Comprehensive Annual Financial Report Fiscal Year Ended December 31, 2000

City of Pine Bluff, Arkansas

COMPREHENSIVE ANNUAL FINANCIAL REPORT

CITY OF PINE BLUFF, ARKANSAS

YEAR ENDED DECEMBER 31, 2000

PREPARED BY:

FINANCE DEPARTMENT

EDWARD BOGY

FINANCE DIRECTOR

CITY OF PINE BLUFF, ARKANSAS

COMPREHENSIVE ANNUAL FINANCIAL REPORT

YEAR ENDED DECEMBER 31, 2000

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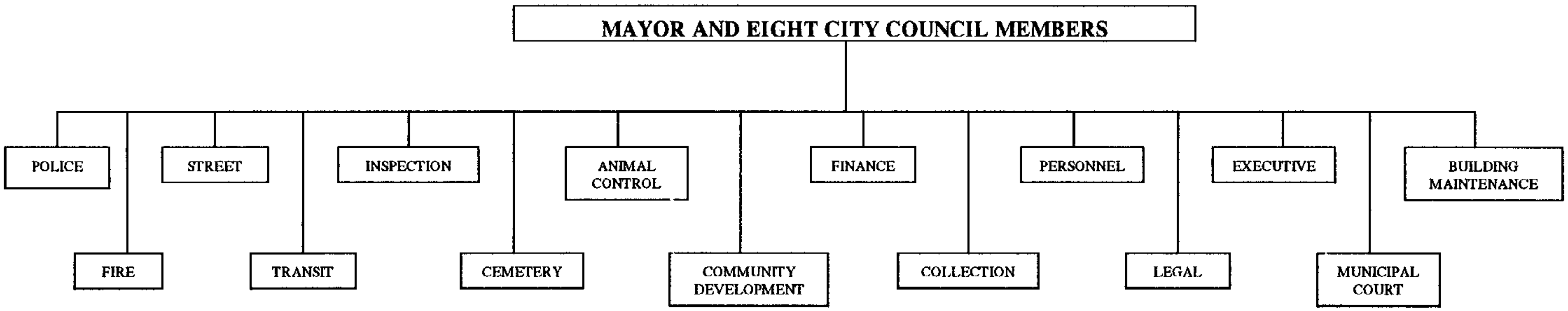
CITY OF PINE BLUFF ORGANIZATIONAL CHART



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CITY OF PINE BLUFF, ARKANSAS

ELECTED OFFICIALS

Mayor	Jerry Taylor
City Clerk	Katy Hagan
City Attorney	Carol Billings
City Treasurer	Greg Gustek
Municipal Judge	Robert Tolson
Alderman	J. C. Jeffries
Alderman	F. A. "Dutch" King, Jr.
Alderman	Jackie Kirby
Alderman	Bill Brumett
Alderman	Irene Holcomb
Alderman	Dale Dixon
Alderman	Phil Chavis
Alderman	Bill Freeman

CITY OF PINE BLUFF, ARKANSAS

DEPARTMENT OF FINANCE

May 10, 2001

Members of the City Council
City of Pine Bluff, Arkansas

The comprehensive annual financial report of the City of Pine Bluff, Arkansas, for the fiscal year ended December 31, 2000, is hereby submitted. Responsibility for both the accuracy of the data and the completeness and fairness of the presentation, including all disclosures, rests with the City. To the best of our knowledge and belief, the enclosed data is accurate in all material respects and is reported in a manner designed to present fairly the financial position and results of operations of the various funds and account groups of the City. All disclosures believed necessary to enable the reader to gain an understanding of the City's financial activities have been included.

The Comprehensive Annual Financial Report is presented in five sections: introductory, financial, statistical, other required reports and single audit. The introductory section includes this transmittal letter, the City's organizational chart and a list of principal officials. The financial section includes the general purpose financial statements and the combining and individual fund and account group financial statements and schedules, certain required supplementary information and the schedule of expenditures of federal awards, as well as the accountants' report on the financial statements and schedules. The statistical section includes selected financial and demographic information, generally presented on a multi-year basis. The section on other required reports includes the accountants' report on the City's compliance with certain state acts.

The City is required to undergo an annual single audit in conformity with the provisions of the Single Audit Act of 1984, as amended, and U.S. Office of Management and Budget Circular A-133, *Audits of States, Local Governments and Non-Profit Organizations*. Information related to this single audit, including findings, questioned costs, recommendations for improvement and accountants' reports on compliance and internal control over financial reporting and with requirements applicable to major federal awards programs, is included in the single audit section of this report.

This report includes all funds and account groups of the City. The City provides a full range of services. These services include police and fire protection; sanitation services; the construction and maintenance of highways, streets and infrastructure and public transportation services. In addition to general government activities, the governing body exercises, or has the ability to exercise, oversight of the Arts and Science Center for Southeast Arkansas, Parks and Recreation Commission, Advertising and Tourist Promotion and Civic Auditorium Complex Commission, Pine Bluff Wastewater Utility, Aviation Commission, Municipal Judge and Municipal Court Clerk Retirement Fund, Policemen's Pension and Relief Fund, Firemen's Pension and Relief Fund and the Retirement System of the City of Pine Bluff. Therefore, these activities are included in the reporting entity.

ECONOMIC CONDITION AND OUTLOOK

Capital investments in the City of Pine Bluff metropolitan statistical area for 2000 were $22,272,000, a decrease of $466,675,000 from the previous year. The City's unemployment rate has decreased to 7.1%, from 7.5% a year ago, for the Pine Bluff metropolitan statistical area in 2000. New job announcements totaled 23 in 2000, down from 271 in 1999.

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The financial position of the City has continued to be sound over the past year with actual operating results better than originally estimated. The two most important factors which enabled the City to maintain their constant level were that all departments and agencies, except for certain departments within the General Fund and Parks and Recreation Commission, operated within their budget appropriations and that estimated revenues were generally realized or exceeded.

MAJOR INITIATIVES

During 2000, the City had several activities that provided a significant impact on the community. Three of these were:

Ice storms hit the City on December 13 and December 25, 2000. An independent contractor was hired to help clean up the City and the cost was to be paid by the Federal Emergency Management Agency (FEMA). FEMA disallowed certain costs and determined that some of the debris that was removed was ineligible for reimbursement. The City has appealed some of FEMA's rulings. The cost to the City is unknown at this time, but is expected to approximate $2 million.

The Community Development Department in 2000 completed the West 13th Street and Drainage project. The project was from Taft Street to Franklin on West 13th. The scope of the work included drainage, sidewalks and street improvements. Total cost of the project exceeded $2 million.

Pine Bluff Wastewater Utility spent more than $450,000 in 2000 to rehabilitate older sewer lines in Pine Bluff and added 15 additional pump stations to an electronic monitoring and control system at a cost of approximately $200,000. Wastewater also achieved nearly 100% compliance with the provisions of the U.S. Environmental Protection Agency issued NPDES permit.

FOR THE FUTURE

The City will continue to assist several sewer improvement districts during their formation. In 2001, the Wastewater Utility will participate in the construction of an interceptor line to serve S.I.D. No. 39.

In 2000, the Cemetery Department began clearing five and one-half (5½) acres for the expansion of Graceland Cemetery. The new sections have been platted and will be named Southwood C. and Wildwood. This will provide the City an additional 306 lots, or 3,672 spaces. In 2001, the engineer will complete the fieldwork (design a drainage plan and survey). A substantial amount of dirt must be hauled in to level the new sections.

Additionally, in 2001, we should begin to benefit from the economic boost of the new Game and Fish Commission Nature Center. We look forward to the challenges and opportunities of the new year as we continue to direct our efforts to enhance and improve the quality of life for our citizens.

DEPARTMENT FOCUS

Fire Department

The Pine Bluff Fire Department continued its fine tradition of service to our citizens with continuing education for our firefighters, modernization of our fire stations and preparations for the Insurance Service Office inspection. Chief Parsley hopes the inspection will lead to a one class improvement in the City's ISO rating, which would potentially result in lower insurance rates for our citizens.

Street Department

The Pine Bluff Street Department contributed its usual hard work in 2000, overlaying numerous streets in all wards, installing raised pavement markings for improved visibility, chip sealing 20 lane miles of streets, maintaining 69 traffic signals and working to keep the City's streets open following the January snow storm and the ice storms of December.

Animal Control

Pine Bluff Animal Control completed its first year enforcing the new progressive Animal Control Leash Law and responded to 3,872 citizen complaints, more than 90% of which were resolved. Animal bites and attacks decreased by more than 40% as compared to the previous year and the agency's revenues increased to a record high of approximately $45,000.

Police Department

The Pine Bluff Police Department also progressed in 2000. Working with other agencies, the department seized a record amount of methamphetamine labs and illicit drug-related currency. Also implemented were the reverse 9-1-1 system and the Zero Tolerance Task Force. Training hours almost tripled and another patrol shift was instituted.

Inspection and Zoning

The department cleaned and cut grass on approximately 5,000 lots, demolished more than 250 dilapidated structures and performed more than 20,000 housing inspections, 4,820 technical inspections and the tagging and removal of more than 400 abandoned vehicles. Records indicate 24 new buildings, 29 commercial additions, 11 duplexes, 49 single family dwellings, 28 new mobile homes and 70 new signs were constructed during the year.

FINANCIAL INFORMATION

Management of the City is responsible for establishing and maintaining an internal control structure designed to ensure that the assets of the government are protected from loss, theft or misuse and to ensure that adequate accounting statistics are compiled to allow for the preparation of financial statements in conformity with generally accepted accounting principles. The internal control structure is designed to provide reasonable, but not absolute, assurance that these objectives are met. The concept of reasonable assurance recognizes that: (1) the cost of a control should not exceed the benefits likely to be derived; and (2) the valuation of costs and benefits requires estimates and judgments by management.

Single Audit

As a recipient of federal and state financial assistance, the government is also responsible for ensuring that an adequate internal control structure is in place to ensure compliance with applicable laws and regulations related to those programs. This internal control structure is subject to periodic evaluation by management.

As part of the City's single audit, described earlier, tests are made to determine the adequacy of the internal control structure, including that portion related to federal financial assistance programs, as well as to determine that the City has complied with applicable laws and regulations. The results of the City's single audit for the fiscal year ended December 31, 2000, provided two instances of material weakness in the internal control structures over financial reporting and compliance with requirements applicable to major federal awards as outlined on Pages 78 and 79. No material noncompliance with applicable laws and regulations was noted during the audit, however.

Budgeting Controls

In addition, the City maintains budgetary controls. The objective of these budgetary controls is to ensure compliance with legal provisions embodied in the annual appropriated budget approved by the City Council. Activities of the General Fund, Special Revenue Funds and Enterprise Funds are included in the annual appropriated budget. The level of budgetary control (that is, the level at which expenditures cannot legally exceed the appropriated amount) is established by department within an individual fund. Budgeted amounts lapse at year end. However, budgeted amounts for capital items generally are reappropriated as part of the following year's budget.

As demonstrated by the statements and schedules included in the financial section of this report, the City continues to meet its responsibility for sound financial management. As with the financial section, all amounts presented in the remainder of this letter are expressed in whole dollars.

GENERAL GOVERNMENT FUNCTIONS

The following schedule presents a summary of General Fund and Special Revenue Funds, including component units, revenues for the fiscal year ended December 31, 2000, and the amount and percentage of increases and decreases in relation to prior year revenues.

Revenue	Amount	Percent Of Total	Increase (Decrease) From 1999	Percent Increase (Decrease)
Property taxes	$ 2,004,970	6.0%	$ 17,861	0.9 %
Franchise taxes	2,377,640	7.1%	(53,688)	(2.2) %
Sales taxes	14,046,466	41.9%	637,532	4.8 %
Licenses and permits	713,862	2.1%	56,949	8.7 %
Intergovernmental	5,265,245	15.7%	184,474	3.6 %
Charges for services	3,984,424	11.9%	95,651	2.5 %
Fines and forfeits	1,209,234	3.6%	(266,241)	(18.0) %
Grants and entitlements	3,216,644	9.6%	216,201	7.2 %
Miscellaneous	697,976	2.1%	118,149	20.4%
Total	$ 33,516,461	100.0%	$ 1,006,888	

Significant changes in revenue include an increase of $637,532 in sales tax revenue due to an increase in collections. The decrease in fines and forfeits of $266,241 was mainly due to a decrease in the number of cases. Miscellaneous revenue increased by 20.4% because of increased interest income.

Function	Amount	Percent Of Total	Increase (Decrease) From 1999	Percent Increase (Decrease)
General government	$ 2,025,348	5.9 %	$ (72,993)	(3.5)%
Police Department	9,284,479	27.0 %	85,507	.9 %
Fire Department	4,585,938	13.4 %	90,750	2.0 %
Protective inspection	812,959	2.4 %	210,486	34.9 %
Public works	4,141,404	12.0 %	60,372	1.5 %
Sanitation	2,093,973	6.1 %	(55,999)	(2.6)%
Public projects	2,773,278	8.1 %	1,779,032	178.9 %
Administrative	1,098,842	3.2 %	57,231	5.5 %
Culture - recreation	3,770,757	11.0 %	(625,911)	(5.5)%
Capital outlays	3,736,818	10.9 %	1,574,950	72.9 %
	$ 34,323,796	100.0 %	$ 3,103,425	

Protective inspection increased expenses of 34.9% are due to the inclusion of the zoning department in the inspection department for the year 2000. The increase of 178.9% in public projects is due to payments of $400,000 to the Port Road project and $1,123,417 voluntary forgiveness of debt owed the City by various sewer improvement districts. Capital outlays increased 72.9% because of the purchase of a fire truck and a massive purchase of replacement autos for the police department.

General Fund Balance

The fund balance of the General Fund decreased by 16% in 2000. The $1,556,591 decrease will still leave the government with a fund balance that is the equivalent of 94 working days of expenditures and operating transfers out.

Enterprise Operations

The City's enterprise operations are comprised of three separate and distinct activities: the Wastewater Utility, the Transportation System and the Aviation Commission. The Wastewater Utility continues to be self-supporting through sewer fees. The Transportation System and Aviation Commission continue to suffer losses requiring the City to subsidize these operations by $288,068 and $109,000, respectively, in 2000.

Pension Trust Fund Operations

The operation of the City's five Public Employees Retirement Systems (PERS) remained relatively stable in 2000.

The PERS' revenue increase of 103% was tied to a net change in fair market value of investments of approximately $2.56 million due to large stock and bond market fluctuations during calendar years 1999 and 2000. The 55% increase in expenses was the result of several long-term employees retiring and taking lump-sum distributions. The annual actuarial valuations continue to reflect a positive trend in the City's and employees' funding of the retirement systems, except for the Municipal Judge and Court Clerk's Retirement Plan.

Debt Administration

At December 31, 2000, the City had only four significant debt issues outstanding. These included $11,461,378 in revenue bonds to finance the Wastewater Utility's facilities. General Obligation bond debt issuances are subject to legal limitation based on 25% of total assessed value of real and personal property. As of December 31, 2000, the City had no general obligation bonded debt while there was a legal limit of $80,409,631.

Cash Management

Cash temporarily idle during the year was invested in interest-bearing demand deposits and obligations of the U.S. Treasury. The Pension Trust Fund's investment portfolio also includes corporate bonds, common stock and mutual funds. The City earned investment revenue of $4,308,528 including market value gains of $615,940 on all investments for the year ended December 31, 2000.

The City's investment policy is to minimize credit and market risks while maintaining a competitive yield on its portfolio and keeping deposits with local banks. Accordingly, much of the City's deposits was either insured by federal depository insurance or collateralized. All collateral on deposits was held either by the City, its agent or a financial institution's trust department in the City's name. Virtually all investments held by the City during the year and at December 31, 2000, are classified in the category of low to moderate credit risk as defined by the Governmental Accounting Standards Board.

At year-end, the carrying amount of the City deposits was $7,068,391 and the bank balance was $7,200,146. Of the bank balance, $6,277,445 was covered by federal depository insurance or by collateral held by the City's agents in the City's name and $922,701 was uninsured and uncollateralized. Due to significantly higher cash flows at certain times during the year, uninsured and uncollateralized deposits were higher at those times than at the end of the year. State statutes require City deposits to be deposited in institutions covered by the Federal Deposit Insurance Corporation.

Risk Management

In 2000, the City continued the loss prevention program sponsored by the workers' compensation pool of which the City is a member. It is the City's intention to implement a return-to-work program for workers' compensation claimants during 2002.

OTHER INFORMATION

Independent Audit

State statutes require an annual audit by independent certified public accountants. The accounting firm of BKD, LLP, was selected by the City's Ways and Means Committee. In addition to meeting the requirements set forth in state statutes, the audit was designed to meet the requirements of the federal Single Audit Act of 1984, as amended, and related OMB Circular A-133. The accountants' report on the general purpose financial statements and supplementary information is included in the financial section of this report. The accountants' reports related specifically to the single audit are included in the single audit section.

Awards

The Government Finance Officers Association of the United States and Canada (GFOA) awarded a Certificate of Achievement for Excellence in Financial Reporting to the City of Pine Bluff for its comprehensive annual financial report for the fiscal year ended December 31, 1999. The Certificate of Achievement is a prestigious national award recognizing conformance with the highest standards for preparation of state and local government financial reports.

In order to be awarded a Certificate of Achievement, a government unit must publish an easily readable and efficiently organized comprehensive annual financial report, whose contents conform to program standards. Such CAFR must satisfy both generally accepted accounting principles and applicable legal requirements.

A Certificate of Achievement is valid for a period of one year only. The City of Pine Bluff has received a Certificate of Achievement for the last fifteen consecutive years ended 1985 - 1999. We believe our current report continues to conform to the Certificate of Achievement program requirements and we are submitting it to GFOA.

Acknowledgements

The preparation of the comprehensive annual financial report on a timely basis was made possible by the dedicated service of the entire staff of the finance department. Each member of the department has our sincere appreciation for the contributions made in the preparation of this report.

In closing, without the leadership and support of the City Council, preparation of this report would not have been possible.

Respectfully submitted,

F. A. "Dutch" King, Jr.
Mayor

Edward J. Bogy
Finance Director

Certificate of Achievement for Excellence in Financial Reporting

Presented to

City of Pine Bluff, Arkansas

For its Comprehensive Annual Financial Report for the Fiscal Year Ended December 31, 1999

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.

GOVERNMENT FINANCE OFFICERS ASSOCIATION OF THE UNITED STATES AND CANADA CORPORATION SEAL CHICAGO

Anne Spray Kinney
President

Jeffrey L. Esser
Executive Director

BKD LLP

5000 Rogers Avenue, Suite 700
Fort Smith, AR 72903-2079
501 452-1040 Fax 501 452-5542

400 W. Capitol Avenue, Suite 2500
P.O. Box 3667
Little Rock, AR 72203-3667
501 372-1040 Fax 501 372-1250

200 E. 11th Avenue
P.O. Box 8306
Pine Bluff, AR 71611-8306
870 534-9172 Fax 870 534-2146

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Independent Accountants' Report on Financial Statements and Supplementary Information

Honorable F. A. "Dutch" King, Jr., Mayor
and Members of The City Council
City of Pine Bluff
Pine Bluff, Arkansas

We have audited the accompanying general purpose financial statements of the **CITY OF PINE BLUFF, ARKANSAS**, as of and for the year ended December 31, 2000, as listed in the table of contents. These general purpose financial statements are the responsibility of the City's management. Our responsibility is to express an opinion on these general purpose financial statements based on our audit.

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 general purpose financial statements referred to above present fairly, in all material respects, the financial position of the **CITY OF PINE BLUFF, ARKANSAS**, as of December 31, 2000, and the results of its operations and the cash flows of its proprietary fund types 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 May 10, 2001, 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. That report is an integral part of an audit performed in accordance with *Government Auditing Standards* and should be read in conjunction with this report in considering the results of our audit.

The accompanying supplementary information as listed in the table of contents, including the schedule of expenditures of federal awards required by U. S. Office of Management and Budget Circular A-133, *Audits of States, Local Governments, and Non-Profit Organizations*, is presented for purposes of additional analysis and is not a required part of the general purpose financial statements. Such information has been subjected to the procedures applied in the audit of the general purpose financial statements and, in our opinion, is fairly stated, in all material respects, in relation to the general purpose financial statements taken as a whole.

Honorable F. A. "Dutch" King, Jr., Mayor
and Members of The City Council
City of Pine Bluff
Page Two

The accompanying information in the statistical section as listed in the table of contents is presented for purposes of additional analysis and is not a required part of the general purpose financial statements. Such information has not been subjected to the procedures applied in the audit of the general purpose financial statements and, accordingly, we express no opinion on it.

May 10, 2001

CITY OF PINE BLUFF, ARKANSAS

COMBINED STATEMENTS - OVERVIEW

("LIFTABLE" GENERAL PURPOSE FINANCIAL STATEMENTS)

DECEMBER 31, 2000

CITY OF PINE BLUFF, ARKANSAS
COMBINED BALANCE SHEET - ALL FUND TYPES, ACCOUNT GROUPS AND
DISCRETELY PRESENTED COMPONENT UNITS
DECEMBER 31, 2000

	Governmental Fund Types		Proprietary Fund Type	
ASSETS AND OTHER DEBITS	General	Special Revenue	Internal Service	Enterprise
Cash and cash equivalents	$ 10,649,796	$ 1,243,699	$ 272,809	$ 47,660
Investments				
Notes receivable		278,878		
Receivables - property taxes	1,669,954			
- accounts and grants	219,436	115,626	127,657	
- other				
Prepayments and other				
Due from other funds	341,535			
Due from component units	196,123			
Due from other governments				479,035
Inventory	10,296			
Restricted assets				
Cash and cash equivalents				
Accrued interest and dividends receivable				
Fixed assets (net of accumulated depreciation)				989,843
Other assets				
Amount to be provided for retirement of general long-term obligations				
Total Assets and Other Debits	$ 13,087,140	$ 1,638,203	$ 400,466	$ 1,516,538
LIABILITIES				
Warrants payable	$ 1,340,306	$ 121,296	$	$
Claims payable			518,091	
Accounts payable	205,147	12,997	215,222	20,017
Due to other funds		77,274		262,381
Due to primary government				
Deferred revenue	2,142,471			
Accrued expenses				
Payable from restricted assets				
Accrued interest				
Revenue bonds				
Accrued payroll and compensated absences	1,201,527	149,780		54,360
Net pension obligation				
Installment obligations				
Total Liabilities	4,889,451	361,347	733,313	336,758
EQUITY AND OTHER CREDITS				
Contributed capital				9,661,712
Investment in general fixed assets				
Retained earnings (deficit)			(332,847)	(8,481,932)
Fund balances				
Reserved for:				
Prepayments				
Repayable loan agreements		278,878		
Employee pension benefits (1)				
Encumbrances	1,186,844			
Arts and Science Center activities				
Unreserved	7,010,845	997,978		
	8,197,689	1,276,856	(332,847)	1,179,780
Total Liabilities and Equity and Other Credits	$ 13,087,140	$ 1,638,203	$ 400,466	$ 1,516,538

(1) A schedule of funding progress for each applicable plan is presented in the supplementary information to the financial section of this report.

See Notes to Financial Statements

Fiduciary Fund Type	Account Groups		Total Primary Government (Memorandum Only)	Component Units	Total (Memorandum Only)
Trust And Agency	General Fixed Assets	General Long-Term Obligation			
$ 3,439,415	$	$	$ 15,653,379	$ 2,467,784	$ 18,121,163
58,960,431			58,960,431	260,231	59,220,662
			278,878	22,511	301,389
537,889			2,207,843		2,207,843
			462,719	1,334,450	1,797,169
57,820			57,820	36,025	93,845
				54,269	54,269
			341,535		341,535
			196,123		196,123
			479,035		479,035
			10,296	262,961	273,257
				2,208,818	2,208,818
666,089			666,089	7,104	673,193
	17,147,033		18,136,876	47,701,002	65,837,878
				341,376	341,376
		218,194	218,194		218,194
$ 63,661,644	$ 17,147,033	$ 218,194	$ 97,669,218	$ 54,696,531	$ 152,365,749
$	$	$	$ 1,461,602	$	$ 1,461,602
			518,091		518,091
102,817			556,200	590,604	1,146,804
1,880			341,535		341,535
				196,123	196,123
537,889			2,680,360	398,585	3,078,945
				7,877	7,877
				164,368	164,368
				1,030,259	1,030,259
		29,953	1,435,620	516,419	1,952,039
		188,241	188,241		188,241
				10,431,119	10,431,119
642,586		218,194	7,181,649	13,335,354	20,517,003
			9,661,712	17,718,816	27,380,528
	17,147,033		17,147,033	12,209,030	29,356,063
			(8,814,779)	10,715,548	1,900,769
				16,428	16,428
			278,878		278,878
63,019,058			63,019,058	308,864	63,327,922
			1,186,844		1,186,844
				102,195	102,195
			8,008,823	290,296	8,299,119
63,019,058	17,147,033		90,487,569	41,361,177	131,848,746
$ 63,661,644	$ 17,147,033	$ 218,194	$ 97,669,218	$ 54,696,531	$ 152,365,749

CITY OF PINE BLUFF, ARKANSAS
COMBINED STATEMENT OF REVENUES, EXPENDITURES AND CHANGES IN FUND BALANCES
ALL GOVERNMENTAL FUND TYPES AND DISCRETELY PRESENTED COMPONENT UNITS
YEAR ENDED DECEMBER 31, 2000

	General	Special Revenue	Total Primary Government (Memorandum Only)
REVENUES			
Property taxes	$ 1,543,704	$ 461,266	$ 2,004,970
Utility franchise taxes	2,377,640		2,377,640
Occupation licenses	631,712		631,712
Intergovernmental revenue	1,682,520	2,837,728	4,520,248
Fines and forfeits	1,209,234		1,209,234
Sanitation fees	2,094,101		2,094,101
Income from programs, supplies and services	287,298	163,799	451,097
Grants and entitlements	967,865	2,246,779	3,214,644
City sales tax and tourism tax	7,004,053		7,004,053
County sales tax	5,699,286		5,699,286
Mixed drink tax	82,150		82,150
Interest income	499,198	53,287	552,485
Miscellaneous	13,226	40,107	53,333
Total Revenues	24,091,987	5,802,966	29,894,953
EXPENDITURES			
Current			
General government	2,025,348		2,025,348
Police department	9,284,479		9,284,479
Fire department	4,585,938		4,585,938
Protective inspection	812,959		812,959
Public works	43,363	4,098,041	4,141,404
Sanitation	2,093,973		2,093,973
Supporting public projects	2,773,278		2,773,278
Administrative and general	1,098,842		1,098,842
Culture - recreation			
Capital outlays	1,262,456	1,509,448	2,771,904
Total Expenditures	23,980,636	5,607,489	29,588,125
EXCESS (DEFICIENCY) OF REVENUES OVER EXPENDITURES	111,351	195,477	306,828
OTHER FINANCING SOURCES (USES)			
Primary Government			
Operating transfers in		57,327	57,327
Operating transfers out	(345,395)		(345,395)
Discretely Presented Component Units			
Operating transfers in			
Operating transfers out	(1,322,547)		(1,322,547)
Total Other Financing Sources (Uses)	(1,667,942)	57,327	(1,610,615)
EXCESS (DEFICIENCY) OF REVENUES AND OTHER FINANCING SOURCES OVER EXPENDITURES AND OTHER FINANCING USES	(1,556,591)	252,804	(1,303,787)
FUND BALANCES, BEGINNING OF YEAR	9,754,280	1,024,052	10,778,332
FUND BALANCES, END OF YEAR	$ 8,197,689	$ 1,276,856	$ 9,474,545

See Notes to Financial Statements

Component Units	Total (Memorandum Only)
$	$ 2,004,970
	2,377,640
	631,712
744,997	5,265,245
	1,209,234
	2,094,101
1,439,226	1,890,323
2,000	3,216,644
1,343,127	8,347,180
	5,699,286
	82,150
7,262	559,747
84,896	138,229
3,621,508	33,516,461
	2,025,348
	9,284,479
	4,585,938
	812,959
	4,141,404
	2,093,973
	2,773,278
	1,098,842
3,770,757	3,770,757
964,914	3,736,818
4,735,671	34,323,796
(1,114,163)	(807,335)
	57,327
	(345,395)
1,213,547	1,213,547
	(1,322,547)
1,213,547	(397,068)
99,384	(1,204,403)
309,535	11,087,867
$ 408,919	$ 9,883,464

CITY OF PINE BLUFF, ARKANSAS
COMBINED STATEMENT OF REVENUES, EXPENDITURES AND CHANGES IN FUND BALANCES
BUDGET AND ACTUAL
ALL GOVERNMENTAL FUND TYPES AND DISCRETELY PRESENTED COMPONENT UNITS
YEAR ENDED DECEMBER 31, 2000

	General		
	Budget	Actual	Variance Favorable (Unfavorable)
REVENUES			
Property taxes	$ 1,560,000	$ 1,543,704	$ (16,296)
Utility franchise taxes	2,375,800	2,377,640	1,840
Occupational licenses	560,000	631,712	71,712
Intergovernmental revenue	1,380,000	1,682,520	302,520
Fines and forfeits	1,169,321	1,209,234	39,913
Sanitation fees	2,123,119	2,094,101	(29,018)
Income from programs, supplies and services	190,375	287,298	96,923
Grants and entitlements	471,331	967,865	496,534
City sales tax and tourism tax	6,680,000	7,004,053	324,053
County sales tax	5,500,000	5,699,286	199,286
Mixed drink tax	81,600	82,150	550
Interest earned	90,000	499,198	409,198
Miscellaneous	12,000	13,226	1,226
Total Revenues	22,193,546	24,091,987	1,898,441
EXPENDITURES			
Current			
General government	2,229,139	2,025,348	203,791
Police department	9,058,767	9,284,479	(225,712)
Fire department	4,368,155	4,585,938	(217,783)
Protective inspection	800,338	812,959	(12,621)
Public works	74,332	43,363	30,969
Sanitation	2,100,062	2,093,973	6,089
Supporting public projects	2,038,020	2,773,278	(735,258)
Administrative and general	1,137,504	1,098,842	38,662
Culture - recreation			
Capital outlays	1,552,161	1,262,456	289,705
Total Expenditures	23,358,478	23,980,636	(622,158)
EXCESS (DEFICIENCY) OF REVENUES OVER EXPENDITURES	(1,164,932)	111,351	1,276,283
OTHER FINANCING SOURCES (USES)			
Primary Government			
Operating transfers in			
Operating transfers out	(363,907)	(345,395)	18,512
Discretely Presented Component Units			
Operating transfers in			
Operating transfers out	(1,329,047)	(1,322,547)	6,500
Total Other Financing Sources (Uses)	(1,692,954)	(1,667,942)	25,012
EXCESS (DEFICIENCY) OF REVENUES AND OTHER FINANCING SOURCES OVER EXPENDITURES AND OTHER FINANCING USES	(2,857,886)	(1,556,591)	1,301,295
FUND BALANCES, BEGINNING OF YEAR	(8,470,754)	9,754,280	18,225,034
FUND BALANCES, END OF YEAR	$ (11,328,640)	$ 8,197,689	$ 19,526,329

See Notes to Financial Statements

Special Revenue			Total Primary Government (Memorandum Only)		
Budget	Actual	Variance Favorable (Unfavorable)	Budget	Actual	Variance Favorable (Unfavorable)
$ 460,000	$ 461,266	$ 1,266	$ 2,020,000	$ 2,004,970	$ (15,030)
			2,375,800	2,377,640	1,840
			560,000	631,712	71,712
2,440,000	2,837,728	397,728	3,820,000	4,520,248	700,248
			1,169,321	1,209,234	39,913
			2,123,119	2,094,101	(29,018)
90,000	163,799	73,799	280,375	451,097	170,722
3,151,163	2,246,779	(904,384)	3,622,494	3,214,644	(407,850)
			6,680,000	7,004,053	324,053
			5,500,000	5,699,286	199,286
			81,600	82,150	550
30,000	53,287	23,287	120,000	552,485	432,485
131,082	40,107	(90,975)	143,082	53,333	(89,749)
6,302,245	5,802,966	(499,279)	28,495,791	29,894,953	1,399,162
			2,229,139	2,025,348	203,791
			9,058,767	9,284,479	(225,712)
			4,368,155	4,585,938	(217,783)
			800,338	812,959	(12,621)
5,412,609	4,098,041	1,314,568	5,486,941	4,141,404	1,345,537
			2,100,062	2,093,973	6,089
			2,038,020	2,773,278	(735,258)
			1,137,504	1,098,842	38,662
1,667,613	1,509,448	158,165	3,219,774	2,771,904	447,870
7,080,222	5,607,489	1,472,733	30,438,700	29,588,125	850,575
(777,977)	195,477	973,454	(1,942,909)	306,828	2,249,737
	57,327	57,327		57,327	57,327
			(363,907)	(345,395)	18,512
			(1,329,047)	(1,322,547)	6,500
	57,327	57,327	(1,692,954)	(1,610,615)	82,339
(777,977)	252,804	1,030,781	(3,635,863)	(1,303,787)	2,332,076
(1,083,642)	1,024,052	2,107,694	(9,554,396)	10,778,332	20,332,728
$ (1,861,619)	$ 1,276,856	$ 3,138,475	$ (13,190,259)	$ 9,474,545	$ 22,664,804

(Continued)

CITY OF PINE BLUFF, ARKANSAS
COMBINED STATEMENT OF REVENUES, EXPENDITURES AND CHANGES IN FUND BALANCES (CONTINUED)
BUDGET AND ACTUAL
ALL GOVERNMENTAL FUND TYPES AND DISCRETELY PRESENTED COMPONENT UNITS
YEAR ENDED DECEMBER 31, 2000

	Component Units		
	Budget	Actual	Variance Favorable (Unfavorable)
REVENUES			
Property taxes	$	$	$
Utility franchise taxes			
Occupational licenses			
Intergovernmental revenue	740,000	744,997	4,997
Fines and forfeits			
Sanitation fees			
Income from programs, supplies and services	1,459,231	1,439,226	(20,005)
Grants and entitlements	2,500	2,000	(500)
City sales tax and tourism tax	1,265,000	1,343,127	78,127
County sales tax			
Mixed drink tax			
Interest earned	5,000	7,262	2,262
Miscellaneous	98,003	84,896	(13,107)
Total Revenues	3,569,734	3,621,508	51,774
EXPENDITURES			
Current			
General government			
Police department			
Fire department			
Protective inspection			
Public works			
Sanitation			
Supporting public projects			
Administrative and general			
Culture - recreation	4,474,210	3,770,757	703,453
Capital outlays	145,250	964,914	(819,664)
Total Expenditures	4,619,460	4,735,671	(116,211)
EXCESS (DEFICIENCY) OF REVENUES OVER EXPENDITURES	(1,049,726)	(1,114,163)	(64,437)
OTHER FINANCING SOURCES (USES)			
Primary Government			
Operating transfers in			
Operating transfers out			
Discretely Presented Component Units			
Operating transfers in	923,500	1,213,547	290,047
Operating transfers out			
Total Other Financing Sources (Uses)	923,500	1,213,547	290,047
EXCESS (DEFICIENCY) OF REVENUES AND OTHER FINANCING SOURCES OVER EXPENDITURES AND OTHER FINANCING USES	(126,226)	99,384	225,610
FUND BALANCES, BEGINNING OF YEAR	448,001	309,535	(138,466)
FUND BALANCES, END OF YEAR	$ 321,775	$ 408,919	$ 87,144

See Notes to Financial Statements

Total (Memorandum Only)		
Budget	Actual	Variance Favorable (Unfavorable)
$ 2,020,000	$ 2,004,970	$ (15,030)
2,375,800	2,377,640	1,840
560,000	631,712	71,712
4,560,000	5,265,245	705,245
1,169,321	1,209,234	39,913
2,123,119	2,094,101	(29,018)
1,739,606	1,890,323	150,717
3,624,994	3,216,644	(408,350)
7,945,000	8,347,180	402,180
5,500,000	5,699,286	199,286
81,600	82,150	550
125,000	559,747	434,747
241,085	138,229	(102,856)
32,065,525	33,516,461	1,450,936
2,229,139	2,025,348	203,791
9,058,767	9,284,479	(225,712)
4,368,155	4,585,938	(217,783)
800,338	812,959	(12,621)
5,486,941	4,141,404	1,345,537
2,100,062	2,093,973	6,089
2,038,020	2,773,278	(735,258)
1,137,504	1,098,842	38,662
4,474,210	3,770,757	703,453
3,365,024	3,736,818	(371,794)
35,058,160	34,323,796	734,364
(2,992,635)	(807,335)	2,185,300
	57,327	57,327
(363,907)	(345,395)	18,512
923,500	1,213,547	290,047
(1,329,047)	(1,322,547)	6,500
(769,454)	(397,068)	372,386
(3,762,089)	(1,204,403)	2,557,686
(9,106,395)	11,087,867	20,194,262
$ (12,868,484)	$ 9,883,464	$ 22,751,948

CITY OF PINE BLUFF, ARKANSAS
COMBINED STATEMENT OF REVENUES, EXPENSES AND CHANGES IN RETAINED EARNINGS (DEFICIT) - ALL PROPRIETARY FUND TYPES AND DISCRETELY PRESENTED COMPONENT UNITS
YEAR ENDED DECEMBER 31, 2000

	Proprietary Fund Type	
	Internal Service	Enterprise
OPERATING REVENUES		
Charges for goods and services	$ 1,638,706	$ 78,359
OPERATING EXPENSES		
Salaries, wages and employee benefits		571,564
Supplies and materials		98,579
Services and other expenses		49,067
Utilities		23,488
Repairs and maintenance		112,559
Depreciation and amortization		101,088
Claims expense	1,868,834	
Administrative expenses	237,043	
Total Operating Expenses	2,105,877	956,345
OPERATING INCOME (LOSS)	(467,171)	(877,986)
NONOPERATING REVENUES (EXPENSES)		
Grants income		491,610
Interest income	20,604	2,913
Interest expense - revenue bonds		
Total Nonoperating Revenues (Expenses)	20,604	494,523
NET INCOME (LOSS) BEFORE OPERATING TRANSFERS	(446,567)	(383,463)
OPERATING TRANSFERS		
Primary Government		
Operating transfers in		288,068
Discretely Presented Component Units		
Operating transfers in		
Total Operating Transfers		288,068
NET INCOME (LOSS)	(446,567)	(95,395)
RETAINED EARNINGS (DEFICIT), BEGINNING OF YEAR	113,720	(8,386,537)
RETAINED EARNINGS (DEFICIT), END OF YEAR	$ (332,847)	$ (8,481,932)

See Notes to Financial Statements

Total Primary Government (Memorandum Only)	Component Units	Total (Memorandum Only)
$ 1,717,065	$ 6,498,268	$ 8,215,333
571,564	2,296,762	2,868,326
98,579	219,935	318,514
49,067	385,764	434,831
23,488	471,890	495,378
112,559	218,617	331,176
101,088	1,737,411	1,838,499
1,868,834		1,868,834
237,043		237,043
3,062,222	5,330,379	8,392,601
(1,345,157)	1,167,889	(177,268)
491,610		491,610
23,517	171,651	195,168
	(569,264)	(569,264)
515,127	(397,613)	117,514
(830,030)	770,276	(59,754)
288,068		288,068
	109,000	109,000
288,068	109,000	397,068
(541,962)	879,276	337,314
(8,272,817)	9,836,272	1,563,455
$ (8,814,779)	$ 10,715,548	$ 1,900,769

CITY OF PINE BLUFF, ARKANSAS
COMBINED STATEMENT OF CHANGES IN PLAN NET ASSETS
PENSION TRUST FUNDS AND DISCRETELY PRESENTED COMPONENT UNIT
YEAR ENDED DECEMBER 31, 2000

	Primary Government City Of Pine Bluff Employee Pension Trust Funds	Component Unit Retirement System Of The Civic Auditorium Complex Commission	Total (Memorandum Only)
ADDITIONS			
Contributions			
Employer	$ 1,523,321	$ 46,836	$ 1,570,157
Plan members	353,112		353,112
Total Contributions	1,876,433	46,836	1,923,269
Investment income			
Net increase (decrease) in fair value of investments	616,962	(1,022)	615,940
Interest	2,827,919	3,572	2,831,491
Dividends	319,502	1,152	320,654
	3,764,383	3,702	3,768,085
Less investment expense	214,472		214,472
Net investment income	3,549,911	3,702	3,553,613
Miscellaneous income	1,490		1,490
Total Additions	5,427,834	50,538	5,478,372
DEDUCTIONS			
Benefits paid directly to participants	3,561,699	32,713	3,594,412
Refunds of employees' contributions	112,683		112,683
Administrative expenses	26,565		26,565
Total Deductions	3,700,947	32,713	3,733,660
NET INCREASE	1,726,887	17,825	1,744,712
NET ASSETS HELD IN TRUST FOR PENSION BENEFITS, BEGINNING OF YEAR	61,292,171	291,039	61,583,210
NET ASSETS HELD IN TRUST FOR PENSION BENEFITS, END OF YEAR	$ 63,019,058	$ 308,864	$ 63,327,922

See Notes to Financial Statements

CITY OF PINE BLUFF, ARKANSAS
COMBINED STATEMENT OF CASH FLOWS - ALL PROPRIETARY FUND TYPES AND DISCRETELY PRESENTED COMPONENT UNITS
YEAR ENDED DECEMBER 31, 2000

	Internal Service	Enterprise
CASH FLOWS FROM OPERATING ACTIVITIES		
Operating income (loss) from operations	$ (467,171)	$ (877,986)
Items not requiring cash:		
Depreciation and amortization		101,088
Changes in:		
Accounts receivable	(127,525)	
Due to/due from other funds/governments		(125)
Inventory		
Prepayments		
Accrued interest receivable		
Accounts payable and accrued liabilities	404,295	(6,413)
Net cash provided by (used in) operating activities	(190,401)	(783,436)
CASH FLOWS FROM NONCAPITAL FINANCING ACTIVITIES		
Operating grants		491,610
Transfers in		288,068
Net cash provided by noncapital financing activities		779,678
CASH FLOWS FROM CAPITAL AND RELATED FINANCING ACTIVITIES		
Contributed capital		6,533
Purchase of property, plant and equipment		(8,166)
Payments of long-term debt principal		
Interest paid		
Net cash used in capital and related financing activities		(1,633)
CASH FLOWS FROM INVESTING ACTIVITIES		
Interest income	20,604	2,913
Net cash provided by investing activities	20,604	2,913
INCREASE (DECREASE) IN CASH AND CASH EQUIVALENTS	(169,797)	(2,478)
CASH AND CASH EQUIVALENTS, BEGINNING OF YEAR	442,606	50,138
CASH AND CASH EQUIVALENTS, END OF YEAR	$ 272,809	$ 47,660

See Notes to Financial Statements

Total Primary Government (Memorandum Only)	Component Units	Total (Memorandum Only)
$ (1,345,157)	$ 1,167,889	$ (177,268)
101,088	1,737,411	1,838,499
(127,525)	33,925	(93,600)
(125)		(125)
	(11,908)	(11,908)
	(4,935)	(4,935)
	(1,670)	(1,670)
397,882	185,283	583,165
(973,837)	3,105,995	2,132,158
491,610		491,610
288,068	109,000	397,068
779,678	109,000	888,678
6,533		6,533
(8,166)	(1,696,004)	(1,704,170)
	(993,173)	(993,173)
	(569,264)	(569,264)
(1,633)	(3,258,441)	(3,260,074)
23,517	171,651	195,168
23,517	171,651	195,168
(172,275)	128,205	(44,070)
492,744	4,113,543	4,606,287
$ 320,469	$ 4,241,748	$ 4,562,217

CITY OF PINE BLUFF, ARKANSAS
COMBINING BALANCE SHEET - COMPONENT UNITS
DECEMBER 31, 2000

	Arts & Science Center For Southeast Arkansas	Parks & Recreation Commission	Civic Auditorium Complex And Advertising & Tourist Promotion Commission
ASSETS AND OTHER DEBITS			
Cash and cash equivalents	$ 206,973	$ 73,485	$ 115,443
Investments			
Notes receivable			
Receivables			
Accounts	28,119		745,445
Other			34,209
Prepayments and other	16,428		11,454
Inventory			22,029
Restricted assets			
Cash and cash equivalents	14,963		
Accrued interest receivable			
Fixed assets (net of accumulated depreciation)	413,647		11,795,383
Other assets			
Total Assets and Other Debits	$ 680,130	$ 73,485	$ 12,723,963
LIABILITIES			
Accounts payable	$ 36,294	$	$ 172,961
Due to primary government			196,123
Deferred revenue	46,204		352,381
Accrued expenses	4,574	3,303	
Payable from restricted assets			
Accrued interest			
Revenue bonds			
Accrued payroll and compensated absences		1,236	46,553
Installment obligations			
Total Liabilities	87,072	4,539	768,018
EQUITY AND OTHER CREDITS			
Contributed capital			
Investment in general fixed assets	413,647		11,795,383
Retained earnings (deficit)			
Fund Balances (deficit)			
Reserved for:			
Prepayments	16,428		
Retirements			
Arts and Science Center Activities	102,195		
Unreserved	60,788	68,946	160,562
Total Equity and Other Credits	593,058	68,946	11,955,945
Total Liabilities, Equity and Other Credits	$ 680,130	$ 73,485	$ 12,723,963

See Notes to Financial Statements

Pine Bluff Wastewater Utility	Pine Bluff Aviation Commission	Retirement System Of The Civic Auditorium Complex Commission	Total
$ 2,004,700	$ 43,193	$ 23,990	$ 2,467,784
		260,231	260,231
		22,511	22,511
531,511	29,375		1,334,450
		1,816	36,025
22,941	3,446		54,269
215,826	25,106		262,961
2,193,855			2,208,818
6,788		316	7,104
33,732,648	1,759,324		47,701,002
340,816	560		341,376
$ 39,049,085	$ 1,861,004	$ 308,864	$ 54,696,531
$ 361,514	$ 19,835	$	$ 590,604
			196,123
			398,585
			7,877
164,368			164,368
1,030,259			1,030,259
433,428	35,202		516,419
10,431,119			10,431,119
12,420,688	55,037		13,335,354
15,022,834	2,695,982		17,718,816
			12,209,030
11,605,563	(890,015)		10,715,548
			16,428
		308,864	308,864
			102,195
			290,296
26,628,397	1,805,967	308,864	41,361,177
$ 39,049,085	$ 1,861,004	$ 308,864	$ 54,696,531

CITY OF PINE BLUFF, ARKANSAS
COMBINING STATEMENT OF REVENUES, EXPENDITURES AND CHANGES IN FUND BALANCE (DEFICIT)
SPECIAL REVENUE COMPONENT UNITS
DECEMBER 31, 2000

	Arts & Science Center For Southeast Arkansas	Parks & Recreation Commission	Civic Auditorium Complex And Advertising & Tourist Promotion Commission	Total
REVENUES				
Intergovernmental	$ 44,997	$	$ 700,000	$ 744,997
Income from program, supplies and service	594,265	325,765	519,196	1,439,226
Grants and entitlements	2,000			2,000
City tourism tax			1,343,127	1,343,127
Interest income	7,262			7,262
Miscellaneous	75,173		9,723	84,896
Total Revenues	723,697	325,765	2,572,046	3,621,508
EXPENDITURES				
Culture - recreation	6,910	1,380,536	2,383,311	3,770,757
Capital Outlays	805,041	136,521	23,352	964,914
Total Expenditures	811,951	1,517,057	2,406,663	4,735,671
EXCESS (DEFICIENCY) OF REVENUES OVER EXPENDITURES BEFORE OTHER FINANCING SOURCES	(88,254)	(1,191,292)	165,383	(1,114,163)
OPERATING TRANSFERS IN	91,500	1,122,047		1,213,547
EXCESS (DEFICIENCY) OF REVENUES AND OTHER FINANCING SOURCES OVER EXPENDITURES	3,246	(69,245)	165,383	99,384
FUND BALANCE (DEFICIT), BEGINNING OF YEAR	176,165	138,191	(4,821)	309,535
FUND BALANCE, END OF YEAR	$ 179,411	$ 68,946	$ 160,562	$ 408,919

See Notes to Financial Statements

CITY OF PINE BLUFF, ARKANSAS
COMBINING STATEMENT OF REVENUES, EXPENSES AND CHANGES IN RETAINED EARNINGS (DEFICIT)
PROPRIETARY COMPONENT UNITS
DECEMBER 31, 2000

	Pine Bluff Wastewater Utility	Pine Bluff Aviation Commission	Total
OPERATING REVENUES			
Charges for goods and services	$ 6,288,127	$ 210,141	$ 6,498,268
OPERATING EXPENSES			
Salaries, wages and employee benefits	2,066,382	230,380	2,296,762
Supplies and materials	212,318	7,617	219,935
Service and other expenses	340,085	45,679	385,764
Utilities	448,191	23,699	471,890
Repairs and maintenances	198,452	20,165	218,617
Depreciation and amortizations	1,608,111	129,300	1,737,411
Total Operating Expenses	4,873,539	456,840	5,330,379
OPERATING INCOME (LOSS)	1,414,588	(246,699)	1,167,889
NONOPERATING REVENUES (EXPENSES)			
Interest income	169,407	2,244	171,651
Interest expense - revenue bonds	(569,264)		(569,264)
Total Nonoperating Revenues (Expenses)	(399,857)	2,244	(397,613)
NET INCOME (LOSS) BEFORE OTHER FINANCING SOURCES	1,014,731	(244,455)	770,276
OPERATING TRANSFERS IN		109,000	109,000
NET INCOME (LOSS)	1,014,731	(135,455)	879,276
RETAINED EARNINGS (DEFICIT), BEGINNING OF YEAR	10,590,832	(754,560)	9,836,272
RETAINED EARNINGS (DEFICIT), END OF YEAR	$ 11,605,563	$ (890,015)	$ 10,715,548

See Notes to Financial Statements

CITY OF PINE BLUFF, ARKANSAS
COMBINING STATEMENT OF CASH FLOWS
PROPRIETARY COMPONENT UNITS
DECEMBER 31, 2000

	Pine Bluff Wastewater Utility	Pine Bluff Aviation Commission	Total
CASH FLOWS FROM OPERATING ACTIVITIES			
Operating income (loss) from operations	$ 1,414,588	$ (246,699)	$ 1,167,889
Items not requiring cash:			
Depreciation and amortization	1,608,111	129,300	1,737,411
Changes in:			
Accounts receivable	33,807	118	33,925
Inventory	(12,966)	1,058	(11,908)
Prepayments	(1,489)	(3,446)	(4,935)
Accrued interest receivable	(1,670)		(1,670)
Accounts payable and accrued liabilities	151,802	33,481	185,283
Net cash provided by (used in) operating activities	3,192,183	(86,188)	3,105,995
CASH FLOWS FROM NONCAPITAL FINANCING ACTIVITIES			
Transfers in		109,000	109,000
Net cash provided by noncapital financing activities		109,000	109,000
CASH FLOWS FROM CAPITAL AND RELATED FINANCING ACTIVITIES			
Purchase of property, plant and equipment	(1,646,770)	(49,234)	(1,696,004)
Payments of long-term debt principal	(993,173)		(993,173)
Interest paid	(569,264)		(569,264)
Net cash used in capital and related financing activities	(3,209,207)	(49,234)	(3,258,441)
CASH FLOWS FROM INVESTING ACTIVITIES			
Interest income	169,407	2,244	171,651
Net cash provided by investing activities	169,407	2,244	171,651
INCREASE (DECREASE) IN CASH AND CASH EQUIVALENTS	152,383	(24,178)	128,205
CASH AND CASH EQUIVALENTS, BEGINNING OF YEAR	4,046,172	67,371	4,113,543
CASH AND CASH EQUIVALENTS, END OF YEAR	$ 4,198,555	$ 43,193	$ 4,241,748

Cash equivalents of proprietary component units, as presented on the Combining Balance Sheet - Component Units, are as follows:

Pine Bluff Wastewater	
Unrestricted	$ 2,004,700
Restricted	2,193,855
Pine Bluff Aviation Commission	43,193
	$ 4,241,748

See Notes to Financial Statements

NOTE 1: NATURE OF OPERATIONS AND SUMMARY OF SIGNIFICANT ACCOUNTING POLICIES

The City of Pine Bluff, Arkansas, complies with generally accepted accounting principles as applicable to governments. The City's reporting entity applies all relevant Governmental Accounting Standards Board (GASB) pronouncements. Proprietary funds and similar component units apply Financial Accounting Standards Board pronouncements and Accounting Principles Board opinions issued on or before November 30, 1989, unless those pronouncements conflict with or contradict GASB pronouncements, in which case, GASB prevails. The following is a summary of the more significant policies:

A. Nature of Operations

The accounts of the City are organized on the basis of funds and account groups, each of which is considered a separate accounting entity. The operations of each fund are accounted for with a separate set of self-balancing accounts that comprise its assets, liabilities, fund equity, revenue and expenditures or expenses, as appropriate. Government resources are allocated to and accounted for in individual funds based upon the purposes for which they are to be spent and the means by which spending activities are controlled. The various funds are grouped, in the financial statements in this report, into five generic fund types and three broad fund categories as follows:

"Governmental Funds"

General Fund - 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.

Special Revenue Funds - Special Revenue Funds are used to account for the proceeds of specific revenue sources (other than special assessments, expendable trusts or major capital projects) that are legally restricted to expenditures for specified purposes. The following Special Revenue Funds of the Primary Government are included in this report:

Street Fund - Accounts for gasoline and road taxes received from State and County levies. Revenues are expended for repair and maintenance of streets.

Community Development Block Grant Program - Accounts for Community Development Block Grant and HOME Investment Partnerships Program funds received from the U.S. Department of Housing and Urban Development. These monies are expended to provide various forms of housing assistance and local area improvements.

"Proprietary Funds"

Enterprise Funds - the Enterprise Funds are used to account for operations that are financed and function in a manner similar to private business enterprises, where the intent of the governing body is that the costs (expenses, including depreciation) of providing goods or services to the general public on a continuing basis be financed or recovered primarily through user charges; or where the governing body has decided that periodic determination of revenue earned, expenses incurred and/or net income is appropriate for capital maintenance, public policy, management control, accountability or other purposes. The following Enterprise Fund of the Primary Government is included in this report:

Transportation System - Accounts for fare revenues and grants from the U.S. Department of Transportation Urban Mass Transportation Administration. Revenues are used to finance daily operations and related capital improvements.

Internal Service Fund – The Internal Service Fund is used to account for the financing on a cost-reimbursement basis of goods or services provided by one department or agency to other departments or agencies within the City. The Internal Service Fund is composed of the following:

Health Insurance Fund - Accounts for the receipts and disbursements related to the employee health benefit plan.

NOTE 1: NATURE OF OPERATIONS AND SUMMARY OF SIGNIFICANT ACCOUNTING POLICIES (Continued)

"Fiduciary Funds"

Trust and Agency Funds - Trust and Agency Funds are used to account for assets held by the City in a trustee capacity or as an agent for individuals, private organizations, other governments and/or other funds. These include Pension Trust and Agency Funds. Pension Trust Funds are accounted for in essentially the same manner as proprietary funds since capital maintenance is critical. Agency Funds are custodial in nature (assets equal liabilities) and do not involve measurement of results of operations.

The Primary Government's four Pension Trust Funds are:

Municipal Judge and Municipal Court Clerk Retirement Fund
Policemen's Pension and Relief Fund
Firemen's Pension and Relief Fund
The Retirement System of the City of Pine Bluff

The City Agency funds are:

City Collector's Fund
Municipal Court Funds

B. Use of Estimates

The preparation of financial statements in conformity with generally accepted accounting principles requires management to make estimates and assumptions that affect the reported amounts of assets and liabilities and disclosure of contingent assets and liabilities at the date of the financial statements and the reported amounts of revenues, expenses, gains, losses and changes in fund equity during the reporting period. Actual results could differ from those estimates.

C. Financial Reporting Entity

The City of Pine Bluff is a municipality, as defined by Arkansas State Statute, governed by an elected eight-member council. As required by generally accepted accounting principles, these financial statements present the City of Pine Bluff (the primary government) and its component units. The component units discussed below are included in the City's reporting entity because of the significance of their operational or financial relationship with the City.

Discretely Presented Component Units

The component units columns in the combined financial statements include the financial data of the City's component units. They are reported in a separate column to emphasize that they are legally separate from the primary City government.

1. Arts and Science Center for Southeast Arkansas
   Accounts for dues, fees and donations received by the Center. Such revenues are used for education, promotion and exhibition of the fine arts. The City appoints the majority of the Center's governing body. The City also provides substantial funding to the Center. The Center is reported as a special revenue fund for financial statement purposes.

2. Pine Bluff Parks and Recreation Commission
   Accounts for fees and certain intergovernmental revenues received from the City and County. These monies are used for the maintenance of local parks and operations of various athletic programs. The City appoints the majority of the Commission's governing body and has the ability to remove appointed members of the Commission's governing body at will. The Commission is reported as a special revenue fund for financial statement purposes.

NOTE 1: NATURE OF OPERATIONS AND SUMMARY OF SIGNIFICANT ACCOUNTING POLICIES (Continued)

3. Pine Bluff Civic Auditorium Complex and Advertising and Tourist Promotion Commission
   Accounts for a local two-cent sales tax levied within the City, proceeds of user fees and state bond turnback. Revenues are used to support tourism promotion and related programs and the operations of the Pine Bluff Convention Center. The City appoints the majority of the Commission's governing body and has the ability to remove appointed members of the Commission's governing body at will. The City also provides substantial funding to the Commission. The Commission is reported as a special revenue fund for financial statement purposes.

4. Pine Bluff Wastewater Utility
   Accounts for billing and collection of charges for sewer services for City residents. Revenues are used to finance daily operation and maintenance of facilities. The City appoints the majority of the Utility's governing body. The City also approves rate changes. The Utility is reported as an enterprise fund for financial statement purposes.

5. Pine Bluff Aviation Commission
   Accounts for revenues and expenses of the regional airport. The airport serves the City and surrounding areas and provides facilities primarily for private aircraft. The City appoints the majority of the Commission's governing body. The City also provides substantial funding to the Commission. The Commission is reported as an enterprise fund for financial statement purposes.

6. Pine Bluff Civic Auditorium Complex Pension Plan
   The City appoints the majority of the Auditorium's governing body. The Plan is reported as a trust fund for financial statement purposes.

Complete financial statements of the individual component units can be obtained from the following respective administrative offices:

ADMINISTRATIVE OFFICES

Arts & Science Center for Southeast Arkansas
701 Main Street
Pine Bluff, Arkansas 71601

Pine Bluff Parks & Recreation Commission
1100 Regional Park Drive
Pine Bluff, Arkansas 71601

Pine Bluff Civic Auditorium and Advertising & Tourist Promotion Commission
500 East 8th Avenue
Pine Bluff, Arkansas 71601

Pine Bluff Wastewater Utility
1520 South Ohio Street
Pine Bluff, Arkansas 71601

Pine Bluff Aviation Commission
709 Hangar Row
Pine Bluff, Arkansas 71601

NOTE 1: NATURE OF OPERATIONS AND SUMMARY OF SIGNIFICANT ACCOUNTING POLICIES (Continued)

Jointly Governed Organization

The City and Jefferson County participate in the Pine Bluff and Jefferson County Library, whose purpose is to preserve and promote education and reading activities in the local community. The City and the County each appoint 50% of the Board of Directors. The primary source of funding for the Library is by a 1.4 mill Jefferson County tax assessment and 1.6 mill City of Pine Bluff tax assessment. The City does not have any equity interest nor does the City materially contribute to the continued existence of the Library. The City's interests are other than financial.

D. Fixed Assets and Long-Term Liabilities

Fixed assets used in governmental fund type operations (general fixed assets) are accounted for in the General Fixed Assets Account Group, rather than in governmental funds.

All fixed assets are valued at historical cost or estimated historical cost if actual historical cost is not available. Donated fixed assets are valued at their estimated fair value on the date donated. No depreciation has been provided on general fixed assets.

Infrastructure assets consisting of certain improvements, other than buildings, including roads, bridges, curbs and gutters, streets and sidewalks, drainage systems and lighting systems are not capitalized.

Long-term liabilities expected to be financed from governmental funds are accounted for in the General Long-Term Obligation account group, not in the governmental funds.

The Proprietary Funds are accounted for on a cost of services or "capital maintenance" measurement focus. This means that all assets and all liabilities (whether current or noncurrent) associated with their activity are included on their balance sheets. The reported fund equity (net total assets) is segregated into contributed capital and retained earnings components. Proprietary Fund Type operating statements present increases (revenue) and decreases (expenses) in net total assets.

Depreciation of all exhaustible fixed assets, including those purchased with capital grants, used by the Proprietary Funds is charged as an expense against operations. Accumulated depreciation is reported on their balance sheets. Depreciation is provided over the estimated useful lives using the straight-line method. The estimated useful lives are as follows:

Plant and facilities	15 - 40 years
Buses	8 - 9 years
Machinery and equipment	3 - 9 years

E. Basis of Accounting

The accounting and financial reporting treatment applied to a fund is determined by its measurement focus. All governmental funds are accounted for using a current financial resources measurement focus. With this measurement focus, only current assets and current liabilities generally are included on the balance sheet. Operating statements of these funds present increases (*i.e.*, revenues and other financing sources) and decreases (*i.e.*, expenditures and other financing uses) in net current assets.

All proprietary funds and pension trust funds are accounted for on a flow of economic resources measurement focus. With this measurement focus, all assets and all liabilities associated with the operation of these funds are included on the balance sheet. Fund equity (*i.e.*, net total assets) is segregated into contributed capital and retained earnings components. Proprietary fund-type operating statements present increases (*e.g.*, revenues) and decreases (*e.g.*, expenses) in net total assets.

NOTE 1: NATURE OF OPERATIONS AND SUMMARY OF SIGNIFICANT ACCOUNTING POLICIES (Continued)

The modified accrual basis of accounting is used by all governmental fund types and agency funds. Under the modified accrual basis of accounting, revenues are recognized when susceptible to accrual (*i.e.*, when they become both measurable and available). "Measurable" means the amount of the transaction can be determined and "available" means collectible within the current period or soon enough thereafter to be used to pay liabilities of the current period. The government considers property taxes as available if they are collected within 60 days after year end. A one-year availability period is used for revenue recognition for all other governmental fund revenues. Expenditures are recorded when the related fund liability is incurred. Principal and interest on general long-term debt are recorded as fund liabilities when due.

Those revenues susceptible to accrual are property taxes, franchise taxes, interest revenue and charges for services. Sales taxes collected and held by the state at year end on behalf of the City are also recognized as revenue. Fines and permits are not susceptible to accrual because generally they are not measurable until received in cash.

The accrual basis of accounting is utilized by proprietary fund types and pension trust funds. Under this method, revenues are recorded when earned and expenses are recorded at the time liabilities are incurred.

The City reports deferred revenue on its combined balance sheet. Deferred revenues arise when a potential revenue does not meet both the "measurable" and "available" criteria for recognition in the current period. Deferred revenues also arise when resources are received by the City before it has a legal claim to them, as when grant monies are received prior to the incurrence of qualifying expenditures. In subsequent periods, when both revenue recognition criteria are met, or when the City has a legal claim to the resources, the liability for deferred revenue is removed from the combined balance sheet and revenue is recognized.

F. Budgets and Budgetary Accounting

The City follows these procedures in establishing the budgetary data reflected in the financial statements:

1. Prior to December 1, the Mayor submits to the City Council a proposed operating budget of the fiscal year commencing the following January 1. The operating budget includes proposed expenditures and the means of financing them.

2. The budget is taken under advisement by the Council for study and comments.

3. Prior to February 1, the budget is legally enacted by action of the Council.

4. The department heads (of each activity or purpose) are authorized to transfer budgeted amounts between line items within their departments; however, revisions and amendments that alter the total expenditures of any activity, purpose or fund (the individual department) must be approved by the Council.

5. Formal budgetary integration is employed as a management control device during the year for the General Fund, Special Revenue Funds and Proprietary Funds.

6. Budgets for the General Fund, Proprietary Funds and Special Revenue funds are adopted on a basis consistent with generally accepted accounting principles (GAAP). Appropriations lapse at the end of each year.

NOTE 1: NATURE OF OPERATIONS AND SUMMARY OF SIGNIFICANT ACCOUNTING POLICIES (Continued)

7. Budget adjustments were as follows during 2000:

	Original Budget	Amendments	Final Budget
General Fund			
Revenues	$ 22,033,168	$ 160,378	$ 22,193,546
Expenditures	22,033,168	3,018,264	25,051,432
Street Fund			
Revenues	3,023,000	128,082	3,151,082
Expenditures	3,023,000	823,731	3,846,731
Transportation System			
Revenues	877,854		877,854
Expenditures	877,854		877,854
Community Development Block Grant Program			
Revenues	1,163,000	1,988,163	3,151,163
Expenditures	1,163,000	2,070,491	3,233,491

General fund expenditure budget includes $1,692,954 of budgeted transfers out.

G. Encumbrances

Encumbrances represent purchase orders, contracts and other commitments for the expenditure of monies. Encumbrances outstanding at year end are reported as reservations of fund balances since they do not constitute expenditures or liabilities.

H. Investments

Investments in U.S. Treasury obligations with a remaining maturity of one year or less at time of acquisition are carried at amortized cost. All other investments are carried at fair value. Fair value is determined using quoted market prices for all investments other than common/collective investment funds and mutual funds. Fair value of investments in common/collective investment funds is determined by the fair value per share of the fund's underlying portfolio. The fair value of investments in mutual funds is determined using the fund's current per share price.

Investment income includes dividend and interest income and the net change for the year in the fair value of investments carried at fair value. Investment income is assigned to the funds with which the related investment asset is associated.

I. Inventory

Inventories consist of expendable supplies held for consumption. Such inventories are valued at cost determined using the first-in, first-out (FIFO) method. Inventories are reported as expenditures when they are consumed.

J. Total Columns on Combined Statements - Overview

Total columns on the combined statements are captioned "Memorandum Only" to indicate that they are presented only to facilitate financial analysis. Data in these columns do not present financial position, results of operations or cash flows in conformity with generally accepted accounting principles. Neither is such data comparable to a consolidation. Interfund eliminations have not been made in the aggregation of this data.

NOTE 1: NATURE OF OPERATIONS AND SUMMARY OF SIGNIFICANT ACCOUNTING POLICIES (Continued)

K. Compensated Absences

City employees earn vacation benefits on the basis of length of service. Subject to certain restrictions, City employees are compensated for unused vacation time upon leaving the City's employment. The City accrues a current liability in its funds for earned vacation time expected to be used during the coming year. Unused vacation time expected to be used in subsequent years is accrued in the general long-term obligation account group. Sick pay vests only upon retirement and is not accrued in the City's accounts.

L. Cash Equivalents

The City considers all liquid investments with original maturities of three months or less to be cash equivalents. At December 31, 2000, cash equivalents consisted primarily of U.S. Treasury Bills and money market accounts.

NOTE 2: PROPERTY TAX

The City levies its property tax during the month of November, based on assessments made through the preceding April, prior to the current fiscal year. The property tax is considered receivable on the first business day in March of the current year and is recorded as revenue when received. Property taxes are measurable when levied but are not available for expenditure until March of the fiscal year. Accordingly, property taxes receivable of $2,207,843 and deferred revenues of $2,146,082 (amount levied for 2000 to be collected in 2001) have been recorded at December 31, 2000.

The County collects the tax and remits the collection to the City, net of a collection fee. Taxes are collected from March through the end of the year but are delinquent after the 10th of October.

The amount of property taxes the City can levy is subject to a statutory limitation by the State of Arkansas. The tax levy cannot be increased except by amendment to the State Constitution. Property taxes attach as an enforceable lien on property on October 11 of the current year.

Millages available to finance City operations and for other purposes are as follows:

		Millage Levied	
	Millage Available	Real Property	Personal Property
General purpose	5.0	5.0	5.0
Municipal improvements, including roads	5.0	1.5	1.5
Industrial development	5.0		
Policemen's Pension and Relief Fund	1.0	0.8	0.8
Firemen's Pension and Relief Fund	1.0	0.8	0.8
Library - operation and capital	8.0	1.6	1.6
	25.0	9.7	9.7

The assessed value of taxable property upon which the property tax is levied is determined by the County Assessor. The Assessor estimates full market value of the property and applies the statutory rate of 20% to arrive at assessed value.

NOTE 3: DUE TO AND FROM OTHER FUNDS

Amounts due to and due from other funds and component units are summarized as follows:

	Interfund Receivables	Interfund Payables
General Fund	$ 341,535	$
Special Revenue Funds		
Street		623
Community Development Block Grant		76,651
Enterprise Funds		
Transportation System		262,381
Fiduciary Funds		
Collector		1,880
	$ 341,535	$ 341,535

	Discretely Presented Component Units Receivables	Discretely Presented Component Units Payables
General Fund	$ 196,123	$
Special Revenue Funds		
Pine Bluff Civic Auditorium and Advertising and Tourist Promotion Commission		196,123
	$ 196,123	$ 196,123

NOTE 4: FIXED ASSETS

A summary of changes in general fixed assets follows:

Primary Government	Balance January 1, 2000	Additions/ Transfers In	Retirements/ Transfers Out	Balance December 31, 2000
Land and improvements	$ 1,430,438	$	$	$ 1,430,438
Buildings and improvements	4,979,921	594,411	79,870	5,494,462
Transportation equipment	6,741,558	1,611,545	933,605	7,419,498
Other equipment	2,802,635			2,802,635
	$ 15,954,552	$ 2,205,956	$ 1,013,475	$ 17,147,033

NOTE 4: FIXED ASSETS (Continued)

Discretely Presented Component Units	Balance January 1, 2000	Additions	Retirements	Balance December 31, 2000
Land and improvements	$ 331,672	$	$	$ 331,672
Buildings and improvements	8,752,318	1,811		8,754,129
Transportation equipment	36,961			36,961
Other equipment	3,063,433	22,835		3,086,268
	$ 12,184,384	$ 24,646	$ 0	$ 12,209,030

A summary of fixed assets included in the Proprietary Funds at December 31, 2000, follows:

Primary Government	Cost	Accumulated Depreciation	Book Value
Plant and facilities in service	$ 1,322,372	$ 605,072	$ 717,300
Buses	2,023,373	1,768,069	255,304
Machinery and equipment	204,485	187,246	17,239
	$ 3,550,230	$ 2,560,387	$ 989,843

Discretely Presented Component Units	Cost	Accumulated Depreciation	Book Value
Plant and facilities in service	$ 49,265,989	$ 16,180,191	$ 33,085,798
Construction in progress	34,062		34,062
Machinery and equipment	6,278,528	3,906,416	2,372,112
	$ 55,578,579	$ 20,086,607	$ 35,491,972

NOTE 5: LONG-TERM OBLIGATIONS

Primary Government

The City is subject to statutory limitation by the State of Arkansas for bonded indebtedness. The limitation is twenty-five percent (25%) of the total assessed valuation of all real and personal property within the municipality subject to taxation. At December 31, 2000, this amounted to $80,409,631. The general obligation debt was $0, which leaves a legal debt margin of $80,409,631.

Included in the general long-term obligation account group is that portion of accrued compensated absences not expected to be paid during the next year. This liability amounted to $29,953 at December 31, 2000.

NOTE 5: LONG-TERM OBLIGATIONS (Continued)

The following is a summary of the activity in the general long-term obligation account group for the year ended December 31, 2000:

	Balance January 1, 2000	Additions (Deletions)	Balance December 31, 2000
Accrued compensated absences	$ 62,519	$ (32,566)	$ 29,953
Net pension obligation	198,033	(9,792)	188,241
	$ 260,552	$ (42,358)	$ 218,194

Discretely Presented Component Units

Enterprise Funds

Long-term obligations of the Pine Bluff Wastewater Utility consist of 1991 Sewer Revenue Bonds with interest at 3% and a financing fee of 1% maturing as follows:

Year Ending December 31,	Principal	Interest	Financing Fee	Total
2001	$ 126,026	$ 59,015	$ 19,671	$ 204,712
2002	131,118	55,196	18,399	204,713
2003	136,415	51,223	17,074	204,712
2004 through 2008	769,331	190,672	63,558	1,023,561
2009 through 2013	835,455	64,312	21,437	921,204
	$ 1,998,345	$ 420,418	$ 140,139	$ 2,558,902

The total amount of the original issue was $2,800,000 and the bonds mature on April 15, 2013. During 2000, the Utility retired $121,132 in principal of the outstanding bonds.

Long-term obligations of the Pine Bluff Wastewater Utility also consist of 1994 Sewer Revenue Bonds with interest at 3.90% to 6.00% maturing as follows:

Year Ending December 31,	Principal	Interest	Total
2001	$ 340,000	$ 217,707	$ 557,707
2002	360,000	200,368	560,368
2003	380,000	181,647	561,647
2004 through 2006	1,265,000	416,223	1,681,223
2007 through 2009	1,500,000	183,600	1,683,600
	$ 3,845,000	$ 1,199,545	$ 5,044,545

The total amount of the original issue was $5,590,000 and the bonds mature on September 1, 2009. During 2000, the Utility retired $325,000 in principal of the outstanding bonds.

NOTE 5: LONG-TERM OBLIGATIONS (Continued)

In addition, the Utility is obligated under 1996A Sewer Revenue Bonds with interest at 3.75% to 5.00% maturing as follows:

Year Ending December 31,	Principal	Interest	Total
2001	$ 500,000	$ 179,920	$ 679,920
2002	525,000	157,108	682,108
2003	550,000	132,645	682,645
2004	575,000	106,482	681,482
2005 through 2007	1,890,000	143,355	2,033,355
	$ 4,040,000	$ 719,510	$ 4,759,510

The bonds were issued to refund the City of Pine Bluff's 1987 Sewer Revenue Bonds. The total amount of the original issue was $5,815,000 and the bonds mature on March 1, 2007. During 2000, the Utility retired $485,000 in principal of the outstanding bonds.

Furthermore, the Utility is obligated under 1996B Revenue Bonds with interest at 2.50% and a financing fee of 1.00% maturing as follows:

Year Ending December 31,	Principal	Interest	Financing Fee	Total
2001	$ 64,233	$ 39,052	$ 15,621	$ 118,906
2002	66,500	37,433	14,973	118,906
2003	68,847	35,756	14,302	118,905
2004 through 2008	382,462	151,477	60,591	594,530
2009 through 2013	454,917	99,723	39,890	594,530
2014 through 2018	541,074	38,166	15,266	594,506
	$ 1,578,033	$ 401,607	$ 160,643	$ 2,140,283

The total amount of the original issue was $1,700,000. The bonds will mature on April 15, 2013. During 2000, the Utility retired $62,041 in principal of the outstanding bonds.

All bond obligations of the Pine Bluff Wastewater Utility are payable solely from and collateralized by a pledge of the net revenues derived from the operation of the sewer system. All issues were in compliance with their significant bond covenants as of and for the year ended December 31, 2000.

NOTE 6: OTHER REQUIRED DISCLOSURES

Fund Deficits

The following individual funds show deficit fund balances or retained earnings as of December 31, 2000:

Fund	Deficit Amount
Primary Government	
Health Insurance Fund	$ 332,847
Transportation System	$ 8,481,932
Discretely Presented Component Units	
Aviation Commission	$ 890,015

Excess of Expenditures over Appropriations

The following individual funds incurred expenditures in excess of appropriated amounts for the year ended December 31, 2000, without Council approval as follows:

Fund	Actual Expenditures	Budgeted Amount	Excess
Primary Government			
General Fund	$ 23,980,636	$ 23,358,478	$ (622,158)
Discretely Presented Component Units			
Parks and Recreation Commission	$ 1,517,057	$ 1,278,830	$ (238,227)

NOTE 7: PENSION PLANS

Pension Trust Funds

Primary Government

The City of Pine Bluff administers four single-employer defined benefit pension plans – Municipal Judge and Municipal Court Clerk Retirement Fund (MJMCCRF), Policemen's Pension and Relief Fund (PPRF), Firemen's Pension and Relief Fund (FPRF) and the Retirement System of the City of Pine Bluff (RSCPB). The assets of the Plans are maintained in legally separate trusts and each Plan's assets may be used only for the payment of benefits to the members of that Plan or their beneficiaries in accordance with the terms of the Plan. Separate financial reports are not issued on each plan; however, pertinent individual financial information has been included in the fiduciary funds section of this consolidated financial report.

A. Summary of Significant Accounting Policies

Basis of Accounting

The City of Pine Bluff's financial statements for its single-employer defined benefit plans are prepared using the accrual basis of accounting. Plan member contributions are recognized in the period in which the contributions are due. City contributions to each Plan are recognized when due and the City has made a formal commitment to provide the contributions. Benefits and refunds are recognized when due and payable in accordance with the terms of each Plan.

NOTE 7: PENSION PLANS (Continued)

Method Used to Determine Fair Value of Investments

The fair value of investments other than mutual funds is determined using quoted market prices. The fair value of investments in mutual funds is determined using the fund's current per share price.

B. Membership Information

Membership of each Plan consisted of the following at December 31, 2000:

	MJMCCRF	PPRF	FPRF	RSCPB
Retirees and beneficiaries receiving benefits	2	75	56	16
Active Plan members	2	11	22	265
Terminated and entitled to, but not yet receiving benefits	2			6
Members on Deferred Retirement Option Plan (DROP)	—	9	10	—
Total	6	95	88	287

C. Plan Descriptions and Funding Information

Municipal Judge and Municipal Court Clerk Retirement Fund

Plan Description

MJMCCRF is a single-employer defined benefit pension plan that covers only the municipal judge and court clerk of the City of Pine Bluff. MJMCCRF provides retirement and death benefits to Plan members and their beneficiaries. The authority to establish and amend benefit provisions is set forth in Arkansas state statutes and is vested in the Arkansas Legislature with the concurrence of the Governor.

Funding Policy

MJMCCRF funding is provided by a one dollar ($1) fee for each criminal case and traffic violation processed through Municipal Court and a twenty cent ($.20) fee for the issuance of each summons in a civil action and investment earnings. Plan members do not contribute. The City's total 2000 contributions to MJMCCRF were $11,509. Contribution requirements are established and may be amended by the Arkansas Legislature with the concurrence of the Governor. Administrative costs of MJMCCRF are financed through investment earnings.

Annual Pension Cost and Net Pension Obligation

The City's annual pension cost and net pension obligation to the Plan for 2000 was as follows:

	MJMCCRF
Annual required contribution	$ 65,000
Interest on net pension obligation	7,785
Adjustment to annual required contribution	15,750
Annual pension cost	88,535
Contributions made	11,509
Increase in net pension obligation	77,026
Net pension obligation at beginning of year	111,215
Net pension obligation at end of year	$ 188,241

NOTE 7: PENSION PLANS (Continued)

The annual required contribution to the Plan for 2000 was determined as part of an actuarial study, the Plan's first since its inception, as of December 31, 1998, using the entry age normal actuarial cost method. The actuarial assumptions included (a) 7% investment rate of return (net of administrative expenses), (b) projected salary increase of 4% per year and (c) postretirement benefits of 0%. Items (a), (b) and (c) included an inflation component of 3%. The actuarial value of assets was determined using the market value of investments. The unfunded actuarial accrued liability is being amortized as a level percentage of projected payroll on a closed basis. The remaining amortization period at December 31, 2000, was 29 years.

Three Year Trend Information

Year Ended	Annual Pension Cost (APC)	Percentage of APC Contributed	Net Pension Obligation
12-31-98	$ 65,000	17.16%	$ 53,845
12-31-99	$ 68,769	16.58%	$ 111,215
12-31-00	$ 88,535	13.00%	$ 188,241

Policemen's and Firemen's Pension and Relief Funds

Plan Descriptions

PPRF and FPRF are single-employer defined benefit pension plans that cover all uniformed policemen and firemen employed prior to January 1, 1983. PPRF and FPRF are closed to new entrants. Uniformed policemen and firemen hired after 1982 participate in a statewide agent multiple-employer retirement program. PPRF and FPRF provide retirement benefits as well as death and disability benefits to Plan members and their beneficiaries. Benefit provisions are established and may be amended by the Policemen's and Firemen's Pension Board and the Pine Bluff City Council as long as the Plans are actuarially sound at the time of change.

Funding Policy

As a condition of participation, policemen and firemen are required to contribute 6% of their annual covered salary. The City's contributions to each Plan include a citywide tax levy of 0.8 mills and annual payments received from the State Insurance Commission consisting of a pro rata part of burglary and fire insurance premium taxes generated in Arkansas. Additionally, the PPRF receives a fixed monthly fee from Municipal Court, ten percent (10%) of fines collected and the proceeds from the sale of confiscated property. Another source of funding for both Plans is earnings from investments. The City's total 2000 contributions to PPRF of $514,388 included property taxes of $247,875, state insurance premium taxes of $156,586 and case fees, fines and confiscated property sale proceeds of $55,960. The City's total 2000 contributions to FPRF of $528,295 included property taxes of $247,875 and state insurance premium taxes of $190,539.

Contribution requirements are established and may be amended by the Arkansas Legislature with the concurrence of the Governor and are actuarially determined using the entry age normal actuarial funding method. Administrative costs of PPRF and FPRF are financed through investment earnings.

NOTE 7: PENSION PLANS (Continued)

Annual Pension Cost and Net Pension Obligation

The City's annual pension cost and net pension obligation to the Plans for 2000 were as follows:

	PPRF	FPRF
Annual required contribution	$ 324,606	$ 268,711
Interest on net pension obligation	(24,715)	5,209
Adjustment to annual required contribution	56,636	(11,937)
Annual pension cost	356,527	261,983
Contributions made	(514,388)	(528,295)
Decrease in net pension obligation	(157,861)	(266,312)
Net pension obligation at beginning of year	(411,914)	86,818
Net pension obligation at end of year	$ (569,775)	$ (179,494)

The annual required contribution to each Plan for 2000 was determined as part of an actuarial study as of December 31, 1999, using the entry age normal actuarial cost method. The actuarial assumptions included (a) 6% investment rate of return (net of administrative expenses), (b) projected salary increases ranging from 4.2% to 8% per year and (c) postretirement benefit increases of 0%. Items (a), (b) and (c) included an inflation component of 4%. The actuarial value of assets was determined using the market value of investments. The unfunded actuarial accrued liability is being amortized as a level percentage of projected payroll on a closed basis. The remaining amortization period at December 31, 2000, was eight years.

Policemen's and Firemen's Pension and Relief Funds (Continued)

Three Year Trend Information

Year Ended	Annual Pension Cost (APC)	Percentage Of APC Contributed	Net Pension Obligation
PPRF			
12-31-98	$ 523,188	111.89%	$ (355,411)
12-31-99	$ 528,219	110.70%	$ (411,914)
12-31-00	$ 356,527	114.28%	$ (569,775)
FPRF			
12-31-98	$ 346,197	153.13%	$ 252,420
12-31-99	$ 352,594	146.97%	$ 86,818
12-31-00	$ 261,983	201.65%	$ (179,494)

NOTE 7: PENSION PLANS (Continued)

The Retirement System of the City of Pine Bluff

Plan Description

The Retirement System of the City of Pine Bluff (RSCPB) is a single-employer defined pension plan that covers all non-uniformed regular, full-time employees of the City. RSCPB provides retirement and death benefits to plan members and their beneficiaries. Benefit provisions may be amended by the City of Pine Bluff Retirement Board and the Pine Bluff City Council.

Funding Policy

RSCPB funding is provided by contributions of 3% by the employee and 7% by the City of the employee's total annual compensation. The City's total 2000 contribution to RSCPB was $469,129.

Contribution requirements are established and may be amended by the City of Pine Bluff Retirement Board and the Pine Bluff City Council. Administrative costs of RSCPB are financed through investment earnings.

Annual Pension Cost and Net Pension Obligation

Annual required contribution	$ 704,539
Interest on net pension obligation	(88,164)
Adjustment for change in actuarial valuation method	1,311,060
Adjustment to annual required contribution	170,305
Annual pension cost	2,097,740
Contributions made	(670,187)
Increase in net pension obligation	1,427,553
Net pension obligation at beginning of year	(2,780,453)
Net pension obligation at end of year	$ (1,352,900)

During 2000, the actuarial valuation method used to calculate the annual required contribution was changed from the projected unit credit method to the entry age normal cost method. As a result of this change, which is permitted by Governmental Auditing Standards Board Statement No. 27, *Accounting for Pensions by State and Local Governmental Employers*, current year annual pension cost was increased by a one time adjustment of $1,311,060. Therefore, annual pension cost will not and is not intended to be consistent with prior years.

The annual required contribution to the Plan for 2000 was determined as part of an actuarial study as of December 31, 2000, using the entry age normal cost method. The actuarial assumptions included (a) 6% investment rate of return (net of administrative expenses), (b) projected salary increases of 4% and (c) postretirement benefits of 0%. Items (a) and (b) included an inflation component of 3%. The actuarial value of assets was determined using the market value of investments. The unfunded actuarial accrued liability is being amortized over the average future service of active participants on a closed basis. The remaining amortization period at December 31, 2000, was 30 years.

Three Year Trend Information

Year Ended	Annual Pension Cost (APC)	Percentage of APC Contributed	Net Pension Obligation
12-31-98	$ (272,998)	321.51%	$ (1,795,753)
12-31-99	$ (348,956)	282.18%	$ (2,780,453)
12-31-00	$ 2,097,740	31.95%	$ (1,352,900)

NOTE 7: PENSION PLANS (Continued)

Discretely Presented Component Unit

The Pine Bluff Civic Auditorium Complex and Advertising and Tourist Promotion Commission contributes to the Pine Bluff Auditorium Complex Commission Profit Sharing Trust, a defined contribution pension plan. The Plan was established by the Commission to provide retirement and death benefits to Plan members and their beneficiaries. Benefit provisions and contribution requirements are contained in the Plan document and were established and may be amended by the members of the Commission. Plan members consist of all regular full-time employees who have attained the age of 21. The Plan is administered by Simmons First National Bank. At December 31, 2000, there were approximately 20 Plan members. The Commission contributes 7% of employees' eligible compensation to the Plan and the employee may make voluntary contributions not to exceed 10% of compensation. Vesting of employer contributions begins at 1% after the first year and increases to 100% after six years of service. During 2000, the Commission contributed $46,836 to the Plan on behalf of its employees. No employees elected to contribute individually to the Plan in the current year.

The Plan's investments consist entirely of common/collective investment funds of a bank trust department and mutual funds. The fair value of investments in common/collective investment funds is determined by the fair value per share of the fund's underlying portfolio. The fair value of investments in mutual funds is determined using the fund's current per share price.

Agent Multiple - Employer Retirement Plan Information

Plan Description

Full-time uniformed policemen and firemen hired after 1982 are covered under agent multiple-employer retirement defined benefit pension plans administered by the Arkansas Local Police and Fire Retirement System. The Plans provide retirement, disability and death benefits to Plan members and beneficiaries. The authority to establish and amend benefit provisions is set forth in Arkansas state statutes and is vested in the Arkansas Legislature with the concurrence of the Governor. Arkansas Local Police and Fire Retirement System issues a publicly available financial report that includes financial statements and required supplementary information of the Plan. The financial report may be obtained by writing to Arkansas Local Police and Fire Retirement System, P. O. Drawer 34164, Little Rock, Arkansas 72203 or by calling (501) 682-1745.

Annual Pension Cost and Net Pension Obligation

For 2000, the City's annual pension cost of $492,482 for the policemen's plan and $221,406 for the firemen's plan was equal to the required and actual contributions. Neither Plan has a net pension obligation (NPO). The required contributions were determined as part of actuarial valuations on December 31, 1997, using the entry age actuarial method. The actuarial assumptions included (a) a rate of return on the investment of present and future assets of 7.5% per year, compounded annually, (b) projected salary increases of 5% per year, compounded annually, attributable to inflation, (c) additional projected salary increases ranging from 0% to 5.1% per year, depending on age, attributable to seniority/merit, (d) pre- and post-retirement mortality based on the 1984 Group Annuity Mortality Table set back no years for men and six years for women and (e) annual non-compounded post-retirement increases of 3% per year. The actuarial value of assets was determined using techniques that smooth the effect of short-term volatility in the market value of investments over a five-year period. The unfunded actuarial accrued liability is being amortized as a level percentage of projected payroll on an open basis. The amortization period at December 31, 2000, was 30 years.

NOTE 7: PENSION PLANS (Continued)

Three-Year Trend Information

Year Ended	Annual Pension Cost (APC)	Percentage Of APC Contributed	Net Pension Obligation
Policemen			
12-31-98	$ 447,947	100.00%	$ 0
12-31-99	$ 447,034	100.00%	$ 0
12-31-00	$ 492,482	100.00%	$ 0
Firemen			
12-31-98	$ 157,352	100.00%	$ 0
12-31-99	$ 164,012	100.00%	$ 0
12-31-00	$ 221,406	100.00%	$ 0

NOTE 8: CONTINGENCIES

The City generally follows the practice of recording liabilities resulting from claims and legal actions only when it is probable that a liability has been incurred and the amount can be reasonably estimated. Pending are several cases against the City and certain officials of the City. Some of these suits ask for injunctive relief while others ask for damages, attorney's fees and/or costs.

In the opinion of the City Attorney, the amount of financial exposure (amount not covered by insurance) to the City as a result of this litigation is not significant in relation to the General Fund. Any such obligations which may arise as a result of this litigation would be the responsibility of the General Fund.

The City participates in a number of federal and state assisted grant programs which are subject to financial and compliance audits by the grantor agencies or their designee. Accordingly, the City's compliance with applicable grant requirements and any disallowed costs resulting from such audits could become a liability of the City. In the opinion of management, any such disallowed costs will not have a material effect on the financial statements of the City at December 31, 2000.

The City has guaranteed industrial development and health care facilities revenue bonds payable by various manufacturing companies, hospitals and nonprofit entities in Pine Bluff totaling $62,705,000.

NOTE 9: SEGMENT INFORMATION

The City maintains three enterprise funds which provide sewer service, airport facilities and public transportation. The services are financed primarily from user charges. Segment information for the year ended December 31, 2000, is as follows:

	Primary Government	Discretely Presented Components Units			
	Transportation System	Pine Bluff Wastewater Utility	Aviation Commission	Component Units Total	Total
Operating revenues	$ 78,359	$ 6,288,127	$ 210,141	$ 6,498,268	$ 6,576,627
Depreciation and amortization	101,088	1,608,111	129,300	1,737,411	1,838,499
Operating income (loss)	(877,986)	1,414,588	(246,699)	1,167,889	289,903
Operating grants	491,610				491,610
Operating transfers in	288,068		109,000	109,000	397,068
Net income (loss)	(95,395)	1,014,731	(244,455)	770,276	674,881
Current year capital contributions	6,533	37,191		37,191	43,724
Property, plant and equipment additions	8,166	1,646,770	49,234	1,696,004	1,704,170
Net working capital	189,937	1,980,036	46,643	2,026,679	2,216,616
Total assets	1,516,538	39,049,085	1,861,004	40,910,089	42,426,627
Bonds and other long-term liabilities - payable from operating revenues		10,431,119		10,431,119	10,431,119
Total equity	1,179,780	26,628,397	1,805,967	28,434,364	29,614,144

NOTE 10: DEPOSITS AND INVESTMENTS WITH FINANCIAL INSTITUTIONS

Deposits and investments are separately held by several of the City's funds in local financial institutions. The deposits and investments of the pension trust funds are held separately from those of other City funds.

Deposits

At year-end, the carrying amount of the Primary Government deposits was $3,857,195 and the bank balance was $4,027,158. Of the bank balance, $3,271,114 was covered by federal depository insurance or by collateral held by the Primary Government's agents in the Primary Government's name and $756,044 was uninsured and uncollateralized or collateralized with securities held by the pledging financial institution's agent, but not in the City's name. The carrying amount of the Discretely Presented Component Units' deposits was $3,211,196 and the bank balance was $3,172,988. Of the bank balance, $3,006,331 was covered by federal depository insurance and $166,657 was uninsured and uncollateralized or collateralized with securities held by the pledging financial institution's agent, but not in the component units' name. Due to significantly higher cash flows at certain times during the year, the Primary Government's and the Discretely Presented Component Units' uninsured and uncollateralized deposits were higher at those times than at the end of the year. State law requires collateralization of all deposits with federal depository insurance and other acceptable collateral in specific amounts. No legal opinion has been obtained regarding the enforceability of any of the collateral arrangements.

NOTE 10: DEPOSITS AND INVESTMENTS WITH FINANCIAL INSTITUTIONS (Continued)

Investments

Statutes authorize the City to invest only in direct obligations of the U.S. Government. The City's pension trust funds are authorized to invest in corporate bonds rated A or better by at least two standard rating services; obligations of the U.S. Government or other obligations issued by an agency of the U.S. Government, the principal and interest of which are guaranteed in full by the U.S. Government; direct obligations of the State of Arkansas; certificates of deposit of any banks in Arkansas if such bank is insured by the Federal Deposit Insurance Corporation; certain capital notes, ad valorem bonds, revolving loan bonds and certain guaranteed notes secured by mortgages and real estate and certain mutual funds.

The City's investments are categorized below to give an indication of the level of custodial credit risk assumed by the entity at year-end. Category 1 includes investments that are insured or registered or for which the securities are held by the City or its agent in the City's name. Category 2 includes uninsured and unregistered investments for which the securities are held by the counterparty's trust department or agent in the City's name. Category 3 includes uninsured and unregistered investments for which the securities are held by the dealer bank's trust department in other than the City's name, by the broker/dealer, by the dealer bank or by another bank that is a subsidiary of the same holding company as the dealer bank. The City's investments in common/collective and mutual funds are not classified by custodial credit risk category as they are not evidenced by securities that exist in physical or book entry form.

Primary Government

	Category			Fair Value/	
	1	2	3	Carrying Amount	Cost
U.S. government securities	$ 8,461,466	$ 26,891,366	$	$ 35,352,832	$ 34,321,484
Corporate bonds		13,704,066		13,704,066	13,556,916
Common stocks		17,586,980		17,586,980	14,528,178
Common/collective and mutual funds				4,112,737	4,228,419
	$ 8,461,466	$ 58,182,412	$ 0	$ 70,756,615	$ 66,634,997

The pension trust funds own all of the investments shown above except for $8,461,466 in U.S. government securities which are owned as follows:

General Fund	$ 7,491,466
Street Fund	870,000
Health Insurance Fund	100,000
	$ 8,461,466

Discretely Presented Component Units

	Fair Value/ Carrying Amount	Cost
Common/collective and mutual funds	$ 1,725,637	$ 1,652,885

Of the investments held by the Primary Government and its component units, $13,261,590 are cash equivalents and are treated as such on the combined balance sheet.

NOTE 11: EMPLOYEE HEALTH BENEFIT PLAN

The City participates in a partially self-funded employee health benefit plan. All full-time employees are covered by the plan. It is self-funded to a maximum of $75,000 per employee and/or $1,000,000 in aggregate per plan year. Coverage amounts in excess of this limit have been obtained by means of a stop loss reinsurance policy. There have been no significant reductions in insurance coverage from 1998 to 2000. Settlement amounts have not exceeded insurance coverage for the current year or the three prior years. The City records an estimated liability based on claims made against the City. Claims liabilities are based on estimates of the ultimate cost of reported claims (including future claim adjustment expenses) and an estimate for claims incurred but not yet reported based on historical experience. The following represents the changes in approximate aggregate liabilities of the employee health benefit plan for the City from January 1, 1998, to December 31, 2000.

Liability balance, January 1, 1998	151,661
Claims and changes in estimates	1,552,008
Claims payments	(1,421,372)
Liability balance, December 31, 1998	282,297
Claims and changes in estimates	1,711,535
Claims payments	(1,681,909)
Liability balance, December 31, 1999	311,923
Claims and changes in estimates	1,868,834
Claims payments	(1,662,666)
Liability balance, December 31, 2000	$ 518,091

NOTE 12: RECONCILIATION OF CONTRIBUTED CAPITAL

The following is a reconciliation of the contributed capital for the year ended December 31, 2000:

	Primary Government	Discretely Presented Component Units
Contributed capital, beginning of year	$ 9,655,179	$ 17,681,625
Current year contributions	6,533	37,191
Contributed capital, end of year	$ 9,661,712	$ 17,718,816

NOTE 13: INSURANCE COVERAGE

The City of Pine Bluff, Arkansas, and its component units have various insurance policies to cover their potential liability risk areas (*i.e.*, automobile, personal property, contents and outside structures and worker's compensation). The type of coverage and the liability limits vary with each entity. Coverage is provided both commercially and through the Arkansas Municipal League (AML), which is an association of local governments. AML provides the City with automobile and workers compensation insurance and legal defense. Fixed premiums are set annually by AML based on such factors as claims experience, employee class multipliers and population. For risks covered by AML, the City pays no deductible; however, the City pays a $2,000 fee to AML for each legal matter it handles. There have been no significant reductions in coverage from 1998 to 2000; nor have settlement amounts exceeded insurance coverage for the current year or the three prior years.

NOTE 14: RECONCILIATION OF OPERATING TRANSFERS IN/OUT

	Operating Transfer Out	Operating Transfer In
Primary Government		
General Fund	$ 345,395	$
Special Revenue Funds		57,327
Proprietary Funds		288,068
Total	$ 345,395	$ 345,395
Discretely Presented Component Units		
General Fund	$ 1,322,547	$
Special Revenue Funds		1,213,547
Proprietary Funds		109,000
Total	$ 1,322,547	$ 1,322,547

NOTE 15: VOLUNTARY FORGIVENESS OF DEBT

During November 2000, the City Council voted to voluntarily absolve the debt obligations that various sewer improvement districts owed to the City of Pine Bluff. The total amount of obligations forgiven was $1,123,417 and was recognized as a General Fund expenditure (supporting public works) in the 2000 financial statements.

NOTE 16: COMMITMENTS AND SUBSEQUENT EVENTS

Ice Storm Clean-Up

As a result of the December 2000 ice storms, the City of Pine Bluff hired an independent contractor in January 2001 to remove all debris, not on personal property, within the City limits. The majority of the costs were subject to reimbursement by the Federal Emergency Management Agency (FEMA). During the clean-up, FEMA disallowed certain costs and determined that some debris removed was ineligible for reimbursement. The City is currently appealing some of FEMA's decisions. The ultimate cost of the City is unknown, but could be in excess of $2 million.

Retirements

Effective January 1, 2001, the City of Pine Bluff had two long-term employees retire. As a result of these retirements, the Retirement System of the City of Pine Bluff (RSCPB) paid out approximately $454,000 through refunds of employee contributions and lump-sum distributions. These payments are not expected to have a significant impact on the actuarially soundness of the RSCPB.

Assistance with the Formation and Construction of Sewer Improvement Districts

The City of Pine Bluff has committed to assist with the formation and construction of three sewer improvement districts in the near term. The City's ultimate financial commitment has yet to be determined, but the City has approximately $2 million available for community support projects of this nature.

NOTE 17: FUTURE CHANGE IN ACCOUNTING PRINCIPLE

The Governmental Accounting Standards Board recently adopted Statement No. 34, *Basic Financial Statements—And Management's Discussion and Analysis—for State and Local Governments,* which establishes new financial reporting requirements intended to make annual reports more comprehensive and easier to understand and use. This statement will require dramatic changes in presentation of financial information, the underlying systems that collect information and the methods used to record it. The City expects to first apply the new statement during fiscal year ending December 31, 2003, by retroactively restating previous years' statements for the effects of the accounting changes. The ultimate impact of applying the new statement has not yet been determined.

CITY OF PINE BLUFF, ARKANSAS

SUPPLEMENTARY INFORMATION REQUIRED
BY THE GOVERNMENTAL ACCOUNTING STANDARDS BOARD

DECEMBER 31, 2000

CITY OF PINE BLUFF, ARKANSAS
DEFINED BENEFIT PENSION PLANS - REQUIRED SUPPLEMENTARY INFORMATION
SCHEDULES OF FUNDING PROGRESS
YEAR ENDED DECEMBER 31, 2000

	Actuarial Valuation Date	Actuarial Value Of Assets (a)	Actuarial Accrued Liability (AAL) – Entry Age (b)
Municipal Judge and Municipal Court Clerk Retirement Fund	12/31/98	$ 682,864	$ 815,947
Policemen's Pension and Relief Fund	12/31/97	16,416,295	19,024,232
	12/31/99	18,482,524	19,688,625
Firemen's Pension and Relief Fund	12/31/97	16,344,206	17,408,583
	12/31/99	18,726,124	19,126,630
Retirement System of the City of Pine Bluff	12/31/98	22,903,573	12,568,881
	12/31/99	23,373,446	14,176,802
	12/31/00	23,701,586	16,971,551
Policemen's Agent Multiple-Employer Retirement Plan	12/31/94	2,469,790	2,400,117
	12/31/95	3,224,048	2,720,630
	12/31/96	4,212,103	3,600,535
	12/31/97	5,441,255	4,376,724
	12/31/98	6,942,285	5,428,885
	12/31/99	8,315,990	5,940,520
Firemen's Agent Multiple-Employer Retirement Plan	12/31/94	1,757,088	1,316,910
	12/31/95	2,144,603	1,550,532
	12/31/96	2,627,341	2,010,573
	12/31/97	3,229,526	2,350,600
	12/31/98	3,922,645	2,922,058
	12/31/99	4,887,599	3,715,276

Note: During 2000, the actuarial valuation method used to calculate the annual required contribution on the Retirement System of the City of Pine Bluff was changed from the projected unit credit method to the entry age normal cost method. As a result of this change, current year annual pension cost was increased by a one time adjustment of $1,311,060, and the actuarial accrued liability and the unfunded actuarial accrued liability were negatively impacted.

Unfunded AAL (UAAL) (b-a)	Funded Ratio (a/b)	Covered Payroll (c)	UAAL As A Percentage Of Covered Payroll ((b-a)/c)	Excess As A Percentage Of Covered Payroll ((a-b)/c)
$ 133,083	84%	$ 186,500	71%	
2,607,937	86%	1,364,210	191%	
1,206,101	94%	619,628	195%	
1,064,377	94%	1,750,051	61%	
400,506	98%	944,214	42%	
(10,334,692)	182%	5,767,331		179%
(9,196,644)	165%	6,053,792		152%
(6,730,035)	140%	6,368,372		106%
(69,673)	103%	2,158,812		3%
(503,418)	119%	2,515,203		20%
(611,568)	117%	3,131,233		20%
(1,064,531)	124%	3,535,907		30%
(1,513,400)	128%	3,923,987		39%
(2,375,470)	140%	3,980,811		60%
(440,178)	133%	1,011,863		44%
(594,071)	138%	1,035,559		57%
(616,768)	131%	1,354,799		45%
(878,926)	137%	1,489,235		59%
(1,000,587)	134%	1,566,731		64%
(1,172,323)	132%	1,918,900		61%

CITY OF PINE BLUFF, ARKANSAS
DEFINED BENEFIT PENSION PLANS - REQUIRED SUPPLEMENTARY INFORMATION
SCHEDULES OF EMPLOYER CONTRIBUTIONS
YEAR ENDED DECEMBER 31, 2000

	Year Ended December 31	Annual Required Contribution	Percentage Contributed
Municipal Judge and Municipal Court Clerk Retirement Fund	1998	$ 65,000	17%
	1999	$ 65,000	18%
	2000	$ 65,000	18%
Policemen's Pension and Relief Fund	1997	$ 502,503	119%
	1998	$ 507,927	115%
	1999	$ 507,927	115%
	2000	$ 324,606	158%
Firemen's Pension and Relief Fund	1997	$ 630,068	85%
	1998	$ 368,909	144%
	1999	$ 368,909	140%
	2000	$ 268,711	196%
Retirement System of the City of Pine Bluff	1998	$ 775,585	78%
	1999	$ 832,769	76%
	2000	$ 704,539	95%

CITY OF PINE BLUFF, ARKANSAS
REQUIRED SUPPLEMENTARY INFORMATION
YEAR ENDED DECEMBER 31, 2000

NOTES TO REQUIRED SUPPLEMENTARY INFORMATION

Defined Benefit Pension Plans

The information presented in the required supplementary schedules was determined as part of the actuarial valuations at the dates indicated. Additional information as of the latest actuarial valuation follows:

	Municipal Judge And Municipal Court Clerk Retirement Fund	Policemen's Pension And Relief Fund	Firemen's Pension And Relief Fund	Retirement System Of The City Of Pine Bluff	Policemen's Agent – Employer Retirement Plan	Firemen's Agent – Employer Retirement Plan
Actuarial valuation date	12/31/98	12/31/99	12/31/99	12/31/00	12/31/97	12/31/97
Actuarial cost method	Entry age normal	Entry age normal	Entry age normal	Entry age normal	Entry age normal	Entry age normal
Amortization method	Level percent closed	Level percent closed	Level percent closed	Level percent closed	Level percent open	Level percent open
Remaining amortization period	28 years	8 years	8 years	30 years	30 years	30 years
Asset valuation method	Market	Market	Market	Market	5-year smoothed market	5-year smoothed market
Actuarial assumptions:						
Investment rate of return*	7.0%	6.0%	6.0%	6.0%	7.5%	7.5%
Projected salary increases*	4.0%	4.2-8.0%	4.2-8.0%	4.0%	5.0 – 10.1%	5.0-10.1%
*Includes inflation at	3.0%	4.0%	4.0%	3.0%	5.0%	5.0%
Cost-of-living adjustments	None	None	None	3.0%	3.0%	3.0%

CITY OF PINE BLUFF, ARKANSAS

SUPPLEMENTARY INFORMATION

DECEMBER 31, 2000

CITY OF PINE BLUFF, ARKANSAS
SCHEDULE OF EXPENDITURES OF FEDERAL AWARDS
YEAR ENDED DECEMBER 31, 2000

Cluster/Program	Federal Agency/ Pass-Through Entity	CFDA Number	Grant/ Identifying Number	Amount Expended
Community Development Block Grants/Entitlement Grants	U.S. Department of Housing and Urban Development	14.218		$ 1,792,331
HOME Investment Partnerships Program	U.S. Department of Housing and Urban Development	14.239		454,448
Juvenile Accountability Incentive Block Grant	U.S. Department of Justice/Arkansas Department of Human Services	16.523	J599-053	100,282
Local Law Enforcement Block Grants Program	U.S. Department of Justice	16.592	1998-LB-VX-2698	148,970
			1999-LB-VX-7481	116,870
Public Safety Partnership and Community Policing Grants:	U.S. Department of Justice	16.710		
COPS Universal Hiring Award			97UMWX0494	188,181
COPS Grant – Problem-Solving Partnerships			97PRWX0229	3,782
COPS MORE-Office of Community Oriented Policing Services			1999CMWX2034	2,566
COPS Advanced Community Policing Grant			970CWX0002	81,502
COPS Meth Grant			1999CKWX0075	207,540
Federal Transit: Formula Grants	U.S. Department of Transportation/ Arkansas State Highway and Transportation Department	20.507	AR-90-X043	479,035
Gang Resistance Education and Training (G.R.E.A.T.)	U.S. Department of Treasury/ Bureau of Alcohol, Tobacco and Firearms	21.053	716009954	18,171
Promotion of the Arts-Grants to Organizations and Individuals	National Foundation on the Arts and the Humanities/Teacher Institute	45.024		6,008
Promotion of the Arts-Leadership Initiatives	National Foundation on the Arts and the Humanities/Mid-Atlantic Arts Foundation	45.026		36,000
Promotion of the Humanities-Federal/State Partnership	National Foundation on the Arts and the Humanities/Arkansas Humanities Council	45.129		16,180
Institute of Museum and Library Services: General Operating Support	National Foundation on the Arts and the Humanities	45.301	IG-80472-98	43,525
				$ 3,695,391

CITY OF PINE BLUFF, ARKANSAS
SCHEDULE OF EXPENDITURES OF FEDERAL AWARDS (CONTINUED)
YEAR ENDED DECEMBER 31, 2000

NOTES TO SCHEDULE

1. This schedule includes the federal activity of the City of Pine Bluff, Arkansas, and is presented on the modified accrual basis of accounting. The information in this schedule is presented in accordance with the requirements of OMB Circular A-133, *Audits of States, Local Governments and Non-Profit Organizations*. Therefore, some amounts presented in this schedule may differ from amounts presented in, or used in, the preparation of the basic financial statements.

2. Of the federal expenditures presented in this schedule, the City of Pine Bluff, Arkansas, provided federal awards to subrecipients as follows:

Program	CFDA Number	Subrecipient	Amount Provided
HOME Investment Partnerships Program	14.239	The Southeast Arkansas Community Development Corporation	$ 39,854
		Progressive Southeast Arkansas Housing Development Corporation	78,677
			$ 118,531

CITY OF PINE BLUFF, ARKANSAS

COMBINING, INDIVIDUAL FUND AND ACCOUNT GROUP STATEMENTS AND SCHEDULES

DECEMBER 31, 2000

CITY OF PINE BLUFF, ARKANSAS
GENERAL FUND
SCHEDULE OF EXPENDITURES, BUDGET (GAAP BASIS) AND ACTUAL
YEAR ENDED DECEMBER 31, 2000

	Budget	Actual	Variance Favorable (Unfavorable)
GENERAL GOVERNMENT			
Current			
Personal services	$ 1,437,623	$ 1,364,459	$ 73,164
Supplies and materials	112,070	101,355	10,715
Contractual services	679,446	559,534	119,912
Capital outlays	974,959	98,643	876,316
	3,204,098	2,123,991	1,080,107
POLICE DEPARTMENT			
Current			
Personal services	7,172,685	7,028,190	144,495
Supplies and materials	443,935	474,051	(30,116)
Contractual services	1,442,147	1,782,238	(340,091)
Capital outlays	477,258	863,946	(386,688)
	9,536,025	10,148,425	(612,400)
FIRE DEPARTMENT			
Current			
Personal services	4,214,722	4,447,373	(232,651)
Supplies and materials	54,485	48,736	5,749
Contractual services	98,948	89,829	9,119
Capital outlays	25,412	226,788	(201,376)
	4,393,567	4,812,726	(419,159)
INSPECTION			
Current			
Personal services	489,574	492,074	(2,500)
Supplies and materials	41,664	51,559	(9,895)
Contractual services	269,100	269,326	(226)
Capital outlays	25,500	23,249	2,251
	825,838	836,208	(10,370)

	Budget	Actual	Variance Favorable (Unfavorable)
PUBLIC WORKS			
Current			
Personal services	$ 66,622	$ 37,915	$ 28,707
Supplies and materials	2,440	2,445	(5)
Contractual services	5,270	3,003	2,267
Capital outlays	27,000	26,626	374
	101,332	69,989	31,343
SANITATION			
Current			
Contractual services	2,100,062	2,093,973	6,089
SUPPORTING PUBLIC PROJECTS			
Current			
Health	88,760	88,760	
Public works	1,942,260	1,554,101	388,159
Voluntary forgiveness of debt		1,123,417	(1,123,417)
Education	7,000	7,000	
	2,038,020	2,773,278	(735,258)
ADMINISTRATIVE AND GENERAL			
Current			
Personal services	879,891	842,762	37,129
Supplies and materials	78,994	70,201	8,793
Contractual services	178,619	185,879	(7,260)
Capital outlays	22,032	23,204	(1,172)
	1,159,536	1,122,046	37,490
	$ 23,358,478	$ 23,980,636	$ (622,158)

CITY OF PINE BLUFF, ARKANSAS
SPECIAL REVENUE FUNDS
COMBINING BALANCE SHEET
DECEMBER 31, 2000

	Primary Government		
	Street Fund	Community Development Block Grant Program	Total Primary Government
ASSETS			
Cash and cash equivalents	$ 1,172,997	$ 70,702	$ 1,243,699
Notes receivable		278,878	278,878
Receivables - accounts and grants	28,567	87,059	115,626
Total Assets	$ 1,201,564	$ 436,639	$ 1,638,203
LIABILITIES			
Warrants payable	$ 78,066	$ 43,230	$ 121,296
Accounts payable		12,997	12,997
Due to other funds	623	76,651	77,274
Accrued payroll and compensated absences	113,769	36,011	149,780
Total Liabilities	192,458	168,889	361,347
FUND BALANCES (DEFICITS)			
Reserved for repayable loan agreements		278,878	278,878
Unreserved	1,009,106	(11,128)	997,978
Total Fund Balances	1,009,106	267,750	1,276,856
Total Liabilities and Fund Balances	$ 1,201,564	$ 436,639	$ 1,638,203

CITY OF PINE BLUFF, ARKANSAS
SPECIAL REVENUE FUNDS
COMBINING STATEMENT OF REVENUES, EXPENDITURES AND CHANGES IN FUND BALANCES
YEAR ENDED DECEMBER 31, 2000

	Primary Government		
	Street Fund	Community Development Block Grant Program	Total Primary Government
REVENUES			
Property taxes	$ 461,266	$	$ 461,266
Intergovernmental	2,837,728		2,837,728
Income from programs, supplies and services	150,657	13,142	163,799
Grants and entitlements		2,246,779	2,246,779
Interest income	53,287		53,287
Miscellaneous	40,107		40,107
Total Revenues	3,543,045	2,259,921	5,802,966
EXPENDITURES			
Public works	1,930,410	2,167,631	4,098,041
Capital outlays	1,507,623	1,825	1,509,448
Total Expenditures	3,438,033	2,169,456	5,607,489
EXCESS OF REVENUES OVER EXPENDITURES BEFORE OTHER FINANCING SOURCES	105,012	90,465	195,477
OPERATING TRANSFERS IN	57,327		57,327
EXCESS OF REVENUES OVER EXPENDITURES AND OTHER FINANCING SOURCES OVER EXPENDITURES	162,339	90,465	252,804
FUND BALANCES, BEGINNING OF YEAR	846,767	177,285	1,024,052
FUND BALANCES, END OF YEAR	$ 1,009,106	$ 267,750	$ 1,276,856

CITY OF PINE BLUFF, ARKANSAS
SPECIAL REVENUE FUNDS
STREET FUND
STATEMENT OF REVENUES, EXPENDITURES AND CHANGES IN FUND BALANCE
BUDGET (GAAP BASIS) AND ACTUAL
YEAR ENDED DECEMBER 31, 2000

	Budget	Actual	Variance Favorable (Unfavorable)
REVENUES			
Property taxes	$ 460,000	$ 461,266	$ 1,266
Intergovernmental	2,440,000	2,837,728	397,728
Charges for services	90,000	150,657	60,657
Interest income	30,000	53,287	23,287
Miscellaneous	131,082	40,107	(90,975)
Total Revenues	3,151,082	3,543,045	391,963
EXPENDITURES			
Current			
Public works			
Personal services	1,760,618	1,576,578	184,040
Supplies and materials	147,950	137,133	10,817
Contractual services	272,550	216,699	55,851
Capital outlays	1,665,613	1,507,623	157,990
Total Expenditures	3,846,731	3,438,033	408,698
EXCESS (DEFICIENCY) OF REVENUES OVER EXPENDITURES BEFORE OTHER FINANCING SOURCES	(695,649)	105,012	800,661
OPERATING TRANSFERS IN		57,327	57,327
EXCESS (DEFICIENCY) OF REVENUES AND OTHER FINANCING SOURCES OVER EXPENDITURES	(695,649)	162,339	857,988
FUND BALANCE (DEFICIT), BEGINNING OF YEAR	(810,704)	846,767	1,657,471
FUND BALANCE (DEFICIT), END OF YEAR	$ (1,506,353)	$ 1,009,106	$ 2,515,459

CITY OF PINE BLUFF, ARKANSAS
SPECIAL REVENUE FUNDS
COMMUNITY DEVELOPMENT BLOCK GRANT PROGRAM
STATEMENT OF REVENUES, EXPENDITURES AND CHANGES IN FUND BALANCE
BUDGET (GAAP BASIS) AND ACTUAL
YEAR ENDED DECEMBER 31, 2000

	Budget	Actual	Variance Favorable (Unfavorable)
REVENUES			
Income from programs, supplies and services	$	$ 13,142	$ 13,142
Grants and entitlements	3,151,163	2,246,779	(904,384)
Total Revenues	3,151,163	2,259,921	(891,242)
EXPENDITURES			
Current			
Public works			
Personal services	318,254	315,183	3,071
Supplies and materials	13,177	14,633	(1,456)
Contractual services	2,900,060	1,837,815	1,062,245
Capital outlays	2,000	1,825	175
Total Expenditures	3,233,491	2,169,456	1,064,035
EXCESS OF REVENUES OVER EXPENDITURES	(82,328)	90,465	172,793
FUND BALANCE, BEGINNING OF YEAR	707,388	177,285	(530,103)
FUND BALANCE, END OF YEAR	$ 625,060	$ 267,750	$ (357,310)

CITY OF PINE BLUFF, ARKANSAS
ENTERPRISE FUND
BALANCE SHEET
DECEMBER 31, 2000

	Primary Government Transportation System
ASSETS	
CURRENT ASSETS	
Cash and cash equivalents	$ 47,660
Due from other governments	479,035
Total Current Assets	526,695
PROPERTY AND EQUIPMENT, At Cost	
Plant and facilities in service	1,322,372
Buses	2,023,373
Machinery and equipment	204,485
	3,550,230
Less accumulated depreciation	2,560,387
	989,843
	$ 1,516,538
LIABILITIES AND FUND EQUITY	
CURRENT LIABILITIES	
Payable from current assets	
Accounts payable	$ 20,017
Accrued payroll and compensated absences	54,360
Due to other funds	262,381
Total Current Liabilities	336,758
FUND EQUITY	
Contributed capital	9,661,712
Retained deficit	(8,481,932)
Total Fund Equity	1,179,780
	$ 1,516,538

CITY OF PINE BLUFF, ARKANSAS
ENTERPRISE FUND
STATEMENT OF REVENUES, EXPENSES AND CHANGES IN RETAINED DEFICIT
YEAR ENDED DECEMBER 31, 2000

	Primary Government Transportation System
OPERATING REVENUES	
Charges for goods and services	$ 78,359
OPERATING EXPENSES	
Salaries, wages and employee benefits	571,564
Supplies and materials	98,579
Services and other expenses	49,067
Utilities	23,488
Repairs and maintenance	112,559
Depreciation and amortization	101,088
Total Operating Expenses	956,345
OPERATING LOSS	(877,986)
NONOPERATING REVENUES	
Grants income	491,610
Interest income	2,913
Total Nonoperating Revenues	494,523
NET LOSS BEFORE OPERATING TRANSFERS	(383,463)
OPERATING TRANSFERS IN	288,068
NET LOSS	(95,395)
RETAINED DEFICIT, BEGINNING OF YEAR	(8,386,537)
RETAINED DEFICIT, END OF YEAR	$ (8,481,932)

CITY OF PINE BLUFF, ARKANSAS
ENTERPRISE FUND
STATEMENT OF CASH FLOWS
YEAR ENDED DECEMBER 31, 2000

	Primary Government Transportation System
CASH FLOWS FROM OPERATING ACTIVITIES	
Operating loss from operations	$ (877,986)
Item not requiring cash:	
Depreciation and amortization	101,088
Changes in:	
Due to/due from other funds/governments	(125)
Accounts payable and accrued liabilities	(6,413)
Net cash used in operating activities	(783,436)
CASH FLOWS FROM INVESTING ACTIVITIES	
Interest income	2,913
Net cash provided by investing activities	2,913
CASH FLOWS FROM NONCAPITAL FINANCING ACTIVITIES	
Operating grants	491,610
Transfers in	288,068
Net cash provided by noncapital financing activities	779,678
CASH FLOWS FROM CAPITAL AND RELATED FINANCING ACTIVITIES	
Contributed capital	6,533
Purchase of property, plant and equipment	(8,166)
Net cash used in capital and related financing activites	(1,633)
DECREASE IN CASH AND CASH EQUIVALENTS	(2,478)
CASH AND CASH EQUIVALENTS, BEGINNING OF YEAR	50,138
CASH AND CASH EQUIVALENTS, END OF YEAR	$ 47,660

CITY OF PINE BLUFF, ARKANSAS
FIDUCIARY FUNDS
COMBINING BALANCE SHEET
DECEMBER 31, 2000

	Primary Government			
	Pension	Agency Funds		Total
	Trust	City	Municipal	Primary
ASSETS	Funds	Collector	Court	Government
Cash	$ 3,334,718	$ 1,880	$ 102,817	$ 3,439,415
Investments, at market	58,960,431			58,960,431
Receivables:				
Property taxes	537,889			537,889
Contributions	57,820			57,820
Accrued interest and dividends	666,089			666,089
Total Assets	$ 63,556,947	$ 1,880	$ 102,817	$ 63,661,644
LIABILITIES AND NET ASSETS				
Accounts payable	$	$	$ 102,817	$ 102,817
Due to other funds		1,880		1,880
Deferred revenue	537,889			537,889
Total Liabilities	537,889	1,880	102,817	642,586
Net assets held in trust for pension benefits	63,019,058			63,019,058
Total Liabilities and Net Assets	$ 63,556,947	$ 1,880	$ 102,817	$ 63,661,644

CITY OF PINE BLUFF, ARKANSAS
PENSION TRUST FUNDS
COMBINING STATEMENT OF PLAN NET ASSETS
DECEMBER 31, 2000

		Primary Government	
	Municipal Judge And Municipal Court Clerk Retirement Fund	Policemen's Pension And Relief Fund	Firemen's Pension And Relief Fund
ASSETS			
Cash and cash equivalents	$ 76,028	$ 883,829	$ 1,614,901
Investments			
U. S. Government obligations	496,017	5,336,276	9,223,356
Domestic corporate bonds		3,557,892	4,217,469
Domestic stocks		8,992,516	3,945,218
Common/collective and mutual funds	148,061		158,862
Receivables			
Property taxes		268,392	269,497
Contributions	958		
Accrued interest and dividends	10,456	78,241	241,561
Total Assets	$ 731,520	$ 19,117,146	$ 19,670,864
LIABILITIES AND NET ASSETS			
Deferred revenue	$	$ 268,392	$ 269,497
Total Liabilities		268,392	269,497
Net assets held in trust for pension benefits	731,520	18,848,754	19,401,367
Total Liabilities and Net Assets	$ 731,520	$ 19,117,146	$ 19,670,864

Retirement System Of The City Of Pine Bluff	Total Primary Government
$ 759,960	$ 3,334,718
11,835,717	26,891,366
5,928,705	13,704,066
4,649,246	17,586,980
471,096	778,019
	537,889
56,862	57,820
335,831	666,089
$ 24,037,417	$ 63,556,947
$	$ 537,889
	537,889
24,037,417	63,019,058
$ 24,037,417	$ 63,556,947

CITY OF PINE BLUFF, ARKANSAS
PENSION TRUST FUNDS
COMBINING STATEMENT OF CHANGES IN PLAN NET ASSETS
YEAR ENDED DECEMBER 31, 2000

	Primary Government		
	Municipal Judge And Municipal Court Clerk Retirement Fund	Policemen's Pension And Relief Fund	Firemen's Pension And Relief Fund
ADDITIONS			
Contributions			
Employer	$ 11,509	$ 514,388	$ 528,295
Plan members		64,552	87,502
Total Contributions	11,509	578,940	615,797
Investment income			
Net increase (decrease) in fair value of investments	(5,498)	273,754	47,926
Interest	36,226	661,443	947,171
Dividends	12,660	157,911	60,377
	43,388	1,093,108	1,055,474
Less investment expense	6,498	90,962	69,956
Net investment income (loss)	36,890	1,002,146	985,518
Miscellaneous income			
Total Additions	48,399	1,581,086	1,601,315
DEDUCTIONS			
Benefits paid directly to participants	25,726	1,207,088	924,227
Refunds of employees' contributions			
Administrative expenses	1,230	7,768	1,845
Total Deductions	26,956	1,214,856	926,072
NET INCREASE (DECREASE)	21,443	366,230	675,243
NET ASSETS HELD IN TRUST FOR PENSION BENEFITS, BEGINNING OF YEAR	710,077	18,482,524	18,726,124
NET ASSETS HELD IN TRUST FOR PENSION BENEFITS, END OF YEAR	$ 731,520	$ 18,848,754	$ 19,401,367

Retirement System Of The City Of Pine Bluff	Total Primary Government
$ 469,129	$ 1,523,321
201,058	353,112
670,187	1,876,433
300,780	616,962
1,183,079	2,827,919
88,554	319,502
1,572,413	3,764,383
47,056	214,472
1,525,357	3,549,911
1,490	1,490
2,197,034	5,427,834
1,404,658	3,561,699
112,683	112,683
15,722	26,565
1,533,063	3,700,947
663,971	1,726,887
23,373,446	61,292,171
$ 24,037,417	$ 63,019,058

CITY OF PINE BLUFF, ARKANSAS
AGENCY FUNDS
COMBINING STATEMENT OF CHANGES IN ASSETS AND LIABILITIES
YEAR ENDED DECEMBER 31, 2000

	Balance January 1, 2000	Additions	Deductions	Balance December 31, 2000
CITY COLLECTOR'S FUND				
ASSETS				
Petty cash	$ 400	$	$	$ 400
Cash in bank	2,000	12,907	13,427	1,480
	$ 2,400	$ 12,907	$ 13,427	$ 1,880
LIABILITIES				
Due to other funds	$ 2,400	$ 12,907	$ 13,427	$ 1,880
MUNICIPAL COURT FUNDS				
ASSETS				
Cash in bank	$ 52,668	$ 3,486,036	$ 3,435,887	$ 102,817
LIABILITIES				
Accounts payable	$ 52,668	$ 3,486,036	$ 3,435,887	$ 102,817
TOTALS - ALL AGENCY FUNDS				
ASSETS				
Petty cash	$ 400	$	$	$ 400
Cash in bank	54,668	3,498,943	3,449,314	104,297
	$ 55,068	$ 3,498,943	$ 3,449,314	$ 104,697
LIABILITIES				
Accounts payable	$ 52,668	$ 3,486,036	$ 3,435,887	$ 102,817
Due to other funds	2,400	12,907	13,427	1,880
	$ 55,068	$ 3,498,943	$ 3,449,314	$ 104,697

CITY OF PINE BLUFF, ARKANSAS
SCHEDULE OF GENERAL FIXED ASSETS - BY SOURCES
DECEMBER 31, 2000

	Primary Government	Component Units
General Fixed Assets		
Land and improvements	$ 1,430,438	$ 331,672
Buildings and improvements	5,494,462	8,754,129
Transportation equipment	7,419,498	36,961
Other equipment	2,802,635	3,086,268
Total General Fixed Assets	$ 17,147,033	$ 12,209,030

	Primary Government	Component Units
Sources of Investment in General Fixed Assets		
Capital projects funds	$ 3,670,450	$ 290,644
General fund revenues	7,096,477	602,134
Street fund revenues	4,095,224	55,695
Revenue sharing	527,467	703,518
Jefferson County grants	6,003	389,000
Federal grants	1,751,412	3,727,122
General obligation bonds		2,502,456
Tourism revenues		1,569,003
State turnback funds		2,369,458
Total Investment in General Fixed Assets	$ 17,147,033	$ 12,209,030

CITY OF PINE BLUFF, ARKANSAS
SCHEDULE OF GENERAL FIXED ASSETS - BY FUNCTION AND ACTIVITY
DECEMBER 31, 2000

PRIMARY GOVERNMENT	Land And Improvements	Buildings And Improvements
General Government		
Building maintenance	$	$
Municipal Court		
Cemetery		65,360
City Collector		
City Attorney		
Animal Control		164,879
Civic Center	1,352,064	4,036,794
Total General Government	1,352,064	4,267,033
Police Department		108,987
Criminal Justice Block Grants		
Fire Department	68,374	1,058,188
Inspection Department		
Public Works		
Street Department	10,000	
Engineering Department		
Community Development		60,254
Total Public Works	10,000	60,254
Administrative and General		
Executive		
Finance		
Total Administrative and General		
TOTAL PRIMARY GOVERNMENT	$ 1,430,438	$ 5,494,462

DISCRETELY PRESENTED COMPONENT UNITS	Land And Improvements	Buildings And Improvements
Culture and Recreation		
Arts and Science Center	$	$
Civic Auditorium Complex and Advertising and Tourist Promotion Commissions	331,672	8,754,129
Total Culture and Recreation	331,672	8,754,129
TOTAL DISCRETELY PRESENTED COMPONENT UNITS	$ 331,672	$ 8,754,129

Transportation Equipment	Other Equipment	Totals
$ 23,116	$ 121,348	$ 144,464
	34,947	34,947
66,527	56,072	187,959
16,790	3,622	20,412
16,647	23,435	40,082
85,314	11,152	261,345
		5,388,858
208,394	250,576	6,078,067
2,307,539	560,101	2,976,627
	9,463	9,463
2,253,922	66,317	3,446,801
124,752	29,727	154,479
2,426,494	1,773,694	4,210,188
6,379	6,216	12,595
84,165	27,603	172,022
2,517,038	1,807,513	4,394,805
	71,355	71,355
7,853	7,583	15,436
7,853	78,938	86,791
$ 7,419,498	$ 2,802,635	$ 17,147,033
$	$ 413,647	$ 413,647
36,961	2,672,621	11,795,383
36,961	3,086,268	12,209,030
$ 36,961	$ 3,086,268	$ 12,209,030

CITY OF PINE BLUFF, ARKANSAS
SCHEDULE OF CHANGES IN GENERAL FIXED ASSETS - BY FUNCTION AND ACTIVITY
YEAR ENDED DECEMBER 31, 2000

PRIMARY GOVERNMENT	Balance January 1, 2000	Additions/ Transfers In	Retirements/ Transfers Out	Balance December 31, 2000
General Government				
Building maintenance	$ 144,464	$	$	$ 144,464
Municipal Court	34,947			34,947
Cemetery	176,926	14,233	3,200	187,959
City Collector	3,622	16,790		20,412
City Attorney	37,300	16,647	13,865	40,082
Animal Control	251,000	29,741	19,396	261,345
Civic Center	5,452,455		63,597	5,388,858
Total General Government	6,100,714	77,411	100,058	6,078,067
Police Department	2,627,390	879,828	530,591	2,976,627
Criminal Justice Block Grant	9,463			9,463
Fire Department	2,799,779	767,554	120,532	3,446,801
Inspection Department	108,771	53,558	7,850	154,479
Public Works				
Planning Department	35,560	16,790	52,350	-
Street Department	3,984,823	410,815	185,450	4,210,188
Engineering Department	12,595			12,595
Community Development	188,666		16,644	172,022
Total Public Works	4,221,644	427,605	254,444	4,394,805
Administrative and General				
Executive	71,355			71,355
Finance	15,436			15,436
Total Administrative and General	86,791			86,791
TOTAL PRIMARY GOVERNMENT	$ 15,954,552	$ 2,205,956	$ 1,013,475	$ 17,147,033

DISCRETELY PRESENTED COMPONENT UNITS

Culture and Recreation				
Arts and Science Center	$ 404,346	$ 9,301	$	$ 413,647
Civic Auditorium Complex and Advertising and Tourist Promotion Commissions	11,780,038	15,345		11,795,383
Total Culture and Recreation	12,184,384	24,646		12,209,030
TOTAL DISCRETELY PRESENTED COMPONENT UNITS	$ 12,184,384	$ 24,646	$ 0	$ 12,209,030

CITY OF PINE BLUFF, ARKANSAS
GENERAL LONG-TERM OBLIGATION ACCOUNT GROUP
SCHEDULE OF GENERAL LONG-TERM OBLIGATIONS
DECEMBER 31, 2000

Amount to be Provided for Retirement of General Long-Term Obligation	
Amount to be provided for retirement of accrued compensated absences	$ 29,953
Amount to be provided for retirement of net pension obligation	188,241
Total to be Provided for Retirement of General Long-Term Obligation	$ 218,194

General Long-Term Obligation Payable	
Accrued compensated absences	$ 29,953
Net pension benefit obligation	188,241
Total General Long-Term Obligation Payable	$ 218,194

CITY OF PINE BLUFF, ARKANSAS
GENERAL REVENUES BY SOURCE
LAST TEN YEARS

Year	Taxes	Licenses And Permits	Inter-Governmental	Charges For Goods/ Services	Fines, Forfeits And Penalties
1991	$ 10,214,066	$ 529,975	$ 3,593,503	$ 2,535,903	$ 832,609
1992	$ 10,565,158	$ 534,076	$ 3,677,458	$ 2,696,407	$ 519,052
1993	$ 11,220,668	$ 529,066	$ 3,932,792	$ 2,900,106	$ 668,530
1994	$ 14,988,967	$ 561,057	$ 4,368,741	$ 3,127,229	$ 589,410
1995	$ 17,311,393	$ 626,842	$ 4,028,342	$ 3,793,989	$ 828,640
1996	$ 16,882,873	$ 545,654	$ 4,346,671	$ 3,026,847	$ 616,588
1997	$ 17,565,821	$ 538,181	$ 4,250,409	$ 3,603,016	$ 1,087,517
1998	$ 17,936,904	$ 591,267	$ 4,907,544	$ 3,763,282	$ 1,175,972
1999	$ 17,915,582	$ 568,702	$ 5,080,771	$ 3,888,773	$ 1,475,475
2000	$ 18,511,226	$ 631,712	$ 5,265,245	$ 3,984,424	$ 1,209,234

* Includes only general and special revenue funds of the City of Pine Bluff and its discretely presented component units.

Grants And Entitlements	Miscellaneous	*Totals
$ 1,080,888	$ 766,226	$ 19,553,170
$ 1,324,545	$ 639,537	$ 19,956,233
$ 1,298,717	$ 582,430	$ 21,132,309
$ 1,919,051	$ 587,162	$ 26,141,617
$ 2,174,741	$ 756,024	$ 29,519,971
$ 2,568,011	$ 951,093	$ 28,937,737
$ 1,890,512	$ 883,176	$ 29,818,632
$ 2,518,055	$ 584,439	$ 31,477,463
$ 3,000,443	$ 579,827	$ 32,509,573
$ 3,216,644	$ 697,976	$ 33,516,461

CITY OF PINE BLUFF, ARKANSAS
GENERAL GOVERNMENTAL EXPENDITURES BY FUNCTION
LAST TEN YEARS

Year	General Government	Police Department	Fire Department	Inspection	Public Works
1991	$ 1,357,258	$ 4,550,078	$ 3,114,848	$ 339,472	$ 3,895,375
1992	$ 1,558,534	$ 4,782,422	$ 3,095,550	$ 355,202	$ 3,613,689
1993	$ 1,430,215	$ 4,893,098	$ 3,174,144	$ 328,488	$ 3,900,477
1994	$ 1,675,143	$ 6,030,559	$ 3,499,438	$ 381,010	$ 4,218,258
1995	$ 1,617,924	$ 6,979,069	$ 3,944,769	$ 382,193	$ 5,082,240
1996	$ 1,678,523	$ 7,885,444	$ 3,871,232	$ 488,160	$ 4,385,205
1997	$ 2,076,746	$ 9,213,474	$ 4,226,605	$ 559,363	$ 4,901,286
1998	$ 1,736,318	$ 9,744,792	$ 4,308,682	$ 544,685	$ 5,030,366
1999	$ 2,143,431	$ 9,663,809	$ 4,515,271	$ 619,771	$ 5,407,585
2000	$ 2,123,991	$ 10,148,425	$ 4,812,726	$ 836,208	$ 5,677,478

* Includes only general and special revenue funds of the City of Pine Bluff and its discretely presented component units.

Sanitation	Supporting Public Projects	Administrative And General	Culture Recreation	Debt Service	*Totals
$ 1,393,845	$ 799,822	$ 839,962	$ 2,639,734	$ 0	$ 18,930,394
$ 1,589,943	$ 1,208,470	$ 834,845	$ 3,002,056	$ 0	$ 20,040,711
$ 1,732,295	$ 385,494	$ 969,915	$ 3,156,012	$ 0	$ 19,970,138
$ 1,739,256	$ 1,205,218	$ 1,029,253	$ 3,513,553	$ 0	$ 23,291,688
$ 1,908,945	$ 2,214,208	$ 1,029,717	$ 3,844,127	$ 0	$ 27,003,192
$ 1,996,431	$ 1,605,324	$ 1,061,778	$ 4,580,645	$ 0	$ 27,552,742
$ 2,049,202	$ 1,059,889	$ 1,151,640	$ 4,498,484	$ 0	$ 29,736,689
$ 2,136,524	$ 1,000,948	$ 993,140	$ 4,698,923	$ 0	$ 30,194,378
$ 2,149,972	$ 994,246	$ 1,084,938	$ 4,641,348	$ 0	$ 31,220,371
$ 2,093,973	$ 2,773,278	$ 1,122,046	$ 4,735,671	$ 0	$ 34,323,796

CITY OF PINE BLUFF, ARKANSAS
PROPERTY TAX LEVIES AND COLLECTIONS
LAST TEN YEARS

Year	Total Tax Levy	Collection Of Current Year Taxes	Percent Of Levy Collected	Amount of Delinquent Taxes Collected	Total Collections	Percent Of Total Collections To Tax Levy
1991	$ 2,426,283	$ 2,212,006	91.17%	$ 156,225	$ 2,368,231	97.61%
1992	$ 2,508,447	$ 2,294,358	91.47%	$ 159,395	$ 2,453,753	97.82%
1993	$ 2,534,092	$ 2,411,320	95.16%	$ 144,284	$ 2,555,604	100.85%
1994	$ 2,617,110	$ 2,373,242	90.68%	$ 160,176	$ 2,533,418	96.80%
1995	$ 2,712,224	$ 2,502,062	92.25%	$ 184,199	$ 2,686,261	99.04%
1996	$ 3,266,179*	$ 2,556,430	78.27%	$ 153,019	$ 2,709,449	82.95%
1997	$ 2,989,665	$ 3,068,395	102.63%	$ 193,252	$ 3,261,647	109.10%
1998	$ 3,046,875	$ 2,793,909	91.70%	$ 183,849	$ 2,977,758	97.73%
1999	$ 3,081,959	$ 2,827,824	91.75%	$ 209,786	$ 3,037,610	98.56%
2000	$ 3,224,000	$ 2,840,558	88.11%	$ 223,536	$ 3,064,094	95.04%

* Includes a 1% millage assessment (levied for one year only) to be used for library improvements and a 0.6% millage assessment to be used for library operations.

CITY OF PINE BLUFF, ARKANSAS
ASSESSED AND ESTIMATED ACTUAL VALUE OF ALL TAXABLE PROPERTY
LAST TEN YEARS

	Real Property		Personal Property	
Year	Assessed Value	Estimated Actual Value	Assessed Value	Estimated Actual Value
1991	$ 171,782,955	$ 858,914,775	$ 79,064,776	$ 395,323,880
1992	$ 174,052,763	$ 870,263,815	$ 87,722,736	$ 438,613,680
1993	$ 176,107,591	$ 880,537,955	$ 85,641,441	$ 428,207,205
1994	$ 176,672,575	$ 883,362,875	$ 93,325,094	$ 466,625,470
1995	$ 176,672,621	$ 883,363,105	$ 93,325,074	$ 466,625,370
1996	$ 179,879,910	$ 899,399,550	$ 99,991,349	$ 499,956,745
1997	$ 183,019,850	$ 915,099,250	$ 104,985,249	$ 524,926,245
1998	$ 184,090,936	$ 920,454,680	$ 110,533,250	$ 552,666,250
1999	$ 184,460,024	$ 922,300,120	$ 113,116,200	$ 565,581,000
2000	$ 184,390,290	$ 921,951,450	$ 116,924,250	$ 584,621,250

According to Arkansas Statute 84-476, entitled percentage of value to be used in appraisal, the per centum of true and full market, or actual value, to be used in the appraisal and assessment shall be fixed and certified by the Arkansas Public Service Commission; provided . . . the Commission shall not fix and certify a per centum of true and full market, or actual value, in excess of twenty per centum (20%).

Corporate Property		Total		Ratio Of Total Assessed To Total Estimated Actual Value
Assessed Value	Estimated Actual Value	Assessed Value	Estimated Actual Value	
$ 15,638,339	$ 78,191,695	$ 266,486,070	$ 1,332,430,350	20%
$ 16,522,299	$ 82,611,495	$ 278,297,798	$ 1,391,488,990	20%
$ 16,686,553	$ 83,432,765	$ 278,435,585	$ 1,392,177,925	20%
$ 17,596,898	$ 87,984,490	$ 287,594,567	$ 1,437,972,835	20%
$ 17,596,898	$ 87,984,490	$ 287,594,593	$ 1,437,972,965	20%
$ 18,175,363	$ 90,876,815	$ 298,046,622	$ 1,490,233,110	20%
$ 20,207,788	$ 101,038,940	$ 308,212,887	$ 1,541,064,435	20%
$ 19,486,452	$ 97,432,260	$ 314,110,638	$ 1,570,553,190	20%
$ 20,151,219	$ 100,756,095	$ 317,727,443	$ 1,588,637,215	20%
$ 20,323,982	$ 101,619,910	$ 321,638,522	$ 1,608,192,610	20%

CITY OF PINE BLUFF, ARKANSAS
TAX RATES AND TAX LEVIES
LAST TEN YEARS

	1991		1992		1993		1994	
	Real	Personal	Real	Personal	Real	Personal	Real	Personal
	Property		Property		Property		Property	
Tax rates:								
General	.005	.005	.005	.005	.005	.005	.005	.005
Bonds and interest - General improvements								
Policemen's pension	.0008	.0008	.0008	.0008	.0008	.0008	.0008	.0008
Firemen's pension	.0008	.0008	.0008	.0008	.0008	.0008	.0008	.0008
Library maintenance	.001	.001	.001	.001	.001	.001	.001	.001
Street maintenance	.00075	.00075	.00075	.00075	.0015	.0015	.0015	.0015
Total	.00835	.00835	.00835	.00835	.0091	.0091	.0091	.0091

	1991	1992	1993	1994
Tax levies:				
General	$ 1,332,430	$ 1,391,489	$ 1,441,073	$ 1,437,973
Policemen's pension	213,819	223,000	230,736	230,075
Firemen's pension	213,819	223,000	230,736	230,075
Library maintenance	266,486	278,295	288,215	287,595
Street maintenance	399,729	392,663	432,322	431,392
Total	$ 2,426,283	$ 2,508,447	$ 2,623,082	$ 2,617,110

State constitutional limits on city tax rate:

Five (5) mills for General Obligation
Five (5) mills for Debt Service-General Improvement Bonds
Five (5) mills for library maintenance
Three (3) mills for library capital improvements
One (1) mill each for Policemen's and Firemen's Pension

Taxes are due and payable between March 1 and October 10
Taxes are recorded as delinquent after October 10 and a ten percent (10%) penalty is added.

1995 Real Property	1995 Personal Property	1996 Real Property	1996 Personal Property	1997 Real Property	1997 Personal Property	1998 Real Property	1998 Personal Property	1999 Real Property	1999 Personal Property	2000 Real Property	2000 Personal Property
.005	.005	.005	.005	.005	.005	.005	.005	.005	.005	.005	.005
.0008	.0008	.0008	.0008	.0008	.0008	.0008	.0008	.0008	.0008	.0008	.0008
.0008	.0008	.0008	.0008	.0008	.0008	.0008	.0008	.0008	.0008	.0008	.0008
.001	.001	.0026	.0026	.0016	.0016	.0016	.0016	.0016	.0016	.0016	.0016
.0015	.0015	.0015	.0015	.0015	.0015	.0015	.0015	.0015	.0015	.0015	.0015
.0091	.0091	.0107	.0107	.0097	.0097	.0097	.0097	.0097	.0097	.0097	.0097

1995	1996	1997	1998	1999	2000
$ 1,490,233	$ 1,526,252	$ 1,541,064	$ 1,570,554	$ 1,588,639	$ 1,661,856
238,437	244,200	246,570	251,289	254,182	265,897
238,437	244,200	246,570	251,289	254,182	265,897
298,047	793,651	493,141	502,577	508,364	531,794
447,070	457,876	462,320	471,166	476,592	498,556
$ 2,712,224	$ 3,266,179	$ 2,989,665	$ 3,046,875	$ 3,081,959	$ 3,224,000

CITY OF PINE BLUFF, ARKANSAS
[1]PROPERTY TAX RATES - DIRECT AND OVERLAPPING GOVERNMENTS
(PER $1,000 OF ASSESSED VALUE)
LAST TEN YEARS

Year		General Fund	Debt Service Fund	Firemen's Pension	Policemen's Pension	Library	Total
1991	Real property	5.00		.80	.80	1.00	7.60
	Personal property	5.00		.80	.80	1.00	7.60
1992	Real property	5.00		.80	.80	1.00	7.60
	Personal property	5.00		.80	.80	1.00	7.60
1993	Real property	5.00		.80	.80	1.00	7.60
	Personal property	5.00		.80	.80	1.00	7.60
1994	Real property	5.00		.80	.80	1.00	7.60
	Personal property	5.00		.80	.80	1.00	7.60
1995	Real property	5.00		.80	.80	1.00	7.60
	Personal property	5.00		.80	.80	1.00	7.60
1996	Real property	5.00		.80	.80	2.60	9.20
	Personal property	5.00		.80	.80	2.60	9.20
1997	Real property	5.00		.80	.80	1.60	8.20
	Personal property	5.00		.80	.80	1.60	8.20
1998	Real property	5.00		.80	.80	1.60	8.20
	Personal property	5.00		.80	.80	1.60	8.20
1999	Real property	5.00		.80	.80	1.60	8.20
	Personal property	5.00		.80	.80	1.60	8.20
2000	Real property	5.00		.80	.80	1.60	8.20
	Personal property	5.00		.80	.80	1.60	8.20

Source: Jefferson County Tax Records

School District	County	Total
35.20	7.10	49.90
35.20	7.10	49.90
35.20	7.10	49.90
35.20	7.10	49.90
35.20	8.60	51.40
35.20	8.60	51.40
35.20	8.60	51.40
35.20	8.60	51.40
35.20	8.60	51.40
35.20	8.60	51.40
35.20	10.40	54.80
35.20	10.40	54.80
35.20	9.40	52.80
35.20	9.40	52.80
35.20	9.40	52.80
35.20	9.40	52.80
35.20	9.40	52.80
35.20	9.40	52.80
35.20	9.40	52.80
35.20	9.40	52.80

CITY OF PINE BLUFF, ARKANSAS
RATIO OF NET GENERAL BONDED DEBT TO ASSESSED VALUE AND NET BONDED DEBT PER CAPITA
LAST TEN YEARS

Year	[1]Estimated Population	Assessed Value	[2] Gross Bonded Debt
1991	57,140	$ 266,486,070	$ 0
1992	57,140	$ 278,297,798	$ 0
1993	57,140	$ 278,435,585	$ 0
1994	57,140	$ 287,594,567	$ 0
1995	57,140	$ 287,594,593	$ 0
1996	57,140	$ 298,046,622	$ 0
1997	57,140	$ 308,212,887	$ 0
1998	57,140	$ 314,110,638	$ 0
1999	57,140	$ 317,727,443	$ 0
2000	55,085	$ 321,638,522	$ 0

[1] Bureau of Census

[2] General obligation bonds comprise gross bonded debt

Less Debt Service Funds	Net Bonded Debt	Ratio Of Net Bonded Debt To Assessed Value	Net Bonded Debt Per Capita
$ 0	$ 0	0	$ 0
$ 0	$ 0	0	$ 0
$ 0	$ 0	0	$ 0
$ 0	$ 0	0	$ 0
$ 0	$ 0	0	$ 0
$ 0	$ 0	0	$ 0
$ 0	$ 0	0	$ 0
$ 0	$ 0	0	$ 0
$ 0	$ 0	0	$ 0
$ 0	$ 0	0	$ 0

CITY OF PINE BLUFF, ARKANSAS
COMPUTATION OF LEGAL DEBT MARGIN
DECEMBER 31, 2000

Assessed value		$ 321,638,522
* Debt limit: 25% of assessed value		$ 80,409,631
Amount of debt applicable to debt limit:		
Total bonded debt	$ 0	
Less assets in Debt Service Fund	$ 0	
Total amount of debt applicable to debt limit		0
Legal debt margin		$ 80,409,631

* State of Arkansas Act 10 of 1959, establishes a limit of twenty-five percent (25%) of the total assessed valuation of all real and personal property within the municipality subject to taxation, as shown by the last preceding assessment.

CITY OF PINE BLUFF, ARKANSAS
COMPUTATION OF DIRECT AND OVERLAPPING DEBT
DECEMBER 31, 2000

Jurisdiction	Net Debt Outstanding	Percentage Applicable To The City Of Pine Bluff	Amount Applicable To The City Of Pine Bluff
School Districts			
Pine Bluff	$ 12,319,000	75%	$ 9,239,250
Dollarway	$ 2,010,000	65%	1,306,500
Watson Chapel	$ 1,640,670	60%	984,402
White Hall	$ 14,494,756	5%	724,738
Total			$ 12,254,890

CITY OF PINE BLUFF, ARKANSAS
RATIO OF ANNUAL DEBT SERVICE EXPENDITURES FOR GENERAL BONDED DEBT TO TOTAL GENERAL EXPENDITURES
LAST TEN YEARS

Year	Principal	Interest	Total Debt Service	Total General Expenditures	Ratio of Debt Service To Total General Expenditures
1991	$ 0	$ 0	$ 0	$ 18,930,394	0
1992	$ 0	$ 0	$ 0	$ 20,040,711	0
1993	$ 0	$ 0	$ 0	$ 19,970,138	0
1994	$ 0	$ 0	$ 0	$ 23,291,688	0
1995	$ 0	$ 0	$ 0	$ 27,003,192	0
1996	$ 0	$ 0	$ 0	$ 27,552,742	0
1997	$ 0	$ 0	$ 0	$ 29,736,689	0
1998	$ 0	$ 0	$ 0	$ 30,194,378	0
1999	$ 0	$ 0	$ 0	$ 31,220,371	0
2000	$ 0	$ 0	$ 0	$ 34,323,796	0

CITY OF PINE BLUFF, ARKANSAS
BUILDING PERMITS, PROPERTY VALUE AND BANK DEPOSITS
LAST TEN YEARS

Year	Building Permits	[1] Property Value	[2] Bank Deposits
1991	$ 16,527,772	$ 1,332,430,350	$ 721,081,778
1992	$ 19,018,284	$ 1,391,488,990	$ 807,359,396
1993	$ 20,359,867	$ 1,392,177,925	$ 735,376,331
1994	$ 22,765,162	$ 1,437,972,835	$ 615,931,592
1995	$ 25,950,053	$ 1,437,972,965	$ 630,947,979
1996	$ 25,128,825	$ 1,490,233,110	$ 626,845,559
1997	$ 20,186,888	$ 1,541,064,435	$ 696,463,834
1998	$ 28,879,357	$ 1,570,553,190	$ 668,813,863
1999	$ 17,866,306	$ 1,588,637,215	$ 730,256,423
2000	$ 24,171,194	$ 1,608,192,610	$ 753,926,954

Source:

[1] Jefferson County Assessor

[2] Information supplied by area banks

CITY OF PINE BLUFF, ARKANSAS
PRINCIPAL TAXPAYERS
DECEMBER 31, 2000

Taxpayer	Type Of Business	2000 Assessed Value	Percentage Of Total Assessed Valuation
TrefilARBED	Industrial	$ 11,564,690	3.60%
Entergy	Utility	6,372,830	1.98%
Southwestern Bell Co.	Utility	5,898,660	1.83%
Tyson	Industrial	5,825,030	1.81%
Century Tube	Industrial	3,520,460	1.09%
Planters Cotton Oil Mill	Industrial	3,126,020	.97%
Pines Mall	Shopping Center	2,758,130	.86%
Wal-Mart	Retail	2,626,260	.82%
United Water	Utility	2,624,560	.82%
International Wire Group	Industrial	2,234,340	.69%
		$ 46,550,980	14.47%

Source: Jefferson County Assessor

CITY OF PINE BLUFF, ARKANSAS
DEMOGRAPHIC STATISTICS
LAST TEN YEARS

Year	Estimated [1] Population	Per Capita [2] Income	Median [2] Age	Unemployment [2] Rate	[3] Enrollment
1991	57,140	$ 11,429	31.5	10.5%	7,543
1992	57,140	$ 13,809	31.5	10.7%	7,541
1993	57,140	$ 13,749	31.5	8.9%	7,455
1994	57,140	$ 14,386	31.5	8.3%	7,319
1995	57,140	$ 14,890	31.5	7.6%	7,311
1996	57,140	$ 15,776	31.5	7.7%	7,311
1997	57,140	$ 16,685	31.5	7.8%	7,242
1998	57,140	$ 17,567	31.5	8.3%	6,866
1999	57,140	$ 18,109	31.5	7.5%	6,614
2000	55,085	$ 20,141	33.1	7.1%	6,403

Source:

[1] Bureau of Census

[2] Arkansas Employment Security Division

[3] Annual school census

CITY OF PINE BLUFF, ARKANSAS
REVENUE BOND COVERAGE
PINE BLUFF WASTEWATER UTILITY
LAST TEN YEARS

Year	Gross [1] Revenues	Operating [2] Expenses	Net Revenue Available For Debt Service
1991	$ 4,899,203	$ 2,304,837	$ 2,594,366
1992	$ 5,048,674	$ 2,456,553	$ 2,592,121
1993	$ 5,472,130	$ 2,647,057	$ 2,825,073
1994	$ 6,333,090	$ 2,923,001	$ 3,410,089
1995	$ 5,908,947	$ 2,644,381	$ 3,264,566
1996	$ 5,782,294	$ 2,692,190	$ 3,090,104
1997	$ 5,904,950	$ 2,970,055	$ 2,934,895
1998	$ 6,399,273	$ 2,957,986	$ 3,441,287
1999	$ 6,515,657	$ 3,088,596	$ 3,427,061
2000	$ 6,457,534	$ 3,265,428	$ 3,192,106

[1] Includes all revenues on the income statement including interest income.

[2] Includes all expenses on the income statement except depreciation, amortization and interest expense.

[3] Net revenue available for debt service divided by total debt service requirements.

Debt Service Requirements			
Principal	Interest	Total	[3] Coverage
$ 536,519	$ 469,898	$ 1,006,417	2.58
$ 673,215	$ 547,726	$ 1,220,941	2.12
$ 770,315	$ 543,009	$ 1,313,324	2.15
$ 759,371	$ 786,111	$ 1,545,482	2.21
$ 793,385	$ 751,360	$ 1,544,745	2.11
$ 877,562	$ 651,796	$ 1,529,358	2.02
$ 851,908	$ 648,408	$ 1,500,316	1.96
$ 946,355	$ 619,334	$ 1,565,689	2.20
$ 991,437	$ 577,364	$ 1,568,801	2.18
$ 1,030,259	$ 530,986	$ 1,561,245	2.04

CITY OF PINE BLUFF, ARKANSAS
MISCELLANEOUS STATISTICAL DATA
DECEMBER 31, 2000

Date of incorporation	1836
Form of government	Mayor - Council
Area	40.5 square miles
Miles of streets	404
Number of street lights	4,500
Fire protection	
Number of stations	7
Number of firemen and officers (exclusive of volunteer firemen)	90
Police protection	
Number of stations	3
Number of policemen and officers	155
Education (elementary only)	
Attendance centers	11
Number of classrooms	278
Number of teachers	203
Number of students	3,598
Sewers	
Sanitary	Approximately 402 miles
Storm	Approximately 870 miles
Building permits issued (total)	1,117
New construction	182
Estimated costs	$ 24,171,194
Recreation and culture	
Number of parks	16 with 1,515 acres
Number of libraries	3
Number of volumes	200,000
Employees	191

BKD LLP

5000 Rogers Avenue, Suite 700
Fort Smith, AR 72903-2079
501 452-1040 Fax 501 452-5542

400 W. Capitol Avenue, Suite 2500
P.O. Box 3667
Little Rock, AR 72203-3667
501 372-1040 Fax 501 372-1250

200 E. 11th Avenue
P.O. Box 8306
Pine Bluff, AR 71611-8306
870 534-9172 Fax 870 534-2146

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Independent Accountants' Report on Compliance With Certain State Acts

Honorable F. A. "Dutch" King, Jr., Mayor
and Members of The City Council
City of Pine Bluff
Pine Bluff, Arkansas

We have examined management's assertions that the **CITY OF PINE BLUFF, ARKANSAS,** complied with the requirements of Arkansas Act 15 of 1985 and the following Arkansas statutes during the year ended December 31, 2000.

(a) Municipal Accounting Law, Act 159 of 1973, Act 616 of 1979 and Act 308 of 1977
(Arkansas Statutes 19-5301 - 19-5317);

(b) Municipal Courts, Police Courts, City Courts and Justice of the Peace Courts Accounting Law of 1977, Act 332 of 1977, Acts 677 and 776 of 1985, Act 904 of 1991 and Act 1341 of 1997.
(Arkansas Statutes 22-1101 - 22-1108);

(c) Municipal Court and Police Department Uniform Filing Fees and Court Cost, Act 1256 of 1996;

(d) Bonding of Municipal Officers and Employees, Act 338 of 1955, Act 677 of 1975, Act 940 of 1977 and Act 1014 of 1987
(Arkansas Statutes 13-412 - 13-412.3) (Replaced by Act 5 of 1985);

(e) Improvement Contracts over $10,000, Act 159 of 1949, Act 183 of 1957, Act 477 of 1961, Act 370 of 1977, Act 266 of 1981, Act 871 of 1983, Acts 758 and 759 of 1987, Act 936 of 1989, Act 728 of 1991, Act 645 of 1993 and Act 1319 of 1995
(Arkansas Statutes 14-611 - 14-614);

(f) Budgets, Purchases Over $2,000; Payments of Claims, Etc., Act 28 of 1959, Act 154 of 1979, Acts 344 and 926 of 1981, Act 745 of 1985 and Act 812 of 1995
(Arkansas Statutes 19-4421 - 19-4430);

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(g) Investment of Public Funds, Act 273 of 1943, Act 106 of 1973, Act 402 of 1995 and Act 800 of 1997
(Arkansas Statutes 13-901 - 13-904); and

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(h) Deposit of Public Funds, Act 21 of 1935, Acts 57 and 62 of 1945, Act 122 of 1947, Act 18 of 1964, Acts 89 and 107 of 1973, Act 250 of 1987, Act 459 of 1991 and Acts 232 and 700 of 1995
(Arkansas Statutes 13-801 - 13-805).

Management is responsible for the City's compliance with those requirements. Our responsibility is to express an opinion on the City's compliance based on our examination.

Our examination was made in accordance with attestation standards established by the American Institute of Certified Public Accountants and, accordingly, included 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 examination provides a reasonable basis for our opinion. Our examination does not provide a legal determination on the City's compliance with specified requirements.

In our opinion, the **CITY OF PINE BLUFF, ARKANSAS**, complied, in all material respects, with the aforementioned requirements for the year ended December 31, 2000.

This report is intended solely for the information and use of the governing body, management and the state of Arkansas, and is not intended to be and should not be used by anyone other than these specified parties.

BKD, LLP

May 10, 2001

BKD LLP

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Fort Smith, AR 72903-2079
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P.O. Box 3667
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Independent Accountants' Report on Compliance and Internal Control Over Financial Reporting Based on the Audit of the Financial Statements in Accordance with *Government Auditing Standards*

Honorable F. A. "Dutch" King, Jr., Mayor
and Members of The City Council
City of Pine Bluff
Pine Bluff, Arkansas

We have audited the general purpose financial statements of the **CITY OF PINE BLUFF, ARKANSAS**, as of and for the year ended December 31, 2000, and have issued our report thereon dated May 10, 2001. 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.

Compliance

As part of obtaining reasonable assurance about whether the City's financial statements are free of material misstatement, we performed tests of its compliance with certain provisions of laws, regulations, contracts and grants, 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 that are required to be reported under *Government Auditing Standards.*

Internal Control Over Financial Reporting

In planning and performing our audit, we considered the City's internal control over financial reporting in order to determine our auditing procedures for the purpose of expressing our opinion on the financial statements and not to provide assurance on the internal control over financial reporting. However, we noted certain matters involving the internal control over financial reporting and its operation that we consider to be reportable conditions. Reportable conditions involve matters coming to our attention relating to significant deficiencies in the design or operation of the internal control over financial reporting that, in our judgment, could adversely affect the City's ability to record, process, summarize and report financial data consistent with the assertions of management in the financial statements. Reportable conditions are described in the accompanying schedule of findings and questioned costs as items 00-1 and 00-2.

A material weakness is a condition in which the design or operation of one or more of the internal control components does not reduce to a relatively low level the risk that misstatements in amounts that would be material in relation to the financial statements being audited may occur and not be detected within a timely period by employees in the normal course of performing their assigned functions. Our consideration of the internal control over financial reporting would not necessarily disclose all matters in the internal control that might be reportable conditions and, accordingly, would not necessarily disclose all reportable conditions that are also considered to be material weaknesses. However, of the reportable conditions described above, we consider item 00-1 to be a material weakness. We also noted other matters involving the internal control over financial reporting and its operation that we have reported to the City's management in a separate letter dated May 10, 2001.

This report is intended solely for the information and use of the governing body, management and 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.

BKD, LLP

May 10, 2001

BKD LLP

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Independent Accountants' Report on Compliance and Internal Control Over Compliance with Requirements Applicable to Major Federal Awards Programs

Honorable F. A. "Dutch" King, Jr., Mayor
and Members of The City Council
City of Pine Bluff
Pine Bluff, Arkansas

Compliance

We have audited the compliance of the **CITY OF PINE BLUFF, ARKANSAS**, 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 December 31, 2000. The City's major 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 compliance of the **CITY OF PINE BLUFF, ARKANSAS**, 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 PINE BLUFF, ARKANSAS**, complied, in all material respects, with the requirements referred to above that are applicable to each of its major federal programs for the year ended December 31, 2000. However, the results of our auditing procedures disclosed an instance of noncompliance with those requirements that is required to be reported in accordance with OMB Circular A-133 and which is described in the accompanying schedule of findings and questioned costs as item 00-3.

Internal Control Over Compliance

The management of the **CITY OF PINE BLUFF, ARKANSAS**, 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 requirements that could have a direct and material effect on a major federal 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.

We noted certain matters involving the internal control over compliance and its operation that we consider to be reportable conditions. Reportable conditions involve matters coming to our attention relating to significant deficiencies in the design or operation of the internal control over compliance that, in our judgment, could adversely affect the City's ability to administer a major federal program in accordance with applicable requirements of laws, regulations, contracts and grants. Reportable conditions are described in the accompanying schedule of findings and questioned costs as items 00-3 and 00-4.

A material weakness is a condition in which the design or operation of one or more of the internal control components does not reduce to a relatively low level the risk that noncompliance with applicable requirements of laws, regulations, contracts and grants that would be material in relation to a major federal program being audited may occur and not be detected within a timely period by employees in the normal course of performing their assigned functions. Our consideration of the internal control over compliance would not necessarily disclose all matters in the internal control that might be reportable conditions and, accordingly, would not necessarily disclose all reportable conditions that are also considered to be material weaknesses. However, of the reportable conditions described above, we consider item 00-3 to be a material weakness. We also noted other matters involving the internal control over compliance and its operation that we have reported to the City's management in a separate letter dated May 10, 2001.

This report is intended solely for the information and use of the governing body, management and 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.

BKD, LLP

May 10, 2001

CITY OF PINE BLUFF, ARKANSAS
SCHEDULE OF FINDINGS AND QUESTIONED COSTS
YEAR ENDED DECEMBER 31, 2000

Summary of Auditor's Results

1. The independent accountants' report on the financial statements expressed an unqualified opinion.
2. Reportable conditions in internal control over financial reporting were identified, one of which is considered to be a material weakness.
3. No instance of noncompliance considered material to the financial statements was disclosed by the audit.
4. Reportable conditions in internal control over compliance with requirements applicable to major federal awards programs were identified, one of which is considered to be a material weakness.
5. The independent accountants' report on compliance with requirements applicable to major federal awards programs expressed an unqualified opinion.
6. The audit disclosed findings required to be reported by OMB Circular A-133.
7. The City's major programs were:

Program	CFDA Number
Community Development Block Grants/Entitlement Grants	14.218
HOME Investment Partnerships Program	14.239
Public Safety Partnership and Community Policing Grants	16.710
Federal Transit Capital and Operating Assistance Formula Grants	20.507

8. A threshold of $300,000 was used to distinguish between Type A and Type B programs as those terms are defined in OMB Circular A-133.
9. The City did not qualify as a low-risk auditee as that term is defined in OMB Circular A-133.

Findings Required to be Reported by *Government Auditing Standards*

Reference Number	Finding	Questioned Costs
00-1	The City has inadequate segregation of duties in its purchasing cycle. Department heads have absolute authority. The City should limit the purchasing powers of the department heads or consider installing a centralized purchasing system.	None
00-2	The Transit Department has not developed or implemented adequate procedures for counting and depositing fare revenue or for the sale and subsequent recording of discount tickets. Additionally, deposits are not made on a timely basis and internal accounting records are not reconciled on a monthly basis. Procedures need to be developed and implemented to ensure adequate segregation of duties is maintained during counting and depositing fare revenue, deposits are made on a timely basis and proper reconciliations are performed on the financial records and between discount ticket sales and revenue recognized.	None

Findings Required to be Reported by OMB Circular A-133

Reference Number	Finding	Questioned Costs
00-3	HOME Investment Partnerships Program CFDA No. 14.239 U.S. Department of Housing and Urban Development – Cash Management and Subrecipient Monitoring	None

Program regulations require the pass-through entity to monitor subrecipients to ensure federal funds are used for authorized purposes and cash maintained is sufficient enough to only meet the subrecipient's immediate needs. During the course of the audit, it was determined that there was no formal subrecipient monitoring process used by the City in its HOME program throughout most of the year. As a direct result of this deficiency, it was determined that excess federal cash was maintained by subrecipients during the course of, and at the end of, the year. We noted $16,599 drawn down in December by one of the subrecipients, out of a total award of $66,454 for 2000, had not been expended as of year end. All of the unexpended funds had been recorded as a receivable from the subrecipient by the City at December 31, 2000. Formal monitoring procedures need to be developed and implemented to ensure federal funds are expended for authorized purposes and in an expedient manner by all subrecipients.

Reference Number	Finding	Questioned Costs
00-4	Community Development Block Grants/Entitlement Grants HOME Investment Partnerships Program, Federal Transit Capital and Operating Assistance Formula Grants/Arkansas State Highway and Transportation Department and Public Safety Partnership and Community Policing Grants CFDA Nos. 14.218, 14.239, 20.507 and 16.710 U.S. Department of Housing and Urban Development and U.S. Department of Transportation and U.S. Department of Justice Equipment and Real Property Management	None

Program regulations require sufficient documentation of equipment and real property purchased with federal funds be maintained by the City to ensure proper tracking of assets while in use and proper procedures, including reimbursement to awarding agency, if applicable, are followed at time of disposition. Currently, departmental fixed asset listings are not being reconciled to the City-wide detailed property records. In some instances, departmental records do not contain all information required by the regulations and are not kept current for additions and dispositions throughout the year. Additionally, certain departments do not take an inventory every two years as required by federal regulations. We recommend a City-wide inventory be performed whereby departmental records are reconciled with those of the City as a whole. Departmental records should be reformatted to ensure all required information is included and steps should be taken to ensure all acquisitions and dispositions are recorded in a timely manner.

CITY OF PINE BLUFF, ARKANSAS
SUMMARY SCHEDULE OF PRIOR AUDIT FINDINGS
YEAR ENDED DECEMBER 31, 2000

Reference Number	Summary of Finding	Status
99-1	The City has inadequate segregation of duties in its purchasing cycle. Department heads have absolute authority. The City should limit the purchasing powers of the department heads or consider installing a centralized purchasing system.	Unresolved, no corrective action has been taken. The City is still considering the cost benefits of a centralized purchasing system. The City has not been contacted by grantors. See current year finding 00-1.
99-2	The Transit Department has not developed or implemented adequate procedures for counting and depositing fare revenue or for the sale and subsequent recording of discount tickets. Procedures need to be developed and implemented to ensure adequate segregation of duties is maintained during counting and depositing fare revenue and proper reconciliations are performed between discount ticket sales and revenue recognized.	Unresolved, no corrective action has been taken. The City believes it is not cost beneficial to hire additional staff to ensure adequate segregation of duties is maintained during counting and depositing fare revenue. The City is currently developing procedures to ensure a reconciliation between discount ticket sales and revenue recognized is performed in a timely manner. See current year finding 00-2.
99-3	HOME Investment Partnerships Program CFDA No. 14.239 U.S. Department of Housing and Urban Development – Cash Management and Subrecipient Monitoring Program regulations require the pass-through entity to monitor subrecipients to ensure federal funds are used for authorized purposes and cash maintained is sufficient enough to only meet the subrecipient's immediate needs. During the course of the audit, it was determined that there is no formal subrecipient monitoring process used by the City in its HOME program. As a direct result of this deficiency, it was determined that excess federal cash was maintained by a subrecipient during the course of, and at the end of, the year. We noted \$58,533 drawn down in November, out of a total award of \$82,755 for 2000, had not been expended as of year end. \$50,583 of the unexpended funds had been recorded as a receivable from the subrecipient by the City at December 31, 2000. Formal monitoring procedures need to be developed and implemented to ensure federal funds are expended for authorized purposes and in an expedient manner.	Partially resolved. The City began monitoring one of its subrecipients at the end of the year. The City is in the process of hiring an individual who would function as a compliance monitor on a part-time basis. See current year finding 00-3.

Reference Number	Summary of Finding	Status
99-4	Community Development Block Grants/Entitlement Grants HOME Investment Partnerships Program, Federal Transit Capital and Operating Assistance Formula Grants/Arkansas State Highway and Transportation Department and Public Safety Partnership and Community Policing Grants CFDA Nos. 14.218, 14.239, 20.507 and 16.710 U.S. Department of Housing and Urban Development and U.S. Department of Transportation and U.S. Department of Justice Equipment and Real Property Management Program regulations require sufficient documentation of equipment and real property purchased with federal funds be maintained by the City to ensure proper tracking of assets while in use and proper procedures, including reimbursement to awarding agency, if applicable, are followed at time of disposition. Currently, departmental fixed asset listings are not being reconciled to the City-wide detailed property records. In some instances, departmental records do not contain all information required by the regulations and are not kept current for additions and dispositions throughout the year. Additionally, certain departments do not take an inventory every two years as required by federal regulations. We recommend a City-wide inventory be performed whereby departmental records are reconciled with those of the City as a whole. Departmental records should be reformatted to ensure all required information is included and steps should be taken to ensure all acquisitions and dispositions are recorded in a timely manner.	Partially resolved. The City is in the process of updating its fixed asset records and reconciling departmental fixed asset listings to the City-wide detailed property records. Departments are also updating property records in order to conform with regulations. See current year finding 00-4.