DEVELOPMENT CORPORATION
SCHEDULE OF REVENUES, EXPENDITURES, AND CHANGES IN FUND BALANCE
YEAR ENDED JULY 31, 2011
WITH COMPARATIVE TOTALS FOR YEAR ENDED JULY 31, 2010

	<u>General</u>	<u>Capital Projects</u>	<u>Eliminations</u>	<u>2011 Total</u>	<u>2010 Total</u>
Revenues					
Taxes and business fees	\$ 2,803,583	\$ --	\$ --	\$ 2,803,583	\$ 3,357,599
Grants	--	--	--	--	(7,347)
Contributions and donations	--	--	--	--	(7,348)
Earnings on investments	3,167	1,587	--	4,754	29
Total revenue	<u>2,806,750</u>	<u>1,587</u>	<u>--</u>	<u>2,808,337</u>	<u>3,342,933</u>
Expenditures					
Current					
General government	--	111,539	--	111,539	2,768
Community enrichment	120,476	--	--	120,476	945,901
Capital projects	--	2,809,638	--	2,809,638	145,599
Debt service					
Principal retirement	575,000	--	--	575,000	175,000
Interest	576,788	--	--	576,788	593,663
Paying agent fees	5,570	--	--	5,570	6,630
Total expenditures	<u>1,277,834</u>	<u>2,921,177</u>	<u>--</u>	<u>4,199,011</u>	<u>1,869,561</u>
Excess of revenues over expenditures	1,528,916	(2,919,590)	--	(1,390,674)	1,473,372
Other financing sources (uses)					
Transfers in	--	3,820,107	(3,820,107)	--	--
Transfers out	(3,820,107)	--	3,820,107	--	--
Total other financing sources	<u>(3,820,107)</u>	<u>3,820,107</u>	<u>--</u>	<u>--</u>	<u>--</u>
Net change in fund balances	(2,291,191)	900,517	--	(1,390,674)	1,473,372
Fund balances at beginning of year	<u>8,358,697</u>	<u>--</u>	<u>--</u>	<u>8,358,697</u>	<u>6,885,325</u>
Fund balances at end of year	<u>\$ 6,067,506</u>	<u>\$ 900,517</u>	<u>\$ --</u>	<u>\$ 6,968,023</u>	<u>\$ 8,358,697</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, 2011
WITH COMPARATIVE TOTALS FOR YEAR ENDED JULY 31, 2010**

	<u>Budget</u>		<u>2011 Actual</u>	<u>Variance Final Budget Positive (Negative)</u>	<u>2010 Actual</u>
	<u>Original</u>	<u>Final</u>			
Revenues					
Taxes and business fees	\$ 3,176,669	\$ 3,176,669	\$ 2,803,583	\$ (373,086)	\$ 3,357,599
Earnings on investments	16,297	16,297	3,167	(13,130)	29
Total revenues	<u>3,192,966</u>	<u>3,192,966</u>	<u>2,806,750</u>	<u>(386,216)</u>	<u>3,357,628</u>
Expenditures					
Current					
Community enrichment	125,204	125,204	120,476	4,728	945,901
Capital projects	2,974,000	--	--	--	134,829
Debt service					
Principal retirement	575,000	575,000	575,000	--	175,000
Interest	576,788	576,788	576,788	--	593,663
Paying agent fees	7,500	7,500	5,570	1,930	6,630
Total expenditures	<u>4,258,492</u>	<u>1,284,492</u>	<u>1,277,834</u>	<u>6,658</u>	<u>1,856,023</u>
Excess of revenues over expenditures	(1,065,526)	1,908,474	1,528,916	(379,558)	1,501,605
Other financing sources (uses)					
Transfers out	--	(3,820,107)	(3,820,107)	--	--
Net change in fund balance	(1,065,526)	(1,911,633)	(2,291,191)	(379,558)	1,501,605
Fund balance at beginning of year	<u>8,358,697</u>	<u>8,358,697</u>	<u>8,358,697</u>	<u>--</u>	<u>6,857,092</u>
Fund balance at end of year	<u>\$ 7,293,171</u>	<u>\$ 6,447,064</u>	<u>\$ 6,067,506</u>	<u>\$ (379,558)</u>	<u>\$ 8,358,697</u>



City of
Corpus
Christi

**REINVESTMENT ZONE #3
COMPARATIVE BALANCE SHEETS
JULY 31, 2011 AND 2010**

ASSETS	<u>2011</u>	<u>2010</u>
Cash and cash equivalents	\$ 206,651	\$ 50,400
Total assets	<u>\$ 206,651</u>	<u>\$ 50,400</u>
LIABILITIES AND FUND BALANCE		
Fund balance		
Restricted		
Downtown development	\$ 206,651	\$ 50,400
Total liabilities and fund balance	<u>\$ 206,651</u>	<u>\$ 50,400</u>

**REINVESTMENT ZONE #3
SCHEDULE OF REVENUES, EXPENDITURES AND CHANGES IN FUND BALANCE
YEAR ENDED JULY 31, 2011
WITH COMPARATIVE TOTALS FOR YEAR ENDED JULY 31, 2010**

	2011 Actual	2010 Actual
Revenues		
Taxes and business fees	\$ 156,251	\$ 50,400
Expenditures		
Total expenditures	--	--
Net change in fund balance	156,251	50,400
Fund balance at beginning of year	50,400	--
Fund balance at end of year	\$ 206,651	\$ 50,400



City of
Corpus
Christi

Capital Projects Funds

Capital Projects Funds

Bayfront Arts/Science Bond Fund – This fund was established for recording the construction of additions to the Museum, construction of the Columbus Fleet Shipyard and Seaport and other improvements at the Bayfront Arts & Science Park.

City Hall Bond Fund – This fund was established for recording the purchase of a site, and constructing and equipping a new City Hall.

Convention Facility Bond Fund – This fund was established for recording the construction of a community convention facility.

Library Bond Fund – This fund was established for recording the construction of improvements to the Corpus Christi Public Library System.

Park Bond Fund – This fund was established for recording improvements and expansion of park and recreational facilities.

Police Building Bond Fund – This fund was established for recording the construction of improvements for the Police Department.

Public Health and Safety Bond Fund – This fund was established for recording the construction of improvements related to health and safety projects.

Fire Bond Fund – This fund was established for recording construction and improvements to City fire stations.

Landfill Bond Fund – This fund was established for recording the construction of improvements to the landfill.

Street Bond Fund – This fund was established for recording the improvements and widening of streets.

Corpus Christi Business and Job Development Corporation – Arena Bond Fund – This fund was established for recording the construction and improvements of the arena.

Corpus Christi Business and Job Development Corporation – Seawall Bond Fund – This fund was established for recording the construction of improvements to the seawall.

North Padre Island Development Corporation Bond Fund – This fund was established for recording the construction of Packery Channel.



City of
Corpus
Christi

**CAPITAL PROJECTS FUNDS
COMBINING BALANCE SHEET
JULY 31, 2011
WITH COMPARATIVE TOTALS FOR JULY 31, 2010**

ASSETS	Bayfront Arts/Science	City Hall	Convention Facility	Library
Cash and cash equivalents	\$ 12,223,364	\$ 17,563	\$ 2,021,932	\$ 1,517,806
Investments	2,000,000	--	--	--
Receivables				
Accounts	--	--	--	177
Accrued interest	756	--	--	--
Special assessments	--	--	--	--
Intergovernmental	--	--	--	--
Allowance for uncollectibles	--	--	--	--
Net receivables	<u>756</u>	<u>--</u>	<u>--</u>	<u>177</u>
Total assets	<u><u>\$ 14,224,120</u></u>	<u><u>\$ 17,563</u></u>	<u><u>\$ 2,021,932</u></u>	<u><u>\$ 1,517,983</u></u>
LIABILITIES AND FUND BALANCES				
Liabilities				
Accounts payable	\$ 193,089	\$ --	\$ 115,161	\$ 787
Contractor interest and retainage payable	152,288	--	16,643	--
Deposits	--	--	--	--
Deferred revenues				
Grants	--	--	--	--
Total liabilities	<u>345,377</u>	<u>--</u>	<u>131,804</u>	<u>787</u>
Fund balances				
Restricted				
Capital projects	13,689,878	--	1,886,267	1,477,022
Committed				
Capital projects	160,364	--	3,794	8,003
Assigned				
Capital projects	28,501	17,563	67	32,171
Total fund balance	<u>13,878,743</u>	<u>17,563</u>	<u>1,890,128</u>	<u>1,517,196</u>
Total liabilities and fund balance	<u><u>\$ 14,224,120</u></u>	<u><u>\$ 17,563</u></u>	<u><u>\$ 2,021,932</u></u>	<u><u>\$ 1,517,983</u></u>

(Continued)

City of Corpus Christi, Texas

Exhibit 24-A

<u>Park</u>	<u>Police</u>	<u>Public Health & Safety</u>	<u>Fire</u>	<u>Landfill</u>	<u>Street</u>
\$ 6,338,761	\$ 641,454	\$ 631,029	\$ 4,826,787	\$ 4,483,148	\$ 23,666,905
5,000,000	--	--	--	--	18,004,500
--	--	--	--	--	24,000
937	--	--	--	--	21,109
--	--	--	--	--	713,327
977,480	--	--	--	--	3,505,682
--	--	--	--	--	(708,099)
<u>978,417</u>	<u>--</u>	<u>--</u>	<u>--</u>	<u>--</u>	<u>3,556,019</u>
<u>\$ 12,317,178</u>	<u>\$ 641,454</u>	<u>\$ 631,029</u>	<u>\$ 4,826,787</u>	<u>\$ 4,483,148</u>	<u>\$ 45,227,424</u>
\$ 733,196	\$ 142,811	\$ 29,130	\$ 8,293	\$ 139,969	\$ 3,514,296
263,965	148,432	6,555	11,438	147,386	487,705
--	--	--	--	--	353,400
<u>527,131</u>	<u>--</u>	<u>--</u>	<u>--</u>	<u>--</u>	<u>--</u>
<u>1,524,292</u>	<u>291,243</u>	<u>35,685</u>	<u>19,731</u>	<u>287,355</u>	<u>4,355,401</u>
9,736,893	293,594	532,175	4,773,842	2,977,303	33,280,221
701,039	37,641	59,526	33,214	1,213,785	6,196,418
<u>354,954</u>	<u>18,976</u>	<u>3,643</u>	<u>--</u>	<u>4,705</u>	<u>1,395,384</u>
<u>10,792,886</u>	<u>350,211</u>	<u>595,344</u>	<u>4,807,056</u>	<u>4,195,793</u>	<u>40,872,023</u>
<u>\$ 12,317,178</u>	<u>\$ 641,454</u>	<u>\$ 631,029</u>	<u>\$ 4,826,787</u>	<u>\$ 4,483,148</u>	<u>\$ 45,227,424</u>

**CAPITAL PROJECTS FUNDS
COMBINING BALANCE SHEET
JULY 31, 2011
WITH COMPARATIVE TOTALS FOR JULY 31, 2010**

	Corpus Christi Business and Job Development Corporation		North Padre Island Development Corporation	Eliminations
	Seawall	Arena		
ASSETS				
Cash and cash equivalents	\$ 1,433,683	\$ 4,952	\$ 1,347,196	\$ --
Investments	--	--	--	--
Receivables				
Accounts	--	--	--	--
Accrued interest	--	--	--	--
Special assessments	--	--	--	--
Intergovernmental	--	--	--	--
Miscellaneous	--	--	--	--
Allowance for uncollectibles	--	--	--	--
Net receivables	--	--	--	--
Total assets	\$ 1,433,683	\$ 4,952	\$ 1,347,196	\$ --
LIABILITIES AND FUND BALANCES				
Liabilities				
Accounts payable	\$ 17,132	\$ --	\$ 337,736	\$ --
Contractor interest and retainage payable	--	--	108,943	--
Deposits	--	--	--	--
Deferred revenues				
Grants	--	--	--	--
Total liabilities	17,132	--	446,679	--
Fund balances				
Restricted				
Capital projects	1,416,551	4,952	900,517	--
Committed				
Capital projects	--	--	--	--
Assigned				
Capital projects	--	--	--	--
Total fund balance	1,416,551	4,952	900,517	--
Total liabilities and fund balance	\$ 1,433,683	\$ 4,952	\$ 1,347,196	\$ --

Exhibit 24-A
(Continued)

<u>2011</u> <u>Total</u>	<u>2010</u> <u>Total</u>
\$ 59,154,580	\$ 53,403,936
25,004,500	68,486,509
24,177	--
22,802	112,572
713,327	468,038
4,483,162	3,327,712
--	8,403
(708,099)	(318,899)
4,535,369	3,597,826
\$ 88,694,449	\$ 125,488,271

\$ 5,231,600	\$ 4,140,509
1,343,355	1,871,336
353,400	367,730
527,131	527,131
7,455,486	6,906,706

70,969,215	105,026,981
8,413,784	10,109,487
1,855,964	3,445,097
81,238,963	118,581,565
\$ 88,694,449	\$ 125,488,271

CAPITAL PROJECTS FUNDS
COMBINING STATEMENT OF REVENUES, EXPENDITURES, AND CHANGES IN FUND BALANCES
YEAR ENDED JULY 31, 2011
WITH COMPARATIVE TOTALS FOR YEAR ENDED JULY 31, 2010

	<u>Bayfront Arts/Science</u>	<u>City Hall</u>	<u>Convention Facility</u>	<u>Library</u>
Revenues				
Contributions and donations	\$ --	\$ --	\$ --	\$ 15,404
Special assessments	--	--	--	--
Interest on special assessments	--	--	--	--
Attorneys fees on special assessments	--	--	--	--
Earnings on investments	41,552	--	3,612	--
Claim settlement	--	--	--	--
Miscellaneous	31,410	--	--	--
Total revenues	<u>72,962</u>	<u>--</u>	<u>3,612</u>	<u>15,404</u>
Expenditures				
Current				
General government	65,314	--	15,316	12,475
Capital projects	1,644,096	--	953,870	129,914
Total expenditures	<u>1,709,410</u>	<u>--</u>	<u>969,186</u>	<u>142,389</u>
Excess (deficiency) of revenues over (under) expenditures	(1,636,448)	--	(965,574)	(126,985)
Other financing sources (uses)				
Proceeds from general obligation bonds	--	--	--	--
Proceeds from certificate of obligation bonds	--	--	--	--
Revenue bonds issued	--	--	--	--
Transfer in from				
Seawall Improvement fund	--	--	--	--
Reinvestment Zone fund	--	--	--	--
Street CIP	--	--	--	--
Bayfront Arts & Science CIP	--	--	--	692
Transfers out to				
Park CIP	--	--	--	--
Library CIP	(692)	--	--	--
Total other financing sources (uses)	<u>(692)</u>	<u>--</u>	<u>--</u>	<u>692</u>
Net change in fund balances	(1,637,140)	--	(965,574)	(126,293)
Fund balances at beginning of year	<u>15,515,883</u>	<u>17,563</u>	<u>2,855,702</u>	<u>1,643,489</u>
Fund balances at end of year	<u>\$ 13,878,743</u>	<u>\$ 17,563</u>	<u>\$ 1,890,128</u>	<u>\$ 1,517,196</u>

(Continued)

City of Corpus Christi, Texas

Exhibit 24-B

<u>Park</u>	<u>Police</u>	<u>Public Health & Safety</u>	<u>Fire</u>	<u>Landfill</u>	<u>Street</u>
\$ --	\$ --	\$ --	\$ --	\$ --	\$ 4,307,802
--	--	--	--	--	675,864
--	--	--	--	--	7,088
--	--	--	--	--	135
34,146	3,887	813	10,547	15,239	189,648
--	--	--	--	--	325,395
--	--	--	--	--	--
<u>34,146</u>	<u>3,887</u>	<u>813</u>	<u>10,547</u>	<u>15,239</u>	<u>5,505,932</u>
181,068	27,355	21,101	16,694	56,916	1,323,248
<u>9,523,623</u>	<u>2,316,769</u>	<u>386,077</u>	<u>489,243</u>	<u>4,016,727</u>	<u>22,532,239</u>
<u>9,704,691</u>	<u>2,344,124</u>	<u>407,178</u>	<u>505,937</u>	<u>4,073,643</u>	<u>23,855,487</u>
(9,670,545)	(2,340,237)	(406,365)	(495,390)	(4,058,404)	(18,349,555)
--	--	--	--	--	--
--	--	--	--	--	--
--	--	--	--	--	--
--	--	--	--	--	--
649,923	--	--	--	--	--
--	--	--	--	--	--
--	--	--	--	--	(649,923)
<u>649,923</u>	<u>--</u>	<u>--</u>	<u>--</u>	<u>--</u>	<u>(649,923)</u>
(9,020,622)	(2,340,237)	(406,365)	(495,390)	(4,058,404)	(18,999,478)
<u>19,813,508</u>	<u>2,690,448</u>	<u>1,001,709</u>	<u>5,302,446</u>	<u>8,254,197</u>	<u>59,871,501</u>
<u>\$ 10,792,886</u>	<u>\$ 350,211</u>	<u>\$ 595,344</u>	<u>\$ 4,807,056</u>	<u>\$ 4,195,793</u>	<u>\$ 40,872,023</u>

CAPITAL PROJECTS FUNDS
COMBINING STATEMENT OF REVENUES, EXPENDITURES, AND CHANGES IN FUND BALANCES
YEAR ENDED JULY 31, 2011
WITH COMPARATIVE TOTALS FOR YEAR ENDED JULY 31, 2010

	<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				
Grants	\$ --	\$ --	\$ --	\$ --
Contributions and donations	--	--	--	--
Special assessments	--	--	--	--
Interest on special assessments	--	--	--	--
Attorneys fees on special assessments	--	--	--	--
Earnings on investments	2,066	--	1,587	--
Claim settlement	--	--	--	--
Miscellaneous	--	--	--	--
Total revenues	<u>2,066</u>	<u>--</u>	<u>1,587</u>	<u>--</u>
Expenditures				
Current				
General government	25,229	--	111,539	--
Capital projects	170,455	--	2,809,638	--
Debt service				
Bond issuance cost	--	--	--	--
Total expenditures	<u>195,684</u>	<u>--</u>	<u>2,921,177</u>	<u>--</u>
Excess (deficiency) of revenues over (under) expenditures	(193,618)	--	(2,919,590)	--
Other financing sources (uses)				
Proceeds from general obligation bonds	--	--	--	--
Proceeds from certificate of obligation bonds	--	--	--	--
Premium on bonds issued	--	--	--	--
Transfer in from				
Seawall Improvement fund	--	--	--	--
Reinvestment Zone fund	--	--	3,820,107	--
Street CIP	--	--	--	(649,923)
Bayfront Arts & Science CIP	--	--	--	(692)
Transfers out to				
Park CIP	--	--	--	649,923
Library CIP	--	--	--	692
Total other financing sources (uses)	<u>--</u>	<u>--</u>	<u>3,820,107</u>	<u>--</u>
Net change in fund balances	(193,618)	--	900,517	--
Fund balances at beginning of year	<u>1,610,169</u>	<u>4,952</u>	<u>--</u>	<u>--</u>
Fund balances at end of year	<u>\$ 1,416,551</u>	<u>\$ 4,952</u>	<u>\$ 900,517</u>	<u>\$ --</u>

Exhibit 24-B
(Continued)

<u>2011</u> <u>Total</u>	<u>2010</u> <u>Total</u>
\$ --	\$ 2,518,727
4,323,206	2,661
675,864	42,064
7,088	33,206
135	1,606
303,097	440,760
325,395	--
31,410	2,071
5,666,195	3,041,095
1,856,255	836,299
44,972,651	46,320,640
--	422,041
46,828,906	47,578,980
(41,162,711)	(44,537,885)
--	13,685,000
--	11,460,000
--	491,894
--	1,100,000
3,820,107	--
--	--
--	--
--	--
3,820,107	26,736,894
(37,342,604)	(17,800,991)
118,581,567	136,382,556
\$ 81,238,963	\$ 118,581,565



City of
Corpus
Christi

Proprietary Funds

Enterprise Funds

Enterprise Funds

Enterprise Funds are used to account for City operations that are financed and/or operated in a manner similar to private business. Included in this category are Utility System, Airport, Golf Centers, and Marina Funds.

Major Fund

Utility System Fund – This fund was established to account for the City’s water system, waste water disposal system, gas system, and storm water sewer and drainage system.

Non-major Funds

Airport Fund – This fund was established to account for operations of the Corpus Christi International Airport.

Golf Centers Fund – This fund was established to account for operations of the Gabe Lozano, Sr. and the Oso Golf Centers.

Marina Fund – This fund was established to account for operations of the Marina.



City of
Corpus
Christi

City of Corpus Christi, Texas

UTILITY SYSTEM FUND
COMBINING SCHEDULE OF NET ASSETS
JULY 31, 2011

	<u>Gas</u>	<u>Water</u>	<u>Wastewater</u>	<u>Eliminations</u>	<u>Total</u>
ASSETS					
Current assets					
Cash and cash equivalents	\$ 3,236,232	\$ 11,535,919	\$ 3,960,033	\$ --	\$ 18,732,184
Investments	5,001,410	10,336,917	4,986,104	--	20,324,431
Receivables					
Accounts	3,852,595	19,439,146	8,803,242	(26,839)	32,068,144
Accrued interest	--	12,033	29,663	--	41,696
Property leases	--	3,147	441	--	3,588
Employees	--	55	--	--	55
Intergovernmental	2,865	1,649,956	--	--	1,652,821
Miscellaneous	11,931	10,586	--	--	22,517
Allowance for uncollectibles	(860,663)	(3,196,563)	(1,233,464)	--	(5,290,690)
Net receivables	<u>3,006,728</u>	<u>17,918,360</u>	<u>7,599,882</u>	<u>(26,839)</u>	<u>28,498,131</u>
Inventories	--	407,619	--	--	407,619
Prepaid items	--	30	--	--	30
Restricted assets					
Cash and cash equivalents	906,288	25,226,737	8,722,886	--	34,855,911
Investments	--	4,668,388	--	--	4,668,388
Receivables					
Accrued interest	--	4,207	--	--	4,207
Total restricted assets	<u>906,288</u>	<u>29,899,332</u>	<u>8,722,886</u>	<u>--</u>	<u>39,528,506</u>
Total current assets	<u>12,150,658</u>	<u>70,098,177</u>	<u>25,268,905</u>	<u>(26,839)</u>	<u>107,490,901</u>
Noncurrent assets					
Bond issue costs	174,698	5,085,942	1,944,901	--	7,205,541
Capital assets					
Land	688,623	17,365,432	5,012,017	--	23,066,072
Water supply rights	--	212,284,487	--	--	212,284,487
Buildings	1,732,754	33,446,303	2,083,421	--	37,262,478
Improvements other than buildings	9,470,778	90,414,892	151,698,082	--	251,583,752
Machinery and equipment	3,247,396	14,612,296	9,411,260	--	27,270,952
Infrastructure	72,815,284	664,462,938	271,879,873	--	1,009,158,095
Total capital assets in service	<u>87,954,835</u>	<u>1,032,586,348</u>	<u>440,084,653</u>	<u>--</u>	<u>1,560,625,836</u>
Less accumulated depreciation and amortization	<u>(33,022,513)</u>	<u>(236,253,750)</u>	<u>(134,273,847)</u>	<u>--</u>	<u>(403,550,110)</u>
Net capital assets in service	<u>54,932,322</u>	<u>796,332,598</u>	<u>305,810,806</u>	<u>--</u>	<u>1,157,075,726</u>
Construction in progress	121,578	48,934,157	55,122,485	--	104,178,220
Net capital assets	<u>55,053,900</u>	<u>845,266,755</u>	<u>360,933,291</u>	<u>--</u>	<u>1,261,253,946</u>
Total noncurrent assets	<u>55,228,598</u>	<u>850,352,697</u>	<u>362,878,192</u>	<u>--</u>	<u>1,268,459,487</u>
Total assets	<u>67,379,256</u>	<u>920,450,874</u>	<u>388,147,097</u>	<u>(26,839)</u>	<u>1,375,950,388</u>

(Continued)

	<u>Gas</u>	<u>Water</u>	<u>Wastewater</u>	<u>Eliminations</u>	<u>Total</u>
LIABILITIES					
Current liabilities					
Accounts payable	1,238,105	5,776,786	3,574,718	(26,839)	10,562,770
Accrued expenses	221,351	526,101	285,361	--	1,032,813
Accrued interest	19,997	847,244	298,979	--	1,166,220
Contractor interest and retainage payable	55	890,614	2,775,754	--	3,666,423
Deposits	68,010	166,669	6,445	--	241,124
Liability to claimants - escheat property	--	114,371	--	--	114,371
Unearned revenue	--	--	16,204	--	16,204
Current portion of long-term liabilities					
Long-term debt	282,938	24,198,421	9,035,130	--	33,516,489
Accumulated unpaid compensated absences	432,186	854,675	468,034	--	1,754,895
Total current liabilities	<u>2,262,642</u>	<u>33,374,880</u>	<u>16,460,625</u>	<u>(26,839)</u>	<u>52,071,308</u>
Noncurrent liabilities					
Long-term liabilities, net of current portion					
Long-term debt	10,321,759	533,681,419	142,723,886	--	686,727,064
Accumulated unpaid compensated absences	235,021	284,161	446,876	--	966,058
Net pension obligation	762,477	1,761,208	983,367	--	3,507,052
Net OPEB obligation	123,866	280,027	154,933	--	558,826
Total noncurrent liabilities	<u>11,443,123</u>	<u>536,006,815</u>	<u>144,309,062</u>	<u>--</u>	<u>691,759,000</u>
Total liabilities	<u>13,705,765</u>	<u>569,381,695</u>	<u>160,769,687</u>	<u>(26,839)</u>	<u>743,830,308</u>
NET ASSETS					
Invested in capital assets, net of related debt	45,157,377	312,079,714	215,661,705	--	572,898,796
Restricted for					
Bond interest and redemption	196,591	2,908,763	1,409,472	--	4,514,826
Construction of capital assets	1,522	339,175	61,039	--	401,736
Improvements to utility lines and facilities	--	1,958,595	669,543	--	2,628,138
Abatement of public health hazards	--	--	95,401	--	95,401
Unrestricted	8,318,001	33,782,932	9,480,250	--	51,581,183
Total net assets	<u>\$ 53,673,491</u>	<u>\$ 351,069,179</u>	<u>\$ 227,377,410</u>	<u>\$ --</u>	<u>\$ 632,120,080</u>



City of
Corpus
Christi

UTILITY SYSTEM FUND
COMBINING SCHEDULE OF REVENUES, EXPENSES, AND CHANGES IN NET ASSETS
YEAR ENDED JULY 31, 2011

	<u>Gas</u>	<u>Water</u>	<u>Wastewater</u>	<u>Eliminations</u>	<u>Total</u>
Operating revenues					
Charges for services - net	\$ 31,818,651	\$ 109,375,104	\$ 55,123,308	\$ (729,863)	\$ 195,587,200
Operating expenses					
Personal services	6,655,981	14,304,747	9,537,515	--	30,498,243
Materials and supplies	15,955,383	14,106,457	3,406,674	--	33,468,514
Contractual services	1,380,499	14,477,056	9,645,599	--	25,503,154
Other operating expenses	2,926,078	11,921,428	6,871,063	(729,863)	20,988,706
Uncollectible accounts	400,665	754,584	793,498	--	1,948,747
Depreciation	2,370,499	17,761,128	9,641,510	--	29,773,137
Total operating expenses	<u>29,689,105</u>	<u>73,325,400</u>	<u>39,895,859</u>	<u>(729,863)</u>	<u>142,180,501</u>
Operating income	2,129,546	36,049,704	15,227,449	--	53,406,699
Nonoperating revenues (expenses)					
Investment income	15,922	264,249	107,881	--	388,052
Interest expense and fiscal charges	(542,856)	(23,908,353)	(7,161,661)	--	(31,612,870)
Recovery of prior years expenses	--	17,558	--	--	17,558
Net gain (loss) on disposal of assets	8,872	223,463	9,276	--	241,611
Recovery on damage claims	500	18,937	244,524	--	263,961
Developer deposits	--	367,520	430,689	--	798,209
Reimbursements to developers	--	(1,036,590)	(923,116)	--	(1,959,706)
Contributions from other governmental agencies	55,299	628,101	498,883	--	1,182,283
Total nonoperating expenses	<u>(462,263)</u>	<u>(23,425,115)</u>	<u>(6,793,524)</u>	<u>--</u>	<u>(30,680,902)</u>
Capital contributions					
Contributions from other governmental agencies	357,308	(4,087)	--	--	353,221
Contributions from developers	--	1,276,016	1,494,033	--	2,770,049
Total capital contributions	<u>357,308</u>	<u>1,271,929</u>	<u>1,494,033</u>	<u>--</u>	<u>3,123,270</u>
Income before transfers	2,024,591	13,896,518	9,927,958	--	25,849,067
Transfers out	<u>(1,190,247)</u>	<u>(9,339,518)</u>	<u>(1,735,211)</u>	<u>--</u>	<u>(12,264,976)</u>
Net income	834,344	4,557,000	8,192,747	--	13,584,091
Net assets at beginning of year	<u>52,839,147</u>	<u>346,512,179</u>	<u>219,184,663</u>	<u>--</u>	<u>618,535,989</u>
Net assets at end of year	<u>\$ 53,673,491</u>	<u>\$ 351,069,179</u>	<u>\$ 227,377,410</u>	<u>\$ --</u>	<u>\$ 632,120,080</u>

**UTILITY SYSTEM FUND
COMBINING SCHEDULE OF CASH FLOWS
YEAR ENDED JULY 31, 2011**

	<u>Gas</u>	<u>Water</u>	<u>Wastewater</u>	<u>Eliminations</u>	<u>Total</u>
Cash flows from operating activities					
Receipts from customers	\$ 31,608,255	\$ 103,504,314	\$ 53,573,243	\$ --	\$ 188,685,812
Receipts from interfund services provided	130,972	993,417	45,450	(703,024)	466,815
Payments to suppliers	(16,521,044)	(25,979,141)	(12,091,109)	--	(54,591,294)
Payments to employees	(5,552,311)	(11,837,856)	(8,096,469)	--	(25,486,636)
Internal activity - payments to other funds	(4,583,234)	(14,549,971)	(9,295,180)	703,024	(27,725,361)
Other receipts	500	36,495	--	--	36,995
Net cash provided by operating activities	<u>5,083,138</u>	<u>52,167,258</u>	<u>24,135,935</u>	<u>--</u>	<u>81,386,331</u>
Cash flows from noncapital financing activities					
Contributions from other governmental agencies	--	14,620	--	--	14,620
Transfers out to other funds	(1,190,247)	(9,339,518)	(1,735,211)	--	(12,264,976)
Net cash used for noncapital financing activities	<u>(1,190,247)</u>	<u>(9,324,898)</u>	<u>(1,735,211)</u>	<u>--</u>	<u>(12,250,356)</u>
Cash flows from capital and related financing activities					
Acquisition of capital assets	(1,925,450)	(24,549,341)	(28,867,193)	--	(55,341,984)
Proceeds from sale of capital assets	8,872	223,463	9,276	--	241,611
Developers deposits	--	367,520	430,689	--	798,209
Contributions from developers	--	--	1,087	--	1,087
Reimbursements to developers	--	(518,610)	(923,116)	--	(1,441,726)
Contributions from other governmental agencies	354,443	726,735	--	--	1,081,178
Proceeds from issuance of revenue bonds	3,556,467	39,460,246	32,084,965	--	75,101,678
Principal paid on long-term debt	(1,077,620)	(23,371,755)	(8,513,839)	--	(32,963,214)
Interest expense and fiscal charges	(486,510)	(22,999,721)	(7,234,305)	--	(30,720,536)
Recovery on damage claims	--	--	244,523	--	244,523
Net cash provided by (used for) capital and related financing activities	<u>430,202</u>	<u>(30,661,463)</u>	<u>(12,767,913)</u>	<u>--</u>	<u>(42,999,174)</u>
Cash flows from investing activities					
Purchase of investment securities	(8,000,000)	(60,500,000)	(32,986,104)	--	(101,486,104)
Proceeds from sale and maturity of investment securities	4,000,000	71,801,606	30,000,000	--	105,801,606
Interest on investments	16,003	335,166	117,071	--	468,240
Net cash provided by (used for) investing activities	<u>(3,983,997)</u>	<u>11,636,772</u>	<u>(2,869,033)</u>	<u>--</u>	<u>4,783,742</u>
Net increase in cash and cash equivalents	339,096	23,817,669	6,763,778	--	30,920,543
Cash and cash equivalents at beginning of year, including restricted accounts	<u>3,803,424</u>	<u>12,944,987</u>	<u>5,919,141</u>	<u>--</u>	<u>22,667,552</u>
Cash and cash equivalents at end of year, including restricted accounts	<u>\$ 4,142,520</u>	<u>\$ 36,762,656</u>	<u>\$ 12,682,919</u>	<u>\$ --</u>	<u>\$ 53,588,095</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	\$ 2,129,546	\$ 36,049,704	\$ 15,227,449	\$ --	\$ 53,406,699
Adjustments to reconcile operating income to net cash provided by operating activities					
Depreciation	2,370,499	17,761,128	9,641,510	--	29,773,137
Amortization of water rights	--	1,658,012	--	--	1,658,012
Provision for uncollectible accounts	400,665	754,584	793,498	--	1,948,747
Recovery of prior years expenses	--	17,558	--	--	17,558
Recovery of damage claims	500	18,937	--	--	19,437
Changes in assets and liabilities					
Receivables	(83,258)	(4,901,369)	(1,503,145)	--	(6,487,772)
Inventory	--	(3,237)	--	--	(3,237)
Prepaid items	--	(30)	--	--	(30)
Accounts payable	(77,306)	(190,381)	(416,983)	--	(684,670)
Accrued expenses	5,883	49,731	8,561	--	64,175
Accumulated unpaid compensated absences	(74,845)	12,686	(138,399)	--	(200,558)
Net pension obligation	362,802	811,674	468,607	--	1,643,083
Net OPEB obligation	44,820	99,562	56,308	--	200,690
Customer deposits	3,832	27,463	(1,471)	--	29,824
Liability to claimants - escheat property	--	1,236	--	--	1,236
Net cash provided by operating activities	<u>\$ 5,083,138</u>	<u>\$ 52,167,258</u>	<u>\$ 24,135,935</u>	<u>\$ --</u>	<u>\$ 81,386,331</u>
Noncash investing, capital and financing activities					
Change in fair value of investments	\$ 1,152	\$ (2,580)	\$ (8,079)	\$ --	\$ (9,507)
Contribution of capital assets	\$ --	\$ 1,276,016	\$ 1,494,033	\$ --	\$ 2,770,049
Build America Bonds interest subsidy	\$ 55,299	\$ 613,561	\$ 498,884	\$ --	\$ 1,167,744

**GAS SYSTEM
COMPARATIVE SCHEDULE OF NET ASSETS
JULY 31, 2011 AND 2010**

	<u>2011</u>	<u>2010</u>
ASSETS		
Current assets		
Cash and cash equivalents	\$ 3,236,232	\$ 2,990,492
Investments	5,001,410	1,000,258
Receivables		
Accounts	3,852,595	4,496,495
Accrued interest	--	1,233
Intergovernmental	2,865	--
Miscellaneous	11,931	26,731
Allowance for uncollectibles	(860,663)	(1,201,954)
Net receivables	<u>3,006,728</u>	<u>3,322,505</u>
Restricted assets		
Cash and cash equivalents	906,288	812,932
Total current assets	<u>12,150,658</u>	<u>8,126,187</u>
Noncurrent assets		
Bond issue costs	174,698	142,873
Capital assets		
Land	688,623	688,623
Buildings	1,732,754	1,732,754
Improvements other than buildings	9,470,778	9,258,232
Machinery and equipment	3,247,396	2,701,536
Infrastructure	72,815,284	71,647,967
Total capital assets in service	<u>87,954,835</u>	<u>86,029,112</u>
Less accumulated depreciation	(33,022,513)	(30,652,014)
Net capital assets in service	<u>54,932,322</u>	<u>55,377,098</u>
Construction in progress	121,578	127,100
Net capital assets	<u>55,053,900</u>	<u>55,504,198</u>
Total noncurrent assets	<u>55,228,598</u>	<u>55,647,071</u>
Total assets	<u>67,379,256</u>	<u>63,773,258</u>

(Continued)

Exhibit 26-A

	<u>2011</u>	<u>2010</u>
LIABILITIES		
Current liabilities		
Accounts payable	1,238,105	1,320,715
Accrued expenses	221,351	215,469
Accrued interest	19,997	14,665
Contractor interest and retainage payable	55	--
Deposits	68,010	64,178
Current portion of long-term liabilities		
Long-term debt	282,938	1,009,428
Accumulated unpaid compensated absences	432,186	441,169
Total current liabilities	<u>2,262,642</u>	<u>3,065,624</u>
Noncurrent liabilities		
Long-term liabilities, net of current portion		
Long-term debt	10,321,759	7,088,883
Accumulated unpaid compensated absences	235,021	300,883
Net pension obligation	762,477	399,675
Net OPEB obligation	123,866	79,046
Total noncurrent liabilities	<u>11,443,123</u>	<u>7,868,487</u>
Total liabilities	<u>13,705,765</u>	<u>10,934,111</u>
NET ASSETS		
Invested in capital assets, net of related debt	45,157,377	48,070,518
Restricted for		
Bond interest and redemption	196,591	147,622
Construction of capital assets	1,522	678
Unrestricted	<u>8,318,001</u>	<u>4,620,329</u>
Total net assets	<u>\$ 53,673,491</u>	<u>\$ 52,839,147</u>



City of
Corpus
Christi

**GAS SYSTEM
COMPARATIVE SCHEDULE OF REVENUES, EXPENSES, AND CHANGES IN NET ASSETS
YEAR ENDED JULY 31, 2011 AND 2010**

	<u>2011</u>	<u>2010</u>
Operating revenues		
Charges for services - net	\$ 31,818,651	\$ 36,568,612
Operating expenses		
Personal services	6,655,981	5,685,257
Materials and supplies	15,955,383	18,791,443
Contractual services	1,380,499	1,069,339
Other operating expenses	2,926,078	2,944,891
Uncollectible accounts	400,665	682,059
Depreciation	2,370,499	2,177,773
Total operating expenses	<u>29,689,105</u>	<u>31,350,762</u>
Operating income	2,129,546	5,217,850
Nonoperating revenues (expenses)		
Investment income	15,922	37,812
Interest expense and fiscal charges	(542,856)	(364,948)
Net loss on disposal of assets	8,872	(48,265)
Recovery on damage claims	500	500
Contribution from other governmental agencies	55,299	841
Total nonoperating expenses	<u>(462,263)</u>	<u>(374,060)</u>
Capital contributions		
Contributions from other governmental agencies	357,308	--
Total capital contributions	<u>357,308</u>	<u>--</u>
Income before transfers	2,024,591	4,843,790
Transfers in	--	420,013
Transfers out	(1,190,247)	(872,853)
Total transfers	<u>(1,190,247)</u>	<u>(452,840)</u>
Net income	834,344	4,390,950
Net assets at beginning of year	<u>52,839,147</u>	<u>48,448,197</u>
Net assets at end of year	<u>\$ 53,673,491</u>	<u>\$ 52,839,147</u>

**GAS SYSTEM
COMPARATIVE SCHEDULE OF CASH FLOWS
YEAR ENDED JULY 31, 2011 AND 2010**

	2011	2010
Cash flows from operating activities		
Receipts from customers	\$ 31,608,255	\$ 35,459,342
Receipts from interfund services provided	130,972	131,232
Payments to suppliers	(16,521,044)	(18,841,550)
Payments to employees	(5,552,311)	(4,816,914)
Internal activity - payments to other funds	(4,583,234)	(4,232,122)
Other receipts	500	1,341
Net cash provided by operating activities	5,083,138	7,701,329
Cash flows from noncapital financing activities		
Transfers in from other funds	--	420,013
Transfers out to other funds	(1,190,247)	(872,853)
Net cash used for noncapital financing activities	(1,190,247)	(452,840)
Cash flows from capital and related financing activities		
Acquisition of capital assets	(1,925,450)	(4,954,265)
Proceeds from sale of capital assets	8,872	18,825
Contributions from other government agencies	354,443	--
Proceeds from issuance of revenue bonds	3,556,467	(137)
Principal paid on long-term debt	(1,077,620)	(1,000,232)
Interest expense and fiscal charges	(486,510)	(364,258)
Net cash used for capital and related financing activities	430,202	(6,300,067)
Cash flows from investing activities		
Purchase of investment securities	(8,000,000)	(2,000,000)
Proceeds from sale and maturity of investment securities	4,000,000	3,000,000
Interest on investments	16,003	39,737
Net cash provided (used for) by investing activities	(3,983,997)	1,039,737
Net increase in cash and cash equivalents	339,096	1,988,159
Cash and cash equivalents at beginning of year, including restricted accounts	3,803,424	1,815,265
Cash and cash equivalents at end of year, including restricted accounts	\$ 4,142,520	\$ 3,803,424

(Continued)

Exhibit 26-C

	<u>2011</u>	<u>2010</u>
Reconciliation of operating income to net cash provided by operating activities		
Operating income	\$ 2,129,546	\$ 5,217,850
Adjustments to reconcile operating income to net cash provided by operating activities		
Depreciation	2,370,499	2,177,773
Provision for uncollectible accounts	400,665	682,059
Contributions from other governmental agencies	--	841
Recovery of damage claims	500	500
Change in assets and liabilities		
Receivables	(83,258)	(915,629)
Accounts payable	(77,306)	348,854
Accrued expenses	5,883	(3,702)
Accumulated unpaid compensated absences	(74,845)	(73,525)
Net pension obligation	362,802	249,671
Net OPEB obligation	44,820	79,046
Customer deposits	3,832	(62,409)
	<u>\$ 5,083,138</u>	<u>\$ 7,701,329</u>
Noncash investing, capital and financing activities		
Change in fair value of investments	\$ 1,152	\$ 258
Build America Bonds interest subsidy	\$ 55,299	\$ --

**WATER SYSTEM
COMPARATIVE SCHEDULE OF NET ASSETS
JULY 31, 2011 AND 2010**

	2011	2010
ASSETS		
Current assets		
Cash and cash equivalents	\$ 11,535,919	\$ 951,386
Investments	10,336,917	15,017,002
Receivables		
Accounts	19,439,146	15,562,325
Accrued interest	12,033	77,199
Property leases	3,147	5,047
Employees	55	55
Intergovernmental	1,649,956	2,363,276
Miscellaneous	10,586	6,402
Allowance for uncollectibles	(3,196,563)	(3,446,658)
Net receivables	17,918,360	14,567,646
Inventories	407,619	404,381
Prepaid items	30	--
Restricted assets		
Cash and cash equivalents	25,226,737	11,993,601
Investments	4,668,388	11,292,489
Receivables		
Accrued interest	4,207	7,331
Total restricted assets	29,899,332	23,293,421
Total current assets	70,098,177	54,233,836
Noncurrent assets		
Bond issue costs	5,085,942	5,137,496
Capital assets		
Land	17,365,432	17,347,169
Water supply rights	212,284,487	212,284,487
Buildings	33,446,303	33,356,489
Improvements other than buildings	90,414,892	88,239,035
Machinery and equipment	14,612,296	14,494,139
Infrastructure	664,462,938	640,238,329
Total capital assets in service	1,032,586,348	1,005,959,648
Less accumulated depreciation and amortization	(236,253,750)	(216,834,609)
Net capital assets in service	796,332,598	789,125,039
Construction in progress	48,934,157	49,505,203
Net capital assets	845,266,755	838,630,242
Total noncurrent assets	850,352,697	843,767,738
Total assets	920,450,874	898,001,574

(Continued)

Exhibit 27-A

	<u>2011</u>	<u>2010</u>
LIABILITIES		
Current liabilities		
Accounts payable	5,776,786	5,689,139
Accrued expenses	526,101	476,370
Accrued interest	847,244	873,237
Contractor interest and retainage payable	890,614	420,366
Deposits	166,669	139,159
Liability to claimants - escheat property	114,371	113,135
Current portion of long-term liabilities		
Long-term debt	24,198,421	22,319,734
Accumulated unpaid compensated absences	854,675	808,571
Total current liabilities	<u>33,374,880</u>	<u>30,839,711</u>
Noncurrent liabilities		
Long-term liabilities, net of current portion		
Long-term debt	533,681,419	519,202,106
Accumulated unpaid compensated absences	284,161	317,579
Net pension obligation	1,761,208	949,534
Net OPEB obligation	280,027	180,465
Total noncurrent liabilities	<u>536,006,815</u>	<u>520,649,684</u>
Total liabilities	<u>569,381,695</u>	<u>551,489,395</u>
NET ASSETS		
Invested in capital assets, net of related debt	312,079,714	315,358,222
Restricted for		
Bond interest and redemption	2,908,763	2,184,172
Construction of capital assets	339,175	236,104
Improvements to utility lines and facilities	1,958,595	2,623,325
Unrestricted	<u>33,782,932</u>	<u>26,110,356</u>
Total net assets	<u>\$ 351,069,179</u>	<u>\$ 346,512,179</u>



City of
Corpus
Christi

WATER SYSTEM
COMPARATIVE SCHEDULE OF REVENUES, EXPENSES, AND CHANGES IN NET ASSETS
YEAR ENDED JULY 31, 2011 AND 2010

	<u>2011</u>	<u>2010</u>
Operating revenues		
Charges for services - net	\$ 109,375,104	\$ 96,545,017
Operating expenses		
Personal services	14,304,747	13,936,625
Materials and supplies	14,106,457	15,119,480
Contractual services	14,477,056	13,819,362
Other operating expenses	11,921,428	11,775,053
Uncollectible accounts	754,584	1,074,740
Depreciation	17,761,128	15,531,966
Total operating expenses	<u>73,325,400</u>	<u>71,257,226</u>
Operating income	36,049,704	25,287,791
Nonoperating revenues (expenses)		
Investment income	264,249	503,831
Interest expense and fiscal charges	(23,908,353)	(22,453,597)
Recovery of prior years expenses	17,558	--
Net gain (loss) on disposal of assets	223,463	(512,126)
Recovery on damage claims	18,937	141,110
Developer deposits	367,520	401,985
Reimbursement to developers	(1,036,590)	(4,224)
Contribution from other governmental agencies	628,101	50,965
Total nonoperating expenses	<u>(23,425,115)</u>	<u>(21,872,056)</u>
Capital contributions		
Contributions from other governmental agencies	(4,087)	947,359
Contributions from developers	1,276,016	2,436,597
Return of capital contribution from other governmental agency	--	(2,421,723)
Total capital contributions	<u>1,271,929</u>	<u>962,233</u>
Income before transfers	13,896,518	4,377,968
Transfers in	--	1,493,288
Transfers out	(9,339,518)	(3,027,169)
Total transfers	<u>(9,339,518)</u>	<u>(1,533,881)</u>
Net income	<u>4,557,000</u>	<u>2,844,087</u>
Net assets at beginning of year, as previously reported	346,512,179	295,784,509
Cumulative effect of a change in an accounting principle	--	47,883,583
Net assets at beginning of year, as restated	<u>346,512,179</u>	<u>343,668,092</u>
Net assets at end of year	<u>\$ 351,069,179</u>	<u>\$ 346,512,179</u>

**WATER SYSTEM
COMPARATIVE SCHEDULE OF CASH FLOWS
YEAR ENDED JULY 31, 2011 AND 2010**

	2011	2010
Cash flows from operating activities		
Receipts from customers	\$ 103,504,314	\$ 97,564,426
Receipts from interfund services provided	993,417	243,633
Payments to suppliers	(25,979,141)	(26,775,965)
Payments to employees	(11,837,856)	(11,825,847)
Internal activity - payments to other funds	(14,549,971)	(13,273,502)
Other receipts	36,495	193,943
Net cash provided by operating activities	52,167,258	46,126,688
Cash flows from noncapital financing activities		
Changes in interfund borrowings	--	(2,360,945)
Contributions from other governmental agencies	14,620	--
Transfers in from other funds	--	1,493,288
Transfers out to other funds	(9,339,518)	(3,027,168)
Net cash used for noncapital financing activities	(9,324,898)	(3,894,825)
Cash flows from capital and related financing activities		
Acquisition of capital assets	(24,549,341)	(24,110,494)
Proceeds from sale of capital assets	223,463	78,427
Developer deposits	367,520	401,985
Reimbursements to developers	(518,610)	(4,219)
Contributions from other governmental agencies	726,735	50,538
Reimbursements to other governmental agencies	--	(2,421,723)
Proceeds from issuance of revenue bonds	39,460,246	7,922,652
Principal paid on long-term debt	(23,371,755)	(22,529,463)
Interest expense and fiscal charges	(22,999,721)	(22,557,472)
Net cash used for capital and related financing activities	(30,661,463)	(63,169,769)
Cash flows from investing activities		
Purchase of investment securities	(60,500,000)	(47,301,606)
Proceeds from sale and maturity of investment securities	71,801,606	61,000,000
Interest on investments	335,166	543,062
Net cash provided by investing activities	11,636,772	14,241,456
 Net increase (decrease) in cash and cash equivalents	 23,817,669	 (6,696,450)
Cash and cash equivalents at beginning of year, including restricted accounts	12,944,987	19,641,437
Cash and cash equivalents at end of year, including restricted accounts	\$ 36,762,656	\$ 12,944,987

(Continued)

Exhibit 27-C

	<u>2011</u>	<u>2010</u>
Reconciliation of operating income to net cash provided by operating activities		
Operating income	\$ 36,049,704	\$ 25,287,791
Adjustments to reconcile operating income to net cash provided by operating activities		
Depreciation	17,761,128	15,531,966
Amortization of water rights	1,658,012	1,540,274
Provision for uncollectible accounts	754,584	1,074,740
Recovery of prior years expenses	17,558	--
Contributions from other governmental agencies	--	52,832
Recovery of damage claims	18,937	141,111
Change in assets and liabilities		
Receivables	(4,901,369)	1,923,436
Inventory	(3,237)	48,616
Prepaid items	(30)	--
Accounts payable	(190,381)	(88,046)
Accrued expenses	49,731	(46,729)
Accumulated unpaid compensated absences	12,686	9,772
Net pension obligation	811,674	583,273
Net OPEB obligation	99,562	180,465
Contractor interest and retainage payable	--	(23,142)
Customer deposits	27,463	(99,853)
Liability to claimants - escheat property	1,236	10,182
	<u>\$ 52,167,258</u>	<u>\$ 46,126,688</u>
Noncash investing, capital and financing activities		
Change in fair value of investments	\$ (2,580)	\$ (11,864)
Contribution of capital assets	\$ 1,276,016	\$ 2,436,597
Acquisition of capital assets under capital lease	\$ --	\$ 1,080,363
Build America Bonds interest subsidy	\$ 613,561	\$ --

**WASTEWATER SYSTEM
COMPARATIVE SCHEDULE OF NET ASSETS
JULY 31, 2011 AND 2010**

	2011	2010
ASSETS		
Current assets		
Cash and cash equivalents	\$ 3,960,033	\$ 649,827
Investments	4,986,104	2,008,079
Receivables		
Accounts	8,803,242	8,148,081
Accrued interest	29,663	30,773
Property leases	441	--
Miscellaneous	--	9,416
Allowance for uncollectibles	(1,233,464)	(1,296,924)
Net receivables	7,599,882	6,891,346
Restricted assets		
Cash and cash equivalents	8,722,886	5,269,314
Total restricted assets	8,722,886	5,269,314
Total current assets	25,268,905	14,818,566
Noncurrent assets		
Bond issue costs	1,944,901	1,751,056
Capital assets		
Land	5,012,017	5,003,920
Buildings	2,083,421	2,083,421
Improvements other than buildings	151,698,082	153,118,055
Machinery and equipment	9,411,260	8,446,839
Infrastructure	271,879,873	260,810,975
Total capital assets in service	440,084,653	429,463,210
Less accumulated depreciation	(134,273,847)	(124,632,337)
Net capital assets in service	305,810,806	304,830,873
Construction in progress	55,122,485	32,054,249
Net capital assets	360,933,291	336,885,122
Total noncurrent assets	362,878,192	338,636,178
Total assets	388,147,097	353,454,744

(Continued)

Exhibit 28-A

	<u>2011</u>	<u>2010</u>
LIABILITIES		
Current liabilities		
Accounts payable	3,574,718	2,472,630
Accrued expenses	285,361	276,800
Accrued interest	298,979	304,443
Contractor interest and retainage payable	2,775,754	966,371
Deposits	6,445	7,915
Unearned revenue	16,204	15,117
Current portion of long-term liabilities		
Long-term debt	9,035,130	8,194,103
Accumulated unpaid compensated absences	468,034	433,056
Total current liabilities	<u>16,460,625</u>	<u>12,670,435</u>
Noncurrent liabilities		
Long-term liabilities, net of current portion		
Long-term debt	142,723,886	120,366,007
Accumulated unpaid compensated absences	446,876	620,254
Net pension obligation	983,367	514,760
Net OPEB obligation	154,933	98,625
Total noncurrent liabilities	<u>144,309,062</u>	<u>121,599,646</u>
Total liabilities	<u>160,769,687</u>	<u>134,270,081</u>
NET ASSETS		
Invested in capital assets, net of related debt	215,661,705	210,353,731
Restricted for		
Bond interest and redemption	1,409,472	967,693
Construction of capital assets	61,039	1,016,664
Improvements to utility lines and facilities	669,543	1,160,978
Abatement of public health hazards	95,401	95,258
Unrestricted	<u>9,480,250</u>	<u>5,590,339</u>
Total net assets	<u>\$ 227,377,410</u>	<u>\$ 219,184,663</u>



City of
Corpus
Christi

WASTEWATER SYSTEM
COMPARATIVE SCHEDULE OF REVENUES, EXPENSES, AND CHANGES IN NET ASSETS
YEAR ENDED JULY 31, 2011 AND 2010

	<u>2011</u>	<u>2010</u>
Operating revenues		
Charges for services - net	\$ 55,123,308	\$ 51,186,018
Operating expenses		
Personal services	9,537,515	9,501,954
Materials and supplies	3,406,674	3,357,251
Contractual services	9,645,599	8,497,739
Other operating expenses	6,871,063	6,902,498
Uncollectible accounts	793,498	888,654
Depreciation	9,641,510	10,709,473
Total operating expenses	<u>39,895,859</u>	<u>39,857,569</u>
Operating income	15,227,449	11,328,449
Nonoperating revenues (expenses)		
Investment income	107,881	205,684
Interest expense and fiscal charges	(7,161,661)	(6,705,706)
Net gain (loss) on disposal of assets	9,276	6,086
Recovery on damage claims	244,524	--
Developer deposits	430,689	407,644
Reimbursement to developers	(923,116)	(551,144)
Contribution from other governmental agencies	498,883	2,335
Total nonoperating expenses	<u>(6,793,524)</u>	<u>(6,635,101)</u>
Capital contributions		
Contributions from developers	<u>1,494,033</u>	<u>977,954</u>
Income before transfers	9,927,958	5,671,302
Transfers in	--	534,656
Transfers out	<u>(1,735,211)</u>	<u>(1,651,450)</u>
Total transfers	<u>(1,735,211)</u>	<u>(1,116,794)</u>
Net income	8,192,747	4,554,508
Net assets at beginning of year	<u>219,184,663</u>	<u>214,630,155</u>
Net assets at end of year	<u>\$ 227,377,410</u>	<u>\$ 219,184,663</u>

**WASTEWATER SYSTEM
COMPARATIVE SCHEDULE OF CASH FLOWS
YEAR ENDED JULY 31, 2011 AND 2010**

	2011	2010
Cash flows from operating activities		
Receipts from customers	\$ 53,573,243	\$ 49,870,976
Receipts from interfund services provided	45,450	19,695
Payments to suppliers	(12,091,109)	(10,296,451)
Payments to employees	(8,096,469)	(8,043,380)
Internal activity - payments to other funds	(9,295,180)	(8,882,446)
Other receipts	--	2,335
Net cash provided by operating activities	24,135,935	22,670,729
Cash flows from noncapital financing activities		
Changes in interfund borrowings	--	2,360,945
Transfers in from other funds	--	534,656
Transfers out to other funds	(1,735,211)	(1,651,450)
Net cash provided by (used for) noncapital financing activities	(1,735,211)	1,244,151
Cash flows from capital and related financing activities		
Acquisition of capital assets	(28,867,193)	(18,225,680)
Proceeds from sale of capital assets	9,276	6,086
Developer deposits	430,689	407,644
Contributions from developers	1,087	--
Reimbursements to developers	(923,116)	(935,439)
Proceeds from issuance of revenue bonds	32,084,965	(896)
Principal paid on long-term debt	(8,513,839)	(9,494,654)
Interest expense and fiscal charges	(7,234,305)	(6,542,435)
Recovery on damage claims	244,523	--
Net cash used for capital and related financing activities	(12,767,913)	(34,785,374)
Cash flows from investing activities		
Purchase of investment securities	(32,986,104)	(18,000,000)
Proceeds from sale and maturity of investment securities	30,000,000	25,453,744
Interest on investments	117,071	168,213
Net cash provided by (used for) investing activities	(2,869,033)	7,621,957
Net increase (decrease) in cash and cash equivalents	6,763,778	(3,248,537)
Cash and cash equivalents at beginning of year, including restricted accounts	5,919,141	9,167,678
Cash and cash equivalents at end of year, including restricted accounts	\$ 12,682,919	\$ 5,919,141

(Continued)

Exhibit 28-C

	<u>2011</u>	<u>2010</u>
Reconciliation of operating income to net cash provided by operating activities		
Operating income	\$ 15,227,449	\$ 11,328,449
Adjustments to reconcile operating income to net cash provided by operating activities		
Depreciation	9,641,510	10,709,473
Provision for uncollectible accounts	793,498	888,654
Contributions from other governmental agencies	--	2,335
Change in assets and liabilities		
Receivables	(1,503,145)	(1,291,917)
Prepaid items	--	1,328
Accounts payable	(416,983)	524,607
Accrued expenses	8,561	14,008
Accumulated unpaid compensated absences	(138,399)	74,527
Net pension obligation	468,607	324,069
Net OPEB obligation	56,308	98,625
Customer deposits	(1,471)	(3,429)
	<u>\$ 24,135,935</u>	<u>\$ 22,670,729</u>
Noncash investing, capital and financing activities		
Change in fair value of investments	\$ (8,079)	\$ 14,925
Contribution of capital assets	\$ 1,494,033	\$ 977,954
Build America Bonds interest subsidy	\$ 498,884	\$ --

**NON-MAJOR PROPRIETARY FUNDS
COMBINING STATEMENT OF NET ASSETS
JULY 31, 2011**

	<u>Airport Fund</u>	<u>Golf Centers Fund</u>	<u>Marina Fund</u>	<u>Total</u>
ASSETS				
Current assets				
Cash and cash equivalents	\$ 7,044,482	\$ 54,729	\$ 475,181	\$ 7,574,392
Investments	1,003,585	--	--	1,003,585
Receivables, net of allowance for uncollectibles	792,728	23,533	31,159	847,420
Inventories	20,337	--	--	20,337
Restricted assets				
Cash and cash equivalents	6,558,125	--	--	6,558,125
Receivables, net of allowance for uncollectibles	213,180	--	--	213,180
Total restricted assets	<u>6,771,305</u>	<u>--</u>	<u>--</u>	<u>6,771,305</u>
Total current assets	<u>15,632,437</u>	<u>78,262</u>	<u>506,340</u>	<u>16,217,039</u>
Noncurrent assets				
Bond issue costs	522,678	--	48,372	571,050
Capital assets				
Land	4,788,796	94,337	9,000	4,892,133
Buildings	46,847,749	711,295	1,034,523	48,593,567
Improvements other than buildings	76,205,779	2,529,531	20,695,506	99,430,816
Machinery and equipment	4,389,754	955,848	51,193	5,396,795
Infrastructure	--	--	54,226	54,226
Total capital assets in service	<u>132,232,078</u>	<u>4,291,011</u>	<u>21,844,448</u>	<u>158,367,537</u>
Less accumulated depreciation	<u>(53,149,139)</u>	<u>(3,647,889)</u>	<u>(13,928,521)</u>	<u>(70,725,549)</u>
Net capital assets in service	<u>79,082,939</u>	<u>643,122</u>	<u>7,915,927</u>	<u>87,641,988</u>
Construction in progress	<u>26,425,949</u>	<u>--</u>	<u>--</u>	<u>26,425,949</u>
Net capital assets	<u>105,508,888</u>	<u>643,122</u>	<u>7,915,927</u>	<u>114,067,937</u>
Total noncurrent assets	<u>106,031,566</u>	<u>643,122</u>	<u>7,964,299</u>	<u>114,638,987</u>
Total assets	<u>121,664,003</u>	<u>721,384</u>	<u>8,470,639</u>	<u>130,856,026</u>

(Continued)

Exhibit 29-A

	<u>Airport Fund</u>	<u>Golf Centers Fund</u>	<u>Marina Fund</u>	<u>Total</u>
LIABILITIES				
Current liabilities				
Accounts payable	1,254,497	1,111	38,999	1,294,607
Accrued expenses	120,150	--	21,271	141,421
Accrued interest	588,836	--	63,649	652,485
Contractor interest and retainage payable	229,932	--	--	229,932
Deposits	15,473	--	111,810	127,283
Advances from other funds	--	1,067,168	125,963	1,193,131
Unearned revenue	--	--	171,152	171,152
Current portion of long-term liabilities				
Long-term debt	580,000	118,486	180,000	878,486
Accumulated unpaid compensated absences	203,430	--	27,696	231,126
Total current liabilities	<u>2,992,318</u>	<u>1,186,765</u>	<u>740,540</u>	<u>4,919,623</u>
Noncurrent liabilities				
Long-term liabilities, net of current portion				
Long-term debt	23,206,740	85,157	3,494,958	26,786,855
Accumulated unpaid compensated absences	82,544	--	33,491	116,035
Net pension obligation	481,046	--	73,005	554,051
Net OPEB obligation	80,340	--	13,639	93,979
Total noncurrent liabilities	<u>23,850,670</u>	<u>85,157</u>	<u>3,615,093</u>	<u>27,550,920</u>
Total liabilities	<u>26,842,988</u>	<u>1,271,922</u>	<u>4,355,633</u>	<u>32,470,543</u>
NET ASSETS				
Invested in capital assets, net of related debt	85,277,848	439,480	4,240,969	89,958,297
Restricted for				
Passenger facility charges projects	1,855,086	--	--	1,855,086
Construction of capital assets	3,565,210	--	--	3,565,210
Reserves required by bond covenants	1,348,104	--	--	1,348,104
Law enforcement officers' standards and education	2,904	--	--	2,904
Unrestricted	<u>2,771,863</u>	<u>(990,018)</u>	<u>(125,963)</u>	<u>1,655,882</u>
Total net assets (liabilities)	<u>\$ 94,821,015</u>	<u>\$ (550,538)</u>	<u>\$ 4,115,006</u>	<u>\$ 98,385,483</u>



City of
Corpus
Christi

NON-MAJOR PROPRIETARY FUNDS
COMBINING STATEMENT OF REVENUES, EXPENSES, AND CHANGES IN NET ASSETS
YEAR ENDED JULY 31, 2011

	<u>Airport Fund</u>	<u>Golf Centers Fund</u>	<u>Marina Fund</u>	<u>Total</u>
Operating revenues				
Charges for services - net	\$ 7,376,948	\$ 1,058,298	\$ 1,463,290	\$ 9,898,536
Operating expenses				
Personal services	4,258,582	309,184	680,660	5,248,426
Materials and supplies	249,820	120,125	61,839	431,784
Contractual services	1,400,084	405,202	224,646	2,029,932
Other operating expenses	863,568	93,902	146,200	1,103,670
Uncollectible accounts	66,980	(4,436)	(20,151)	42,393
Depreciation	3,912,493	249,728	561,433	4,723,654
Total operating expenses	<u>10,751,527</u>	<u>1,173,705</u>	<u>1,654,627</u>	<u>13,579,859</u>
Operating loss	(3,374,579)	(115,407)	(191,337)	(3,681,323)
Nonoperating revenues (expenses)				
Investment income	29,229	--	--	29,229
Interest expense and fiscal charges	(1,365,660)	(22,024)	(159,377)	(1,547,061)
Passenger facility charges	1,314,155	--	--	1,314,155
Customer facility charges	790,077	--	--	790,077
Net gain on disposal of assets	9,829	2,497	1,339	13,665
Recovery on damage claims	12,408	--	--	12,408
Contributions from other governmental agencies	1,987	--	--	1,987
Total nonoperating revenues (expenses)	<u>792,025</u>	<u>(19,527)</u>	<u>(158,038)</u>	<u>614,460</u>
Capital contributions				
Contributions from other governmental agencies	<u>4,605,607</u>	<u>--</u>	<u>7,771</u>	<u>4,613,378</u>
Income (loss) before transfers	2,023,053	(134,934)	(341,604)	1,546,515
Transfers in	--	17,474	--	17,474
Transfers out	(334,599)	(312,687)	(99,697)	(746,983)
Total transfers	<u>(334,599)</u>	<u>(295,213)</u>	<u>(99,697)</u>	<u>(729,509)</u>
Net income (loss)	1,688,454	(430,147)	(441,301)	817,006
Net assets at beginning of year	<u>93,132,561</u>	<u>(120,391)</u>	<u>4,556,307</u>	<u>97,568,477</u>
Net assets (liabilities) at end of year	<u>\$ 94,821,015</u>	<u>\$ (550,538)</u>	<u>\$ 4,115,006</u>	<u>\$ 98,385,483</u>

**NON-MAJOR PROPRIETARY FUNDS
COMBINING STATEMENT OF CASH FLOWS
YEAR ENDED JULY 31, 2011**

	<u>Airport Fund</u>	<u>Golf Centers Fund</u>	<u>Marina Fund</u>	<u>Totals</u>
Cash flows from operating activities				
Receipts from customers	\$ 7,277,500	\$ 1,041,380	\$ 1,645,530	\$ 9,964,410
Payments to suppliers	(1,711,804)	(549,566)	(286,996)	(2,548,366)
Payments to employees	(3,521,787)	(386,544)	(551,891)	(4,460,222)
Internal activity - payments to other funds	(1,382,463)	(214,987)	(249,318)	(1,846,768)
Other receipts	1,987	--	--	1,987
Net cash provided by operating activities	<u>663,433</u>	<u>(109,717)</u>	<u>557,325</u>	<u>1,111,041</u>
Cash flows from noncapital financing activities				
Changes in interfund borrowings	--	594,014	125,963	719,977
Advances from other funds	--	--	--	--
Transfers in from other funds	--	17,474	--	17,474
Transfers out to other funds	(334,599)	(312,687)	(99,697)	(746,983)
Net cash provided by (used for) noncapital financing activities	<u>(334,599)</u>	<u>298,801</u>	<u>26,266</u>	<u>(9,532)</u>
Cash flows from capital and related financing activities				
Acquisition of capital assets	(6,772,483)	--	(7,495)	(6,779,978)
Proceeds from sale of capital assets	9,829	2,496	1,338	13,663
Contributions from other governmental agencies	4,524,784	--	--	4,524,784
Passenger facility charges	1,328,900	--	--	1,328,900
Customer facility charges	799,236	--	--	799,236
Proceeds from issuance of certificates of obligation	5,510,099	--	--	5,510,099
Principal paid on long-term debt	(550,000)	(114,827)	(175,000)	(839,827)
Interest expense and fiscal charges	(1,199,086)	(22,024)	(155,879)	(1,376,989)
Recovery on damage claims	12,408	--	--	12,408
Net cash used for capital and related financing activities	<u>3,663,687</u>	<u>(134,355)</u>	<u>(337,036)</u>	<u>3,192,296</u>
Cash flows from investing activities				
Purchase of investment securities	(3,000,000)	--	--	(3,000,000)
Proceeds from sale and maturity of investment securities	4,000,000	--	--	4,000,000
Interest on investments	24,910	--	(22,153)	2,757
Net cash provided by investing activities	<u>1,024,910</u>	<u>--</u>	<u>(22,153)</u>	<u>1,002,757</u>
Net increase (decrease) in cash and cash equivalents	5,017,431	54,729	224,402	5,296,562
Cash and cash equivalents at beginning of year, including restricted accounts	<u>8,585,176</u>	<u>--</u>	<u>250,779</u>	<u>8,835,955</u>
Cash and cash equivalents at end of year, including restricted accounts	<u>\$ 13,602,607</u>	<u>\$ 54,729</u>	<u>\$ 475,181</u>	<u>\$ 14,132,517</u>

(Continued)

Exhibit 29-C

	<u>Airport Fund</u>	<u>Golf Centers Fund</u>	<u>Marina Fund</u>	<u>Totals</u>
Reconciliation of operating loss to net cash provided by operating activities				
Operating loss	\$ (3,374,579)	\$ (115,407)	\$ (191,337)	\$ (3,681,323)
Adjustments to reconcile operating loss to net cash provided by operating activities				
Depreciation	3,912,493	249,728	561,433	4,723,654
Provision for uncollectible accounts	66,980	(4,436)	(20,151)	42,393
Contributions from other governmental agencies	1,987	--	--	1,987
Change in assets and liabilities				
Receivables	(99,450)	(2,753)	82,628	(19,575)
Inventory	(16,421)	19,274	--	2,853
Accounts payable	(63,651)	(96,327)	(13,671)	(173,649)
Accrued expenses	(15,681)	(29,066)	672	(44,075)
Customer deposits	7,556	(8,526)	7,756	6,786
Unearned revenue	--	(5,638)	91,855	86,217
Accumulated unpaid compensated absences	(2,387)	(45,562)	(1,780)	(49,729)
Net pension obligation	217,241	(57,451)	34,515	194,305
Net OPEB obligation	29,345	(13,553)	5,405	21,197
	<u>\$ 663,433</u>	<u>\$ (109,717)</u>	<u>\$ 557,325</u>	<u>\$ 1,111,041</u>
Net cash provided by (used for) operating activities				
Noncash investing, capital and financing activities				
Change in fair value of investments	\$ 3,327	\$ --	\$ --	\$ 3,327

**AIRPORT FUND
COMPARATIVE STATEMENT OF NET ASSETS
JULY 31, 2011 AND 2010**

	2011	2010
ASSETS		
Current assets		
Cash and cash equivalents	\$ 7,044,482	\$ 4,106,526
Investments	1,003,585	2,000,258
Receivables		
Accounts	346,826	284,068
Accrued interest	2,833	1,867
Intergovernmental	464,452	383,629
Miscellaneous	81,858	56,834
Allowance for uncollectibles	(103,241)	(38,766)
Net receivables	792,728	687,632
Inventories	20,337	3,915
Restricted assets		
Cash and cash equivalents	6,558,125	4,478,650
Receivables		
Accounts	213,180	227,924
Total restricted assets	6,771,305	4,706,574
Total current assets	15,632,437	11,504,905
Noncurrent assets		
Bond issue costs	522,678	428,165
Capital assets		
Land	4,788,796	4,770,351
Buildings	46,847,749	46,250,376
Improvements other than buildings	76,205,779	69,990,786
Machinery and equipment	4,389,754	4,343,882
Total capital assets in service	132,232,078	125,355,395
Less accumulated depreciation	(53,149,139)	(49,236,646)
Net capital assets in service	79,082,939	76,118,749
Construction in progress	26,425,949	26,326,587
Net capital assets	105,508,888	102,445,336
Total noncurrent assets	106,031,566	102,873,501
Total assets	121,664,003	114,378,406

(Continued)

Exhibit 30-A

	<u>2011</u>	<u>2010</u>
LIABILITIES		
Current liabilities		
Accounts payable	1,254,497	932,860
Accrued expenses	120,150	135,831
Accrued interest	588,836	473,661
Contractor interest and retainage payable	229,932	411,658
Deposits	15,473	7,918
Current portion of long-term liabilities		
Long-term debt	580,000	550,000
Accumulated unpaid compensated absences	203,430	170,452
Total current liabilities	<u>2,992,318</u>	<u>2,682,380</u>
Noncurrent liabilities		
Long-term liabilities, net of current portion		
Long-term debt	23,206,740	18,130,755
Accumulated unpaid compensated absences	82,544	117,910
Net pension obligation	481,046	263,805
Net OPEB obligation	80,340	50,995
Total noncurrent liabilities	<u>23,850,670</u>	<u>18,563,465</u>
Total liabilities	<u>26,842,988</u>	<u>21,245,845</u>
NET ASSETS		
Invested in capital assets, net of related debt	85,277,848	83,764,580
Restricted for		
Passenger facility charges projects	1,855,086	3,300,531
Construction of capital assets	3,565,210	--
Required capital reserve	250,000	250,000
Required operating reserve	1,098,104	1,151,883
Law enforcement officers' standards and education	2,904	4,160
Unrestricted	<u>2,771,863</u>	<u>4,661,407</u>
Total net assets	<u>\$ 94,821,015</u>	<u>\$ 93,132,561</u>



City of
Corpus
Christi

AIRPORT FUND
COMPARATIVE STATEMENT OF REVENUES, EXPENSES, AND CHANGES IN NET ASSETS
YEAR ENDED JULY 31, 2011 AND 2010

	2011	2010
Operating revenues		
Charges for services - net	\$ 7,376,948	\$ 7,192,719
Operating expenses		
Personal services	4,258,582	4,289,044
Materials and supplies	249,820	213,593
Contractual services	1,400,084	1,220,558
Other operating expenses	863,568	978,758
Uncollectible accounts	66,980	14,337
Depreciation	3,912,493	3,747,832
Total operating expenses	10,751,527	10,464,122
Operating loss	(3,374,579)	(3,271,403)
Nonoperating revenues (expenses)		
Investment income	29,229	30,411
Interest expense and fiscal charges	(1,365,660)	(1,103,915)
Passenger facility charges	1,314,155	1,350,006
Customer facility charges	790,077	50,480
Net gain on disposal of assets	9,829	1,631
Recovery on damage claims	12,408	--
Contributions from other governmental agencies	1,987	33,314
Total nonoperating revenues	792,025	361,927
Capital contributions		
Contribution from other governmental agencies	4,605,607	7,616,935
Income before transfers	2,023,053	4,707,459
Transfers in	--	544,435
Transfers out	(334,599)	(434,080)
Total transfers	(334,599)	110,355
Net income	1,688,454	4,817,814
Net assets at beginning of year	93,132,561	88,314,747
Net assets at end of year	\$ 94,821,015	\$ 93,132,561

**AIRPORT FUND
COMPARATIVE STATEMENT OF CASH FLOWS
YEAR ENDED JULY 31, 2011 AND 2010**

	2011	2010
Cash flows from operating activities		
Receipts from customers	\$ 7,277,500	\$ 7,068,311
Payments to suppliers	(1,711,804)	(1,373,470)
Payments to employees	(3,521,787)	(3,640,731)
Internal activity - payments to other funds	(1,382,463)	(1,431,732)
Other receipts	1,987	33,314
Net cash provided by operating activities	663,433	655,692
Cash flows from noncapital financing activities		
Transfers in from other funds	--	544,435
Transfers out to other funds	(334,599)	(434,080)
Net cash provided by (used for) noncapital financing activities	(334,599)	110,355
Cash flows from capital and related financing activities		
Acquisition of capital assets	(6,772,483)	(8,011,301)
Proceeds from sale of capital assets	9,829	1,630
Contributions from other governmental agencies	4,524,784	7,238,440
Passenger facility charge	1,328,900	1,323,982
Customer facility charges	799,236	41,321
Proceeds from issuance of certificates of obligation	5,510,099	--
Principal paid on long-term debt	(550,000)	(525,000)
Interest expense and fiscal charges	(1,199,086)	(1,059,801)
Recovery on damage claims	12,408	--
Net cash provided by (used for) capital and related financing activities	3,663,687	(990,729)
Cash flows from investing activities		
Purchase of investment securities	(3,000,000)	(4,000,000)
Proceeds from sale and maturity of investment securities	4,000,000	4,995,000
Interest on investments	24,910	38,534
Net cash provided by investing activities	1,024,910	1,033,534
Net increase in cash and cash equivalents	5,017,431	808,852
Cash and cash equivalents at beginning of year, including restricted accounts	8,585,176	7,776,324
Cash and cash equivalents at end of year, including restricted accounts	\$ 13,602,607	\$ 8,585,176

(Continued)

Exhibit 30-C

	<u>2011</u>	<u>2010</u>
Reconciliation of operating loss to net cash provided by operating activities		
Operating loss	\$ (3,374,579)	\$ (3,271,403)
Adjustments to reconcile operating loss to net cash provided by operating activities		
Depreciation	3,912,493	3,747,832
Provision for uncollectible accounts	66,980	14,337
Contribution from other governmental agencies	1,987	33,314
Change in assets and liabilities		
Receivables	(99,450)	(124,409)
Inventory	(16,421)	170
Accounts payable	(63,651)	56,758
Accrued expenses	(15,681)	8,029
Deposits	7,556	4,999
Accumulated unpaid compensated absences	(2,387)	(24,727)
Net pension obligation	217,241	159,797
Net OPEB obligation	29,345	50,995
Net cash provided by operating activities	<u>\$ 663,433</u>	<u>\$ 655,692</u>
Noncash investing, capital and financing activities		
Change in fair value of investments	\$ 3,327	\$ (3,204)



City of
Corpus
Christi

Exhibit 31-A

GOLF CENTERS FUND
COMPARATIVE STATEMENT OF NET ASSETS
JULY 31, 2011 AND 2010

	2011	2010
ASSETS		
Current assets		
Cash and cash equivalents	\$ 54,729	\$ --
Receivables		
Accounts	11,245	--
Miscellaneous	12,288	16,343
Net receivables	23,533	16,343
Inventories	--	19,274
Total current assets	78,262	35,617
Noncurrent assets		
Capital assets		
Land	94,337	94,337
Buildings	711,295	711,295
Improvements other than buildings	2,529,531	2,529,531
Machinery and equipment	955,848	1,054,572
Total capital assets in service	4,291,011	4,389,735
Less accumulated depreciation	(3,647,889)	(3,496,885)
Net capital assets	643,122	892,850
Total noncurrent assets	643,122	892,850
Total assets	721,384	928,467
LIABILITIES		
Current liabilities		
Accounts payable	1,111	97,439
Accrued expenses	--	29,066
Deposits	--	8,526
Due to other funds	--	473,154
Advances from other funds	1,067,168	--
Unearned revenue	--	5,638
Current portion of long-term liabilities		
Long-term debt	118,486	114,827
Accumulated unpaid compensated absences	--	45,562
Total current liabilities	1,186,765	774,212
Noncurrent liabilities		
Long-term liabilities, net of current portion		
Long-term debt	85,157	203,642
Net pension obligation	--	57,451
Net OPEB obligation	--	13,553
Total noncurrent liabilities	85,157	274,646
Total liabilities	1,271,922	1,048,858
NET ASSETS		
Invested in capital assets, net of related debt	439,480	574,381
Unrestricted	(990,018)	(694,772)
Total net liabilities	\$ (550,538)	\$ (120,391)

Exhibit 31-B

GOLF CENTERS FUND
COMPARATIVE STATEMENT OF REVENUES, EXPENSES, AND CHANGES IN NET ASSETS
YEAR ENDED JULY 31, 2011 AND 2010

	<u>2011</u>	<u>2010</u>
Operating revenues		
Charges for services - net	\$ 1,058,298	\$ 1,837,453
Operating expenses		
Personal services	309,184	1,033,692
Materials and supplies	120,125	268,424
Contractual services	405,202	304,086
Other operating expenses	93,902	166,231
Uncollectible accounts	(4,436)	--
Depreciation	249,728	254,080
Total operating expenses	<u>1,173,705</u>	<u>2,026,513</u>
Operating loss	(115,407)	(189,060)
Nonoperating revenues (expenses)		
Interest expense and fiscal charges	(22,024)	(35,826)
Net gain on disposal of assets	2,497	640
Total nonoperating expenses	<u>(19,527)</u>	<u>(35,186)</u>
Loss before transfers	(134,934)	(224,246)
Transfers in	17,474	98,131
Transfers out	(312,687)	(270,795)
Total transfers	<u>(295,213)</u>	<u>(172,664)</u>
Net loss	(430,147)	(396,910)
Net assets (liabilities) at beginning of year	<u>(120,391)</u>	<u>276,519</u>
Net liabilities at end of year	<u>\$ (550,538)</u>	<u>\$ (120,391)</u>

GOLF CENTERS FUND
COMPARATIVE STATEMENT OF CASH FLOWS
YEAR ENDED JULY 31, 2011 AND 2010

	<u>2011</u>	<u>2010</u>
Cash flows from operating activities		
Receipts from customers	\$ 1,041,380	\$ 1,844,818
Payments to suppliers	(549,566)	(552,387)
Payments to employees	(386,544)	(887,583)
Internal activity - payments to other funds	(214,987)	(294,232)
Net cash provided by (used for) operating activities	<u>(109,717)</u>	<u>110,616</u>
Cash flows from noncapital financing activities		
Changes in interfund borrowings	594,014	203,154
Transfers in from other funds	17,474	98,131
Transfers out to other funds	(312,687)	(270,795)
Net cash provided by noncapital financing activities	<u>298,801</u>	<u>30,490</u>
Cash flows from capital and related financing activities		
Proceeds from sale/disposal of capital assets	2,496	640
Principal paid on long-term debt	(114,827)	(111,283)
Interest expense and fiscal charges	(22,024)	(35,826)
Net cash used for capital and related financing activities	<u>(134,355)</u>	<u>(146,469)</u>
Net increase (decrease) in cash and cash equivalents	54,729	(5,363)
Cash and cash equivalents at beginning of year	<u>--</u>	<u>5,363</u>
Cash and cash equivalents at end of year	<u>\$ 54,729</u>	<u>\$ --</u>
Reconciliation of operating loss to net cash provided by (used for) operating activities		
Operating loss	\$ (115,407)	\$ (189,060)
Adjustments to reconcile operating loss to net cash provided by operating activities		
Depreciation	249,728	254,080
Provision for uncollectible accounts	(4,436)	--
Change in assets and liabilities		
Receivables	(2,753)	(1,102)
Inventory	19,274	643
Accounts payable	(96,327)	12,816
Accrued expenses	(29,066)	(8,034)
Customer deposits	(8,526)	5,037
Unearned revenue	(5,638)	3,431
Accumulated unpaid compensated absences	(45,562)	(16,633)
Net pension obligation	(57,451)	35,885
Net OPEB obligation	(13,553)	13,553
Net cash provided by (used for) operating activities	<u>\$ (109,717)</u>	<u>\$ 110,616</u>

**GOLF CENTERS FUND
SCHEDULE OF OPERATING EXPENSES BY FUNCTION
YEAR ENDED JULY 31, 2011
WITH COMPARATIVE TOTALS FOR YEAR ENDED JULY 31, 2010**

<u>FUNCTION</u>	2011			
	<u>PERSONAL SERVICES</u>	<u>MATERIALS & SUPPLIES</u>	<u>CONTRACTUAL SERVICES</u>	<u>OTHER OPERATING EXPENSES</u>
Gabe Lozano Sr. Golf Center operations	\$ 160,542	\$ 60,159	\$ 233,234	\$ 64,960
Oso Golf Center operations	148,642	50,534	171,968	38,374
Total operating expenses	<u>\$ 309,184</u>	<u>\$ 110,693</u>	<u>\$ 405,202</u>	<u>\$ 103,334</u>

Exhibit 31-D

<u>UNCOLLECTIBLE ACCOUNTS</u>	<u>DEPRECIATION</u>	<u>2011 TOTAL</u>	<u>2010 TOTAL</u>
\$ (341)	\$ 152,962	\$ 671,516	\$ 1,148,235
(4,095)	96,766	502,189	878,278
<u>\$ (4,436)</u>	<u>\$ 249,728</u>	<u>\$ 1,173,705</u>	<u>\$ 2,026,513</u>

**MARINA FUND
COMPARATIVE STATEMENT OF NET ASSETS
JULY 31, 2011 AND 2010**

	2011	2010
ASSETS		
Current assets		
Cash and cash equivalents	\$ 475,181	\$ 250,779
Receivables		
Accounts	111,519	194,148
Allowance for uncollectibles	(80,360)	(100,511)
Net receivables	31,159	93,637
Total current assets	506,340	344,416
Noncurrent assets		
Bond issue costs	48,372	54,416
Capital assets		
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	51,193	43,698
Infrastructure	54,226	54,226
Total capital assets in service	21,844,448	21,836,953
Less accumulated depreciation	(13,928,521)	(13,367,088)
Net capital assets	7,915,927	8,469,865
Total noncurrent assets	7,964,299	8,524,281
Total assets	8,470,639	8,868,697

(Continued)

	<u>2011</u>	<u>2010</u>
LIABILITIES		
Current liabilities		
Accounts payable	38,999	74,823
Accrued expenses	21,271	20,599
Accrued interest	63,649	66,201
Deposits	111,810	104,054
Advances from other funds	125,963	--
Unearned revenue	171,152	87,068
Current portion of long-term liabilities		
Long-term debt	180,000	175,000
Accumulated unpaid compensated absences	27,696	28,569
Total current liabilities	<u>740,540</u>	<u>556,314</u>
Noncurrent liabilities		
Long-term liabilities, net of current portion		
Long-term debt	3,494,958	3,674,953
Accumulated unpaid compensated absences	33,491	34,398
Net pension obligation	73,005	38,491
Net OPEB obligation	13,639	8,234
Total noncurrent liabilities	<u>3,615,093</u>	<u>3,756,076</u>
Total liabilities	<u>4,355,633</u>	<u>4,312,390</u>
NET ASSETS		
Invested in capital assets, net of related debt	4,240,969	4,619,912
Unrestricted	<u>(125,963)</u>	<u>(63,605)</u>
Total net assets	<u>\$ 4,115,006</u>	<u>\$ 4,556,307</u>

MARINA FUND
COMPARATIVE STATEMENT OF REVENUES, EXPENSES, AND CHANGES IN NET ASSETS
YEAR ENDED JULY 31, 2011 AND 2010

	2011	2010
Operating revenues		
Slip rentals	\$ 1,096,749	\$ 1,148,845
Bayfront revenue	202,707	191,071
Boat haul-outs	27,502	26,200
Transient fees	47,113	43,842
Resale of electricity	26,974	30,447
Raw seafood sales permits	1,200	1,800
Miscellaneous	61,045	128,808
Total operating revenue	1,463,290	1,571,013
Operating expenses		
Personal services	680,660	655,484
Materials and supplies	61,839	59,250
Contractual services	224,646	232,945
Other operating expenses	146,200	146,075
Uncollectible accounts	(20,151)	33,527
Depreciation	561,433	568,354
Total operating expenses	1,654,627	1,695,635
Operating loss	(191,337)	(124,622)
Nonoperating revenues (expenses)		
Investment income	--	11,920
Interest expense and fiscal charges	(159,377)	(165,766)
Net gain on disposal of assets	1,339	1,393
Total nonoperating expenses	(158,038)	(152,453)
Capital contributions		
Contributions from other governmental agencies	7,771	--
Loss before transfers	(341,604)	(277,075)
Transfers in	--	52,920
Transfers out	(99,697)	(139,240)
Total transfers	(99,697)	(86,320)
Net loss	(441,301)	(363,395)
Net assets at beginning of year	4,556,307	4,919,702
Net assets at end of year	\$ 4,115,006	\$ 4,556,307

MARINA FUND
COMPARATIVE STATEMENT OF CASH FLOWS
YEAR ENDED JULY 31, 2011 AND 2010

	<u>2011</u>	<u>2010</u>
Cash flows from operating activities		
Receipts from customers	\$ 1,645,530	\$ 1,564,661
Payments to suppliers	(286,996)	(271,902)
Payments to employees	(551,891)	(537,757)
Internal activity - payments to other funds	(249,318)	(233,332)
Net cash provided by operating activities	<u>557,325</u>	<u>521,670</u>
Cash flows from noncapital financing activities		
Changes in interfund borrowings	125,963	--
Transfers in from other funds	--	52,920
Transfers out to other funds	(99,697)	(139,240)
Net cash used for noncapital financing activities	<u>26,266</u>	<u>(86,320)</u>
Cash flows from capital and related financing activities		
Acquisition of capital assets	(7,495)	(20,636)
Proceeds from sale of capital assets	1,338	1,393
Principal paid on long-term debt	(175,000)	(170,000)
Interest expense and fiscal charges	(155,879)	(161,954)
Net cash used for capital and related financing activities	<u>(337,036)</u>	<u>(351,197)</u>
Cash flows from investing activities		
Interest on investments	(22,153)	--
Net increase in cash and cash equivalents	<u>224,402</u>	<u>84,153</u>
Cash and cash equivalents at beginning of year, including restricted accounts	<u>250,779</u>	<u>166,626</u>
Cash and cash equivalents at end of year, including restricted accounts	<u>\$ 475,181</u>	<u>\$ 250,779</u>
Reconciliation of operating loss to net cash provided by operating activities		
Operating loss	\$ (191,337)	\$ (124,622)
Adjustments to reconcile operating loss to net cash provided by operating activities		
Depreciation	561,433	568,354
Provision for uncollectible accounts	(20,151)	33,527
Change in assets and liabilities		
Receivables	82,628	(5,008)
Accounts payable	(13,671)	3,718
Accrued expenses	672	439
Customer deposits	7,756	3,704
Unearned revenue	91,855	(5,048)
Accumulated unpaid compensated absences	(1,780)	14,575
Net pension obligation	34,515	23,797
Net OPEB obligation	<u>5,405</u>	<u>8,234</u>
Net cash provided by operating activities	<u>\$ 557,325</u>	<u>\$ 521,670</u>



City of
Corpus
Christi

Internal Service Funds

Internal Service Funds

Internal Service Funds were established to finance and account for services, materials, and supplies furnished to the various departments of the City and, on a limited basis, to other local governmental agencies. These services are provided on a cost reimbursement basis.

Stores Fund – This fund was established to maintain an inventory of commonly used materials and supplies and to provide printing at a reasonable cost.

Maintenance Service Fund – This fund was established to provide fleet and building maintenance services to City departments.

Municipal Information Systems Fund – This fund was established to provide data processing services to city departments and now further supports departments citywide through the automation of processes and the provision of wired and wireless data, voice and video communications.

Corpus Christi Digital Community Development Corporation Fund – This fund was a public non-profit corporation created under State law to increase government efficiency in delivering services, improve safety and security, increase economic opportunity for businesses, and facilitate access to information for everyone in the community. The corporation was dissolved and fund assets and liabilities transferred to Municipal Information Systems Fund in Fiscal Year 2010.

Liability and Employee Benefits Fund – This fund accumulates funds for the payment of liability and workers' compensation claims and various premiums for insurance coverage. This fund also accounts for the employee health insurance plans offered by the City.

Engineering Services Fund – This fund provides complete engineering services to City departments.



City of
Corpus
Christi

**INTERNAL SERVICE FUNDS
COMBINING STATEMENT OF NET ASSETS
JULY 31, 2011**

	<u>Stores</u>	<u>Maintenance Service</u>	<u>Municipal Information Systems</u>	<u>Liability and Employee Benefits</u>
ASSETS				
Current assets				
Cash and cash equivalents	\$ 122,103	\$ 8,533,439	\$ 1,582,155	\$ 10,257,466
Investments	--	1,000,589	1,000,589	28,004,742
Receivables, net of allowance for uncollectibles	2,034	5,275	3,683	595,470
Inventories	698,382	436,471	--	--
Prepaid items	--	--	--	1,868,570
Total current assets	<u>822,519</u>	<u>9,975,774</u>	<u>2,586,427</u>	<u>40,726,248</u>
Noncurrent assets				
Other assets	--	--	--	49,871
Capital assets				
Land	--	66,359	--	--
Buildings	366,639	6,489,704	--	--
Improvements other than buildings	13,852	646,081	5,716,474	--
Machinery and equipment	60,100	44,084,641	17,474,697	--
Total capital assets in service	<u>440,591</u>	<u>51,286,785</u>	<u>23,191,171</u>	<u>--</u>
Less accumulated depreciation	<u>(225,395)</u>	<u>(39,342,442)</u>	<u>(14,102,762)</u>	<u>--</u>
Net capital assets	<u>215,196</u>	<u>11,944,343</u>	<u>9,088,409</u>	<u>--</u>
Total noncurrent assets	<u>215,196</u>	<u>11,944,343</u>	<u>9,088,409</u>	<u>49,871</u>
Total assets	<u>1,037,715</u>	<u>21,920,117</u>	<u>11,674,836</u>	<u>40,776,119</u>
LIABILITIES				
Current liabilities				
Accounts payable	281,870	979,687	214,693	575,342
Accrued expenses	30,384	118,627	216,893	207,069
Current portion of estimated liability claims	--	--	--	5,346,097
Deposits	--	2,681	--	--
Liability to claimants - escheat property	--	--	--	23,985
Unearned revenue	--	--	--	4,459
Current portion of long-term liabilities				
Long-term debt	--	134,877	1,570,893	--
Accumulated unpaid compensated absences	51,090	193,508	486,162	64,681
Total current liabilities	<u>363,344</u>	<u>1,429,380</u>	<u>2,488,641</u>	<u>6,221,633</u>
Noncurrent liabilities				
Estimated liability claims, net of current portion	--	--	--	3,303,666
Long-term liabilities, net of current portion				
Long-term debt	--	1,136,173	2,437,896	--
Accumulated unpaid compensated absences	29,699	176,825	176,875	18,782
Net pension obligation	102,062	428,662	824,318	115,420
Net OPEB obligation	18,349	82,618	100,503	13,469,201
Total noncurrent liabilities	<u>150,110</u>	<u>1,824,278</u>	<u>3,539,592</u>	<u>16,907,069</u>
Total liabilities	<u>513,454</u>	<u>3,253,658</u>	<u>6,028,233</u>	<u>23,128,702</u>
NET ASSETS				
Invested in capital assets, net of related debt	215,196	10,673,293	5,079,621	--
Unrestricted	<u>309,065</u>	<u>7,993,166</u>	<u>566,982</u>	<u>17,647,417</u>
Net assets	<u>\$ 524,261</u>	<u>\$ 18,666,459</u>	<u>\$ 5,646,603</u>	<u>\$ 17,647,417</u>

Exhibit 33-A

Engineering Services	Eliminations	Total
\$ 887,200	\$ --	\$ 21,382,363
--	--	30,005,920
1,054	--	607,516
--	--	1,134,853
--	--	1,868,570
<u>888,254</u>	<u>--</u>	<u>54,999,222</u>
--	--	49,871
1,099	--	67,458
--	--	6,856,343
--	--	6,376,407
243,102	--	61,862,540
244,201	--	75,162,748
(178,028)	--	(53,848,627)
<u>66,173</u>	<u>--</u>	<u>21,314,121</u>
<u>66,173</u>	<u>--</u>	<u>21,363,992</u>
<u>954,427</u>	<u>--</u>	<u>76,363,214</u>
63,533	--	2,115,125
122,283	--	695,256
--	--	5,346,097
--	--	2,681
--	--	23,985
--	--	4,459
--	--	1,705,770
218,201	--	1,013,642
<u>404,017</u>	<u>--</u>	<u>10,907,015</u>
--	--	3,303,666
--	--	3,574,069
177,886	--	580,067
446,681	--	1,917,143
53,165	--	13,723,836
<u>677,732</u>	<u>--</u>	<u>23,098,781</u>
<u>1,081,749</u>	<u>--</u>	<u>34,005,796</u>
66,173	--	16,034,283
(193,495)	--	26,323,135
<u>\$ (127,322)</u>	<u>--</u>	<u>\$ 42,357,418</u>

INTERNAL SERVICE FUNDS
COMBINING STATEMENT OF REVENUES, EXPENSES, AND CHANGES IN NET ASSETS
YEAR ENDED JULY 31, 2011

	<u>Stores</u>	<u>Maintenance Service</u>	<u>Municipal Information Systems</u>	<u>Liability and Employee Benefits</u>
Operating revenues				
Charges for services - net	\$ 1,534,315	\$ 8,450,283	\$ 15,363,451	\$ 40,807,091
Operating expenses				
Personal services	920,903	3,791,544	6,751,789	1,045,443
Materials and supplies	99,143	1,288,128	973,578	126,629
Contractual services	254,189	2,430,606	5,340,987	6,720,792
Other operating expenses	178,824	571,231	576,144	171,840
Self-insurance claims	--	--	--	20,316,658
Other post employment benefits	--	--	--	3,585,002
Uncollectible accounts	(3)	--	--	1,944
Depreciation	16,164	2,959,615	3,456,894	--
Total operating expenses	<u>1,469,220</u>	<u>11,041,124</u>	<u>17,099,392</u>	<u>31,968,308</u>
Operating income (loss)	65,095	(2,590,841)	(1,735,941)	8,838,783
Nonoperating revenues (expenses)				
Investment income	--	20,616	7,668	140,948
Interest expense and fiscal charges	(679)	(78,019)	(177,874)	(4,513)
Net gain on disposal of assets	240	179,694	--	--
Recovery of damage claims	--	73,883	--	10,590
Contribution from other governmental agencies	--	6,054	--	--
Contributions and donations	--	--	--	--
Total nonoperating revenues (expenses)	<u>(439)</u>	<u>202,228</u>	<u>(170,206)</u>	<u>147,025</u>
Income (loss) before transfers	64,656	(2,388,613)	(1,906,147)	8,985,808
Transfers in	--	5,271,067	--	--
Transfers out	--	(26,589)	--	(17,474)
Net transfers	<u>--</u>	<u>5,244,478</u>	<u>--</u>	<u>(17,474)</u>
Net income (loss)	64,656	2,855,865	(1,906,147)	8,968,334
Net assets at beginning of year	<u>459,605</u>	<u>15,810,594</u>	<u>7,552,750</u>	<u>8,679,083</u>
Net assets at end of year	<u>\$ 524,261</u>	<u>\$ 18,666,459</u>	<u>\$ 5,646,603</u>	<u>\$ 17,647,417</u>

Exhibit 33-B

<u>Engineering Services</u>	<u>Eliminations</u>	<u>Totals</u>
\$ 4,805,209	\$ --	\$ 70,960,349
3,745,214	--	16,254,893
77,942	--	2,565,420
521,065	--	15,267,639
663,537	--	2,161,576
--	--	20,316,658
--	--	3,585,002
--	--	1,941
19,757	--	6,452,430
<u>5,027,515</u>	<u>--</u>	<u>66,605,559</u>
(222,306)	--	4,354,790
--	--	169,232
(83)	--	(261,168)
--	--	179,934
--	--	84,473
--	--	6,054
14,879	--	14,879
<u>14,796</u>	<u>--</u>	<u>193,404</u>
(207,510)	--	4,548,194
--	--	5,271,067
--	--	(44,063)
<u>--</u>	<u>--</u>	<u>5,227,004</u>
(207,510)	--	9,775,198
80,188	--	32,582,220
<u>\$ (127,322)</u>	<u>\$ --</u>	<u>\$ 42,357,418</u>

**INTERNAL SERVICE FUNDS
COMBINING STATEMENT OF CASH FLOWS
YEAR ENDED JULY 31, 2011**

	<u>Stores</u>	<u>Maintenance Service</u>	<u>Municipal Information Systems</u>	<u>Liability and Employee Benefits</u>
Cash flows from operating activities				
Receipts from customers	\$ --	\$ 21,662	\$ 2,101	\$ 11,113,766
Receipts from interfund services provided	4,733,222	16,830,751	15,361,350	29,098,001
Payments to suppliers	(3,114,508)	(11,831,433)	(6,237,416)	(7,198,779)
Payments to employees	(744,763)	(3,041,051)	(5,877,673)	(887,670)
Internal activity - payments to other funds	(301,181)	(1,204,805)	(1,209,025)	172,540
Claims paid	--	--	--	(27,676,319)
Other receipts	--	79,937	--	10,590
Net cash provided by (used for) operating activities	<u>572,770</u>	<u>855,061</u>	<u>2,039,337</u>	<u>4,632,129</u>
Cash flows from noncapital financing activities				
Changes in interfund borrowings	(410,028)	--	--	883,182
Interest on interfund borrowings	(679)	--	--	(4,513)
Contributions from other governmental agencies	--	--	--	--
Transfers out to other funds	--	(26,589)	--	(17,474)
Net cash provided by (used for) noncapital financing activities	<u>(410,707)</u>	<u>(26,589)</u>	<u>--</u>	<u>861,195</u>
Cash flows from capital and related financing activities				
Acquisition of capital assets	(40,200)	(3,176,418)	(39,956)	--
Proceeds from sale/disposal of capital assets	240	356,299	--	--
Transfer in from other funds for capital acquisition	--	5,271,067	--	--
Principal paid on long-term debt	--	(127,904)	(1,744,680)	--
Interest expense and fiscal charges	--	(78,019)	(177,874)	--
Net cash provided by (used for) capital and related financing activity	<u>(39,960)</u>	<u>2,245,025</u>	<u>(1,962,510)</u>	<u>--</u>
Cash flows from investing activities				
Purchase of investment securities	--	(5,000,000)	(1,000,000)	(58,000,000)
Proceeds from sale and maturity of investment securities	--	9,000,000	--	60,000,000
Interest on investments	--	22,801	5,430	197,034
Net cash provided by (used for) investing activities	<u>--</u>	<u>4,022,801</u>	<u>(994,570)</u>	<u>2,197,034</u>
Net increase (decrease) in cash and cash equivalents	122,103	7,096,298	(917,743)	7,690,358
Cash and cash equivalents at beginning of year	<u>--</u>	<u>1,437,141</u>	<u>2,499,898</u>	<u>2,567,108</u>
Cash and cash equivalents at end of year	<u>\$ 122,103</u>	<u>\$ 8,533,439</u>	<u>\$ 1,582,155</u>	<u>\$ 10,257,466</u>

(Continued)

Exhibit 33-C

<u>Engineering Services</u>	<u>Eliminations</u>	<u>Total</u>
\$ 80,555	\$ --	\$ 11,218,084
4,724,655	--	70,747,979
(597,523)	--	(28,979,659)
(3,336,732)	--	(13,887,889)
(977,542)	--	(3,520,013)
--	--	(27,676,319)
--	--	90,527
(106,587)	--	7,992,710
--	--	473,154
(83)	--	(5,275)
14,879	--	14,879
--	--	(44,063)
14,796	--	438,695
--	--	(3,256,574)
--	--	356,539
--	--	5,271,067
--	--	(1,872,584)
--	--	(255,893)
--	--	242,555
--	--	(64,000,000)
--	--	69,000,000
--	--	225,265
--	--	5,225,265
(91,791)	--	13,899,225
978,991	--	7,483,138
\$ 887,200	\$ --	\$ 21,382,363

**INTERNAL SERVICE FUNDS
COMBINING STATEMENT OF CASH FLOWS
YEAR ENDED JULY 31, 2011**

	<u>Stores</u>	<u>Maintenance Service</u>	<u>Municipal Information Systems</u>	<u>Liability and Employee Benefits</u>
Reconciliation of operating income (loss) to net cash provided by (used for) operating activities				
Operating income (loss)	\$ 65,095	\$ (2,590,841)	\$ (1,735,941)	\$ 8,838,783
Adjustments to reconcile operating income (loss) to net cash provided by (used for) operating activities				
Depreciation	16,164	2,959,615	3,456,894	--
Provision for uncollectible accounts	(3)	--	--	1,944
Contribution from other governmental agencies	--	6,054	--	--
Recovery of damage claims	--	73,883	--	10,590
Changes in assets and liabilities				
Receivables	(2,031)	(2,130)	445,526	(206,481)
Inventory	230,364	(7,286)	--	--
Prepaid items	--	--	--	(61,361)
Accounts payable	199,307	198,721	(413,709)	(328,617)
Accrued expenses	1,143	(1,996)	(41,295)	126,833
Estimated claims liability	--	--	--	(5,349,934)
Deposits	--	726	--	--
Liability to claimants-escheat property	--	--	--	969
Unearned revenue	--	--	--	(53,731)
Accumulated unpaid compensated absences	8,837	(4,266)	(74,110)	18,208
Net pension obligation	47,408	191,555	366,675	56,329
Net OPEB obligation	6,486	31,026	35,297	1,578,597
	<u>\$ 572,770</u>	<u>\$ 855,061</u>	<u>\$ 2,039,337</u>	<u>\$ 4,632,129</u>
Noncash investing, capital and financing activities				
Change in fair value of investments	\$ --	\$ 721	\$ 589	\$ (48,225)
Acquisition of capital assets under capital lease	\$ --	\$ --	\$ 694,327	\$ --

**Exhibit 33-C
(Continued)**

<u>Engineering Services</u>	<u>Eliminations</u>	<u>Total</u>
\$ (222,306)	\$ --	\$ 4,354,790
19,757	--	6,452,430
--	--	1,941
--	--	6,054
--	--	84,473
(775)	--	234,109
--	--	223,078
--	--	(61,361)
11,714	--	(332,584)
2,578	--	87,263
--	--	(5,349,934)
--	--	726
--	--	969
--	--	(53,731)
(153,548)	--	(204,879)
217,343	--	879,310
18,650	--	1,670,056
<u>\$ (106,587)</u>	<u>\$ --</u>	<u>\$ 7,992,710</u>
\$ --	\$ --	\$ (46,915)
\$ --	\$ --	\$ 694,327



City of
Corpus
Christi

**STORES FUND
COMPARATIVE STATEMENT OF NET ASSETS
JULY 31, 2011 AND 2010**

	<u>2011</u>	<u>2010</u>
ASSETS		
Current assets		
Cash and cash equivalents	\$ 122,103	\$ --
Receivables		
Intergovernmental	149	--
Miscellaneous	1,943	61
Allowance for uncollectibles	(58)	(61)
Net receivables	<u>2,034</u>	<u>--</u>
Inventories	698,382	928,746
Total current assets	<u>822,519</u>	<u>928,746</u>
Noncurrent assets		
Capital assets		
Buildings	366,639	366,639
Improvements other than buildings	13,852	13,852
Machinery and equipment	60,100	19,900
Total capital assets in service	<u>440,591</u>	<u>400,391</u>
Less accumulated depreciation	(225,395)	(209,231)
Net capital assets in service	<u>215,196</u>	<u>191,160</u>
Total noncurrent assets	<u>215,196</u>	<u>191,160</u>
Total assets	<u>1,037,715</u>	<u>1,119,906</u>
LIABILITIES		
Current liabilities		
Accounts payable	281,870	82,564
Accrued expenses	30,384	29,240
Due to other funds	--	410,028
Current portion of accumulated unpaid compensated absences	51,090	56,853
Total current liabilities	<u>363,344</u>	<u>578,685</u>
Noncurrent liabilities		
Long-term liabilities, net of current portion		
Accumulated unpaid compensated absences	29,699	15,099
Net pension obligation	102,062	54,654
Net OPEB obligation	18,349	11,863
Total noncurrent liabilities	<u>150,110</u>	<u>81,616</u>
Total liabilities	<u>513,454</u>	<u>660,301</u>
NET ASSETS		
Invested in capital assets, net of related debt	215,196	191,160
Unrestricted	<u>309,065</u>	<u>268,445</u>
Total net assets	<u>\$ 524,261</u>	<u>\$ 459,605</u>

Exhibit 34-B

STORES FUND
COMPARATIVE STATEMENT OF REVENUES, EXPENSES, AND CHANGES IN NET ASSETS
YEAR ENDED JULY 31, 2011 AND 2010

	<u>2011</u>	<u>2010</u>
Operating revenues		
Sale of materials and supplies	\$ 4,504,889	\$ 4,221,937
Less cost of sales	<u>(2,970,574)</u>	<u>(2,705,149)</u>
Gross operating income	1,534,315	1,516,788
Operating expenses		
Personal services	920,903	894,835
Materials and supplies	99,143	110,852
Contractual services	254,189	249,647
Other operating expenses	178,824	183,193
Uncollectible accounts	(3)	(8)
Depreciation	16,164	11,138
Total operating expenses	<u>1,469,220</u>	<u>1,449,657</u>
Operating income	65,095	67,131
Nonoperating revenues (expenses)		
Interest expense and fiscal charges	(679)	(1,208)
Net gain on disposal of assets	240	180
Total nonoperating expenses	<u>(439)</u>	<u>(1,028)</u>
Income before transfers	64,656	66,103
Transfers in	<u>--</u>	<u>63,454</u>
Net income	64,656	129,557
Net assets at beginning of year	<u>459,605</u>	<u>330,048</u>
Net assets at end of year	<u>\$ 524,261</u>	<u>\$ 459,605</u>

Exhibit 34-C

STORES FUND
COMPARATIVE STATEMENT OF CASH FLOWS
YEAR ENDED JULY 31, 2011 AND 2010

	<u>2011</u>	<u>2010</u>
Cash flows from operating activities		
Receipts from interfund services provided	\$ 4,733,222	\$ 4,130,604
Payments to suppliers	(3,114,508)	(3,049,588)
Payments to employees	(744,763)	(741,134)
Internal activity - payments to other funds	(301,181)	(296,678)
Net cash provided by operating activities	<u>572,770</u>	<u>43,204</u>
Cash flows from noncapital financing activities		
Changes in interfund borrowings	(410,028)	(105,630)
Interest on interfund borrowings	(679)	(1,208)
Transfers in from other funds	--	63,454
Net cash used for noncapital financing activities	<u>(410,707)</u>	<u>(43,384)</u>
Cash flows from capital and related financing activities		
Acquisition of capital assets	(40,200)	--
Proceeds from sale/disposal of capital assets	240	180
Net cash provided by (used for) capital and related financing activity	<u>(39,960)</u>	<u>180</u>
Net change in cash and cash equivalents	122,103	--
Cash and cash equivalents at beginning of year	<u>--</u>	<u>--</u>
Cash and cash equivalents at end of year	<u>\$ 122,103</u>	<u>\$ --</u>
Reconciliation of operating income (loss) to net cash provided by (used for) operating activities		
Operating income	\$ 65,095	\$ 67,131
Adjustments to reconcile operating income to net cash provided by (used for) operating activities		
Depreciation	16,164	11,138
Provision for uncollectible accounts	(3)	(8)
Changes in assets and liabilities		
Receivables	(2,031)	136
Inventory	230,364	(91,469)
Accounts payable	199,307	7,798
Accrued expenses	1,143	(1,112)
Accumulated unpaid compensated absences	8,837	4,531
Net pension obligation	47,408	33,196
Net OPEB obligation	6,486	11,863
Net cash provided by operating activities	<u>\$ 572,770</u>	<u>\$ 43,204</u>

**MAINTENANCE SERVICE FUND
COMPARATIVE STATEMENT OF NET ASSETS
JULY 31, 2011 AND 2010**

	<u>2011</u>	<u>2010</u>
ASSETS		
Current assets		
Cash and cash equivalents	\$ 8,533,439	\$ 1,437,141
Investments	1,000,589	4,999,868
Receivables		
Accounts	3,625	1,494
Accrued interest	1,650	4,556
Net receivables	<u>5,275</u>	<u>6,050</u>
Inventories	436,471	429,185
Total current assets	<u>9,975,774</u>	<u>6,872,244</u>
Noncurrent assets		
Capital assets		
Land	66,359	66,359
Buildings	6,489,704	6,489,704
Improvements other than buildings	646,081	591,116
Machinery and equipment	44,084,641	44,853,252
Total capital assets in service	<u>51,286,785</u>	<u>52,000,431</u>
Less accumulated depreciation	(39,342,442)	(40,096,286)
Net capital assets in service	<u>11,944,343</u>	<u>11,904,145</u>
Total noncurrent assets	<u>11,944,343</u>	<u>11,904,145</u>
Total assets	<u>21,920,117</u>	<u>18,776,389</u>
LIABILITIES		
Current liabilities		
Accounts payable	979,687	780,966
Accrued expenses	118,627	120,623
Deposits	2,681	1,955
Current portion of long-term liabilities		
Long-term debt	134,877	127,904
Accumulated unpaid compensated absences	193,508	186,632
Total current liabilities	<u>1,429,380</u>	<u>1,218,080</u>
Noncurrent liabilities		
Long-term liabilities, net of current portion		
Long-term debt	1,136,173	1,271,050
Accumulated unpaid compensated absences	176,825	187,966
Net pension obligation	428,662	237,107
Net OPEB obligation	82,618	51,592
Total noncurrent liabilities	<u>1,824,278</u>	<u>1,747,715</u>
Total liabilities	<u>3,253,658</u>	<u>2,965,795</u>
NET ASSETS		
Invested in capital assets, net of related debt	10,673,293	10,505,191
Unrestricted	7,993,166	5,305,403
Total net assets	<u>\$ 18,666,459</u>	<u>\$ 15,810,594</u>

Exhibit 35-B

MAINTENANCE SERVICE FUND
COMPARATIVE STATEMENT OF REVENUES, EXPENSES, AND CHANGES IN NET ASSETS
YEAR ENDED JULY 31, 2011 AND 2010

	<u>2011</u>	<u>2010</u>
Operating revenues		
Sale of materials and services	\$ 16,854,544	\$ 14,907,504
Less cost of materials sold and outside repairs	(8,404,261)	(7,284,985)
Gross operating income	<u>8,450,283</u>	<u>7,622,519</u>
Operating expenses		
Personal services	3,791,544	3,808,116
Materials and supplies	1,288,128	999,633
Contractual services	2,430,606	2,137,381
Other operating expenses	571,231	641,145
Depreciation	2,959,615	3,025,790
Total operating expenses	<u>11,041,124</u>	<u>10,612,065</u>
Operating loss	(2,590,841)	(2,989,546)
Nonoperating revenues (expenses)		
Investment income	20,616	19,368
Interest expense and fiscal charges	(78,019)	(85,982)
Net gain on disposal of assets	179,694	126,998
Recovery on damage claims	73,883	66,027
Contribution from other governmental agencies	6,054	9,545
Total nonoperating revenues	<u>202,228</u>	<u>135,956</u>
Loss before transfers	(2,388,613)	(2,853,590)
Transfers in	5,271,067	4,342,894
Transfers out	(26,589)	(60,858)
Net transfers	<u>5,244,478</u>	<u>4,282,036</u>
Net income (loss)	2,855,865	1,428,446
Net assets at beginning of year	<u>15,810,594</u>	<u>14,382,148</u>
Net assets at end of year	<u>\$ 18,666,459</u>	<u>\$ 15,810,594</u>

**MAINTENANCE SERVICES FUND
COMPARATIVE STATEMENT OF CASH FLOWS
YEAR ENDED JULY 31, 2011 AND 2010**

	<u>2011</u>	<u>2010</u>
Cash flows from operating activities		
Receipts from customers	\$ 21,662	\$ 27,512
Receipts from interfund services provided	16,830,751	14,879,370
Payments to suppliers	(11,831,433)	(10,403,362)
Payments to employees	(3,041,051)	(3,145,950)
Internal activity - payments to other funds	(1,204,805)	(1,099,205)
Other receipts	79,937	75,572
Net cash provided by operating activities	<u>855,061</u>	<u>333,937</u>
Cash flows from noncapital financing activities		
Transfers in from other funds	--	261,386
Transfers out to other funds	(26,589)	(60,858)
Net cash provided by (used for) noncapital financing activities	<u>(26,589)</u>	<u>200,528</u>
Cash flows from capital and related financing activities		
Acquisition of capital assets	(3,176,418)	(2,822,183)
Proceeds from sale/disposal of capital assets	356,299	281,541
Transfer in from other funds for capital acquisition	5,271,067	4,081,508
Principal paid on long term debt	(127,904)	(104,176)
Interest expense and fiscal charges	(78,019)	(85,982)
Net cash provided by capital and related financing activities	<u>2,245,025</u>	<u>1,350,708</u>
Cash flows from investing activities		
Purchase of investment securities	(5,000,000)	(5,000,000)
Proceeds from sale and maturity of investment securities	9,000,000	1,000,000
Interest on investments	22,801	17,271
Net cash provided by (used for) investing activities	<u>4,022,801</u>	<u>(3,982,729)</u>
Net increase in cash and cash equivalents	7,096,298	(2,097,556)
Cash and cash equivalents at beginning of year	<u>1,437,141</u>	<u>3,534,697</u>
Cash and cash equivalents at end of year	<u>\$ 8,533,439</u>	<u>\$ 1,437,141</u>

(Continued)

Exhibit 35-C

	<u>2011</u>	<u>2010</u>
Reconciliation of operating loss to net cash provided by operating activities		
Operating loss	\$ (2,590,841)	\$ (2,989,546)
Adjustments to reconcile operating loss to net cash provided by (used for) operating activities		
Depreciation	2,959,615	3,025,790
Contribution from other governmental agencies	6,054	9,545
Recovery on damage claims	73,883	66,027
Changes in assets and liabilities		
Receivables	(2,130)	(622)
Inventory	(7,286)	(76,628)
Accounts payable	198,721	93,934
Accrued expenses	(1,996)	(6,809)
Deposits	726	(383)
Accumulated unpaid compensated absences	(4,266)	18,121
Net pension obligation	191,555	142,916
Net OPEB obligation	31,026	51,592
Net cash provided by operating activities	<u>\$ 855,061</u>	<u>\$ 333,937</u>
Noncash investing, capital and financing activities		
Change in fair value of investments	\$ 721	\$ (1,070)
Acquisition of capital assets under capital lease	\$ --	\$ 263,782



City of
Corpus
Christi

Exhibit 36-A

**MUNICIPAL INFORMATION SYSTEMS FUND
COMPARATIVE STATEMENT OF NET ASSETS
JULY 31, 2011 AND 2010**

	<u>2011</u>	<u>2010</u>
ASSETS		
Current assets		
Cash and cash equivalents	\$ 1,582,155	\$ 2,499,898
Investments	1,000,589	--
Receivables		
Accounts	2,033	4,186
Accrued interest	1,650	--
Employees	132	132
Intergovernmental	--	443,373
Allowance for uncollectibles	(132)	(132)
Net receivables	<u>3,683</u>	<u>447,559</u>
Total current assets	<u>2,586,427</u>	<u>2,947,457</u>
Noncurrent assets		
Capital assets		
Improvements other than buildings	5,716,474	5,716,474
Machinery and equipment	17,474,697	16,740,415
Total capital assets in service	<u>23,191,171</u>	<u>22,456,889</u>
Less accumulated depreciation	(14,102,762)	(10,645,868)
Net capital assets in service	<u>9,088,409</u>	<u>11,811,021</u>
Total noncurrent assets	<u>9,088,409</u>	<u>11,811,021</u>
Total assets	<u>11,674,836</u>	<u>14,758,478</u>
LIABILITIES		
Current liabilities		
Accounts payable	214,693	628,401
Accrued expenses	216,893	258,189
Current portion of long-term liabilities		
Long-term debt	1,570,893	1,559,101
Accumulated unpaid compensated absences	486,162	480,075
Total current liabilities	<u>2,488,641</u>	<u>2,925,766</u>
Noncurrent liabilities		
Long-term liabilities, net of current portion		
Long-term debt	2,437,896	3,500,042
Accumulated unpaid compensated absences	176,875	257,071
Net pension obligation	824,318	457,643
Net OPEB obligation	100,503	65,206
Total noncurrent liabilities	<u>3,539,592</u>	<u>4,279,962</u>
Total liabilities	<u>6,028,233</u>	<u>7,205,728</u>
NET ASSETS		
Invested in capital assets, net of related debt	5,079,621	6,751,878
Unrestricted	566,982	800,872
Total net assets	<u>\$ 5,646,603</u>	<u>\$ 7,552,750</u>

**MUNICIPAL INFORMATION SYSTEMS FUND
COMPARATIVE STATEMENT OF REVENUES, EXPENSES, AND CHANGES IN NET ASSETS
YEAR ENDED JULY 31, 2011 AND 2010**

	<u>2011</u>	<u>2010</u>
Operating revenues		
Charges for services - net	\$ 15,363,451	\$ 17,399,814
Operating expenses		
Personal services	6,751,789	7,100,497
Materials and supplies	973,578	300,819
Contractual services	5,340,987	3,928,317
Other operating expenses	576,144	3,113,986
Depreciation	3,456,894	2,536,902
Total operating expenses	<u>17,099,392</u>	<u>16,980,521</u>
Operating income (loss)	(1,735,941)	419,293
Nonoperating revenues (expenses)		
Investment income	7,668	46,140
Interest expense and fiscal charges	(177,874)	(143,475)
Net gain on disposal of assets	--	6,505
Contribution from other governmental agencies	--	2,772
Total nonoperating revenues	<u>(170,206)</u>	<u>(88,058)</u>
Capital contributions		
Contributions from others	--	403,926
Total capital contributions	<u>--</u>	<u>403,926</u>
Income (loss) before transfers	(1,906,147)	735,161
Transfers in	--	430,164
Transfers out	--	(768,570)
Net transfers	<u>--</u>	<u>(338,406)</u>
Net income (loss)	(1,906,147)	396,755
Net assets at beginning of year	<u>7,552,750</u>	<u>7,155,995</u>
Net assets at end of year	<u>\$ 5,646,603</u>	<u>\$ 7,552,750</u>

Exhibit 36-C

**MUNICIPAL INFORMATION SYSTEMS FUND
COMPARATIVE STATEMENT OF CASH FLOWS
YEAR ENDED JULY 31, 2011 AND 2010**

	<u>2011</u>	<u>2010</u>
Cash flows from operating activities		
Receipts from customers	\$ 2,101	\$ --
Receipts from interfund services provided	15,361,350	17,399,813
Payments to suppliers	(6,237,416)	(3,843,794)
Payments to employees	(5,877,673)	(6,270,627)
Internal activity - payments to other funds	(1,209,025)	(3,730,954)
Other receipts	--	2,772
Net cash provided by operating activities	<u>2,039,337</u>	<u>3,557,210</u>
Cash flows from noncapital financing activities		
Transfers in from other funds	--	324,010
Transfers out to other funds	--	(768,570)
Net cash used for noncapital financing activities	<u>--</u>	<u>(444,560)</u>
Cash flows from capital and related financing activities		
Acquisition of capital assets	(39,956)	(110,778)
Proceeds from sale/disposal of capital assets	--	6,505
Principal paid on long term debt	(1,744,680)	(1,426,497)
Interest expense and fiscal charges	(177,874)	(143,475)
Net cash used for capital and related financing activities	<u>(1,962,510)</u>	<u>(1,674,245)</u>
Cash flows from investing activities		
Purchase of investment securities	(1,000,000)	(1,000,000)
Proceeds from sale and maturity of investment securities	--	2,000,000
Interest on investments	5,430	9,019
Net cash provided by (used for) investing activities	<u>(994,570)</u>	<u>1,009,019</u>
Net increase (decrease) in cash and cash equivalents	(917,743)	2,447,424
Cash and cash equivalents at beginning of year	<u>2,499,898</u>	<u>52,474</u>
Cash and cash equivalents at end of year	<u>\$ 1,582,155</u>	<u>\$ 2,499,898</u>
Reconciliation of operating income (loss) to net cash provided by operating activities		
Operating income (loss)	\$ (1,735,941)	\$ 419,293
Adjustments to reconcile operating income (loss) to net cash provided by operating activities		
Depreciation	3,456,894	2,536,902
Contribution from other governmental agencies	--	2,772
Changes in assets and liabilities		
Receivables	445,526	(437)
Accounts payable	(413,709)	313,935
Accrued expenses	(41,295)	6,320
Accumulated unpaid compensated absences	(74,110)	(62,468)
Net pension obligation	366,675	275,687
Net OPEB obligation	35,297	65,206
Net cash provided by operating activities	<u>\$ 2,039,337</u>	<u>\$ 3,557,210</u>
Noncash investing, capital and financing activities		
Change in fair value of investments	\$ 589	\$ (937)
Acquisition of capital assets under capital lease	\$ 694,327	\$ --
Transfer of non-cash assets and liabilities	\$ --	\$ 106,154



City of
Corpus
Christi

Exhibit 37-A

**CORPUS CHRISTI DIGITAL COMMUNITY DEVELOPMENT CORPORATION
COMPARATIVE STATEMENT OF NET ASSETS
JULY 31, 2011 AND 2010**

	<u>2011</u>	<u>2010</u>
NET ASSETS		
Total net assets	<u>\$ --</u>	<u>\$ --</u>

Exhibit 37-B

CORPUS CHRISTI DIGITAL COMMUNITY DEVELOPMENT CORPORATION
STATEMENT OF REVENUES, EXPENSES, AND CHANGES IN NET ASSETS
YEAR ENDED JULY 31, 2011

	<u>2011</u>	<u>2010</u>
Operating revenues		
Charges for services - net	\$ --	\$ 2,568,778
Operating expenses		
Materials and supplies	--	330,576
Contractual services	--	1,152,732
Other operating expenses	--	350,581
Uncollectible accounts	--	132
Depreciation	--	675,005
Total operating expenses	<u>--</u>	<u>2,509,026</u>
Operating income (loss)	--	59,752
Nonoperating revenues (expenses)		
Investment income	--	68
Interest expense and fiscal charges	--	(93,554)
Total nonoperating expenses	<u>--</u>	<u>(93,486)</u>
Loss before transfers	--	(33,734)
Transfers out	<u>--</u>	<u>(152,596)</u>
Net loss	--	(186,330)
Net assets at beginning of year	<u>--</u>	<u>186,330</u>
Net assets at end of year	<u>\$ --</u>	<u>\$ --</u>

CORPUS CHRISTI DIGITAL COMMUNITY DEVELOPMENT CORPORATION
STATEMENT OF CASH FLOWS
YEAR ENDED JULY 31, 2011

	<u>2011</u>	<u>2010</u>
Cash flows from operating activities		
Receipts from interfund services provided	\$ --	\$ 2,568,776
Payments to suppliers	--	(1,730,935)
Internal activity - payments to other funds	--	(366,473)
Net cash provided by operating activities	<u>--</u>	<u>471,368</u>
Cash flows from noncapital financing activities		
Contribution from Coastal Bend Health Facilities		
Transfers out to other funds	<u>--</u>	<u>(46,442)</u>
Cash flows from capital and related financing activities		
Acquisition of capital assets	--	(90,703)
Principal paid on long term debt	--	(595,702)
Interest and fiscal charges	--	(93,554)
Net cash used for capital and related financing activities	<u>--</u>	<u>(779,959)</u>
Cash flows from investing activities		
Interest on investments	<u>--</u>	<u>68</u>
Net increase (decrease) in cash and cash equivalents	--	(354,965)
Cash and cash equivalents at beginning of year	<u>--</u>	<u>354,965</u>
Cash and cash equivalents at end of year	<u>\$ --</u>	<u>\$ --</u>
Reconciliation of operating income (loss) to net cash provided by operating activities		
Operating income (loss)	\$ --	\$ 59,752
Adjustments to reconcile operating income (loss) to net cash provided by operating activities		
Depreciation	--	675,005
Provision for uncollectible accounts	--	132
Receivables	--	(132)
Accounts payable	<u>--</u>	<u>(263,388)</u>
Net cash provided by operating activities	<u>\$ --</u>	<u>\$ 471,369</u>
Noncash investing, capital and financing activities		
Acquisition of capital assets under capital lease	\$ --	\$ 1,767,645
Transfer of non-cash assets and liabilities	\$ --	\$ (106,154)



City of
Corpus
Christi

**LIABILITY AND EMPLOYEE BENEFITS FUND
COMPARATIVE STATEMENT OF NET ASSETS
JULY 31, 2011 AND 2010**

	<u>2011</u>	<u>2010</u>
ASSETS		
Current assets		
Cash and cash equivalents	\$ 10,257,466	\$ 2,567,108
Investments	28,004,742	30,052,967
Receivables		
Accounts	634,965	428,841
Accrued interest	25,132	32,994
Employees	856	499
Allowance for uncollectibles	(65,483)	(63,540)
Net receivables	<u>595,470</u>	<u>398,794</u>
Due from other funds	--	883,182
Prepaid items	<u>1,868,570</u>	<u>1,807,209</u>
Total current assets	<u>40,726,248</u>	<u>35,709,260</u>
Noncurrent assets		
Other assets	<u>49,871</u>	<u>49,871</u>
Total noncurrent assets	<u>49,871</u>	<u>49,871</u>
Total assets	<u>40,776,119</u>	<u>35,759,131</u>
LIABILITIES		
Current liabilities		
Accounts payable	575,342	903,960
Accrued expenses	207,069	80,235
Current portion of estimated liability claims	3,141,097	5,696,363
Estimated health insurance claims payable	2,205,000	2,812,000
Liability to claimants-escheat property	23,985	23,016
Unearned revenue	4,459	58,190
Current portion of accumulated unpaid compensated absences	64,681	48,308
Total current liabilities	<u>6,221,633</u>	<u>9,622,072</u>
Noncurrent liabilities		
Estimated liability claims	3,303,666	5,491,334
Accumulated unpaid compensated absences, net of current portion	18,782	16,947
Net pension obligation	115,420	59,091
Net OPEB obligation	<u>13,469,201</u>	<u>11,890,604</u>
Total noncurrent liabilities	<u>16,907,069</u>	<u>17,457,976</u>
Total liabilities	<u>23,128,702</u>	<u>27,080,048</u>
NET ASSETS		
Unrestricted	<u>17,647,417</u>	<u>8,679,083</u>
Total net assets	<u>\$ 17,647,417</u>	<u>\$ 8,679,083</u>

LIABILITY AND EMPLOYEE BENEFITS FUND
COMPARATIVE STATEMENT OF REVENUES, EXPENSES, AND CHANGES IN NET ASSETS
YEAR ENDED JULY 31, 2011 AND 2010

	2011	2010
Operating revenues		
Charges for services		
Liability insurance	\$ 9,463,341	\$ 9,148,237
Life insurance	98,275	96,257
Health insurance	29,901,909	26,507,841
Disability insurance	139,753	146,776
Administration	1,203,813	1,097,544
Miscellaneous	--	193
Total operating revenues	40,807,091	36,996,848
Operating expenses		
Personal services	1,045,443	936,723
Materials and supplies	126,629	140,123
Contractual services	2,310,648	2,376,717
Insurance premiums	4,410,144	4,833,100
Other operating expenses	171,840	180,369
Group health claims	20,134,664	23,433,216
General liability claims	173,938	1,246,985
Workers' compensation claims	(232,615)	1,431,605
Unemployment compensation claims	240,671	262,482
Other post employment benefits	3,585,002	4,013,931
Uncollectible accounts	1,944	7,650
Total operating expenses	31,968,308	38,862,901
Operating income (loss)	8,838,783	(1,866,053)
Nonoperating revenues (expenses)		
Investment income	140,948	320,486
Interest expense and fiscal charges	(4,513)	(12,474)
Recovery of damage claims	10,590	--
Total nonoperating revenues	147,025	308,012
Income (loss) before transfers	8,985,808	(1,558,041)
Transfers in	--	3,822
Transfers out	(17,474)	(9,539,530)
Net transfers	(17,474)	(9,535,708)
Net income (loss)	8,968,334	(11,093,749)
Net assets at beginning of year	8,679,083	19,772,832
Net assets at end of year	\$ 17,647,417	\$ 8,679,083

Exhibit 38-C

**LIABILITY AND EMPLOYEE BENEFITS FUND
COMPARATIVE STATEMENT OF CASH FLOWS
YEAR ENDED JULY 31, 2011 AND 2010**

	<u>2011</u>	<u>2010</u>
Cash flows from operating activities		
Receipts from customers	\$ 11,113,766	\$ 9,762,949
Receipts from interfund services provided	29,098,001	26,622,621
Payments to suppliers	(7,198,779)	(6,784,329)
Payments to employees	(887,670)	(819,740)
Internal activity - payments to other funds	172,540	444,116
Claims paid	(27,676,319)	(29,409,775)
Other receipts	10,590	--
Net cash provided by (used for) operating activities	<u>4,632,129</u>	<u>(184,158)</u>
Cash flows from noncapital financing activities		
Changes in interfund borrowings	883,182	(367,448)
Interest on interfund borrowings	(4,513)	(12,474)
Transfers in from other funds	--	3,822
Transfers out to other funds	(17,474)	(9,539,530)
Net cash provided by (used for) noncapital financing activities	<u>861,195</u>	<u>(9,915,630)</u>
Cash flows from investing activities		
Purchase of investment securities	(58,000,000)	(73,000,000)
Proceeds from sale and maturity of investment securities	60,000,000	68,984,000
Interest on investments	197,034	348,770
Net cash provided by (used for) investing activities	<u>2,197,034</u>	<u>(3,667,230)</u>
Net increase (decrease) in cash and cash equivalents	7,690,358	(13,767,018)
Cash and cash equivalents at beginning of year	<u>2,567,108</u>	<u>16,334,126</u>
Cash and cash equivalents at end of year	<u>\$ 10,257,466</u>	<u>\$ 2,567,108</u>
Reconciliation of operating loss to net cash used for operating activities		
Operating income (loss)	\$ 8,838,783	\$ (1,866,053)
Adjustments to reconcile operating loss to net cash used for operating activities		
Provision for uncollectible accounts	1,944	7,650
Recovery of damage claims	10,590	--
Changes in assets and liabilities		
Receivables	(206,481)	(58,885)
Due from other funds	--	4,505
Prepaid items	(61,361)	240,371
Accounts payable	(328,617)	405,673
Accrued expenses	126,833	2,645
Estimated claims liability	(5,349,934)	(877,820)
Liability to claimants-escheat property	969	(2,211)
Unearned revenue	(53,731)	49,768
Accumulated unpaid compensated absences	18,208	8,211
Net pension obligation	56,329	37,036
Net OPEB obligation	<u>1,578,597</u>	<u>1,864,951</u>
Net cash provided by (used for) operating activities	<u>\$ 4,632,129</u>	<u>\$ (184,159)</u>
Noncash investing, capital and financing activities		
Change in fair value of investments	\$ (48,225)	\$ 15,404



City of
Corpus
Christi

**ENGINEERING SERVICES FUND
COMPARATIVE STATEMENT OF NET ASSETS
JULY 31, 2011 AND 2010**

	<u>2011</u>	<u>2010</u>
ASSETS		
Current assets		
Cash and cash equivalents	\$ 887,200	\$ 978,991
Receivables		
Accounts	1,054	279
Total current assets	<u>888,254</u>	<u>979,270</u>
Noncurrent assets		
Capital assets		
Land	1,099	1,099
Machinery and equipment	<u>243,102</u>	<u>243,102</u>
Total capital assets in service	244,201	244,201
Less accumulated depreciation	<u>(178,028)</u>	<u>(158,271)</u>
Net capital assets	<u>66,173</u>	<u>85,930</u>
Total noncurrent assets	<u>66,173</u>	<u>85,930</u>
Total assets	<u>954,427</u>	<u>1,065,200</u>
LIABILITIES		
Current liabilities		
Accounts payable	63,533	51,818
Accrued expenses	122,283	119,706
Current portion of accumulated unpaid compensated absences	<u>218,201</u>	<u>168,382</u>
Total current liabilities	<u>404,017</u>	<u>339,906</u>
Noncurrent liabilities		
Accumulated unpaid compensated absences, net of current portion	177,886	381,253
Net pension obligation	446,681	229,338
Net OPEB obligation	<u>53,165</u>	<u>34,515</u>
Total noncurrent liabilities	<u>677,732</u>	<u>645,106</u>
Total liabilities	<u>1,081,749</u>	<u>985,012</u>
NET ASSETS		
Invested in capital assets	66,173	85,930
Unrestricted	<u>(193,495)</u>	<u>(5,742)</u>
Total net assets (liabilities)	<u>\$ (127,322)</u>	<u>\$ 80,188</u>

Exhibit 39-B

**ENGINEERING SERVICES FUND
COMPARATIVE STATEMENT OF REVENUES, EXPENSES, AND CHANGES IN NET ASSETS
YEAR ENDED JULY 31, 2011 AND 2010**

	<u>2011</u>	<u>2010</u>
Operating revenues		
Charges for services - net	\$ 4,805,209	\$ 3,810,104
Operating expenses		
Personal services	3,745,214	3,609,676
Materials and supplies	77,942	72,000
Contractual services	521,065	419,660
Other operating expenses	663,537	585,726
Depreciation	19,757	13,805
Total operating expenses	<u>5,027,515</u>	<u>4,700,867</u>
Operating loss	(222,306)	(890,763)
Nonoperating revenues		
Investment income	--	363
Interest expense and fiscal charges	(83)	(1,039)
Net gain on disposal of assets	--	978
Recovery of damage claims	--	1,500
Contributions and donations	14,879	--
Total nonoperating revenues	<u>14,796</u>	<u>1,802</u>
Loss before transfers	(207,510)	(888,961)
Transfers in	<u>--</u>	<u>167,369</u>
Net loss	(207,510)	(721,592)
Net assets at beginning of year	<u>80,188</u>	<u>801,780</u>
Net assets (liabilities) at end of year	<u>\$ (127,322)</u>	<u>\$ 80,188</u>

Exhibit 39-C

**ENGINEERING SERVICES FUND
COMPARATIVE STATEMENT OF CASH FLOWS
YEAR ENDED JULY 31, 2011 AND 2010**

	<u>2011</u>	<u>2010</u>
Cash flows from operating activities		
Receipts from customers	\$ 80,555	\$ 33,388
Receipts from interfund services provided	4,724,655	3,776,437
Payments to suppliers	(597,523)	(590,647)
Payments to employees	(3,336,732)	(3,115,639)
Internal activity - payments to other funds	(977,542)	(884,428)
Other receipts	--	1,500
Net cash used for operating activities	<u>(106,587)</u>	<u>(779,389)</u>
Cash flows from noncapital financing activities		
Interest on interfund borrowings	(83)	(676)
Contributions from other government agencies	14,879	--
Transfers in from other funds	--	167,369
Net cash provided by (used for) noncapital financing activities	<u>14,796</u>	<u>166,693</u>
Cash flows from capital and related financing activities		
Acquisition of capital assets	--	(59,510)
Proceeds from sale/disposal of capital assets	--	978
Net cash used for capital and related financing activity	<u>--</u>	<u>(58,532)</u>
Net decrease in cash and cash equivalents	(91,791)	(671,228)
Cash and cash equivalents at beginning of year	<u>978,991</u>	<u>1,650,219</u>
Cash and cash equivalents at end of year	<u>\$ 887,200</u>	<u>\$ 978,991</u>
Reconciliation of operating loss to net cash provided by (used for) operating activities		
Operating loss	\$ (222,306)	\$ (890,763)
Adjustments to reconcile operating loss to net cash provided by (used for) operating activities		
Depreciation	19,757	13,805
Recovery of damage claims	--	1,500
Changes in assets and liabilities		
Receivables	(775)	(279)
Accounts payable	11,714	(90,954)
Accrued expenses	2,578	(11,721)
Accumulated unpaid compensated absences	(153,548)	25,600
Net pension obligation	217,343	138,908
Net OPEB obligation	<u>18,650</u>	<u>34,515</u>
Net cash used for operating activities	<u>\$ (106,587)</u>	<u>\$ (779,389)</u>



City of
Corpus
Christi

Component Units

Component Units

The Coastal Bend Health Facilities Development Corporation is a public non-profit corporation created by State law to facilitate financing and development of health and health-related facilities.

The Corpus Christi Convention and Visitors Bureau is a private Texas non-profit corporation organized for the purpose of promoting convention and visitors' activity in the Corpus Christi Bay area.



City of
Corpus
Christi

**DISCRETELY PRESENTED COMPONENT UNITS
COMBINING STATEMENT OF NET ASSETS
JULY 31, 2011**

	Coastal Bend Health Facilities Development Corporation	Corpus Christi Convention and Visitors Bureau	Total
ASSETS			
Cash and cash equivalents	\$ 3,719	\$ 579,703	\$ 583,422
Receivables	--	19,145	19,145
Inventories	--	6,060	6,060
Prepaid items	--	42,002	42,002
Capital assets, net of accumulated depreciation	--	263,914	263,914
Total assets	<u>3,719</u>	<u>910,824</u>	<u>914,543</u>
LIABILITIES			
Accounts payable	--	206,623	206,623
Accrued liabilities	--	11,266	11,266
Total liabilities	<u>--</u>	<u>217,889</u>	<u>217,889</u>
NET ASSETS			
Invested in capital assets	--	263,914	263,914
Unrestricted	3,719	429,021	432,740
Total net assets	<u>\$ 3,719</u>	<u>\$ 692,935</u>	<u>\$ 696,654</u>

DISCRETELY PRESENTED COMPONENT UNITS
 COMBINING STATEMENT OF ACTIVITIES
 YEAR ENDED JULY 31, 2011

	Coastal Bend Health Facilities Development Corporation	Corpus Christi Convention and Visitors Bureau	Total
Expenditures/expenses			
Convention and visitor activities	\$ --	\$ 3,077,058	\$ 3,077,058
Program revenue			
Charges for services	--	197,456	197,456
Operating grants and contributions	--	43,000	43,000
Net program expense	--	(2,836,602)	(2,836,602)
General revenue			
Earnings on investments	5	1,321	1,326
Payments from the City of Corpus Christi	--	2,884,266	2,884,266
Total general revenues	5	2,885,587	2,885,592
Change in net assets	5	48,985	48,990
Net assets beginning of year	3,714	643,950	647,664
Net assets end of year	\$ 3,719	\$ 692,935	\$ 696,654

**COASTAL BEND HEALTH FACILITIES DEVELOPMENT CORPORATION
STATEMENT OF NET ASSETS
JULY 31, 2011 AND 2010**

	<u>2011</u>	<u>2010</u>
ASSETS		
Cash and cash equivalents	\$ 3,719	\$ 3,714
LIABILITIES	<u>--</u>	<u>--</u>
NET ASSETS		
Unrestricted	<u>3,719</u>	<u>3,714</u>
Net assets	<u>\$ 3,719</u>	<u>\$ 3,714</u>

COASTAL BEND HEALTH FACILITIES DEVELOPMENT CORPORATION
 STATEMENT OF ACTIVITIES
 YEAR ENDED JULY 31, 2011 AND 2010

	<u>2011</u>	<u>2010</u>
Expenditures/expenses		
Health	\$ --	\$ --
General revenue		
Earnings on investments	<u>5</u>	<u>8</u>
Change in net assets	5	8
Fund balance/net assets beginning of year	<u>3,714</u>	<u>3,706</u>
Fund balance/net assets end of year	<u>\$ 3,719</u>	<u>\$ 3,714</u>

**CORPUS CHRISTI CONVENTION AND VISITORS BUREAU
STATEMENT OF NET ASSETS
JULY 31, 2011 AND 2010**

	<u>2011</u>	<u>2010</u>
ASSETS		
Cash and cash equivalents	\$ 579,703	\$ 560,438
Accounts receivable	19,145	93,777
Inventories	6,060	7,245
Prepaid items	42,002	28,473
Capital assets, net of accumulated depreciation	<u>263,914</u>	<u>257,500</u>
Total assets	<u>910,824</u>	<u>947,433</u>
LIABILITIES		
Accounts payable	206,623	283,363
Accrued liabilities	11,266	120
Notes payable	--	20,000
Total liabilities	<u>217,889</u>	<u>303,483</u>
NET ASSETS		
Invested in capital assets	263,914	257,500
Unrestricted	<u>429,021</u>	<u>386,450</u>
Total net assets	<u>\$ 692,935</u>	<u>\$ 643,950</u>

**CORPUS CHRISTI CONVENTION AND VISITORS BUREAU
STATEMENT OF ACTIVITIES
YEAR ENDED JULY 31, 2011 AND 2010**

	<u>2011</u>	<u>2010</u>
Expenditures/expenses		
Convention and visitor activities	\$ 3,077,058	\$ 3,366,169
Total expenditures/expenses	<u>3,077,058</u>	<u>3,366,169</u>
Program revenue		
Charges for services	197,456	262,828
Operating grants and contributions	43,000	80,000
Net program expense	<u>(2,836,602)</u>	<u>(3,023,341)</u>
General revenue		
Earnings on investments	1,321	2,366
Payments from the City of Corpus Christi	2,884,266	2,970,000
Total general revenues	<u>2,885,587</u>	<u>2,972,366</u>
Change in net assets	48,985	(50,975)
Fund balance/net assets beginning of year	<u>643,950</u>	<u>694,925</u>
Fund balance/net assets end of year	<u>\$ 692,935</u>	<u>\$ 643,950</u>



City of
Corpus
Christi

Capital Assets

***Capital Assets Used in the Operation
of Governmental Funds***

**CAPITAL ASSETS USED IN THE OPERATION OF GOVERNMENTAL FUNDS
SCHEDULE BY SOURCE *
JULY 31, 2011 AND 2010**

	<u>2011</u>	<u>2010</u>
Governmental funds capital assets		
Land	\$ 64,600,132	\$ 64,212,824
Buildings	218,441,530	215,087,714
Improvements other than buildings	228,033,841	213,284,451
Machinery and equipment	122,199,100	113,694,963
Infrastructure	282,402,000	265,803,465
Construction in progress	<u>95,193,075</u>	<u>81,508,090</u>
Total governmental funds capital assets	<u>\$ 1,010,869,678</u>	<u>\$ 953,591,507</u>
Investment in governmental funds capital assets by source		
Capital projects funds	\$ 753,835,174	\$ 708,332,629
General and special revenue funds	85,957,648	79,338,592
Donations	17,214,313	17,214,313
Developers contributions	21,704,972	18,939,729
Federal revenue sharing	104,251,388	101,860,061
Tax increment zone	22,861,080	22,861,080
Claim settlements	<u>5,045,103</u>	<u>5,045,103</u>
Total investment in governmental funds capital assets by source	<u>\$ 1,010,869,678</u>	<u>\$ 953,591,507</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.

City of Corpus Christi, Texas

CAPITAL ASSETS USED IN THE OPERATIONS OF GOVERNMENTAL FUNDS
SCHEDULE BY FUNCTION AND ACTIVITY *
JULY 31, 2011

	<u>Totals</u>	<u>Land</u>	<u>Buildings</u>	<u>Improvements Other Than Buildings</u>
General Government				
Control				
City Council and City Secretary	\$ 397,358	\$ --	\$ 14,000	\$ 4,319
City Manager	359,940	--	--	7,673
Management and budget	102,156	--	--	--
Information services	1,369,485	--	--	600
Total control	<u>2,228,939</u>	<u>--</u>	<u>14,000</u>	<u>12,592</u>
Staff Agencies				
Director of finance	54,522	--	--	--
Accounting	3,874,599	--	--	92,405
Federal grant accounting	5,317	--	--	--
Accounts receivable and meter reading	566,240	--	--	--
Central cashiering	192,096	--	--	--
Cash management	6,577	--	--	--
Utility billing office administration and customer service operation	2,118,616	--	--	--
Nueces County Tax Appraisal District	70,588	--	--	3,710
Purchasing	47,964	--	--	--
Messenger service	1,675	--	--	--
City Attorney	388,621	--	--	118
Business development	35,074	--	--	--
Planning	650,015	--	--	--
Human resources	2,986,711	--	--	--
Human relations	3,450	--	--	--
City Hall vehicle pool	14,994	--	--	--
City Hall and Emergency Management Facility	22,875,444	3,732,487	17,705,759	89,844
Total staff agencies	<u>33,892,503</u>	<u>3,732,487</u>	<u>17,705,759</u>	<u>186,077</u>
Miscellaneous	2,723,315	359,224	37,170	1,515,500
Total general government	<u>38,844,757</u>	<u>4,091,711</u>	<u>17,756,929</u>	<u>1,714,169</u>
Police and municipal court				
Police				
Police	24,611,807	2,325,928	6,823,358	3,085,790
Crime Control District	788,278	--	--	--
Total police	<u>25,400,085</u>	<u>2,325,928</u>	<u>6,823,358</u>	<u>3,085,790</u>
Municipal Court	1,887,841	--	107,715	60,027
Total police and municipal court	<u>27,287,926</u>	<u>2,325,928</u>	<u>6,931,073</u>	<u>3,145,817</u>
Fire				
Fire	29,672,439	956,298	6,283,787	4,274,238
Fire academy	29,896	--	--	--
Fire prevention	140,443	--	--	--
Total fire	<u>29,842,778</u>	<u>956,298</u>	<u>6,283,787</u>	<u>4,274,238</u>
Ambulance	4,820,578	--	--	--
Emergency management				
Emergency management	119,665	--	--	7,592
Local Emergency Planning Committee	35,789	--	--	--
Total emergency management	<u>155,454</u>	<u>--</u>	<u>--</u>	<u>7,592</u>

(Continued)

Exhibit 43-B

<u>Machinery and Equipment</u>	<u>Infrastructure</u>
\$ 379,039	\$ --
352,267	--
102,156	--
<u>1,368,885</u>	<u>--</u>
<u>2,202,347</u>	<u>--</u>
54,522	--
3,782,194	--
5,317	--
566,240	--
192,096	--
6,577	--
2,118,616	--
66,878	--
47,964	--
1,675	--
388,503	--
35,074	--
650,015	--
2,986,711	--
3,450	--
14,994	--
<u>1,347,354</u>	<u>--</u>
<u>12,268,180</u>	<u>--</u>
81,421	--
<u>15,281,948</u>	<u>--</u>
12,376,731	--
<u>788,278</u>	<u>--</u>
<u>13,165,009</u>	<u>--</u>
1,720,099	--
<u>14,885,108</u>	<u>--</u>
18,158,116	--
29,896	--
<u>140,443</u>	<u>--</u>
<u>18,328,455</u>	<u>--</u>
<u>4,820,578</u>	<u>--</u>
112,073	--
<u>35,789</u>	<u>--</u>
<u>147,862</u>	<u>--</u>

City of Corpus Christi, Texas

CAPITAL ASSETS USED IN THE OPERATIONS OF GOVERNMENTAL FUNDS
SCHEDULE BY FUNCTION AND ACTIVITY *
JULY 31, 2011

	<u>Totals</u>	<u>Land</u>	<u>Buildings</u>	<u>Improvements Other Than Buildings</u>
Inspections				
Building inspection	382,608	--	--	--
Petroleum inspection	5,223	--	--	--
Total inspections	<u>387,831</u>	<u>--</u>	<u>--</u>	<u>--</u>
Streets				
Director and engineering office	649,574	--	16,106	58,634
Streets, sidewalks, curbs and gutters	263,695,850	13,890,328	--	480,761
Street maintenance and construction	17,690,216	266,937	4,920	9,760,677
Street signs and markings	220,463	--	--	--
Street cleaning	70,868	--	--	--
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	4,836,372	--	14,999	286,135
Parking control	186,942	--	--	32,690
Total streets	<u>344,481,736</u>	<u>14,221,375</u>	<u>36,025</u>	<u>67,686,238</u>
Solid Waste				
Office	135,883	--	17,083	--
Refuse collections	20,198,782	--	158,484	107,934
Refuse disposal	78,263,785	7,552,217	78,648	48,038,621
Total solid waste	<u>98,598,450</u>	<u>7,552,217</u>	<u>254,215</u>	<u>48,146,555</u>
Health				
Health	5,316,014	61,909	3,306,318	299,781
Animal control	4,370,911	--	3,466,102	481,450
Total health	<u>9,686,925</u>	<u>61,909</u>	<u>6,772,420</u>	<u>781,231</u>
Parks, recreation and education				
Director of parks and recreation	53,342	--	--	--
Parks	75,610,480	17,045,929	1,544,412	49,324,813
Recreation	8,182,215	936,536	1,695,035	4,710,689
Miradores and Selena Memorial	1,965,000	--	--	1,965,000
Senior services	4,823,843	130,714	3,347,489	1,111,302
Upper level college facilities	1,529,971	1,510,810	--	19,161
Municipal service center	2,177,428	204,024	662,316	--
Total parks, recreation and education	<u>94,342,279</u>	<u>19,828,013</u>	<u>7,249,252</u>	<u>57,130,965</u>
Libraries	28,249,618	773,001	15,324,826	421,531
Corpus Christi museums	7,958,081	--	6,179,858	1,282,349
Community enrichment				
Cultural and convention facilities				
Multipurpose arena	48,628,359	2,829,110	43,198,880	2,600,369
Coliseum	2,799,472	--	1,850,979	392,843
Auditorium	6,067,142	--	6,025,014	--
Baseball stadium	28,191,770	1,836,762	26,186,852	168,156
Harbor Playhouse	883,928	--	869,675	3,409
Convention center	64,361,589	798,244	52,566,698	2,928,904
Water Garden	1,508,263	--	--	1,499,926
Bayfront Science Park	10,677,764	3,647,642	2,468,913	4,290,195
Texas State Aquarium	20,844,296	2,047,044	11,024,033	7,773,219
Total cultural and convention facilities	<u>183,962,583</u>	<u>11,158,802</u>	<u>144,191,044</u>	<u>19,657,021</u>

(Continued)

**Exhibit 43-B
(Continued)**

Machinery and Equipment	Infrastructure
382,608	--
5,223	--
<u>387,831</u>	<u>--</u>
574,834	--
652,834	248,671,927
7,657,682	--
220,463	--
70,868	--
--	--
--	--
--	--
4,535,238	--
154,252	--
<u>13,866,171</u>	<u>248,671,927</u>
118,800	--
19,932,364	--
5,483,236	17,111,063
<u>25,534,400</u>	<u>17,111,063</u>
1,648,006	--
423,359	--
<u>2,071,365</u>	<u>--</u>
53,342	--
2,765,972	4,929,354
839,955	--
--	--
234,338	--
--	--
1,311,088	--
<u>5,204,695</u>	<u>4,929,354</u>
11,730,260	--
495,874	--
--	--
555,650	--
42,128	--
--	--
10,844	--
8,067,743	--
8,337	--
271,014	--
--	--
<u>8,955,716</u>	<u>--</u>

**CAPITAL ASSETS USED IN THE OPERATIONS OF GOVERNMENTAL FUNDS
SCHEDULE BY FUNCTION AND ACTIVITY *
JULY 31, 2011**

	<u>Totals</u>	<u>Land</u>	<u>Buildings</u>	<u>Improvements Other Than Buildings</u>
Community enrichment (continued)				
Sister City	2,338	--	--	--
Bicentennial celebration	5,358	--	--	--
Public art	77,395	--	--	77,395
Total community enrichment	<u>184,047,674</u>	<u>11,158,802</u>	<u>144,191,044</u>	<u>19,734,416</u>
Community development				
Housing rehabilitation	31,827	19,750	--	--
Neighborhood improvement	198,511	--	--	4,255
Community renewal	12,633	--	--	--
Community Development Block Grant	30,784,967	800,221	6,018,086	23,704,485
Corpus Christi Community Improvement Corp.	1,473,294	59,497	1,413,797	--
Total community development	<u>32,501,232</u>	<u>879,468</u>	<u>7,431,883</u>	<u>23,708,740</u>
Other general capital assets:				
Packery Channel	11,689,656	--	--	--
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>14,471,285</u>	<u>2,751,410</u>	<u>30,219</u>	<u>--</u>
Total capital assets in service	915,676,604	64,600,132	218,441,531	228,033,841
Less: accumulated depreciation	<u>441,704,556</u>	<u>--</u>	<u>71,356,604</u>	<u>119,945,104</u>
Net capital assets in service	<u>473,972,048</u>	<u>64,600,132</u>	<u>147,084,927</u>	<u>108,088,737</u>
Construction in progress	<u>95,193,074</u>	<u>567,648</u>	<u>1,143,935</u>	<u>46,599,133</u>
Total general capital assets	<u>\$ 569,165,122</u>	<u>\$ 65,167,780</u>	<u>\$ 148,228,862</u>	<u>\$ 154,687,870</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 43-B
(Continued)

<u>Machinery and Equipment</u>	<u>Infrastructure</u>
2,338	--
5,358	--
--	--
<u>8,963,412</u>	<u>--</u>
12,077	--
194,256	--
12,633	--
262,175	--
--	--
<u>481,141</u>	<u>--</u>
--	11,689,656
--	--
--	--
--	--
--	--
<u>--</u>	<u>11,689,656</u>
122,199,100	282,402,000
<u>98,374,493</u>	<u>152,028,355</u>
<u>23,824,607</u>	<u>130,373,645</u>
<u>113,707</u>	<u>46,768,651</u>
<u>\$ 23,938,314</u>	<u>\$ 177,142,296</u>

**SCHEDULE OF CHANGES IN CAPITAL ASSETS USED IN THE OPERATIONS OF GOVERNMENTAL FUNDS
BY FUNCTION AND ACTIVITY *
YEAR ENDED JULY 31, 2011**

	<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	--	--	1,369,485
Total control	<u>2,228,939</u>	<u>--</u>	<u>--</u>	<u>2,228,939</u>
Staff agencies				
Director of finance	54,522	--	--	54,522
Accounting	3,874,599	--	--	3,874,599
Federal grant accounting	5,317	--	--	5,317
Accounts receivable and meter reading	566,240	--	--	566,240
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	--	--	650,015
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	22,875,444	--	--	22,875,444
Total staff agencies	<u>33,892,503</u>	<u>--</u>	<u>--</u>	<u>33,892,503</u>
Miscellaneous	2,655,646	67,669	--	2,723,315
Total general government	<u>38,777,088</u>	<u>67,669</u>	<u>--</u>	<u>38,844,757</u>
Police and municipal court				
Police	21,145,320	3,532,545	66,058	24,611,807
Crime Control District	833,197	--	44,919	788,278
Total police	<u>21,978,517</u>	<u>3,532,545</u>	<u>110,977</u>	<u>25,400,085</u>
Municipal court	1,862,841	25,000	--	1,887,841
Total police and municipal court	<u>23,841,358</u>	<u>3,557,545</u>	<u>110,977</u>	<u>27,287,926</u>
Fire				
Fire	26,473,357	3,199,082	--	29,672,439
Fire academy	29,896	--	--	29,896
Fire prevention	140,443	--	--	140,443
Total fire	<u>26,643,696</u>	<u>3,199,082</u>	<u>--</u>	<u>29,842,778</u>
Ambulance	4,570,079	250,499	--	4,820,578

(Continued)

**SCHEDULE OF CHANGES IN CAPITAL ASSETS USED IN THE OPERATIONS OF GOVERNMENTAL FUNDS
BY FUNCTION AND ACTIVITY *
FISCAL YEAR ENDED JULY 31, 2011**

	<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	10,775	25,014	--	35,789
Total emergency management	<u>130,440</u>	<u>25,014</u>	<u>--</u>	<u>155,454</u>
Inspections				
Building inspection	382,608	--	--	382,608
Petroleum inspection	5,223	--	--	5,223
Total inspections	<u>387,831</u>	<u>--</u>	<u>--</u>	<u>387,831</u>
Streets				
Director and engineering office	649,574	--	--	649,574
Streets, sidewalks, curbs and gutters	246,715,689	16,980,161	--	263,695,850
Street maintenance and construction	17,443,683	246,533	--	17,690,216
Street signs and markings	186,410	34,053	--	220,463
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	4,549,287	287,085	--	4,836,372
Parking control	186,942	--	--	186,942
Total streets	<u>326,933,904</u>	<u>17,547,832</u>	<u>--</u>	<u>344,481,736</u>
Solid Waste				
Office	135,883	--	--	135,883
Refuse collections	15,822,001	4,376,781	--	20,198,782
Refuse disposal	70,127,926	8,135,859	--	78,263,785
Total solid waste	<u>86,085,810</u>	<u>12,512,640</u>	<u>--</u>	<u>98,598,450</u>
Health				
Health	5,271,634	44,380	--	5,316,014
Animal control	4,370,911	--	--	4,370,911
Total health	<u>9,642,545</u>	<u>44,380</u>	<u>--</u>	<u>9,686,925</u>
Parks, recreation and education				
Director of parks and recreation	53,342	--	--	53,342
Parks	71,521,522	4,165,817	76,859	75,610,480
Recreation	7,953,133	229,082	--	8,182,215
Miradores and Selena Memorial	1,965,000	--	--	1,965,000
Senior services	4,707,382	116,461	--	4,823,843
Upper level college facilities	1,529,971	--	--	1,529,971
Municipal service center	2,177,428	--	--	2,177,428
Total parks, recreation and education	<u>89,907,778</u>	<u>4,511,360</u>	<u>76,859</u>	<u>94,342,279</u>
Libraries	<u>28,249,618</u>	<u>--</u>	<u>--</u>	<u>28,249,618</u>
Corpus Christi museums	<u>6,502,515</u>	<u>1,455,566</u>	<u>--</u>	<u>7,958,081</u>

(Continued)



City of
Corpus
Christi

**SCHEDULE OF CHANGES IN CAPITAL ASSETS USED IN THE OPERATIONS OF GOVERNMENTAL FUNDS
BY FUNCTION AND ACTIVITY *
FISCAL YEAR ENDED JULY 31, 2011**

	<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	--	--	6,067,142
Baseball stadium	28,191,770	--	--	28,191,770
Harbor Playhouse	883,928	--	--	883,928
Convention center	63,865,570	496,019	--	64,361,589
Water Garden	1,508,263	--	--	1,508,263
Bayfront Science Park	10,574,495	103,269	--	10,677,764
Texas State Aquarium	20,844,296	--	--	20,844,296
Total cultural and convention facilities	<u>183,363,295</u>	<u>599,288</u>	<u>--</u>	<u>183,962,583</u>
Sister City	2,338	--	--	2,338
Bicentennial celebration	5,358	--	--	5,358
Public art	77,395	--	--	77,395
Total community enrichment	<u>183,448,386</u>	<u>599,288</u>	<u>--</u>	<u>184,047,674</u>
Community development				
Housing rehabilitation	31,827	--	--	31,827
Neighborhood improvement	198,511	--	--	198,511
Community renewal	12,633	--	--	12,633
Community Development Block Grant	30,776,111	8,856	--	30,784,967
Corpus Christi Improvement Corp.	1,473,294	--	--	1,473,294
Total community development	<u>32,492,376</u>	<u>8,856</u>	<u>--</u>	<u>32,501,232</u>
Other general capital assets:				
Packery Channel	11,688,364	1,292	--	11,689,656
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>14,469,993</u>	<u>1,292</u>	<u>--</u>	<u>14,471,285</u>
Total capital assets in service	<u>872,083,417</u>	<u>43,781,023</u>	<u>187,836</u>	<u>915,676,604</u>
Less: accumulated depreciation	419,139,461	22,701,583	136,488	441,704,556
Net capital assets in service	<u>452,943,956</u>	<u>21,079,440</u>	<u>51,348</u>	<u>473,972,048</u>
Construction in progress	81,508,090	13,684,984	--	95,193,074
Total general capital assets	<u>\$ 534,452,046</u>	<u>\$ 34,764,424</u>	<u>\$ 51,348</u>	<u>\$ 569,165,122</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.



City of
Corpus
Christi

Statistical Section

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>
Financial Trends	286
<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>	
Revenue Capacity	300
<i>These schedules contain information to help the reader assess the government's most significant local revenue source, the property tax.</i>	
Debt Capacity	308
<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>	
Demographic and Economic Information	315
<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>	
Operating Information	318
<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>	

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 ASSETS BY COMPONENT
LAST TEN FISCAL YEARS
(accrual basis of accounting)

	Fiscal Year			
	<u>2002</u>	<u>2003</u>	<u>2004</u>	<u>2005</u>
Governmental activities				
Invested in capital assets, net of related debt	\$ 148,248,890	\$ 85,981,541	\$ 67,103,377	\$ 52,992,539
Restricted	--	--	--	--
Unrestricted	44,913,259	104,798,961	136,973,037	164,904,402
Total governmental activities net assets	<u>\$ 193,162,149</u>	<u>\$ 190,780,502</u>	<u>\$ 204,076,414</u>	<u>\$ 217,896,941</u>
Business-type activities				
Invested in capital assets, net of related debt	\$ 390,904,239	\$ 420,036,983	\$ 478,884,825	\$ 527,336,134
Restricted	78,639,564	79,888,038	36,201,782	41,045,812
Unrestricted	97,669,351	76,317,057	69,891,251	30,102,257
Total business-type activities net assets	<u>\$ 567,213,154</u>	<u>\$ 576,242,078</u>	<u>\$ 584,977,858</u>	<u>\$ 598,484,203</u>
Primary government				
Invested in capital assets, net of related debt	\$ 539,153,129	\$ 506,018,524	\$ 545,988,202	\$ 580,328,673
Restricted	78,639,564	79,888,038	36,201,782	41,045,812
Unrestricted	142,582,610	181,116,018	206,864,288	195,006,659
Total primary government net assets	<u>\$ 760,375,303</u>	<u>\$ 767,022,580</u>	<u>\$ 789,054,272</u>	<u>\$ 816,381,144</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 GASB 34.

City of Corpus Christi, Texas

Table 1

Fiscal Year					
<u>2006</u>	<u>2007</u>	<u>2008</u>	<u>2009</u>	<u>2010</u>	<u>2011</u>
\$ 95,591,014	\$ 160,007,194	\$ 171,559,799	\$ 184,297,821	\$ 190,984,493	\$ 209,725,506
--	5,085,156	7,161,689	8,706,284	81,610,847	87,694,496.0
144,449,151	108,485,456	118,117,170	102,378,371	19,260,356	26,546,345
<u>\$ 240,040,165</u>	<u>\$ 273,577,806</u>	<u>\$ 296,838,658</u>	<u>\$ 295,382,476</u>	<u>\$ 291,855,696</u>	<u>\$ 323,966,347</u>
\$ 505,475,536	\$ 557,699,068	\$ 614,734,623	\$ 588,187,607	\$ 685,455,079	\$ 682,070,387
28,524,868	20,698,409	17,162,129	15,547,632	13,445,408	14,731,997
85,278,867	40,565,906	1,923,108	49,119,110	16,803,962	30,148,172
<u>\$ 619,279,271</u>	<u>\$ 618,963,383</u>	<u>\$ 633,819,860</u>	<u>\$ 652,854,349</u>	<u>\$ 715,704,449</u>	<u>\$ 726,950,556</u>
\$ 601,066,550	\$ 717,706,262	\$ 786,294,422	\$ 772,485,428	\$ 876,439,572	\$ 891,795,893
28,524,868	25,783,565	24,323,818	24,253,916	95,056,255	102,426,493
229,728,018	149,051,362	120,040,278	151,497,481	36,064,318	56,694,517
<u>\$ 859,319,436</u>	<u>\$ 892,541,189</u>	<u>\$ 930,658,518</u>	<u>\$ 948,236,825</u>	<u>\$ 1,007,560,145</u>	<u>\$ 1,050,916,903</u>

CITY OF CORPUS CHRISTI, TEXAS
CHANGES IN NET ASSETS
LAST TEN FISCAL YEARS
 (accrual basis of accounting)

	Fiscal Year			
	<u>2002</u>	<u>2003</u>	<u>2004</u>	<u>2005</u>
Expenses				
Primary government				
Governmental activities				
General government	\$ 17,676,659	\$ 19,233,035	\$ 20,531,590	\$ 18,958,373
Police and municipal court	52,801,220	54,867,613	53,624,255	58,210,747
Fire and ambulance	30,538,482	31,482,882	30,530,062	32,947,348
Emergency management	448,349	844,952	548,443	390,319
Inspections	1,746,315	1,680,337	1,795,333	1,547,147
Streets	15,139,933	18,895,098	19,667,552	19,393,011
Health	5,205,759	5,659,932	5,542,871	6,382,815
Parks and recreation	15,937,495	17,982,043	17,557,686	18,385,625
Libraries	4,814,281	5,336,567	4,992,771	4,611,585
Museums	1,308,938	1,343,444	1,473,214	1,422,397
Community enrichment	494,149	617,513	589,503	925,890
Community development	6,014,092	5,841,595	4,367,786	5,621,030
Convention and visitor activities	8,015,530	7,212,965	7,377,505	13,894,739
Interest on long-term debt	12,870,489	13,389,707	15,004,915	13,193,892
Total governmental activities	<u>173,011,691</u>	<u>184,387,683</u>	<u>183,603,486</u>	<u>195,884,918</u>
Business-type activities				
Solid Waste	13,497,621	12,533,282	11,723,823	14,390,390
Utilities				
Water	62,457,605	67,117,405	74,419,004	83,950,395
Gas	19,360,646	30,105,373	29,157,534	33,417,878
Wastewater	25,250,795	28,426,726	30,881,821	33,308,073
Airport	7,129,046	8,959,181	10,271,494	11,161,666
Golf Centers	2,041,632	2,061,485	1,817,627	1,794,576
Marina	1,273,958	1,236,838	1,208,005	1,261,117
Total business-type activities	<u>131,011,303</u>	<u>150,440,290</u>	<u>159,479,308</u>	<u>179,284,095</u>
Total primary government	<u>\$ 304,022,994</u>	<u>\$ 334,827,973</u>	<u>\$ 343,082,794</u>	<u>\$ 375,169,013</u>
Program revenue				
Governmental activities				
Charges for services				
General government	\$ 1,825,616	\$ 18,925,978	\$ 19,443,016	\$ 21,245,892
Public safety	9,653,790	10,268,928	7,832,085	14,548,068
Other activities	8,142,229	8,354,158	13,174,757	12,407,743
Operating grants and contributions	12,662,355	13,946,396	11,987,476	13,713,334
Capital grants and contributions	10,494,751	4,016,522	5,441,051	5,495,781
Total governmental activities program revenues	<u>42,778,741</u>	<u>55,511,982</u>	<u>57,878,385</u>	<u>67,410,818</u>
(Continued)				

City of Corpus Christi, Texas

Table 2

		Fiscal Year									
		<u>2006</u>	<u>2007</u>	<u>2008</u>	<u>2009</u>	<u>2010</u>	<u>2011</u>				
\$	18,932,482	\$	20,909,738	\$	20,658,739	\$	22,072,622	\$	19,480,668	\$	16,343,761
	60,561,629		67,186,703		73,018,660		78,931,771		81,171,817		80,771,759
	33,180,982		37,478,787		38,221,888		42,520,139		43,287,584		46,648,475
	2,392,096		358,799		470,593		525,077		505,319		536,226
	1,805,234		1,721,108		1,699,251		2,171,232		1,664,676		1,538,950
	21,438,339		23,145,350		25,060,354		25,814,362		25,674,747		21,266,873
	6,416,746		6,126,090		6,856,261		7,450,418		7,505,758		7,099,648
	19,253,871		18,933,077		21,455,686		21,767,352		21,577,152		19,430,321
	4,596,041		4,593,979		4,993,605		5,612,844		5,298,406		4,628,391
	1,521,829		1,412,561		1,886,531		1,842,929		1,853,104		1,744,252
	1,500,961		1,784,029		2,624,646		3,476,141		4,220,179		9,529,467
	6,228,409		4,114,411		4,594,232		5,830,606		10,403,520		10,025,480
	18,437,872		18,615,167		18,134,378		17,167,605		15,183,072		10,460,083
	17,291,116		14,713,700		14,665,318		14,950,035		16,156,130		17,385,095
	<u>213,557,607</u>		<u>221,093,499</u>		<u>234,340,142</u>		<u>250,133,133</u>		<u>253,982,132</u>		<u>247,408,781</u>
	11,872,414		27,045,462		20,075,708		18,442,528		22,418,231		26,835,706
	87,305,836		86,542,198		94,885,353		97,638,099		93,937,152		95,896,193
	37,394,842		36,919,568		38,128,913		31,286,452		31,748,907		29,987,457
	38,851,313		39,548,014		42,411,241		43,450,764		46,795,236		46,762,484
	11,154,572		10,991,302		11,555,900		12,228,908		11,406,735		11,419,244
	1,795,616		1,780,434		1,948,903		2,133,840		2,051,107		1,142,546
	1,381,124		1,692,618		1,806,755		1,864,063		1,861,705		1,767,507
	<u>189,755,717</u>		<u>204,519,596</u>		<u>210,812,773</u>		<u>207,044,654</u>		<u>210,219,073</u>		<u>213,811,137</u>
\$	<u>403,313,324</u>	\$	<u>425,613,095</u>	\$	<u>445,152,915</u>	\$	<u>457,177,787</u>	\$	<u>464,201,205</u>	\$	<u>461,219,918</u>
\$	20,293,609	\$	20,328,447	\$	21,120,037	\$	19,995,923	\$	20,566,739		22,093,237
	16,365,087		18,053,712		18,582,177		19,328,378		20,021,375		19,349,804
	16,315,719		16,564,997		13,198,200		13,466,048		11,839,459		13,090,388
	12,553,974		13,585,522		13,293,341		13,519,519		15,768,215		20,293,248
	6,788,244		5,742,472		9,215,148		5,160,566		8,274,872		11,616,793
	<u>72,316,633</u>		<u>74,275,150</u>		<u>75,408,903</u>		<u>71,470,434</u>		<u>76,470,660</u>		<u>86,443,470</u>

City of Corpus Christi, Texas

CITY OF CORPUS CHRISTI, TEXAS
CHANGES IN NET ASSETS
LAST TEN FISCAL YEARS
 (accrual basis of accounting)

	Fiscal Year			
	<u>2002</u>	<u>2003</u>	<u>2004</u>	<u>2005</u>
Program revenue (continued)				
Business-type activities				
Charges for services				
Solid Waste	\$ 19,208,920	\$ 19,394,343	\$ 21,469,832	\$ 22,987,776
Utilities				
Water	60,880,266	65,534,811	74,937,669	82,332,283
Gas	22,184,588	31,540,322	30,639,162	33,835,399
Wastewater	30,927,823	32,859,510	36,177,877	39,458,482
Airport	6,859,874	8,117,196	9,120,533	9,752,728
Golf Centers	2,072,006	1,890,608	1,713,712	1,944,177
Marina	1,137,144	1,165,243	1,251,637	1,285,583
Operating grants and contributions	8,819,557	3,602,016	3,069,436	4,853,315
Capital grants and contributions	-	55,000	-	20,980
Total business-type activities program revenues	<u>152,090,178</u>	<u>164,159,049</u>	<u>178,379,858</u>	<u>196,470,723</u>
Total primary government program revenues	<u>\$ 194,868,919</u>	<u>\$ 219,671,031</u>	<u>\$ 236,258,243</u>	<u>\$ 263,881,541</u>
Net (expense) revenue				
Governmental activities	\$ (130,232,950)	\$ (128,875,701)	\$ (125,725,101)	\$ (128,474,100)
Business-type activities	21,078,875	13,718,759	18,900,550	17,186,628
Total primary government net expenses	<u>\$ (109,154,075)</u>	<u>\$ (115,156,942)</u>	<u>\$ (106,824,551)</u>	<u>\$ (111,287,472)</u>
General revenues and other changes in net assets				
Governmental activities				
Taxes				
Property taxes, levied for general purposes	\$ 42,265,643	\$ 44,750,554	\$ 46,191,431	\$ 51,358,047
Property taxes, levied for debt service	14,824,482	15,222,925	16,827,513	16,851,911
Sales taxes	37,885,688	47,393,030	53,237,728	56,303,645
Hotel occupancy taxes	7,420,400	7,894,879	8,145,156	8,320,624
Other taxes and business fees	26,029,495	-	-	-
Unrestricted investment earnings	3,364,910	3,024,981	2,167,309	2,932,063
Miscellaneous	1,424,665	-	-	-
Transfers	9,705,252	6,010,676	10,296,957	7,196,375
Total governmental activities	<u>142,920,535</u>	<u>124,297,045</u>	<u>136,866,094</u>	<u>142,962,665</u>
Business-type activities				
Unrestricted investment earnings	5,540,869	3,517,850	2,287,106	2,848,054
Transfers	(9,705,252)	(6,010,676)	(10,296,957)	(7,196,375)
Total business-type activities	<u>(4,164,383)</u>	<u>(2,492,826)</u>	<u>(8,009,851)</u>	<u>(4,348,321)</u>
Total primary government	<u>\$ 138,756,152</u>	<u>\$ 121,804,219</u>	<u>\$ 128,856,243</u>	<u>\$ 138,614,344</u>
Changes in Net Assets				
Governmental activities	\$ 12,687,585	\$ (4,578,656)	\$ 11,140,993	\$ 14,488,565
Business-type activities	16,914,492	11,225,933	10,890,699	12,838,307
Total primary government	<u>\$ 29,602,077</u>	<u>\$ 6,647,277</u>	<u>\$ 22,031,692</u>	<u>\$ 27,326,872</u>

Note: In 2005 and after, the ambulance activity was included in the general fund. Prior years have not been restated.

City of Corpus Christi, Texas

Table 2
(Continued)

Fiscal Year					
<u>2006</u>	<u>2007</u>	<u>2008</u>	<u>2009</u>	<u>2010</u>	<u>2011</u>
\$ 24,187,529	\$ 26,641,520	\$ 29,843,162	\$ 30,979,626	\$ 32,011,959	\$ 34,593,348
84,775,949	75,147,044	87,131,217	106,536,846	96,571,762	108,948,434
40,274,507	40,694,377	43,166,492	33,159,669	36,520,847	31,828,023
36,284,201	38,833,360	41,784,614	45,227,800	51,048,604	54,884,681
9,908,494	9,764,349	9,948,929	8,562,286	8,594,836	9,503,417
2,242,033	1,740,134	1,943,751	1,732,263	1,838,093	1,060,795
1,222,145	1,326,631	1,436,603	1,592,825	1,572,406	1,464,629
8,634,637	105,065	47,668	495,845	120,435	1,193,227
12,018,013	26,818,057	24,436,963	7,863,922	9,557,122	7,736,648
<u>219,547,508</u>	<u>221,070,537</u>	<u>239,739,399</u>	<u>236,151,082</u>	<u>237,836,064</u>	<u>251,213,202</u>
<u>\$ 291,864,141</u>	<u>\$ 295,345,687</u>	<u>\$ 315,148,302</u>	<u>\$ 307,621,516</u>	<u>\$ 314,306,724</u>	<u>\$ 251,213,202</u>
\$ (141,240,974)	\$ (146,818,349)	\$ (158,931,239)	\$ (178,662,699)	\$ (177,511,472)	\$ (160,965,310)
29,791,791	16,550,941	28,926,626	29,106,428	27,616,991	37,402,065
<u>\$ (111,449,183)</u>	<u>\$ (130,267,408)</u>	<u>\$ (130,004,613)</u>	<u>\$ (149,556,271)</u>	<u>\$ (149,894,481)</u>	<u>\$ (123,563,245)</u>
\$ 50,834,041	\$ 51,477,867	\$ 52,288,456	\$ 55,410,412	\$ 57,291,695	\$ 57,457,988
20,470,482	22,105,552	25,021,687	26,278,717	27,358,566	27,192,025
61,261,030	66,124,730	70,120,506	71,018,975	64,654,960	70,432,482
9,408,919	9,630,152	10,337,342	10,127,333	9,919,560	10,721,997
--	--	--	--	--	--
5,423,353	7,321,196	6,220,124	2,825,071	1,283,513	682,991
--	--	--	--	--	--
16,259,591	18,759,642	18,203,976	11,546,009	13,476,398	26,588,478
<u>163,657,416</u>	<u>175,419,139</u>	<u>182,192,091</u>	<u>177,206,517</u>	<u>173,984,692</u>	<u>193,075,961</u>
6,798,421	7,120,196	4,133,827	1,474,070	825,924	432,520
(16,259,591)	(18,759,642)	(18,203,976)	(11,546,009)	(13,476,398)	(26,588,478)
<u>(9,461,170)</u>	<u>(11,639,446)</u>	<u>(14,070,149)</u>	<u>(10,071,939)</u>	<u>(12,650,474)</u>	<u>(26,155,958)</u>
<u>\$ 154,196,246</u>	<u>\$ 163,779,693</u>	<u>\$ 168,121,942</u>	<u>\$ 167,134,578</u>	<u>\$ 161,334,218</u>	<u>\$ 166,920,003</u>
\$ 22,416,442	\$ 28,600,790	\$ 23,260,852	\$ (1,456,182)	\$ (3,526,780)	\$ 32,110,651
20,330,621	4,911,495	14,856,477	19,034,489	14,966,517	11,246,107
<u>\$ 42,747,063</u>	<u>\$ 33,512,285</u>	<u>\$ 38,117,329</u>	<u>\$ 17,578,307</u>	<u>\$ 11,439,737</u>	<u>\$ 43,356,758</u>



City of
Corpus
Christi

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
2002	57,075,633	37,885,688	7,420,400	102,381,721
2003	59,973,478	47,393,030	7,894,879	115,261,387
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

CITY OF CORPUS CHRISTI, TEXAS
FUND BALANCES OF GOVERNMENTAL FUNDS
LAST TEN FISCAL YEARS
(modified accrual basis of accounting)

	<u>2002</u>	<u>2003</u>	<u>2004</u>	<u>2005</u>
General fund				
Reserved	\$ 2,743,442	\$ 1,992,177	\$ 2,354,362	\$ 2,003,587
Unreserved	10,944,746	10,943,268	13,367,581	18,437,527
Nonspendable				
Restricted				
Committed				
Assigned				
Unassigned				
Total general fund	<u>\$ 13,688,188</u>	<u>\$ 12,935,445</u>	<u>\$ 15,721,943</u>	<u>\$ 20,441,114</u>
All other governmental funds				
Reserved	\$ 41,729,212	\$ 96,950,987	\$ 82,631,409	\$ 48,296,146
Unreserved, reported in:				
Debt service funds	8,532,088	7,936,187	7,144,072	4,777,336
Special revenue funds	9,781,597	15,719,849	16,974,681	21,145,467
Capital projects funds	67,313,163	67,009,735	41,950,925	89,208,498
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>\$ 127,356,060</u>	<u>\$ 187,616,758</u>	<u>\$ 148,701,087</u>	<u>\$ 163,427,447</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.

Table 4

Fiscal Year									
<u>2006</u>	<u>2007</u>	<u>2008</u>	<u>2009</u>	<u>2010</u>	<u>2011</u>				
\$ 2,477,879	\$ 4,054,101	\$ 4,638,291	\$ 2,938,429						
24,534,599	28,372,503	27,571,509	27,325,624						
						\$ 361,507	\$ 1,491,399		
						688,286	636,531		
						19,701,535	19,813,473		
						17,747	5,845		
						8,579,370	8,617,684		
<u>\$27,012,478</u>	<u>\$ 32,426,604</u>	<u>\$ 32,209,800</u>	<u>\$ 30,264,053</u>	<u>\$ 29,348,445</u>	<u>\$ 30,564,932</u>				
\$46,933,550	\$ 60,621,159	\$ 57,031,756	\$ 58,028,080						
5,834,111	6,846,970	11,712,600	9,456,925						
26,358,642	30,461,934	43,057,821	45,533,073						
67,191,943	67,507,979	61,947,382	109,247,126						
						\$ 1,008,008	\$ 890,963		
						5,974,622	5,956,307		
						71,202,025	74,267,207		
						105,026,981	70,969,215		
						11,271,942	13,812,320		
						677,007	390,454		
						10,109,487	8,413,784		
						98,347	214,601		
						3,445,097	1,855,964		
						(1,415,142)	(269,136)		
<u>\$146,318,246</u>	<u>\$ 165,438,042</u>	<u>\$ 173,749,559</u>	<u>\$ 222,265,204</u>	<u>\$ 207,398,374</u>	<u>\$ 176,501,679</u>				

City of Corpus Christi, Texas

CITY OF CORPUS CHRISTI, TEXAS
CHANGES IN FUND BALANCES OF GOVERNMENTAL FUNDS
LAST TEN FISCAL YEARS
(modified accrual basis of accounting)

	Fiscal year			
	<u>2002</u>	<u>2003</u>	<u>2004</u>	<u>2005</u>
Revenues				
Taxes and business fees	\$ 128,411,216	\$ 131,623,695	\$ 140,974,351	\$ 148,183,043
Licenses and permits	1,680,236	1,917,640	2,396,870	3,321,875
Grants	18,309,359	15,489,416	14,952,235	15,163,571
Charges for services	29,342,087	30,268,143	34,531,641	41,306,241
Fines and forfeitures	4,318,635	3,922,564	5,189,598	5,658,571
Deposits	79,219	340,917	103,674	605,095
Contributions and donations	314,233	592,601	907,170	1,881,172
Special assessments	225,863	225,768	274,427	154,380
Earnings on investments	3,364,910	3,024,981	2,167,309	2,372,884
Interest on loans	108,825	103,108	93,839	254,651
Change in fair value of investments	--	--	--	--
Payments from Lexington Museum Association	268,390	190,120	181,125	283,800
Payments from Las Carabelas Foundation	--	--	--	--
Payments from Corpus Christi Convention and Visitors Bureau	219,320	249,223	241,786	252,841
Payments from Texas State Aquarium	497,478	117,117	377,255	512,182
Payments from other agencies	12,900	12,900	12,900	11,425
Sale of city property	111,923	108,627	6,035	6,413
Recovery of prior years expenditures	54,633	32,558	--	--
Claim settlement	3,451,221	1,171,565	3,000,000	--
Naming rights	--	--	--	--
Miscellaneous	1,851,001	1,125,302	1,166,420	1,689,941
Total revenues	<u>192,621,449</u>	<u>190,516,245</u>	<u>206,576,635</u>	<u>221,658,085</u>
Expenditures				
General government	12,968,280	13,753,127	16,221,322	18,096,800
Public safety	73,918,474	80,532,121	82,785,712	87,833,826
Streets	10,452,285	10,531,232	12,107,029	10,989,960
Solid waste	16,097,663	12,715,966	14,840,086	13,825,317
Health	4,874,857	5,329,227	5,536,134	6,417,300
Community enrichment	23,875,847	26,684,023	26,889,774	27,786,066
Convention and visitors activities	7,152,823	5,836,428	6,164,876	10,887,455
Other	3,706,216	750,414	999,374	--
Capital projects	26,205,474	30,908,856	82,358,053	70,456,764
Debt service				
Principal retirement	18,521,900	19,178,933	22,975,927	25,911,488
Interest	8,896,238	10,175,576	12,660,246	12,954,911
Paying agent fees	9,824	9,850	11,914	19,044
Bond issue cost	1,198,739	2,110,181	1,006,357	2,132,781
Refund of bond issue cost	--	--	--	--
Interest on interfund borrowings	--	--	--	21,147
Total expenditures	<u>207,878,620</u>	<u>218,515,934</u>	<u>284,556,804</u>	<u>287,332,859</u>
Excess (deficiency) of revenues over (under) expenditures	(15,257,171)	(27,999,689)	(77,980,169)	(65,674,774)

City of Corpus Christi, Texas

Table 5

	<u>2006</u>	<u>2007</u>	<u>2008</u>	<u>2009</u>	<u>2010</u>	<u>2011</u>
\$	158,452,760	\$ 165,980,510	\$ 174,899,312	\$ 178,669,539	\$ 176,286,722	\$ 182,810,584
	3,493,616	3,399,993	3,576,249	3,700,195	3,288,415	4,885,342
	14,535,800	16,261,424	18,216,186	15,981,072	22,661,016	24,095,434
	50,520,423	53,669,631	54,989,566	56,843,501	56,945,655	60,258,877
	6,118,520	6,907,942	6,825,170	6,897,078	6,766,301	6,075,772
	1,093,803	270,716	191,724	--	--	-
	2,589,488	1,948,807	3,380,012	1,902,087	871,524	7,133,489
	118,526	74,235	442,323	10,502	76,876	683,087
	5,447,570	8,424,738	6,386,948	3,006,163	1,312,814	698,992
	31,771	374,210	233,846	73,369	81,458	85,188
	--	--	--	--	--	--
	352,849	347,173	248,868	285,022	272,796	275,647
	--	--	--	--	--	--
	272,234	--	--	--	--	--
	500,427	518,117	508,685	518,318	361,107	373,232
	7,425	--	--	--	--	--
	3,230	4,940	12,353	3,848	7,553	9,786
	--	--	--	--	--	--
	--	--	--	572,280	--	325,395
	175,000.0	175,000	175,000	175,000	175,000	--
	979,929	1,186,020	1,390,645	1,486,339	1,703,701	2,291,231
	<u>244,693,371</u>	<u>259,543,456</u>	<u>271,476,887</u>	<u>270,124,313</u>	<u>270,810,938</u>	<u>290,002,056</u>
	18,961,633	20,707,495	21,306,706	21,836,700	20,267,240	17,606,974
	101,805,112	107,360,877	110,663,675	115,375,541	119,589,404	126,279,109
	13,056,076	13,502,624	14,233,051	15,951,618	14,797,896	15,229,881
	13,569,912	15,192,042	18,278,582	17,027,712	18,193,629	22,426,863
	6,452,124	5,980,026	6,592,800	6,893,718	6,977,548	6,722,783
	30,008,152	27,458,882	31,248,848	31,864,343	37,348,135	36,680,863
	13,794,220	13,782,313	13,193,524	12,152,309	10,257,006	10,449,447
	--	--	--	32,963	21,729	--
	46,907,032	33,406,955	35,812,462	57,193,877	50,406,384	51,119,929
	24,697,600	26,918,876	24,853,049	36,741,227	26,883,223	26,445,859
	15,746,138	16,657,960	17,480,632	16,433,417	19,907,675	20,115,642
	24,746	36,049	33,994	32,598	28,710	25,009
	589,508	650,025	730,903	1,571,419	422,041	--
	--	(9,660)	--	--	--	--
	80,169	148,160	--	29,714	6,543	2,489
	<u>285,692,422</u>	<u>281,792,624</u>	<u>294,428,226</u>	<u>333,137,156</u>	<u>325,107,163</u>	<u>333,104,848</u>
	(40,999,051)	(22,249,168)	(22,951,339)	(63,012,843)	(54,296,225)	(43,102,792)

City of Corpus Christi, Texas

CITY OF CORPUS CHRISTI, TEXAS
CHANGES IN FUND BALANCES OF GOVERNMENTAL FUNDS
LAST TEN FISCAL YEARS
(modified accrual basis of accounting)

	Fiscal Year			
	<u>2002</u>	<u>2003</u>	<u>2004</u>	<u>2005</u>
Other financing sources (uses)				
Capital leases	4,448,062	1,735,104	3,083,773	2,032,704
Notes payable	9,000,000	2,150,000	--	--
General obligation bonds issued	--	--	--	60,000,000
Revenue bonds issued	44,641,271	80,739,862	27,065,000	4,100,000
Certificate of obligation bonds issued	--	--	6,901,632	14,914,122
Tax notes issued	--	--	--	--
Refunding bonds issued	11683849	23,855,037	--	--
Refund on bond issue costs	--	--	--	--
Proceeds of refunding bonds	--	--	--	60,685,564
Premium on bonds sold	--	--	751,185	--
Discount on bonds issued	--	--	(56,632)	--
Payment to escrow agent for refunded bonds	(11,458,676)	(23,474,491)	--	(59,387,098)
Transfers in	13,015,889	15,682,295	15,717,877	14,400,438
Transfers out	(8,744,499)	(13,180,863)	(11,611,839)	(11,625,425)
Total other financing sources (uses)	<u>62,585,896</u>	<u>87,506,944</u>	<u>41,850,996</u>	<u>85,120,305</u>
Net change in fund balances	<u>\$ 47,328,725</u>	<u>\$ 59,507,255</u>	<u>\$ (36,129,173)</u>	<u>\$ 19,445,531</u>
Debt service as a percentage of noncapital expenditures	15.76%	16.78%	18.13%	18.92%

Note: In 2005 and after, the ambulance activity was included in the general fund. Prior years have not been restated.

City of Corpus Christi, Texas

Table 5
(Continued)

<u>2006</u>	<u>2007</u>	<u>2008</u>	<u>2009</u>	<u>2010</u>	<u>2011</u>
2,917,492	3,447,512	2,623,408	3,746,061	4,110,898	5,655,103
--	--	--	--	--	--
--	34,975,000	--	88,725,000	13,685,000	--
2,900,000	--	--	--	--	--
18,605,000	2,415,695	--	12,000,000	11,460,000	--
--	--	22,260,000	--	--	--
--	--	13,445,000	--	--	--
19,952	--	--	--	--	--
--	--	--	--	--	--
--	480,163	--	2,660,797	491,894	--
(272,896)	--	--	(124,206)	--	--
--	--	(12,822,371)	--	--	--
12,291,674	14,031,497	13,676,363	11,797,397	18,699,972	17,734,081
(6,464,810)	(8,276,245)	(8,136,348)	(9,222,308)	(9,933,977)	(9,966,600)
<u>29,996,412</u>	<u>47,073,622</u>	<u>31,046,052</u>	<u>109,582,741</u>	<u>38,513,787</u>	<u>13,422,584</u>
<u>\$ (11,002,639)</u>	<u>\$ 24,824,454</u>	<u>\$ 8,094,713</u>	<u>\$ 46,569,898</u>	<u>\$ (15,782,438)</u>	<u>\$ (29,680,208)</u>
17.23%	17.88%	16.67%	19.86%	17.20%	16.52%

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
2002	57,075,633	32,674,742	7,420,400	17,221,953	802,386	115,195,114
2003	59,935,265	45,677,489	7,894,879	16,119,482	1,996,580	131,623,695
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

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
2002	2001	8,435,234,205	1,033,337,024	1,439,246,174	8,029,325,055	0.644175	9,468,571,229	84.80%
2003	2002	8,922,477,009	1,047,865,471	1,543,685,753	8,426,656,727	0.644175	9,970,342,480	84.52%
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%

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

**CITY OF CORPUS CHRISTI, TEXAS
PROPERTY TAX RATES -
DIRECT AND OVERLAPPING GOVERNMENTS
PER \$100 VALUATION
FISCAL YEARS 2002-2011**

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
2002	2001	0.457523	0.186652	0.644175	1.599830	1.570000	0.219880	1.526200	--	0.350242
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

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
0.005238	0.060000	0.228028	0.002117	0.050000	1.462000	--	1.739700	1.540000	--	--
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

Table 9

**CITY OF CORPUS CHRISTI, TEXAS
PRINCIPAL PROPERTY TAXPAYERS
JULY 31, 2011 AND JULY 31, 2002**

Name of Taxpayer	2011			2002		
	Assessed Valuation	Rank	Percentage Of Total Taxable Assessed Value	Assessed Valuation	Rank	Percentage Of Total Taxable Assessed Value
Barney M. Davis	\$ 264,864,190	1	0.019055	--		--
American Electric Power Texas Central Co.	92,565,300	2	0.006659	182,248,230	1	0.022698
Corpus Christi Retail Venture LP	78,804,140	3	0.005669	--		--
H.E. Butt Grocery Company	70,328,151	4	0.005060	65,827,081	3	0.008198
Markwest Javelina Pipeline Company	62,415,670	5	0.004490	--		--
Bay Area Healthcare	53,479,825	6	0.003847	47,824,709	4	--
Wal-Mart Real Estate Business Trust	43,320,430	7	0.003117	39,637,654	6	--
Air Products, LLC	37,794,200	8	0.002719	--		--
Southwestern Bell Telephone	37,666,080	9	0.002710	79,516,544	2	0.009903
TRT Development Company	34,453,374	10	0.002479	33,219,015	7	0.004137
El Paso Javelina Company				46,625,410	5	0.005807
Camden Property Trust				27,130,789	8	0.003379
Texas Cable Partners, LP				25,996,561	9	0.003238
South Padre Drive, LP				23,500,000	10	0.002927
	<u>\$ 775,691,360</u>		<u>5.58%</u>	<u>\$ 571,525,993</u>		<u>6.03%</u>

Source: Nueces County Appraisal District

Table 10

**CITY OF CORPUS CHRISTI, TEXAS
PROPERTY TAX LEVIES AND COLLECTIONS
LAST TEN FISCAL YEARS**

Fiscal Year Ended July 31	Total Tax Levy for Fiscal Year	Collected within the Fiscal Year of the Levy			Collections in Subsequent Years (1)	Total Collections to Date	
		Tax Levy	Amount	Percentage of Levy		Amount	Percentage of Levy
2002	2001	51,722,865	49,683,646	96.06%	1,509,804	51,193,450	98.98%
2003	2002	54,282,374	52,161,807	96.09%	1,631,724	53,793,531	99.10%
2004	2003	57,640,112	55,417,905	96.14%	1,575,879	56,993,784	98.88%
2005	2004	61,131,691	58,864,317	96.29%	1,829,112	60,693,429	99.28%
2006	2005	65,237,253	62,656,806	96.04%	1,684,900	64,341,706	98.63%
2007	2006	68,230,749	64,961,636	95.21%	1,704,973	66,666,609	97.71%
2008	2007	72,029,119	70,048,380	97.25%	1,756,979	71,805,359	99.69%
2009	2008	76,595,854	74,146,566	96.80%	1,828,812	75,975,378	99.19%
2010	2009	79,537,895	77,079,808	96.91%	2,040,856	79,120,664	99.48%
2011	2010	78,777,938	76,795,311	97.48%	2,035,534	78,830,845	100.07%

(1) Information required by GASB # 44 differs from information reported. Collections in subsequent years represent total delinquent amounts received during the fiscal year, regardless of the fiscal year of the tax levy. Data for delinquent tax collections by levy year is not available from the Nueces County Tax Assessor's Office.



City of
Corpus
Christi

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)
2002	2001	8,029,325,055	100%	0.644175
2003	2002	8,426,656,727	100%	0.644175
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

(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	Revenue Bonds	Capital Leases	Other Notes Payable
2002	109,164,376	31,110,000	43,960,000	6,956,538	9,363,645
2003	109,222,449	52,675,000	95,645,000	8,716,166	6,424,643
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

Note: Details regarding the City's outstanding debt can be found in Note 14 of the Notes to the Financial Statements. See Table 17, the Schedule of Demographic and Economic Statistics for personal income and population data.

Table 12

Fiscal Year Ended July 31	Business-Type Activities				Total Primary Government	Percentage of Personal Income	Per Capita
	Certificates of Obligation	Revenue Bonds Payable	Capital Leases	Utility Notes			
2002	-	316,765,000	4,868,267	179,085,859	701,273,685	7.00%	2,507
2003	-	392,465,000	3,420,504	177,907,801	846,476,563	8.11%	2,946
2004	-	375,630,000	5,119,476	176,221,133	848,859,912	7.58%	2,925
2005	25,660,000	407,805,000	4,529,354	174,136,591	941,405,755	7.98%	3,212
2006	44,025,000	453,850,000	3,277,956	171,604,070	986,017,643	8.80%	3,337
2007	48,189,305	506,795,000	3,699,994	168,900,717	1,059,169,742	8.96%	3,583
2008	47,524,305	479,220,000	4,591,194	166,018,108	1,029,361,851	7.91%	3,461
2009	58,484,305	546,875,000	5,006,444	164,625,035	1,163,632,911	7.99%	3,912
2010	57,184,305	525,780,000	6,288,391	160,481,095	1,141,160,371	7.89%	3,739
2011	61,149,599	572,095,000	8,318,853	156,204,665	1,165,888,316	7.42%	3,789

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)
2002	109,164,376	31,110,000	11,285,112	128,989,264	1.3623%	461.04
2003	109,222,449	52,675,000	12,005,625	149,891,824	1.5034%	521.74
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

Note: Details regarding the City's outstanding debt can be found in the notes to the financial statement.

(1) See Table 17 - Schedule of Demographic and Economic Statistics on page xxx for personal income and population data.

Table 14

**CITY OF CORPUS CHRISTI, TEXAS
DIRECT AND OVERLAPPING GOVERNMENTAL ACTIVITIES DEBT
AS OF JULY 31, 2011**

<u>City</u>	<u>Net Direct Debt</u>		<u>Estimated % of Debt Applicable</u>	<u>Estimated Share of Overlapping Debt</u>
	<u>Amount</u>	<u>As of</u>		
City of Corpus Christi, Texas - direct	\$ 212,663,380	7/31/2011	100.00%	\$ 212,663,380
County				
Nueces County (excluding special districts)	109,321,072	7/31/2011	37.05%	40,503,457
School District				
Calallen Independent School District	45,672,435	7/31/2011	39.77%	18,163,927
Corpus Christi Independent School District	304,932,024	7/31/2011	94.22%	287,306,953
Flour Bluff Independent School District	3,785,300	7/31/2011	85.45%	3,234,539
London Independent School District	9,381,453	7/31/2011	3.83%	359,310
Port Aransas Independent School District	7,871,672	7/31/2011	70.08%	5,516,468
Robstown Independent School District	46,851,652	7/31/2011	0.13%	60,907
Tuloso-Midway Independent School District	46,308,157	7/31/2011	50.16%	23,228,172
West Oso Independent School District	32,677,773	7/31/2011	32.16%	10,509,172
Other				
Corpus Christi Junior College District	109,926,644	7/31/2011	92.14%	101,286,410
Nueces County Hospital District	6,687,144	7/31/2011	37.05%	2,477,587
Total overlapping debt	<u>723,415,326</u>			<u>492,646,902</u>
Total direct and overlapping debt	<u>\$ 936,078,706</u>			<u>\$ 705,310,282</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 \$96,426,404 is self supporting debt. To continue to maintain this debt as self-supporting, transfers will be made from Reinvestment Zone #2, Airport, Marina, Golf Centers, Hotel Occupancy Tax Fund, Lexington Museum, 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**

	<u>2002</u>	<u>2003</u>	<u>2004</u>	<u>2005</u>
Debt limit	\$ 946,857,123	\$ 997,034,248	\$ 1,061,725,649	\$ 1,146,442,016
Total net debt applicable to limit	<u>138,352,909</u>	<u>156,316,467</u>	<u>152,340,803</u>	<u>217,197,346</u>
Legal debt margin	<u>\$ 808,504,214</u>	<u>\$ 840,717,781</u>	<u>\$ 909,384,846</u>	<u>\$ 929,244,670</u>
Total net debt applicable to the limit as a percentage of debt limit	14.61%	15.68%	14.35%	18.95%

(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.

Table 15

<u>2006</u>	<u>2007</u>	<u>2008</u>	<u>2009</u>	<u>2010</u>	<u>2011</u>
\$ 1,235,133,813	\$ 1,341,374,214	\$ 1,553,126,690	\$ 1,622,011,635	\$ 1,712,352,047	1,736,227,525
<u>219,694,089</u>	<u>240,067,729</u>	<u>239,358,486</u>	<u>316,130,699</u>	<u>319,831,481</u>	<u>304,728,093</u>
<u>\$ 1,007,939,724</u>	<u>\$ 1,101,306,485</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>
17.79%	17.90%	15.41%	19.49%	18.68%	17.55%

LEGAL DEBT MARGIN CALCULATION FOR FISCAL YEAR 2011

Assessed value (1)	\$ 17,362,275,250
Debt limit (10% of total assessed value)	1,736,227,525
Debt applicable to limit:	
Gross Bonded Debt	319,165,000
Less: Net assets in Debt Service Fund	<u>14,436,907</u>
Total net debt applicable to limit	<u>304,728,093</u>
Legal debt margin	<u>\$ 1,431,499,432</u>

Table 16

**CITY OF CORPUS CHRISTI, TEXAS
PLEGDED - REVENUE COVERAGE
LAST TEN FISCAL YEARS**

Fiscal Year	Utility System Revenue Bonds					
	Gross Revenue	Adjusted (1, 2) Operating Income Deductions	Net Revenue Available for Debt Service	Annual Debt Service Requirements		
				Principal	Interest	Coverage
2002	115,312,497	80,330,621	34,981,876	8,735,000	9,202,086	1.95
2003	128,063,246	90,540,742	37,522,504	12,990,000	11,849,862	1.51
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

(1) Beginning in fiscal year 2004-2005, storm water expenses are included.

Fiscal Year	Airport Revenue Bonds					
	Gross Revenue	Adjusted (2) Operating Income Deductions	Net Revenue Available for Debt Service	Annual Debt Service Requirements		
				Principal	Interest	Coverage
2002	6,907,698	5,392,659	1,515,039	--	1,206,824	1.26
2003	8,270,223	6,038,848	2,231,375	380,000	1,206,824	1.41
2004	9,308,752	6,257,371	3,051,381	395,000	1,188,964	1.93
2005	9,946,897	6,752,183	3,194,714	415,000	1,170,399	2.02
2006	10,166,925	7,514,851	2,652,074	435,000	1,150,686	1.67
2007	10,253,901	6,881,042	3,372,859	455,000	1,129,806	2.13
2008	10,288,210	6,777,331	3,510,879	475,000	1,107,966	2.22
2009	8,709,348	6,986,044	1,723,304	500,000	1,084,691	1.09
2010	8,623,616	6,401,485	2,222,131	525,000	1,059,691	1.40
2011	9,522,817	7,135,782	2,387,035	550,000	1,033,441	1.51

(2) This amount is direct operating expenses less debt service, depreciation, capital outlay and amortization expenditures.

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)
2002	279,780	10,014,443,000	24,763	32.2	12.7	39,383	6.7
2003	287,290	10,438,622,000	25,696	33.6	--	39,268	7.1
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

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



City of
Corpus
Christi

Table 18

**CITY OF CORPUS CHRISTI, TEXAS
PRINCIPAL EMPLOYERS
JULY 31, 2011 AND JULY 31, 2002**

Employer	2011			2002 *		
	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	3.26%	--	--	--
Christus Spohn Health System	5,400	2	3.03%	--	--	--
Corpus Christi Independent School District	5,178	3	2.91%	--	--	--
H.E.B. Grocery Company	5,000	4	2.81%	--	--	--
City of Corpus Christi	3,091	**	1.74%	--	--	--
Naval Air Station Corpus Christi	2,822	6	1.58%	--	--	--
Bay Ltd.	2,100	7	1.18%	--	--	--
Driscoll Children's Hospital	1,800	8	1.01%	--	--	--
Del Mar College	1,542	9	0.87%	--	--	--
Corpus Christi Medical Center	1,300	10	0.73%	--	--	--
Total			19.11%	--	--	--

Source: Corpus Christi Regional Economic and Development Corporation

* Information for 2002 not available

** City of Corpus Christi records

City of Corpus Christi, Texas

CITY OF CORPUS CHRISTI, TEXAS
FULL-TIME EQUIVALENT CITY GOVERNMENT EMPLOYEES BY FUNCTION
LAST TEN FISCAL YEARS

Function	2002	2003	2004	2005
General Fund				
Mayor	2.00	2.00	2.00	2.00
ACM - administrative services	2.00	2.00	1.00	1.00
ACM - development services	--	3.00	2.00	2.00
City attorney	21.00	23.00	25.00	25.00
City manager	5.00	5.00	3.00	3.00
City secretary	8.00	7.00	7.00	7.00
Communications and quality management	4.00	--	--	--
Community development	43.00	--	--	--
Neighborhood services	--	16.80	23.00	23.40
Economic development office	--	--	2.00	2.00
Education advisor	--	--	--	--
Engineering - special services	17.00	6.00	--	9.00
Engineering	--	10.00	9.00	--
Inspections	--	28.00	--	--
Financial services	145.00	139.00	56.00	56.00
Fire	332.80	352.80	356.00	356.00
Health	66.63	69.63	68.63	68.00
Human relations	5.00	5.00	6.00	7.00
Human resources	20.38	18.75	19.75	19.75
Internal audit	--	--	--	--
Intergovernmental relations	--	--	--	--
Libraries	67.50	67.50	67.50	67.50
Management and budget	8.00	10.00	9.00	9.00
Materials management	--	--	--	--
Municipal court - administration	51.00	51.00	44.00	44.00
Municipal court - judicial	4.00	4.50	7.50	21.00
Museum	25.80	26.30	25.60	24.10
Office of Intergovernmental Relations & Community Development	3.00	--	--	--
Parks and recreation	280.37	286.51	283.21	332.18
Planning	17.00	17.00	--	--
Police	614.50	616.50	613.50	613.50
Public information	--	2.00	3.00	3.00
Street and solid waste services	374.00	338.00	310.00	315.00
Total	2,116.98	2,107.29	1,943.69	2,010.43

City of Corpus Christi, Texas

Table 19

2006	2007	2008	2009	2010	2011
2.00	2.00	2.00	2.00	2.00	2.00
1.00	1.00	1.00	1.00	1.00	1.00
2.00	2.00	2.00	2.00	2.00	1.00
26.00	26.00	26.00	26.00	26.00	25.00
3.00	3.00	3.00	4.00	4.00	3.00
7.00	7.00	7.00	6.00	6.00	6.00
--	--	--	--	--	--
--	--	--	--	--	--
18.80	20.80	24.80	26.80	27.00	19.90
1.00	1.00	2.00	2.00	2.00	-
--	--	1.50	1.00	--	--
8.00	9.00	9.00	19.00	15.00	18.00
--	--	--	--	--	--
--	--	--	--	--	--
56.00	57.00	57.00	53.00	50.00	46.00
424.00	412.00	414.00	432.00	432.00	429.00
69.50	70.50	71.50	71.50	68.00	66.00
6.00	6.00	6.00	6.00	6.00	6.00
20.75	20.75	22.00	20.00	20.00	17.00
--	--	2.00	1.00	--	--
--	--	--	1.00	1.00	1.00
67.50	67.50	74.00	73.00	70.50	62.60
8.00	9.00	9.00	8.00	8.00	8.00
--	--	--	--	--	--
35.00	37.00	46.00	48.00	45.00	42.00
43.30	42.96	35.94	34.08	30.08	30.90
22.50	22.80	22.80	22.70	21.70	21.70
--	--	--	--	--	--
305.97	317.23	300.07	299.32	279.64	263.23
--	--	--	--	--	--
601.50	601.50	619.00	621.00	625.50	635.50
3.00	3.00	3.00	5.00	4.00	4.00
292.00	303.00	305.00	298.00	290.00	286.00
2,023.82	2,042.04	2,065.61	2,083.40	2,036.42	1,994.83

City of Corpus Christi, Texas

CITY OF CORPUS CHRISTI, TEXAS
FULL-TIME EQUIVALENT CITY GOVERNMENT EMPLOYEES BY FUNCTION
LAST TEN FISCAL YEARS

Function	2002	2003	2004	2005
Enterprise Funds				
Aviation	91.75	93.75	95.75	96.75
Ambulance	61.00	68.00	68.00	68.00
Golf Centers	32.50	32.50	30.50	30.50
Marina	16.50	16.50	16.50	16.50
Gas	148.00	148.00	148.80	148.80
Storm Water	85.00	85.00	85.00	--
Wastewater	178.00	178.00	177.00	177.00
Water	179.50	180.00	180.00	175.00
ACM - Public Works	--	--	--	2.00
Utility Business Office	--	--	27.00	74.00
Utility Field Services	--	--	45.00	--
Office of Environmental Programs	--	--	--	--
Total	792.25	801.75	873.55	788.55
Internal Service Funds				
Engineering	57.10	57.10	57.10	57.10
Liability and employee benefits fund	13.0	14.00	13.00	14.00
Maintenance service	96.00	99.00	97.00	99.00
Municipal information system	47.00	50.00	71.00	75.00
Stores	10.00	8.00	8.00	8.00
Total	223.10	228.10	246.10	253.10
Special Revenue Funds				
Development Services	--	--	54.00	54.00
Visitor's facilities fund	40.00	40.00	35.0	11.00
Redlight Photo Enforcement	--	--	--	--
Crime Control	80.50	76.10	65.10	62.10
Local Emergency Planning Committee	1.00	1.00	1.00	1.00
Total	121.50	117.10	155.10	128.10
Total operating budget FTE's	3,253.83	3,254.24	3,218.44	3,180.18

Source: City of Corpus Christi Office of Management and Budget

City of Corpus Christi, Texas

Table 19
(Continued)

2006	2007	2008	2009	2010	2011
93.75	98.95	95.20	96.95	97.20	97.20
--	--	--	--	--	--
22.00	29.50	29.50	29.50	29.50	29.50
16.50	14.00	14.00	14.00	15.00	15.00
148.80	147.80	134.80	134.80	135.80	137.00
--	--	77.00	75.00	75.00	87.00
177.00	173.00	162.00	162.00	167.00	167.00
255.00	255.00	157.00	163.00	166.00	167.00
2.00	2.00	2.00	2.00	2.00	2.00
19.00	18.00	19.00	19.00	19.00	19.00
44.00	45.00	40.00	40.00	31.00	31.00
3.00	3.00	2.00	5.00	5.00	5.00
<u>781.05</u>	<u>786.25</u>	<u>732.50</u>	<u>741.25</u>	<u>742.50</u>	<u>756.70</u>
57.10	57.10	57.00	61.63	64.00	61.00
14.00	15.00	15.00	15.00	15.00	16.00
99.00	100.00	100.00	87.00	87.00	85.00
93.00	100.00	109.00	105.00	105.00	98.00
8.00	9.00	9.00	20.00	21.00	21.00
<u>271.10</u>	<u>281.10</u>	<u>290.00</u>	<u>288.63</u>	<u>292.00</u>	<u>281.00</u>
57.00	58.00	63.00	76.00	63.00	60.00
1.00	1.00	11.00	10.00	10.00	10.00
--	--	--	--	2.00	2.00
65.60	64.60	65.60	65.60	65.60	65.60
1.00	1.00	1.00	1.00	1.00	1.00
<u>124.60</u>	<u>124.60</u>	<u>140.60</u>	<u>152.60</u>	<u>141.60</u>	<u>138.60</u>
<u>3,200.57</u>	<u>3,233.99</u>	<u>3,228.71</u>	<u>3,265.88</u>	<u>3,212.52</u>	<u>3,171.13</u>

**CITY OF CORPUS CHRISTI, TEXAS
OPERATING INDICATORS BY FUNCTION
LAST TEN YEARS**

Function	2002	2003	2004	2005
Police				
Physical arrests	n/a	n/a	n/a	5,214
Parking violations	21,728 *	18,090 *	17,622 *	17,960 *
Traffic violations	n/a	n/a	n/a	64,449
Number of commissioned police officers	448	448	448	448
Number of employees - police officers and civilians	667	674	674	678
Officers per 1000 population	1.60	1.56	1.54	1.53
School crossing guards	83	83	83	83
Fire				
Number of calls answered	1,219	1,200	1,000	1,219
Inspections	3,659	3,000	3,500	3,659
Number of firefighters	379	394	395	383
Number of employees - firefighters and civilians	399	414	418	402
Employees per 1,000 population	1.35	1.37	1.36	1.31
State Fire Insurance Credit Rating	Class 4	Class 4	Class 4	Class 4
Streets				
Street resurfacing (miles)	--	--	--	--
Potholes repaired	51,622	50,000	60,000	75,024
Parks and recreation				
Athletic field permits issued	n/a	n/a	n/a	n/a
Community center admissions	n/a	n/a	n/a	n/a
Libraries				
Number of volumes	394,177	413,308	446,830	394,666
Circulation	1,155,516	1,096,084	1,149,994	1,155,516
Library cards in force	144,755	189,896	124,624	144,755
Computer usage, sessions	703,494	491,512	524,400	703,494
Number of website hits	--	--	--	--
Number of in-house personal computer users	--	--	--	--
Solid Waste				
Refuse collected (tons/day)	299	325	325	364
Recyclables collected (tons/day)	62	57	53	12
Water				
New connections	n/a	n/a	n/a	1,302
Water main breaks	n/a	n/a	n/a	2,400
Average daily consumption (thousands of gallons)	80,000	96,853	90,771	97,686
Average daily gallons treated & raw water sold	80,000,000	96,953,488	90,770,847	97,685,942
Average water treated (thousand of gallons)	n/a	n/a	n/a	n/a
Average daily consumption per capita (gallons)	120	120	122	123
Residential per capita consumption gallons/day	n/a	n/a	n/a	n/a
Gas				
Average daily consumption (mcf)	9,602	9,954	8,964	9,064
Wastewater				
Average daily sewage treatment (thousands of gallons)	28,403	n/a	n/a	n/a
Airport				
Number of airports	1	1	1	1
Number of acres	2,571	2,428	2,428	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.

City of Corpus Christi, Texas

Table 20

2006	2007	2008	2009	2010	2011
4,792	11,282	14,440	17,786	17,036	17,928
18,287 *	17,571 *	23,973 *	23,976 *	18,705 *	7,925
57,478	58,885	53,355	51,778	51,082	41,216
448	448	448	451	451	451
671	672	672	711	711	711.1
1.52	1.52	1.51	1.52	1.48	1.47
87	87	91	91	91	91
30,700 **	33,000 **	37,492 **	39,115 **	38,939	39,667
3,000	4,765	4,641	5,342	5,272	4,116
383	402	394	403	414	398
400	419	419	423	429	414
1.30	1.36	1.32	1.35	1.36	1.29
Class 4	Class 3	Class 3	Class 2	Class 2	Class 2
--	722,367 sq yds	367,266 sq yds	267,817 sq yds	549,631 sq yds	693,586 sq yds
75,000	83,177	97,634		213,805	158,827
n/a	n/a	n/a	n/a	n/a	n/a
n/a	n/a	n/a	n/a	n/a	n/a
394,666	389,634	405,225	431,098	484,442	661,332
1,191,605	1,211,792	1,241,042	1,339,242	1,344,845	1,247,799
150,552	143,699	150,712	150,712	153,222	201,863
1,044,617	1,160,698	--	--	--	--
--	--	--	25,084,906	10,041,335	5,114,607
--	--	203,480	240,525	282,360	255,923
389	395	386	378	382	378
13	13	13	12.3	11.7	31.7
1,358	1,690	474	265	236	236
2,617	2,313	2,022	1,706	1,507	1,584
97,686	97,686	94,541	102,025	94,637	99,271
106,251,600	136,281,605	94,541,688	102,025,373	94,637,901	99,271,184
n/a	n/a	65,860	68,888	63,197	67,592
121	134	119	128	118	125
n/a	n/a	77	81	76	80
8,438	2,842	8,498	8,626	8,466	9,050
27,478	30,605	28,808	26,867	29,691	28,152
1	1	1	1	1	1
2,574	2,574	2,657	2,657	2,600	2,600

**CITY OF CORPUS CHRISTI, TEXAS
CAPITAL ASSET STATISTICS BY FUNCTION
LAST TEN YEARS**

Function	2002	2003	2004	2005
General government				
Buildings: (City owned)				
Total square footage, approximate	2,185,079	2,185,079	2,850,000	2,864,000
Police				
Stations	4	4	4	4
Patrol units	298	298	301	301
Area of responsibility - land area (square miles)	147.10	150.48	150.48	150.48
Fire				
Fire stations	15	16	16	16
Fire apparatus	38	38	39	30
Other motorized vehicles	67	67	62	77
Number of fire hydrants	8,000	8,000	8,300	8,300
Streets				
Streets (miles)	1,094	1,095	1,097	1,103
Streetlights	14,298	14,455	14,670	16,308
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	1,580	1,408	1,408
Parks	189	190	189	189
Swimming pools	10	10	10	9
Tennis courts	43	49	49	49
Community centers	5	5	5	5
Park acreage partially developed	172	172	171	178
Playgrounds	139	139	139	139
Municipal beaches	4	4	4	4
Baseball diamonds	1	1	1	1
Softball diamonds	10	10	5	5
Senior centers	8	8	8	8
Gymnasiums	2	2	2	2
Covered basketball courts	2	2	2	1
Water				
Water mains (miles)	1,950	1,950	1,445	1,533
Fire hydrants	8,000	8,000	8,300	8,300
Maximum daily capacity (thousands of gallons)	112,000	110,000	110,000	109,000
Water connections - active	80,083	80,083	82,944	82,467
Storm water drainage ditches (miles)	607	607	607	607
Storm water underground pipe (miles)	597	597	597	597

Table 21

<u>2006</u>	<u>2007</u>	<u>2008</u>	<u>2009</u>	<u>2010</u>	<u>2011</u>
2,864,000	2,864,000	2,883,975	2,883,975	2,883,975	2,883,975
4	4	4	5	5	5
295	295	295	354	244	244
150.48	150.48	150.48	150.48	150.48	150.48
16	16	16	17	17	17
30	30	30	30	30	30
77	77	77	77	77	88
8,400	8,400	8,479	8,800	8,890	9,007
1,103	1,119	1,123	1,139	1,172	1,178
16,308	16,662	16,767	16,874	17,053	17,166
n/a	n/a	n/a	n/a	n/a	n/a
5	5	5	6	6	6
1,418	1,415	1,418	1,418	1,420	1,420
189	190	190	191	194	196
9	9	9	9	9	9
37	37	37	37	37	37
5	5	5	5	5	5
171	171	168	384	386	389
128	129	131	139	143	140
4	4	4	4	4	4
1	1	4	4	4	5
5	5	5	5	5	4
8	8	8	8	8	8
2	2	2	2	2	3
3	3	3	4	4	5
1,533	1,553	1,584	1,624	1,629	1,636
8,400	8,400	8,479	8,800	8,890	9,007
104,880	97,750	97,850	96,220	95,450	92,670
83,785	85,959	84,442	87,042	90,957	90,928
607	607	610	602	552	501
597	597	606	632	675	630

**CITY OF CORPUS CHRISTI, TEXAS
CAPITAL ASSET STATISTICS BY FUNCTION
LAST TEN YEARS**

Function	2002	2003	2004	2005
Gas				
Gas mains (miles)	1,251	1,262	1,279	1,288
Gas connections - active	n/a	54,413	55,789	53,461
Wastewater				
Sanitary sewers (miles)	1,262	1,268	1,292	1,220
Maximum daily treatment capacity (thousands of gallons)	44,700	44,700	44,700	44,700
Sewer connections	n/a	81,966	78,788	78,837
Lift stations	98	99	93	91
Airport				
Length of main runways	13,588	13,588	13,588	13,588
Scheduled airline arrivals and departures per year	17,844	16,640	20,228	19,704
Passengers enplaning and deplaning (including commercial helicopters)	777,530	758,846	789,830	854,606
Golf centers				
Municipal golf courses	2	2	2	2
Municipal golf links - acres	378	378	378	378
Marina				
Marina slips	580	580	558	451

Note: The City has only been compiling this data with implementation of GASB 44 in fiscal year 2002.

Table 21
(Continued)

2006	2007	2008	2009	2010	2011
1,291	1,327	1,337	1,349	1,354	1,399
53,989	54,436	53,688	54,162	55,467	60,430
1,243	1,258	1,265	1,269	1,271	1,282
44,700	44,700	44,700	44,700	44,700	44,700
80,725	82,957	81,823	82,948	83,174	83,250
96	95	97	97	99	99
13,588	13,588	13,588	13,588	13,588	13,588
19,689	19,710	16,306	17,056	16,560	17,130
890,800	886,528	861,641	750,080	706,133	688,051
2	2	2	2	2	2
378	376	376	376	376	376
456	590	590	590	626	626

Table 22

MISCELLANEOUS STATISTICAL DATA
FISCAL YEAR ENDED JULY 31, 2011

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	3,091

GEOGRAPHICAL LOCATION: Southeastern Coast of Texas on the Gulf of Mexico approximately 150 miles north of the Mexican border.

AREA OF CITY: (in square miles)	Land	150.6
	Water	353.5
		<u>504.1</u>

POPULATION:	Year	Trade Area	Population
	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
	2007	487,294	295,594
	2008	485,885	297,447
	2009	415,376	297,447
	2010 (Census)	428,185	305,215

ELEVATION: Sea level to 85 feet

TEMPERATURE: 84.65° F maximum average
60.70° F minimum average
72.68° F mean average

SEASONAL RAINFALL
26.08 inches for fiscal year ended July 31, 2011

Source: (1) City Staff
(2) Port of Corpus Christi

**Table 22
(Continued)**

**MISCELLANEOUS STATISTICAL DATA
FISCAL YEAR ENDED JULY 31, 2011**

PORT OF CORPUS CHRISTI: (2)

Tonnage handled through the Port during the year 2010	82,194,297
Number of ships handled during the year 2010	1,408
Number of barges handled during the year 2010	4,361

Public Docks:

Bulk liquid	11
Dry cargo	8
Bulk materials	2
Total	<u>21</u>

Private Docks:

Bulk Liquid -	
Citgo	6 - Main Harbor
Equistar	1 - Main Harbor
Flint Hills	3 - Main Harbor
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	2 - Harbor Island
Texas Lehigh 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
Signet Maritime	1 - Jewell Fulton

Dry Cargo -

ADM/Growmark	1 - Main Harbor
Interstate Grain	1 - Main Harbor
Sherwin Alumina	1 - La Quinta
Vulcan Materials	1 - Main Harbor
Total	<u>31</u>

Source: (1) City Staff
(2) Port of Corpus Christi

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
2002	105,312,317	6,418,618	9,826,228	2,300,476	123,857,639	3,264
2003	112,071,665	6,818,824	10,241,750	2,423,671	131,555,910	3,264
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

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	Pension Plan Assets	Pension Benefits Paid	Investment Income
2002	*	73,357,936	33,410,273	229,017,517	26,191,586	20,340,369
2003	*	80,254,024	33,378,009	232,869,362	29,526,164	19,360,126
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	15,394,631

Note: Information is as of December 31 of the previous year which is the latest information available.

* Reflects information from both the Municipal Accumulation Fund and Employee Savings Fund. Previously, only the Municipal Accumulation Fund was presented.

FIRE FIGHTERS' RETIREMENT SYSTEM PENSION DATA

Fiscal Year		Unfunded Pension Plan Liability	Pension Plan Receipts	Pension Plan Assets	Pension Benefits Paid	Investment Income
2002	*	--	2,843,990	80,023,270	5,918,829	(1,232,160)
2003		42,743,795	(1,525,575)	78,135,835	7,214,298	2,358,128
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

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.

City of Corpus Christi, Texas

ALL FUNDS
INSURANCE AND SURETY BONDS IN FORCE
FISCAL YEAR ENDED JULY 31, 2011

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 5-4-2012	\$250Million all other perils,\$150 Million wind coverage, \$20 Million Flood Building & Personal Property Blanket Coverage 2%, Named Storm, \$250,000 Minimum / \$4 Million Maximum ded \$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 5-4-2012	Named Storm only - 2.5 Million - Wind Building & Personal Property Blanket Coverage
Excess Property & Wind Coverage Commercial City Properties	Lloyd's Syndicate #4242 Expires 5-4-2012	\$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	Swiss Re (ICAT) Expires 5-4-2012	\$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	RSUI Indemnity Co. Expires 5-4-2012	\$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	Westchester Expires 5-4-2012	\$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	Arch Expires 5-4-2012	\$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	Aspen Expires 5-4-2012	\$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	Arch Expires 5-4-2012	\$12,500,000 part of \$50 Million Excess of \$50Million - Wind Building & Personal Property Blanket Coverage
Excess Property & Wind Coverage Commercial City Properties	Westchester Expires 5-4-2012	\$5,000,000 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	Aspen Expires 5-4-2012	\$5,000,000 part of \$50 Million Excess of \$50 Million - Wind Building & Personal Property Blanket Coverage
Excess Property & Wind Coverage Commercial City Properties	Axis Expires 5-4-2012	\$7,500,000 part of \$50 Million Excess of \$50 Million -Wind Building & Personal Property Blanket Coverage
Excess Property & Wind Coverage Commercial City Properties	Rockhill Expires 5-4-2012	\$15,000,000 part of \$50 Million Excess of \$50 Million - Wind Building & Personal Property Blanket Coverage
Excess Property & Wind Coverage Commercial City Properties	Colony Expires 5-4-2012	\$5,000,000 part of \$50 Million excess of \$50 Million - Wind Building & Personal Property Blanket Coverage
Excess Property & Wind Coverage Commercial City Properties	Endurance Expires 5-4-2012	\$7,500,000 part of \$50 Million excess of \$100 Million - Wind Building & Personal Property Blanket Coverage
Excess Property & Wind Coverage Commercial City Properties	Alterra Excess Expires 5-4-2012	\$17,500,000 part of \$50 Million Excess of \$100 Million - Wind Building & Personal Property Blanket Coverage
Excess Property & Wind Coverage Commercial City Properties	North American Capacity (ICAT) Expires 5-4-2012	\$5,000,000 part of \$50 Million excess of \$100 Million -Wind Building & Personal Property Blanket Coverage
Excess Property & Wind Coverage Commercial City Properties	Firemans Fund Expires 5-4-2012	\$10,000,000 part of \$50 Million excess of \$100 Million - Wind Building & Personal Property Blanket Coverage
Excess Property Coverage Commercial City Properties	Lexington Expires 5-4-2012	\$250 Million All other Perils excluding wind Building & Personal Property Blanket Coverage - \$50,000 oer occurrence deductible
Boiler & Machinery Coverage Commercial City Properties	Travelers Insurance Company Expires 5-4-2012	\$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 11-4-2011	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, 2011

Type of Insurance	Insurer and Expiration Date	Amount of Coverage
3. Airport Liability		
P ₁ Primary Aviation	Texas Municipal League Expires 11-4-2011	\$25,000,000 Limit of Liability \$5,000 per occurrence deductible and \$10,000 annual aggregate deductible
E Excess Aviation	ACE-Illinois Union Ins Co Expires 11-4-2011	\$50,000,000 Liability Limit in Excess of \$25,000,000 (\$75,000,000 max.)
4. Employee Dishonesty / Crime Coverage	Texas Municipal League Expires 11-4-2011	\$1,000,000 per occ. for Public Employee Dishonesty Forgery or Alteration, Theft, Disappearance and Destruction Computer Fraud; with \$10,000 Deductible;
5. Excess General Liability, Public Officials, Employment & Law Enforcement Liability & Excess Workers Compensation	Star Insurance Company Expires 3-1-2012	\$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 11-4-2011	\$10,000,000 limit per occurrence \$250,000-General Liability/Pollution Deductible
7. General Liability		
CCPD -- Flint Hills Lease GL	Texas Municipal League Expires 11-4-2011	\$1,000,000 each occurrence \$1,000 deductible
8. Special Events Policy		
July 4th Celebration	Northfield Ins. Co. Expires 7-6-2011	\$2,000,000 General Aggregate \$1,000,000 each Occurrence
9. Automobile Coverage		
TB Clinic Van	Texas Municipal League Expires 11-4-2011	\$1,000,000 Bodily Injury & Property Damage \$25,000-Medical Payments Actual Cash Value - physical damage \$250 deductible
Fleet Catastrophic	Texas Municipal League Expires 11-4-2011	\$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 11-4-2011	Actual Cash Value - physical damage \$250 deductible \$500 deductible \$2500 deductible \$2500 deductible

Single Audit Section

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 27, 2012

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

We have audited 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, 2011, which collectively comprise the City's basic financial statements, and have issued our report thereon dated January 27, 2012. 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 and the State of Texas, *Single Audit Circular*.

Internal Control Over Financial Reporting

In planning and performing our audit, we considered the City's internal control over financial reporting as a basis for designing our auditing procedures for the purpose of expressing our opinion on the basic financial statements, but not for the purpose of expressing an opinion on the effectiveness of the City's internal control over financial reporting. Accordingly, we do not express an opinion on the effectiveness of the City's internal control over financial reporting.

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 a 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.

Our consideration of internal control over financial reporting 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 financial reporting that might be deficiencies, significant deficiencies or material weaknesses. We did not identify any deficiencies in internal control over financial reporting that we consider to be material weaknesses, as defined above.

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* or the State of Texas, *Single Audit Circular*.

We noted certain matters that we reported to management of the City of Corpus Christi in a separate letter dated January 27, 2012.

This report is intended solely for the information and use of the Honorable Mayor and Members of the City Council, management, federal and state awarding agencies and pass-through entities, and is not intended to be, and should not be used by anyone other than these specified parties.

Collier, Johnson & Woods

INDEPENDENT AUDITOR'S REPORT ON COMPLIANCE WITH
REQUIREMENTS THAT COULD HAVE A DIRECT AND MATERIAL EFFECT
ON EACH MAJOR PROGRAM AND ON INTERNAL CONTROL OVER
COMPLIANCE IN ACCORDANCE WITH OMB CIRCULAR A-133

January 27, 2012

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

Compliance

We have audited the compliance of the City of Corpus Christi, Texas with the types of compliance requirements described in the U.S. Office of Management and Budget (OMB) *Circular A-133 Compliance Supplement* that are applicable to each of its major federal programs for the year ended July 31, 2011. The City's federal programs are identified in the summary of auditor's results section of the accompanying schedule of findings and questioned costs. Compliance with the requirements of laws, regulations, contracts and grants applicable to each of its major federal programs is the responsibility of the City's management. Our responsibility is to express an opinion on the City's compliance based on our audit.

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. Our audit does not provide a legal determination on the City's compliance with those requirements.

In our opinion, the City of Corpus Christi, Texas complied, in all material respects, with the 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, 2011.

Internal Control Over Compliance

Management of the City is responsible for establishing and maintaining effective internal control over compliance with requirements of laws, regulations, contracts and grants applicable to federal programs. In planning and performing our audit, we considered the City's internal control over compliance with the requirements that could have a direct and material effect on a major program in order to determine our auditing procedures for the purpose of expressing our opinion on compliance 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.

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 deficiencies, significant deficiencies or material weaknesses. We did not identify any deficiencies in internal control over compliance that we consider to be material weaknesses, as defined above.

This report is intended solely for the information and use of the Honorable Mayor and Members of the City Council, management, federal awarding agencies and pass-through entities, and is not intended to be, and should not be used by anyone other than these specified parties.

Collier, Johnson & Woods

CITY OF CORPUS CHRISTI, TEXAS

SCHEDULE OF FEDERAL FINDINGS AND QUESTIONED COSTS

YEAR ENDED JULY 31, 2011

Summary of Audit Results

1. The auditor's report expresses an unqualified 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 with Requirements that Could Have a Direct and Material Effect on Each Major Program and 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 unqualified 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 Housing and Urban Development:
 - Supportive Housing Program (CFDA 14.235)
 - ARRA - Homelessness Prevention and Rapid Re-Housing Program (CFDA 14.262)
 - U.S. Department of the Interior:
 - Sport Fish Restoration Program (CFDA 15.605)
 - U.S. Department of Justice JAG Program Cluster:
 - Edward Byrne Memorial Justice Assistance Grant (CFDA 16.738)
 - ARRA - Edward Byrne Memorial Justice Assistance Grant (CFDA 16.803)
 - Institute of Museum and Library Services:
 - Library System Operation Grant, Technical Assistance Negotiated Grant, Interlibrary Loan Center Grant Program (CFDA 45.310)
 - U.S. Department of Energy:
 - ARRA - Alternative Fuels and Technology (CFDA 81.041)
 - ARRA - Energy Efficiency and Conservation Block Grant (CFDA 81.128)
 - ARRA - Weatherization Assistance Program (CFDA 81.042)

U.S. Department of Health and Human Services:
Immunization Grants (CFDA 93.268)
Promoting Safe and Stable Families (CFDA 93.556)

U.S. Department of Homeland Security:
State Homeland Security Program (CFDA 97.073)

8. The dollar threshold for distinguishing Type A and Type B programs was \$749,337.
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.

INDEPENDENT AUDITOR'S REPORT ON COMPLIANCE WITH REQUIREMENTS
THAT COULD HAVE A DIRECT AND MATERIAL EFFECT ON EACH MAJOR STATE
PROGRAM AND INTERNAL CONTROL OVER COMPLIANCE IN ACCORDANCE
WITH THE STATE OF TEXAS SINGLE AUDIT CIRCULAR

January 27, 2012

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

Compliance

We have audited the compliance of the City of Corpus Christi, Texas with the types of compliance requirements described in *the State of Texas Single Audit Circular* that are applicable to each of its major State programs for the year ended July 31, 2011. The City's major State programs are identified in the summary of auditor's results section of the accompanying schedule of State findings and questioned costs. Compliance with the requirements of laws, regulations, contracts and grants applicable to each of its major State programs is the responsibility of the City's management. Our responsibility is to express an opinion on the City's compliance based on our audit.

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. Our audit does not provide a legal determination on the City's compliance with those requirements.

In our opinion, the City complied, in all material respects, with the 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, 2011.

Internal Control Over Compliance

Management of the City is responsible for establishing and maintaining effective internal control over compliance with requirements of laws, regulations, contracts and grants applicable to State programs. In planning and performing our audit, we considered the City's internal control over compliance with requirements that could have a direct and material effect on a major program in order to determine our auditing procedures for the purpose of expressing our opinion on compliance 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 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 state program will not be prevented, or detected and corrected, on a timely basis.

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 deficiencies, significant deficiencies or material weaknesses. We did not identify any deficiencies in internal control over compliance that we consider to be material weaknesses, as defined above.

This report is intended solely for the information and use of the Honorable Mayor and Members of the City Council, management, State awarding agencies and pass-through entities, and is not intended to be, and should not be used by anyone other than these specified parties.

Collier, Johnson & Woods

CITY OF CORPUS CHRISTI, TEXAS

SCHEDULE OF STATE FINDINGS AND QUESTIONED COSTS

FOR THE YEAR ENDED JULY 31, 2011

Summary of Audit Results

1. The auditor's report expresses an unqualified 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 with Requirements that Could Have a Direct and Material Effect on each Major State Program and 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 unqualified 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 programs tested as major programs included:

Promoting Safe and Stable Families

Local Border Security
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.

City of Corpus Christi, Texas

SCHEDULE OF FEDERAL/STATE EXPENDITURES OF AWARDS
FISCAL YEAR ENDED JULY 31, 2011

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	7460005741-2003-06 2010-033567-001 2011-037614	600,000 850,663 724,501	420 385,457 506,923
Total CFDA Number 10.557			<u>2,175,164</u>	<u>892,800</u>
Total Passed Through Texas Dept. of State Health Services			<u>2,175,164</u>	<u>892,800</u>
<u>Passed through Texas Dept. of Agriculture</u>				
Child and Adult Care Food Program	10.558	TX178-0037, 7537004	208,000	17,631
Child and Adult Care Food Program		TX178-0037, 7537004	208,000	104,649
Total CFDA Number 10.558			<u>416,000</u>	<u>122,280</u>
Summer Food Service Program for Children	10.559	TX 178-1009, 7537004	316,927	996
Summer Food Service Program for Children		TX 178-1009, 7537004	219,256	16,075
Summer Food Service Program for Children		TX 178-1009, 7537004	250,000	125,718
Total CFDA Number 10.559			<u>786,183</u>	<u>142,789</u>
Total Passed Through Texas Dept. of Agriculture			<u>1,202,183</u>	<u>265,069</u>
Total U.S. Department of Agriculture			<u>3,377,347</u>	<u>1,157,869</u>
National Oceanic & Atmospheric Administration				
<u>Passed through Texas General Land Office</u>				
Texas Coastal Management Program Cycle 13	11.419	11-101-000-4634	24,149	24,149
Total CFDA Number 11.419			<u>24,149</u>	<u>24,149</u>
Total NOAA			<u>24,149</u>	<u>24,149</u>
U.S. Department of HUD				
<u>Direct Programs</u>				
CDBG Entitlement Cluster:				
Comm. Dev. Block Grant-Entitlement Grant 03-04	14.218	B04-MC48-0502	135,256	169
Comm. Dev. Block Grant-Entitlement Grant 04-05		B05-MC48-0502	70,000	5,384
Comm. Dev. Block Grant-Entitlement Grant 06-07		B06-MC48-0502	1,035,936	8,665
Comm. Dev. Block Grant-Entitlement Grant 07-08		B07-MC48-0502	1,647,178	179,162
Comm. Dev. Block Grant-Entitlement Grant 08-09		B08-MC48-0502	1,694,640	325,039
Comm. Dev. Block Grant-Entitlement Grant 09-10		B09-MC48-0502	2,788,914	570,042
Comm. Dev. Block Grant-Entitlement Grant 10-11		B10-MC48-0502	2,922,815	2,189,849
Total CFDA Number 14.218			<u>10,294,739</u>	<u>3,278,310</u>
ARRA - Community Development Block Grant - Recovery	14.253	B09-MY-480502	838,582	280,361
Total CFDA Number 14.253			<u>838,582</u>	<u>280,361</u>
Total CDBG Entitlement Grants Cluster			<u>11,133,321</u>	<u>3,558,671</u>
ARRA - Homelessness Prevention and Rapid Re-Housing	14.257	S09-48-MY-0502	1,393,181	623,765
Total CFDA Number 14.257			<u>1,393,181</u>	<u>623,765</u>
Emergency Shelter Grants Program 09-10	14.231	S09-MC48-0502	163,383	141,327
Total CFDA Number 14.231			<u>163,383</u>	<u>141,327</u>
Supportive Housing Program 09-10	14.235	74-6000-574	724,528	96,879
Supportive Housing Program 10-11		TX-501	1,012,724	780,336
Supportive Housing Program 11-12		TX-501	295,226	111,969
Total CFDA Number 14.235			<u>2,032,478</u>	<u>989,184</u>

(Continued)

City of Corpus Christi, Texas

SCHEDULE OF FEDERAL/STATE EXPENDITURES OF AWARDS
FISCAL YEAR ENDED JULY 31, 2011

Federal Grantor/Pass-Through Grantor State Grantor/Program Title	Federal CFDA Number	Pass-Through Grantor's Number	Program or Award Amount	Disbursements/ Expenditures
Home Investment Partnerships Program 04-05	14.239	M-04-MC-48-0502	1,848,127	20,334
Home Investment Partnerships Program 05-06		M-05-MC-48-0502	1,772,241	115,838
Home Investment Partnerships Program 06-07		M-06-MC-48-0502	1,772,241	60,200
Home Investment Partnerships Program 07-08		M-07-MC-48-0502	1,772,241	11,823
Home Investment Partnerships Program 08-09		M-08-MC-48-0502	1,614,427	248,874
Home Investment Partnerships Program 09-10		M-09-MC-48-0502	1,782,635	390,080
Home Investment Partnerships Program 10-11		M-10-MC-48-0502	1,775,515	190,483
Total CFDA Number 14.239			12,337,427	1,037,632
Fair Housing Assistance Program State and Local	14.401	FF206K066008	245,400	134,314
Total CFDA Number 14.401			245,400	134,314
Total Direct Programs			27,305,190	6,484,893
Total U.S. Department of HUD			27,305,190	6,484,893
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	925,290	692,943
Total CFDA Number 15.605			925,290	692,943
Total Passed Through Texas Parks & Wildlife Dept.			925,290	692,943
<u>Passed through Recreational Boating & Fishing Foundation; passed through the National Recreation & Park Association</u>				
National Outreach & Communication Program	15.653	n/a	5,000	4,717
Total CFDA Number 15.653			5,000	4,717
Total Passed Through NRPA			5,000	4,717
Total U.S. Department of Interior			930,290	697,660
U.S. Department of Justice				
JAG Program Cluster:				
<u>Direct Programs</u>				
Edward Byrne Memorial Justice Assistance Grant	16.738	2007DJBX1163	236,403	12,095
Edward Byrne Memorial Justice Assistance Grant		2008DJBX0642	73,850	225
Edward Byrne Memorial Justice Assistance Grant		2009-DJ-BX-1378	256,634	128,317
Edward Byrne Memorial Justice Assistance Grant		2010-DJ-BX-0851	247,696	163,193
Total CFDA Number 16.738			814,583	303,830
ARRA-Edward Byrne Memorial Justice Assistance Grant	16.803	2009-SB-B9-2543	1,132,124	146,927
Total CFDA Number 16.803			1,132,124	146,927
Total Direct Programs			1,946,707	450,757
<u>Passed through Office of the Governor CJD</u>				
ARRA-Edward Byrne Memorial Justice Assistance Grant	16.803	SU-09-A10-22287-01	279,529	252,427
ARRA-Edward Byrne Memorial Justice Assistance Grant		SU-09-A10-2313401	499,849	292,335
Total CFDA Number 16.803			779,378	544,762
Total Passed Through Office of the Governor CJD			779,378	544,762
Total JAG Program Cluster			2,726,085	995,519
<u>Direct Programs</u>				
Community Capacity Development Office Program	16.595	2009-WS-QX-0016	142,000	49,244
Community Capacity Development Office Program		2010-WS-QX-0019	157,000	76,715
Total CFDA Number 16.595			299,000	125,959
Project Safe Neighborhoods	16.609	2010-GP-BX-0020	19,000	1,444
Total CFDA Number 16.609			19,000	1,444

(Continued)

City of Corpus Christi, Texas

SCHEDULE OF FEDERAL/STATE EXPENDITURES OF AWARDS
FISCAL YEAR ENDED JULY 31, 2011

Federal Grantor/Pass-Through Grantor State Grantor/Program Title	Federal CFDA Number	Pass-Through Grantor's Number	Program or Award Amount	Disbursements/ Expenditures
Community Oriented Policing Services CSPP	16.710	2008CSWX0020	484,856	133,411
Total CFDA Number 16.710			484,856	133,411
Total Direct Programs			802,856	260,814
<u>Passed through Office of Attorney General</u>				
Missing Children's Assistance	16.543	07-02791.01	4,000	(16)
Missing Children's Assistance		2009-MC-CX-K051	20,000	17,788
Total CFDA Number 16.543			24,000	17,772
Total Passed Through Office of Attorney General			24,000	17,772
<u>Passed through Office of the Governor CJD</u>				
Legal Assistance for Victims	16.524	WF-09-V30-15171-11	100,964	11,542
Legal Assistance for Victims		VA-10-V30-15171-12	100,964	92,653
Total CFDA Number 16.524			201,928	104,195
Victims of Crime Act	16.575	VA-09-V30-15223-10	89,292	7,685
Victims of Crime Act		VA-10-V30-15223-11	89,290	56,979
Total CFDA Number 16.575			178,582	64,664
ARRA- Violence Against Women Formula Grant Program	16.588	EF-09-V30-23042-01	29,573	15,824
Total CFDA Number 16.588			29,573	15,824
Paul Coverdell Forensic Sciences Improvement Grant Program	16.742	CD-10-A10-24125-01	150,747	116,149
Total CFDA Number 16.742			150,747	116,149
Total Passed Through Office of the Governor CJD			560,830	300,832
Total U.S. Department of Justice			4,113,771	1,574,937
U.S. Department of Transportation				
<u>Direct Programs</u>				
Airport Improvement Programs	20.106			
Terminal Imp., Improv Airport Drainage Area VI, Ph2		3-48-0051-41	2,682,680	675,397
Rehab Taxiway System		3-48-0051-42	2,800,000	(125)
Const. Maint.Equip Bldg		3-48-0051-43	895,203	230,360
Const. Maint Equip Bldg		3-48-0051-44	966,213	419,608
Taxiway B4 Widening Grant		3-48-0051-45	2,010,220	593,390
Terminal building rehab		3-48-0051-46	2,802,051	2,242,697
Total CFDA Number 20.106			14,390,713	4,161,327
Total Direct Programs			14,390,713	4,161,327
<u>Passed through State Dept. of Highways and Public Transportation</u>				
<u>Highway Safety Cluster:</u>				
State and Community Highway Safety	20.600	2010-CorpusPD-S-MYG-Yr2-0204	136,508	27,813
State and Community Highway Safety		2011-CorpusPD-MYG-Yr3-0227	84,906	58,783
Total CFDA Number 20.600			221,414	86,596
Alcohol Traffic Safety and Drunk Driving Prevention	20.601	2010-CorpusPD-STEP IDM-00017	21,693	5,254
Alcohol Traffic Safety and Drunk Driving Prevention		2011-CorpusPD-S-IDM-00008	35,000	9,811
Total CFDA Number 20.601			56,693	15,065
Occupant Protection Incentive	20.602	2011-CorpusPD-CIOT-00040	9,000	9,000
Total CFDA Number 20.602			9,000	9,000
Total Highway Safety Cluster			287,107	110,661

(Continued)

SCHEDULE OF FEDERAL/STATE EXPENDITURES OF AWARDS
FISCAL YEAR ENDED JULY 31, 2011

Federal Grantor/Pass-Through Grantor State Grantor/Program Title	Federal CFDA Number	Pass-Through Grantor's Number	Program or Award Amount	Disbursements/ Expenditures
Interagency Hazardous Materials Public Sector	20.703	11-DEM-LEPC-002	16,774	6,278
Total CFDA Number 20.703			16,774	6,278
Total Passed Through State Dept. of Hwys & Public Transp.			303,881	116,939
Total U.S. Department of Transportation			14,694,594	4,278,266
Equal Employment Opportunity Commission				
<u>Direct Programs</u>				
Employment Discrimination State & Local Fair	30.002	6FPSLP0087	64,580	67,200
Total CFDA Number 30.002			64,580	67,200
Total Direct Programs			64,580	67,200
Total Equal Employment Opportunity Commission			64,580	67,200
Institute of Museum and Library Services				
<u>Passed through Texas State Library & Archives Commission</u>				
<u>Library Services</u>				
Library System Operation Grant	45.310	470-10022	378,906	47,081
Library System Operation Grant		470-11027	378,821	314,169
Technical Assistance Negotiated Grant		476-10017	80,000	9,073
Technical Assistance Negotiated Grant		476-11023	78,767	69,745
Interlibrary Loan Center Grant Program		771-10027	143,018	16,032
Interlibrary Loan Center Grant Program		771-11037	142,018	112,952
Total CFDA Number 45.310			1,201,530	569,052
Total Passed Through TSLAC			1,201,530	569,052
Total Institute of Museum and Library Services			1,201,530	569,052
U.S. Environmental Protection Agency				
<u>Direct Programs</u>				
ARRA - CC Brownfields Assessment Hazardous Substances	66.818	2B-96699101-0	200,000	53,043
ARRA - CC Brownfields Petroleum Assessment Community-Wide		2B-96698801-0	200,000	55,905
Total CFDA Number 66.818			400,000	108,948
Total Direct Programs			400,000	108,948
Total U.S. Environmental Protection Agency			400,000	108,948
U.S. Department of Energy				
<u>Direct Programs</u>				
ARRA -Energy Efficiency and Conservation Block Grant	81.128	EE000961	2,757,500	1,309,712
Total CFDA Number 81.128			2,757,500	1,309,712
Total Direct Programs			2,757,500	1,309,712
<u>Passed Through State Energy Conservation Office</u>				
Alternative Fuels & Technology	81.041	DE-EE0000116	400,000	357,308
Total CFDA Number 81.041			400,000	357,308
Total Passed Through SECO			400,000	357,308
<u>Passed Through Texas Dept of Housing and Community Affairs</u>				
ARRA - Weatherization Assistance Program	81.042	16090000703	3,145,938	1,884,075
Total CFDA Number 81.402			3,145,938	1,884,075
Total Passed Through TDHCA			3,145,938	1,884,075
Total U.S. Department of Energy			6,303,438	3,551,095

SCHEDULE OF FEDERAL/STATE EXPENDITURES OF AWARDS
FISCAL YEAR ENDED JULY 31, 2011

Federal Grantor/Pass-Through Grantor State Grantor/Program Title	Federal CFDA Number	Pass-Through Grantor's Number	Program or Award Amount	Disbursements/ Expenditures
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	16,033	16,033
Total CFDA Number 93.044			<u>16,033</u>	<u>16,033</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	AA3-1048-4	589,923	113,222
Special Programs for the Aging Title III, Part C Nutrition Svcs		AA3-1148-4	749,197	545,905
Total CFDA Number 93.045			<u>1,339,120</u>	<u>659,127</u>
Nutrition Services Incentive Program				
Nutrition Services Incentive Program	93.053	AA3-1148-4	261,752	261,752
		PS-10-292-P-02	287,596	39,014
Total CFDA Number 93.053			<u>549,348</u>	<u>300,766</u>
Total Aging Cluster			<u>1,904,501</u>	<u>975,926</u>
Total Passed Through DADS			<u>1,904,501</u>	<u>975,926</u>
<u>Passed through National Recreation and Park Association</u>				
Centers for Disease Control and Prevention Healthy Communities Program - ACHIEVE				
Communities Program - ACHIEVE	93.283	n/a	40,000	3,811
Total CFDA Number 93.283			<u>40,000</u>	<u>3,811</u>
Total Passed Through NRPA			<u>40,000</u>	<u>3,811</u>
<u>Passed through Texas Department of Family & Protective Services</u>				
Promoting Safe and Stable Families	93.556	23362174-FY06-AM01	19,074	(556)
Promoting Safe and Stable Families		23362174-FY08-AM03	77,516	(644)
Promoting Safe and Stable Families		23362174-FY09-AM04	340,125	19,208
Promoting Safe and Stable Families		23792861	377,625	330,689
Total CFDA Number 93.556			<u>814,340</u>	<u>348,698</u>
Total Passed Through Dept. of Family & Protective Services			<u>814,340</u>	<u>348,698</u>
<u>Passed through Texas Department of State Health Svcs</u>				
CPS-Laboratory Response Network-PHEP	93.069	2009-032155	205,131	29,547
CPS-Laboratory Response Network-PHEP		2010-035673	180,351	96,164
Community Preparedness Section/PHER Focus Area 2		2010-033459	174,439	13,430
Total CFDA Number 93.069			<u>559,921</u>	<u>139,141</u>
Project Grants and Cooperative Agreements for Tuberculosis Control Programs				
Tuberculosis Control Programs	93.116	2009-030581	102,276	(390)
Tuberculosis Control Programs		2010-034148-001	139,842	59,751
Tuberculosis Control Programs		2011-037495	56,329	30,064
Total CFDA Number 93.116			<u>298,447</u>	<u>89,425</u>
Immunization Grants				
Immunization Grants	93.268	2010-032005-001	241,637	29,840
Immunization Grants		2011-035958	241,637	240,373
Total CFDA Number 93.268			<u>483,274</u>	<u>270,213</u>
Centers for Disease Control and Prevention Investigations and Technical Assistance				
Investigations and Technical Assistance	93.283	2008-028046	184,281	(3,554)
Investigations and Technical Assistance		2010-035148	44,014	36,139
Community Preparedness Section/Bioterrorism Discr Ph II		2009-031319	132,328	(6,400)
Total CFDA Number 93.283			<u>360,623</u>	<u>26,185</u>
Regional Local Svcs System/Social Services Block Grant				
Regional Local Svcs System/Social Services Block Grant	93.667	2010-034945-001	52,000	47,689
Total CFDA Number 93.667			<u>52,000</u>	<u>47,689</u>

(Continued)

SCHEDULE OF FEDERAL/STATE EXPENDITURES OF AWARDS
FISCAL YEAR ENDED JULY 31, 2011

Federal Grantor/Pass-Through Grantor State Grantor/Program Title	Federal CFDA Number	Pass-Through Grantor's Number	Program or Award Amount	Disbursements/ Expenditures
National Bioterrorism Hospital Preparedness Program	93.889	2008-028046	46,070	(889)
National Bioterrorism Hospital Preparedness Program		2010-035148	11,004	9,035
Total CFDA Number 93.889			57,074	8,146
Cooperative Agreements For State-Based Diabetes Control Programs and Evaluation of Surveillance Sys	93.988	2010-034759-001 2011-037869	80,000 80,000	68,804 21,426
Total CFDA Number 93.988			160,000	90,230
Preventive Health and Health Services Block Grant	93.991	2010-032828-001	202,924	15,651
Preventive Health and Health Services Block Grant		2011-035979	202,923	92,978
Total CFDA Number 93.991			405,847	108,629
Total Passed Through Dept. of State Health Svs			2,377,186	779,658
Total U.S. Department of Health & Human Services			5,136,027	2,108,093
Corporation for National and Community Service				
<u>Direct Programs</u>				
Retired and Senior Volunteer Program	94.002	09SRWTX019	56,793	29,023
Retired and Senior Volunteer Program		11SRWTX017	56,793	36,595
Total CFDA Number 94.002			113,586	65,618
Senior Companion Program	94.016	10SCWTX001	275,007	252,278
Senior Companion Program		10SCWTX001	275,007	21,657
Total CFDA Number 94.016			550,014	273,935
Total Direct Programs			663,600	339,553
Total Corporation for National and Community Svcs			663,600	339,553
Executive Office of the President				
<u>Direct Programs</u>				
High Intensity Drug Trafficking Areas Program	95.001	G09HN0006A	163,373	13,901
High Intensity Drug Trafficking Areas Program		I8PHNP517Z	230,701	126,387
High Intensity Drug Trafficking Areas Program		G10HN006A	165,840	101,684
High Intensity Drug Trafficking Areas Program		G11HN0006A	166,740	1,094
Total CFDA Number 95.001			726,654	243,066
Total Direct Programs			726,654	243,066
Total Executive Office of the President			726,654	243,066
U.S. Department of Homeland Security				
Homeland Security Cluster:				
<u>Direct Programs</u>				
Citizen Corps	97.053	2008-GE-T8-0034	9,644	9,644
Total CFDA Number 97.053			9,644	9,644
Metropolitan Medical Response System	97.071	2007-GE-T7-0024	258,145	10,318
Metropolitan Medical Response System		2008-GE-T8-0034	321,221	19,737
Metropolitan Medical Response System		2009-SS-T9-0064	321,221	185,377
Total CFDA Number 97.071			900,587	215,432
Total Direct Programs			910,231	225,076
<u>Passed Through Texas Division of Emergency Management</u>				
<u>Passed Through Nueces County</u>				
FY09 Operation Stonegarden Grant Program	97.067	2007-GS-H7-0044	170,273	37,295
Total CFDA Number 97.067			170,273	37,295
Total Passed Through Tx Div of Emerg. Mgmt., County			170,273	37,295
Total Homeland Security Cluster			1,080,504	262,371

(Continued)

City of Corpus Christi, Texas

SCHEDULE OF FEDERAL/STATE EXPENDITURES OF AWARDS
FISCAL YEAR ENDED JULY 31, 2011

Federal Grantor/Pass-Through Grantor State Grantor/Program Title	Federal CFDA Number	Pass-Through Grantor's Number	Program or Award Amount	Disbursements/ Expenditures
<u>Direct Programs</u>				
Emergency Management Performance Grants	97.042	09TX-EMPG-0581	71,962	16,220
Emergency Management Performance Grants		11 TX-EMPG-0581	71,962	71,962
Total CFDA Number 97.042			143,924	88,182
Assistance to Firefighters' Grant	97.044	EMW-2008-FP-02415	53,170	3,863
Total CFDA Number 97.044			53,170	3,863
Law Enforcement Terrorism Prevention Program	97.074	2007-GE-T7-0024	550,000	6,102
Total CFDA Number 97.074			550,000	6,102
Total Direct Programs			747,094	98,147
<u>Passed Through Governor's Division of Emergency Management</u>				
Public Safety Interoperable Communications Grant Prog	97.055	2007-GS-H7-0044	2,198,271	1,656,119
Total CFDA Number 97.055			2,198,271	1,656,119
State Homeland Security Program	97.073	2007-GE-T7-0024	578,000	3,702
State Homeland Security Program		2008-GE-T8-0034	726,650	546,557
State Homeland Security Program		2008-GE-T8-0034	443,215	402,306
State Homeland Security Program		2009-SS-T9-0064	1,030,746	462,096
State Homeland Security Program		2009-SS-T9-0064	398,476	110,169
State Homeland Security Program		2010-SS-TO-0008	445,114	226,000
Total CFDA Number 97.073			3,622,201	1,750,830
Total Passed Through Governor's Div. of Emergency Mgmt.			5,820,472	3,406,949
<u>Passed through U.S. Dept. of Justice, Office of Justice Programs</u>				
Port Security Grant Program	97.056	2007-GB-T7-0037	474,200	6,994
Total CFDA Number 97.056			474,200	6,994
Total Passed Through US Dept of Justice (OJP)			474,200	6,994
Total U.S. Department of Homeland Security			8,122,270	3,774,461
Total Federal and Passed-through Assistance			73,063,440	24,979,242
State Assistance:				
State Comptroller of Public Accounts				
<u>State General Revenue</u>				
Law Enforcement Fire Prevention		N/A	3,680	(590)
Total SGR			3,680	(590)
Total State Comptroller of Public Accounts			3,680	(590)
Texas Commission on Environmental Quality				
<u>Direct Programs</u>				
Air Quality Planning Activities		582-4-64576	24,913	12,176
Air Quality Planning Activities		582-6-86230	1,185,663	174,327
Air Quality Planning Activities		582-11-11223	516,329	180,486
Total Direct Programs			1,726,905	366,989
<u>Passed through Coastal Bend Council of Governments</u>				
Education		10-20-G07	35,000	6,324
Education		11-20-G04	25,000	2,634
Total Passed Through CBCOG			60,000	8,958
Total Texas Commission on Environmental Quality			1,786,905	375,947

(Continued)

SCHEDULE OF FEDERAL/STATE EXPENDITURES OF AWARDS
FISCAL YEAR ENDED JULY 31, 2011

Federal Grantor/Pass-Through Grantor State Grantor/Program Title	Federal CFDA Number	Pass-Through Grantor's Number	Program or Award Amount	Disbursements/ Expenditures
Texas Commission on the Arts				
<u>Direct Programs</u>				
Promotion of the Arts Partnership Agreement		27458	1,835	788
Promotion of the Arts Partnership Agreement		28106	2,848	218
Promotion of the Arts Partnership Agreement		10-31403	3,000	15
Total Direct Programs			7,683	1,021
Total Texas Commission on the Arts			7,683	1,021
Texas Department of Aging & Disability				
<u>Passed through Corporation for National & Community Service</u>				
Retired and Senior Volunteer Program		10RZWTX002	20,987	1,302
Retired and Senior Volunteer Program		10RZWTX002	20,987	20,101
Senior Companion Program		09SZWTX008	5,381	2,767
Total Passed Through CNCS			47,355	24,170
Total Texas Department of Aging & Disability			47,355	24,170
Texas Department of Agriculture				
<u>Direct Programs</u>				
Texans Feeding Texans Program		HDM-10-555	97,873	48,937
Texans Feeding Texans Program		HDM-11-696	64,698	41,397
Total Direct Programs			162,571	90,334
Total Texas Department of Agriculture			162,571	90,334
Texas Department of Family and Protective Services				
<u>Direct Programs</u>				
Promoting Safe and Stable Families		23362174-FY06-AM01	6,358	(185)
Promoting Safe and Stable Families		23362174-FY08-AM03	25,839	(215)
Promoting Safe and Stable Families		23362174	113,375	6,403
Promoting Safe and Stable Families		23792861	125,875	110,230
Total Direct Programs			271,447	116,233
Total Texas Department of Family & Protective Services			271,447	116,233
Texas Department of Public Safety				
<u>Direct Programs</u>				
Local Border Security		LBSP110006	327,932	286,281
Total Direct Programs			327,932	286,281
Total Texas Department of Public Safety			327,932	286,281
Texas Department of State Health Services				
<u>Direct Programs</u>				
Seafood & Aquatic Life		2009-028480	22,500	2,015
Seafood & Aquatic Life		2010-031609-001	22,500	8,322
Seafood & Aquatic Life		2011-035419	22,500	18
TB/PC		2010-032845-001	84,729	5,803
TB/PC		2011-035293	76,658	54,829
Infectious Disease Control		2011-036176	5,000	2,755
Governor's Advisory Council on Physical Fitness		2011-036280	85,000	44,570
Total Direct Programs			318,887	118,312
Total Texas Department of State Health Services			318,887	118,312
Texas Department of Transportation				
<u>Direct Programs</u>				
Transportation Enhancement Project		0916-35-112	977,480	9,245
Total Direct Programs			977,480	9,245

(Continued)

City of Corpus Christi, Texas

SCHEDULE OF FEDERAL/STATE EXPENDITURES OF AWARDS
FISCAL YEAR ENDED JULY 31, 2011

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 Automobile Theft Prevention Authority</u>				
Corpus Christi Auto Theft Prevention Grant		SA-T01-10045-10	428,529	38,828
Corpus Christi Auto Theft Prevention Grant		SA-T01-10045-11	378,088	347,367
Total Passed Through Texas ATPA			<u>806,617</u>	<u>386,195</u>
Total Texas Department of Transportation			<u>1,784,097</u>	<u>395,440</u>
Texas General Land Office				
<u>Direct Programs</u>				
Beach Maintenance Reimbursement Fund		07-008-09	73,000	73,484
Total Direct Programs			<u>73,000</u>	<u>73,484</u>
Total Texas General Land Office			<u>73,000</u>	<u>73,484</u>
Texas Historical Commission				
<u>Direct Programs</u>				
La Belle Collection		808-10-0018	50,000	30,187
Total Direct Programs			<u>50,000</u>	<u>30,187</u>
Total Texas Historical Commission			<u>50,000</u>	<u>30,187</u>
Texas Office of the Governor				
<u>Direct Programs</u>				
Anti-Gang Initiative		CO-11-A10-24298-01	99,974	45,910
Total Direct Programs			<u>99,974</u>	<u>45,910</u>
Total Texas Office of the Governor			<u>99,974</u>	<u>45,910</u>
Texas State Library & Archives Commission				
<u>State General Revenue</u>				
Lone Star Libraries Grant		442-10048	58,492	2,346
Lone Star Libraries Grant		442-11547	48,553	12,113
Total SGR			<u>107,045</u>	<u>14,459</u>
Total Texas State Library & Archives Commission			<u>107,045</u>	<u>14,459</u>
Total State Assistance			<u>5,040,576</u>	<u>1,571,188</u>
Total Federal, Pass Through & State Financial Assistance			<u>\$ 78,104,016</u>	<u>\$ 26,550,429</u>



City of
Corpus
Christi

**NOTES TO SCHEDULE OF FEDERAL/STATE EXPENDITURES OF AWARDS
FISCAL YEAR ENDED JULY 31, 2011**

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	\$ 274,998
Special Revenue Funds	
Federal/State Grants	21,076,472
Corpus Christi Community Improvement Corporation	1,037,632
Enterprise Funds	
Airport Fund	4,161,327
Total expenditures	<u>\$ 26,550,429</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 worker's 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.