COMPREHENSIVE ANNUAL FINANCIAL REPORT

CITY OF PINE BLUFF, ARKANSAS

YEAR ENDED DECEMBER 31, 1999

PREPARED BY:

FINANCE DEPARTMENT

EDWARD BOGY

FINANCE DIRECTOR

CITY OF PINE BLUFF, ARKANSAS

COMPREHENSIVE ANNUAL FINANCIAL REPORT

YEAR ENDED DECEMBER 31, 1999

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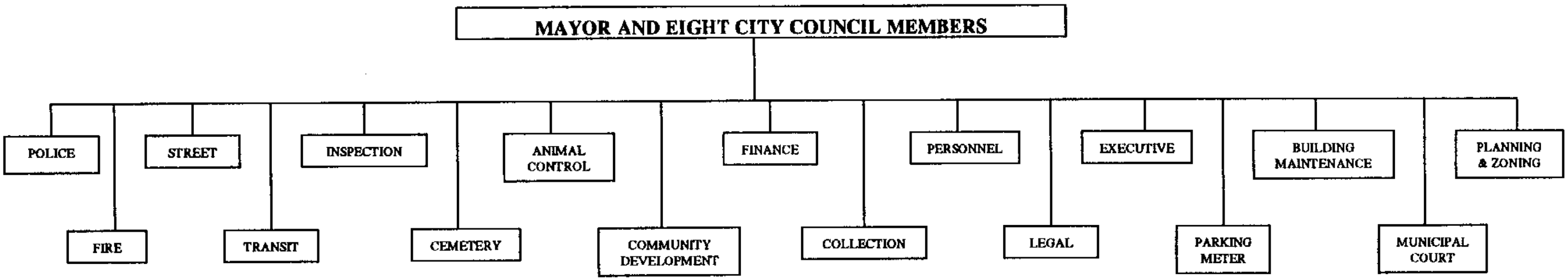
CITY OF PINE BLUFF ORGANIZATIONAL CHART



<u>**MANAGED BY BOARD OR COMMISSION**</u>

AIRPORT
ARTS & SCIENCE CENTER
CONVENTION CENTER
LIBRARY
PARKS & RECREATION
SEWER
CIVIL DEFENSE

PREPARED BY
CITY OF PINE BLUFF
PLANNING DEPT.

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	Levert Blunt

CITY OF PINE BLUFF, ARKANSAS

DEPARTMENT OF FINANCE

May 11, 2000

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, 1999, 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 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 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

For the second time in five years, capital investments in the City of Pine Bluff metropolitan statistical area were above 100 million dollars. Actual figures reported for 1999 totaled $488,947,000, an increase of $438,098,471 from the previous year. The City's unemployment rate has decreased to 7.5%, from 8.3% a year ago, for the Pine Bluff metropolitan statistical area in 1999. New job announcements totaled 271 in 1999 – up from 105 in 1998.

200 East 8th Avenue • Pine Bluff, AR 71601 • Telephone (870) 543-1835

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 the police, Parks and Recreation Commission, Arts and Science Center for Southeast Arkansas and Civic Auditorium Complex and Advertising & Tourist Promotion Commissions, operated within their budget appropriations and that estimated revenues were generally realized or exceeded.

MAJOR INITIATIVES

During 1999, the City had several activities that provided a significant impact on the community. Two of these are:

Our Municipal Airport serves as the "Front Door" to our City and efforts to update its appearance and its service ability to our aviation, business and industrial communities continued in 1999. The Grider Field Industrial Park is continuing to make progress with the completion of access points to Highway 425. Surplus airport property and a $56,000 Airport Master Plan Grant were received from the F.F.A. These accomplishments will aid in the marketing of the Airport Industrial Park.

In 1999, over $600,000 was spent to rehabilitate older sewer lines in Pine Bluff. Also, in 1999, installation of an electronic monitoring and control system for ten of Wastewater's largest pumping stations was completed.

FOR THE FUTURE

The City will continue to assist several sewer improvement districts during their formation. In 2000, the Wastewater Utility will participate in the construction of an interceptor line to serve S.I.D. No. 39.

The City has applied for a Weed and Seed Grant for the area around the University of Arkansas at Pine Bluff. The status of the application is pending.

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

In 1999, there was one fatality due to a fire in Pine Bluff. The installation of smoke alarms provided through grants from the Arkansas State Health Department can be credited with this continued decrease in fire deaths. We will continue to install smoke alarms in the low- to moderate-income homes when requested throughout 2000.

Our Fire Prevention Programs continue to expand with the use of our fire safety house, the 911 simulator and with "Little Red," our robot fire truck.

Pine Bluff Fire Department and Southeast Arkansas Technical College were chosen by the Arkansas Fire Training Academy and Southern Arkansas University Tech to serve as models for the other two-year colleges in Arkansas to provide access to an associate degree for Arkansas firefighters.

Street Department

The Street Department overlaid about 25 miles of street with asphalt at a cost of $450,000, installed 2,000 feet of 60" pipe for Community Development's 13th Street Outfall drainage project, replaced 1,000 feet of curb throughout the City and milled and overlaid three miles of Old Warren Road.

Wastewater Utility

For the thirteenth year in a row, the Pine Bluff Wastewater Utility achieved nearly 100% compliance with the Utility's NPDES Permit, issued by the United States Environmental Protection Agency. Because of this compliance, the Association of Metropolitan Sewerage Agencies presented the Utility with their Silver Award. Also in 1999, the Arkansas Department of Labor presented their Accumulated Safety Award to the Pine Bluff Wastewater Utility. This award is for not having a single lost day from work from September 1998 to September 1999.

Parks and Recreation Commission

1999 will go on record as the busiest year in Parks history with over 1,250,000 visitors to Regional Park alone. The huge number of visitors to the Park was a result of hosting 45 bass tournaments, including the Bass Champions National Team Challenge, the Governor's Cup Champions and the King Cotton Bass Tournament. Other large groups included the Holiday Rambler Regional Camper Convention, the Arkansas River Drag Boat Races and the Ben Pearson Memorial National Archery Tournament. The Enchanted Land of Lights and Legends Christmas light show was a huge success this year with much improved light shows and crowds.

Police Department

The City experienced a decline in crime in 1999. Most notable was the drop in the number of homicides, from 18 homicides in 1998 to 8 in 1999. This appears to be a trend that will continue into the year 2000.

The Police Department entered into a multi-county drug task force to improve our ability to deal with the drug problem, particularly methamphetamines. This arrangement gives the City access to additional funding and manpower resources.

Transit System

In 1999, there was a major route restructuring, the first in over fifteen years. Changes were made to accommodate the industrial park and the nursing homes at least once every hour. Overall ridership has shown a decline with a couple of individual routes gaining ridership, and a few that had major changes having experienced a decline in passengers. This was expected and is considered an industry norm.

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, 1999, 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 of 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, 1999, and the amount and percentage of increases and decreases in relation to prior year revenues.

Revenue	Amount	Percent Of Total	Increase (Decrease) From 1998	Percent Increase (Decrease)
Property taxes	$ 1,987,109	6.1%	$ 31,626	1.6 %
Franchise taxes	2,431,328	7.5%	(40,652)	(1.6) %
Sales taxes	13,408,934	41.3%	(11,870)	(.1) %
Licenses and permits	656,913	2.0%	(22,991)	(3.4) %
Intergovernmental	5,080,771	15.6%	173,227	3.5 %
Charges for services	3,888,773	12.0%	125,491	3.3 %
Fines and forfeits	1,475,475	4.5%	299,503	25.5 %
Grants and entitlements	3,000,443	9.2%	482,388	19.2 %
Miscellaneous	579,827	1.8%	(4,612)	(.8)%
Total	$ 32,509,573	100.0%	$ 1,032,110	

Significant changes in revenue include an increase of $173,227 in intergovernmental revenue due to an increase of $160,808 in funding from the state of Arkansas. The increase in fines and forfeits of $299,503 was mainly due to an increase in the City's share of fine amounts established by the County Judge. Grants and entitlements increased by $482,388 because of increased federal grants to the Police Department.

Function	Amount	Percent Of Total	Increase (Decrease) From 1998	Percent Increase (Decrease)
General government	$ 2,098,341	6.7 %	$ 382,337	22.3 %
Police Department	9,198,972	29.5 %	(54,832)	(.6) %
Fire Department	4,495,188	14.4 %	219,373	5.1 %
Protective inspection	602,473	1.9 %	71,729	13.5%
Public works	4,081,032	13.1 %	371,895	10.0 %
Sanitation	2,149,972	6.9 %	13,448	.6 %
Public projects	994,246	3.2 %	(6,702)	(.7)%
Administrative	1,041,611	3.3 %	61,332	6.3%
Culture - recreation	4,396,668	14.1 %	149,287	3.5 %
Capital outlays	2,161,868	6.9 %	(181,874)	(7.8) %
	$ 31,220,371	100.0 %	$ 1,025,993	

The general government increase of 22.3% is due to increases in personnel and repairs to City Hall. Protective inspection increased expenses of 13.5% are due to the hiring of additional personnel. The increase of 10.0% in public works is due to increases of $58,560 by the Street Fund and $313,889 by the Community Development Block Grant Program, which had two significant street drainage projects on-going in 1999.

General Fund Balance

The fund balance of the General Fund increased by 8% in 1999. The $718,235 increase will provide the government with a fund balance that is the equivalent of 110 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 $246,525 and $107,800, respectively, in 1999.

Pension Trust Fund Operations

The operation of the City's five Public Employees Retirement Systems (PERS) remained relatively stable in 1999.

The PERS' revenue decrease of 73% was tied to a net change in fair market value of investments of approximately $7,100,000 due to large stock and bond market fluctuations during calendar years 1998 and 1999. The 40% increase in expenses was the result of an increase in benefits paid to participants. 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, 1999, the City had only four significant debt issues outstanding. These included $12,454,551 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, 1999, the City had no general obligation bonded debt while there was a legal limit of $79,431,861.

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 investments portfolio also includes corporate bonds, common stock and mutual funds. The City earned net investment revenue of $1,334,087 including unrealized losses of $1,943,065 on all investments for the year ended December 31, 1999.

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, 1999, 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 $6,524,351 and the bank balance was $6,640,264. Of the bank balance, $5,983,482 was covered by federal depository insurance or by collateral held by the City's agents in the City's name and $656,782 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 1999, 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 2001.

OTHER INFORMATION

Independent Audit

State statutes require an annual audit by independent certified public accountants. The accounting firm of Baird, Kurtz & Dobson, CPAs, was selected by the City's Ways and Means Committee. In addition to meeting the requirements set forth in state statutes, the audit also was designed to meet the requirements of the federal Single Audit Act of 1984 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, 1998. 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 fourteen consecutive years ended 1985 - 1998. 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,

Jerry Taylor
Mayor

Edward J. Bogy

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, 1998

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

President

Executive Director

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Independent Accountants' Report on Financial Statements and Supplementary Information

Honorable Jerry Taylor, 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, 1999, 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 generally accepted auditing standards 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, 1999, and the results of its operations and the cash flows of its proprietary fund types for the year then ended in conformity with generally accepted accounting principles.

In accordance with *Government Auditing Standards*, we have also issued our report dated May 11, 2000, 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, 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 Jerry Taylor, 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.

Baird, Kurtz & Dobson

May 11, 2000

CITY OF PINE BLUFF, ARKANSAS

COMBINED STATEMENTS - OVERVIEW

("LIFTABLE" GENERAL PURPOSE FINANCIAL STATEMENTS)

DECEMBER 31, 1999

CITY OF PINE BLUFF, ARKANSAS
COMBINED BALANCE SHEET - ALL FUND TYPES, ACCOUNT GROUPS AND
DISCRETELY PRESENTED COMPONENT UNITS
DECEMBER 31, 1999

	Governmental Fund Types		Proprietary Fund Type	
	General	Special Revenue	Internal Service	Enterprise
ASSETS AND OTHER DEBITS				
Cash and cash equivalents	$ 10,677,531	$ 987,911	$ 442,606	$ 50,138
Investments				
Notes receivable		188,413		
Receivables - property taxes	1,639,870			
- accounts and grants	258,035	386,634	132	
- other	1,123,417			
Prepayments and other				
Due from other funds	271,366	38,728		
Due from component units	196,121			
Due from other governments				460,635
Inventory	7,899			
Restricted assets				
Cash and cash equivalents				
Accrued interest and dividends receivable				
Fixed assets (net of accumulated depreciation)				1,082,765
Other assets				
Amount to be provided for retirement of general long-term obligations				
Total Assets and Other Debits	$ 14,174,239	$ 1,601,686	$ 442,738	$ 1,593,538
LIABILITIES				
Warrants payable	$ 778,528	$ 81,450	$	$
Claims payable			311,923	
Accounts payable	206,798	245,892	17,095	34,294
Due to other funds		63,588		244,106
Due to primary government				
Deferred revenue	2,220,246	54,744		
Accrued expenses				
Payable from restricted assets				
Accrued interest				
Revenue bonds				
Accrued payroll and compensated absences	1,214,387	131,960		46,496
Net pension obligation				
Installment obligations				
Total Liabilities	4,419,959	577,634	329,018	324,896
EQUITY AND OTHER CREDITS				
Contributed capital				9,655,179
Investment in general fixed assets				
Retained earnings (deficit)			113,720	(8,386,537)
Fund balances				
Reserved for:				
Prepayments				
Repayable loan agreements		188,413		
Employee pension benefits (1)				
Encumbrances	1,576,661	130,649		
Arts and Science Center activities				
Unreserved	8,177,619	704,990		
	9,754,280	1,024,052	113,720	1,268,642
Total Liabilities and Equity and Other Credits	$ 14,174,239	$ 1,601,686	$ 442,738	$ 1,593,538

(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				
	Trust And Agency	General Fixed Assets	General Long-Term Obligation	Total Primary Government (Memorandum Only)	Component Units	Total (Memorandum Only)
	$ 1,904,992	$	$	$ 14,063,178	$ 2,634,447	$ 16,697,625
	58,760,802			58,760,802	244,225	59,005,027
				188,413	22,223	210,636
	530,215			2,170,085		2,170,085
				644,801	1,228,176	1,872,977
	65,702			1,189,119	5,685	1,194,804
					46,022	46,022
				310,094		310,094
				196,121		196,121
				460,635		460,635
				7,899	259,081	266,980
					2,030,339	2,030,339
	615,743			615,743	5,308	621,051
		15,954,552		17,037,317	47,602,464	64,639,781
					418,924	418,924
			260,552	260,552		260,552
	$ 61,877,454	$ 15,954,552	$ 260,552	$ 95,904,759	$ 54,496,894	$ 150,401,653
	$	$	$	$ 859,978	$	$ 859,978
				311,923		311,923
	52,668			556,747	434,095	990,842
	2,400			310,094		310,094
					196,121	196,121
	530,215			2,805,205	433,768	3,238,973
					8,238	8,238
					177,931	177,931
					991,437	991,437
			62,519	1,455,362	469,733	1,925,095
			198,033	198,033		198,033
					11,482,716	11,482,716
	585,283		260,552	6,497,342	14,194,039	20,691,381
				9,655,179	17,681,625	27,336,804
		15,954,552		15,954,552	12,184,384	28,138,936
				(8,272,817)	9,836,272	1,563,455
					24,570	24,570
				188,413		188,413
	61,292,171			61,292,171	291,039	61,583,210
				1,707,310		1,707,310
					105,384	105,384
				8,882,609	179,581	9,062,190
	61,292,171	15,954,552		89,407,417	40,302,855	129,710,272
	$ 61,877,454	$ 15,954,552	$ 260,552	$ 95,904,759	$ 54,496,894	$ 150,401,653

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, 1999

	General	Special Revenue	Total Primary Government (Memorandum Only)
REVENUES			
Property taxes	$ 1,529,270	$ 457,839	$ 1,987,109
Utility franchise taxes	2,431,328		2,431,328
Occupation licenses	568,702		568,702
Intergovernmental revenue	1,761,634	2,557,326	4,318,960
Fines and forfeits	1,475,475		1,475,475
Sanitation fees	2,140,724		2,140,724
Income from programs, supplies and services	229,441	192,165	421,606
Grants and entitlements	795,674	2,199,269	2,994,943
City sales tax and tourism tax	6,668,254		6,668,254
County sales tax	5,501,677		5,501,677
Mixed drink tax	88,211		88,211
Interest income	393,322	34,760	428,082
Miscellaneous	21,563	22,552	44,115
Total Revenues	23,605,275	5,463,911	29,069,186
EXPENDITURES			
Current			
General government	2,098,341		2,098,341
Police department	9,198,972		9,198,972
Fire department	4,495,188		4,495,188
Protective inspection	602,473		602,473
Public works	98,748	3,982,284	4,081,032
Sanitation	2,149,972		2,149,972
Supporting public projects	994,246		994,246
Administrative and general	1,041,611		1,041,611
Culture - recreation			
Capital outlays	590,635	1,326,553	1,917,188
Total Expenditures	21,270,186	5,308,837	26,579,023
EXCESS (DEFICIENCY) OF REVENUES OVER EXPENDITURES	2,335,089	155,074	2,490,163
OTHER FINANCING SOURCES (USES)			
Primary Government			
Operating transfers out	(246,525)		(246,525)
Discretely Presented Component Units			
Operating transfers in			
Operating transfers out	(1,370,329)		(1,370,329)
Total Other Financing Sources (Uses)	(1,616,854)		(1,616,854)
EXCESS OF REVENUES AND OTHER FINANCING SOURCES OVER EXPENDITURES AND OTHER FINANCING USES	718,235	155,074	873,309
FUND BALANCES, BEGINNING OF YEAR	9,036,045	868,978	9,905,023
FUND BALANCES, END OF YEAR	$ 9,754,280	$ 1,024,052	$ 10,778,332

See Notes to Financial Statements

Component Units	Total (Memorandum Only)
$	$ 1,987,109
	2,431,328
	568,702
761,811	5,080,771
	1,475,475
	2,140,724
1,326,443	1,748,049
5,500	3,000,443
1,239,003	7,907,257
	5,501,677
	88,211
7,590	435,672
100,040	144,155
3,440,387	32,509,573
	2,098,341
	9,198,972
	4,495,188
	602,473
	4,081,032
	2,149,972
	994,246
	1,041,611
4,396,668	4,396,668
244,680	2,161,868
4,641,348	31,220,371
(1,200,961)	1,289,202
	(246,525)
1,262,529	1,262,529
	(1,370,329)
1,262,529	(354,325)
61,568	934,877
247,967	10,152,990
$ 309,535	$ 11,087,867

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, 1999

	General		
	Budget	Actual	Variance Favorable (Unfavorable)
REVENUES			
Property taxes	$ 1,500,000	$ 1,529,270	$ 29,270
Utility franchise taxes	2,282,200	2,431,328	149,128
Occupational licenses	540,000	568,702	28,702
Intergovernmental revenue	1,364,000	1,761,634	397,634
Fines and forfeits	1,151,989	1,475,475	323,486
Sanitation fees	2,186,064	2,140,724	(45,340)
Income from programs, supplies and services	193,000	229,441	36,441
Grants and entitlements	315,756	795,674	479,918
City sales tax and tourism tax	6,650,000	6,668,254	18,254
County sales tax	5,400,000	5,501,677	101,677
Mixed drink tax	90,000	88,211	(1,789)
Interest earned	90,000	393,322	303,322
Miscellaneous	12,000	21,563	9,563
Total Revenues	21,775,009	23,605,275	1,830,266
EXPENDITURES			
Current			
General government	2,311,869	2,098,341	213,528
Police department	8,763,019	9,198,972	(435,953)
Fire department	4,413,364	4,495,188	(81,824)
Protective inspection	605,733	602,473	3,260
Public works	105,634	98,748	6,886
Sanitation	2,181,496	2,149,972	31,524
Supporting public projects	1,532,817	994,246	538,571
Administrative and general	1,133,018	1,041,611	91,407
Culture - recreation			
Capital outlays	1,576,626	590,635	985,991
Total Expenditures	22,623,576	21,270,186	1,353,390
EXCESS (DEFICIENCY) OF REVENUES OVER EXPENDITURES	(848,567)	2,335,089	3,183,656
OTHER FINANCING SOURCES (USES)			
Primary Government			
Operating transfers out	(367,714)	(246,525)	121,189
Discretely Presented Component Units			
Operating transfers in			
Operating transfers out	(1,331,731)	(1,370,329)	(38,598)
Total Other Financing Sources (Uses)	(1,699,445)	(1,616,854)	82,591
EXCESS (DEFICIENCY) OF REVENUES AND OTHER FINANCING SOURCES OVER EXPENDITURES AND OTHER FINANCING USES	(2,548,012)	718,235	3,266,247
FUND BALANCES, BEGINNING OF YEAR	(8,470,754)	9,036,045	17,506,799
FUND BALANCES, END OF YEAR	$ (11,018,766)	$ 9,754,280	$ 20,773,046

See Notes to Financial Statements

Special Revenue			Total Primary Government (Memorandum Only)		
Budget	Actual	Variance Favorable (Unfavorable)	Budget	Actual	Variance Favorable (Unfavorable)
$ 450,000	$ 457,839	$ 7,839	$ 1,950,000	$ 1,987,109	$ 37,109
			2,282,200	2,431,328	149,128
			540,000	568,702	28,702
2,440,000	2,557,326	117,326	3,804,000	4,318,960	514,960
			1,151,989	1,475,475	323,486
			2,186,064	2,140,724	(45,340)
72,000	192,165	120,165	265,000	421,606	156,606
3,429,735	2,199,269	(1,230,466)	3,745,491	2,994,943	(750,548)
			6,650,000	6,668,254	18,254
			5,400,000	5,501,677	101,677
			90,000	88,211	(1,789)
30,000	34,760	4,760	120,000	428,082	308,082
21,410	22,552	1,142	33,410	44,115	10,705
6,443,145	5,463,911	(979,234)	28,218,154	29,069,186	851,032
			2,311,869	2,098,341	213,528
			8,763,019	9,198,972	(435,953)
			4,413,364	4,495,188	(81,824)
			605,733	602,473	3,260
5,265,937	3,982,284	1,283,653	5,371,571	4,081,032	1,290,539
			2,181,496	2,149,972	31,524
			1,532,817	994,246	538,571
			1,133,018	1,041,611	91,407
1,425,546	1,326,553	98,993	3,002,172	1,917,188	1,084,984
6,691,483	5,308,837	1,382,646	29,315,059	26,579,023	2,736,036
(248,338)	155,074	403,412	(1,096,905)	2,490,163	3,587,068
			(367,714)	(246,525)	121,189
			(1,331,731)	(1,370,329)	(38,598)
			(1,699,445)	(1,616,854)	82,591
(248,338)	155,074	403,412	(2,796,350)	873,309	3,669,659
(1,083,642)	868,978	1,952,620	(9,554,396)	9,905,023	19,459,419
$ (1,331,980)	$ 1,024,052	$ 2,356,032	$ (12,350,746)	$ 10,778,332	$ 23,129,078

(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, 1999

	Component Units		
	Budget	Actual	Variance Favorable (Unfavorable)
REVENUES			
Property taxes	$	$	$
Utility franchise taxes			
Occupational licenses			
Intergovernmental revenue	734,600	761,811	27,211
Fines and forfeits			
Sanitation fees			
Income from programs, supplies and services	1,242,978	1,326,443	83,465
Grants and entitlements	3,500	5,500	2,000
City sales tax and tourism tax	1,225,000	1,239,003	14,003
County sales tax			
Mixed drink tax			
Interest earned	3,000	7,590	4,590
Miscellaneous	80,767	100,040	19,273
Total Revenues	3,289,845	3,440,387	150,542
EXPENDITURES			
Current			
General government			
Police department			
Fire department			
Protective inspection			
Public works			
Sanitation			
Supporting public projects			
Administrative and general			
Culture - recreation	4,008,565	4,396,668	(388,103)
Capital outlays	330,750	244,680	86,070
Total Expenditures	4,339,315	4,641,348	(302,033)
EXCESS (DEFICIENCY) OF REVENUES OVER EXPENDITURES	(1,049,470)	(1,200,961)	(151,491)
OTHER FINANCING SOURCES (USES)			
Primary Government			
Operating transfers out			
Discretely Presented Component Units			
Operating transfers in	1,172,970	1,262,529	89,559
Operating transfers out			
Total Other Financing Sources (Uses)	1,172,970	1,262,529	89,559
EXCESS (DEFICIENCY) OF REVENUES AND OTHER FINANCING SOURCES OVER EXPENDITURES AND OTHER FINANCING USES	123,500	61,568	(61,932)
FUND BALANCES, BEGINNING OF YEAR	324,501	247,967	(76,534)
FUND BALANCES, END OF YEAR	$ 448,001	$ 309,535	$ (138,466)

See Notes to Financial Statements

Total (Memorandum Only)		
Budget	Actual	Variance Favorable (Unfavorable)
$ 1,950,000	$ 1,987,109	$ 37,109
2,282,200	2,431,328	149,128
540,000	568,702	28,702
4,538,600	5,080,771	542,171
1,151,989	1,475,475	323,486
2,186,064	2,140,724	(45,340)
1,507,978	1,748,049	240,071
3,748,991	3,000,443	(748,548)
7,875,000	7,907,257	32,257
5,400,000	5,501,677	101,677
90,000	88,211	(1,789)
123,000	435,672	312,672
114,177	144,155	29,978
31,507,999	32,509,573	1,001,574
2,311,869	2,098,341	213,528
8,763,019	9,198,972	(435,953)
4,413,364	4,495,188	(81,824)
605,733	602,473	3,260
5,371,571	4,081,032	1,290,539
2,181,496	2,149,972	31,524
1,532,817	994,246	538,571
1,133,018	1,041,611	91,407
4,008,565	4,396,668	(388,103)
3,332,922	2,161,868	1,171,054
33,654,374	31,220,371	2,434,003
(2,146,375)	1,289,202	3,435,577
(367,714)	(246,525)	121,189
1,172,970	1,262,529	89,559
(1,331,731)	(1,370,329)	(38,598)
(526,475)	(354,325)	172,150
(2,672,850)	934,877	3,607,727
(9,229,895)	10,152,990	19,382,885
$ (11,902,745)	$ 11,087,867	$ 22,990,612

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, 1999

	Proprietary Fund Type	
	Internal Service	Enterprise
OPERATING REVENUES		
Charges for goods and services	$ 1,492,212	$ 80,712
OPERATING EXPENSES		
Salaries, wages and employee benefits		547,926
Supplies and materials		71,582
Services and other expenses		33,026
Utilities		20,572
Repairs and maintenance		131,238
Depreciation and amortization		121,408
Claims expense	1,711,535	
Administrative expenses	210,415	
Total Operating Expenses	1,921,950	925,752
OPERATING INCOME (LOSS)	(429,738)	(845,040)
NONOPERATING REVENUES (EXPENSES)		
Interest income	27,256	1,889
Interest expense - revenue bonds		
Total Nonoperating Revenues (Expenses)	27,256	1,889
NET INCOME (LOSS) BEFORE OPERATING TRANSFERS	(402,482)	(843,151)
OPERATING TRANSFERS		
Primary Government		
Operating transfers in		246,525
Discretely Presented Component Units		
Operating transfers in		
Total Operating Transfers		246,525
NET INCOME (LOSS)	(402,482)	(596,626)
RETAINED EARNINGS (DEFICIT), BEGINNING OF YEAR	516,202	(7,789,911)
RETAINED EARNINGS (DEFICIT), END OF YEAR	$ 113,720	$ (8,386,537)

See Notes to Financial Statements

Total Primary Government (Memorandum Only)	Component Units	Total (Memorandum Only)
$ 1,572,924	$ 6,579,947	$ 8,152,871
547,926	2,171,921	2,719,847
71,582	236,519	308,101
33,026	349,803	382,829
20,572	428,137	448,709
131,238	204,626	335,864
121,408	1,589,753	1,711,161
1,711,535		1,711,535
210,415		210,415
2,847,702	4,980,759	7,828,461
(1,274,778)	1,599,188	324,410
29,145	130,734	159,879
	(607,603)	(607,603)
29,145	(476,869)	(447,724)
(1,245,633)	1,122,319	(123,314)
246,525		246,525
	107,800	107,800
246,525	107,800	354,325
(999,108)	1,230,119	231,011
(7,273,709)	8,606,153	1,332,444
$ (8,272,817)	$ 9,836,272	$ 1,563,455

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, 1999

	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	$ 1,560,318	$ 44,131	$ 1,604,449
Plan members	359,231		359,231
Total Contributions	1,919,549	44,131	1,963,680
Investment income			
Net increase (decrease) in fair value of investments	(1,960,665)	17,600	(1,943,065)
Interest	2,626,269	2,186	2,628,455
Dividends	262,949	483	263,432
	928,553	20,269	948,822
Less investment expense	210,286		210,286
Net investment income	718,267	20,269	738,536
Miscellaneous income	513	250	763
Total Additions	2,638,329	64,650	2,702,979
DEDUCTIONS			
Benefits paid directly to participants	2,277,471	25,979	2,303,450
Refunds of employees' contributions	71,615		71,615
Administrative expenses	30,922	250	31,172
Total Deductions	2,380,008	26,229	2,406,237
NET INCREASE	258,321	38,421	296,742
NET ASSETS HELD IN TRUST FOR PENSION BENEFITS, BEGINNING OF YEAR	61,033,850	252,618	61,286,468
NET ASSETS HELD IN TRUST FOR PENSION BENEFITS, END OF YEAR	$ 61,292,171	$ 291,039	$ 61,583,210

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, 1999

	Internal Service	Enterprise
CASH FLOWS FROM OPERATING ACTIVITIES		
Operating income (loss) from operations	$ (429,738)	$ (845,040)
Items not requiring cash:		
Depreciation and amortization		121,408
Changes in:		
Accounts receivable	(132)	
Due to/due from other funds/governments		(30,181)
Inventory		
Prepayments		
Accrued interest receivable		
Accounts payable and accrued liabilities	46,721	8,473
Net cash provided by (used in) operating activities	(383,149)	(745,340)
CASH FLOWS FROM INVESTING ACTIVITIES		
Interest income	27,256	1,889
Net cash provided by investing activities	27,256	1,889
CASH FLOWS FROM NONCAPITAL FINANCING ACTIVITIES		
Contributed capital		481,781
Transfers in		246,525
Net cash provided by noncapital financing activities		728,306
CASH FLOWS FROM CAPITAL AND RELATED FINANCING ACTIVITIES		
Purchase of property, plant and equipment		(6,563)
Payments of long-term debt principal		
Interest paid		
Net cash used in capital and related financing activities		(6,563)
INCREASE (DECREASE) IN CASH AND CASH EQUIVALENTS	(355,893)	(21,708)
CASH AND CASH EQUIVALENTS, BEGINNING OF YEAR	798,499	71,846
CASH AND CASH EQUIVALENTS, END OF YEAR	$ 442,606	$ 50,138

See Notes to Financial Statements

Total Primary Government (Memorandum Only)	Component Units	Total (Memorandum Only)
$ (1,274,778)	$ 1,599,188	$ 324,410
121,408	1,589,753	1,711,161
(132)	48,049	47,917
(30,181)		(30,181)
	(15,810)	(15,810)
	9,807	9,807
	(39)	(39)
55,194	99,310	154,504
(1,128,489)	3,330,258	2,201,769
29,145	130,734	159,879
29,145	130,734	159,879
481,781	171,121	652,902
246,525	107,800	354,325
728,306	278,921	1,007,227
(6,563)	(2,084,769)	(2,091,332)
	(946,355)	(946,355)
	(607,603)	(607,603)
(6,563)	(3,638,727)	(3,645,290)
(377,601)	101,186	(276,415)
870,345	4,012,357	4,882,702
$ 492,744	$ 4,113,543	$ 4,606,287

CITY OF PINE BLUFF, ARKANSAS
COMBINING BALANCE SHEET - COMPONENT UNITS
DECEMBER 31, 1999

	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	$ 256,629	$ 150,761	$ 108,888
Investments			
Notes receivable			
Receivables			
Accounts	11,028		621,777
Other			2,116
Prepayments and other	7,173		17,397
Inventory			30,057
Restricted assets			
Cash and cash equivalents	14,133		
Accrued interest receivable			
Fixed assets (net of accumulated depreciation)	404,346		11,780,038
Other assets			
Total Assets and Other Debits	$ 693,309	$ 150,761	$ 12,560,273
LIABILITIES			
Accounts payable	$ 27,311	$ 8,591	$ 163,355
Due to primary government			196,121
Deferred revenue	81,228		352,540
Accrued expenses	4,259	3,979	
Payable from restricted assets			
Accrued interest			
Revenue bonds			
Accrued payroll and compensated absences			53,438
Installment obligations			19,602
Total Liabilities	112,798	12,570	785,056
EQUITY AND OTHER CREDITS			
Contributed capital			
Investment in general fixed assets	404,346		11,780,038
Retained earnings (deficit)			
Fund balances (deficit)			
Reserved for:			
Prepayments	7,173		17,397
Retirements			
Arts and Science Center activities	105,384		
Unreserved	63,608	138,191	(22,218)
Total Equity and Other Credits	580,511	138,191	11,775,217
Total Liabilities, Equity and Other Credits	$ 693,309	$ 150,761	$ 12,560,273

See Notes to Financial Statements

	Pine Bluff Wastewater Utility	Pine Bluff Aviation Commission	Retirement System Of The Civic Auditorium Complex Commission	Total
	$ 2,029,966	$ 67,371	$ 20,832	$ 2,634,447
			244,225	244,225
			22,223	22,223
	565,318	30,053		1,228,176
			3,569	5,685
	21,452			46,022
	202,860	26,164		259,081
	2,016,206			2,030,339
	5,118		190	5,308
	33,578,690	1,839,390		47,602,464
	418,924			418,924
	$ 38,838,534	$ 1,962,978	$ 291,039	$ 54,496,894
	$ 229,965	$ 4,873	$	$ 434,095
				196,121
				433,768
				8,238
	177,931			177,931
	991,437			991,437
	399,612	16,683		469,733
	11,463,114			11,482,716
	13,262,059	21,556		14,194,039
	14,985,643	2,695,982		17,681,625
				12,184,384
	10,590,832	(754,560)		9,836,272
				24,570
			291,039	291,039
				105,384
				179,581
	25,576,475	1,941,422	291,039	40,302,855
	$ 38,838,534	$ 1,962,978	$ 291,039	$ 54,496,894

CITY OF PINE BLUFF, ARKANSAS
COMBINING STATEMENT OF REVENUES, EXPENDITURES
AND CHANGES IN FUND BALANCE (DEFICIT)
SPECIAL REVENUE COMPONENT UNITS
YEAR ENDED DECEMBER 31, 1999

	Arts & Science Center For Southeast Arkansas	Parks & Recreation Commission	Civic Auditorium Complex And Advertising & Tourist Promotion Commission	Total
REVENUES				
Intergovernmental	$ 61,811	$	$ 700,000	$ 761,811
Income from programs, supplies and service	492,458	355,801	478,184	1,326,443
Grants and entitlements	5,500			5,500
City tourism tax			1,239,003	1,239,003
Interest income	7,590			7,590
Miscellaneous	75,721		24,319	100,040
Total Revenues	643,080	355,801	2,441,506	3,440,387
EXPENDITURES				
Culture – recreation	716,691	1,318,183	2,361,794	4,396,668
Capital outlays	17,696	142,018	84,966	244,680
Total Expenditures	734,387	1,460,201	2,446,760	4,641,348
DEFICIENCY OF REVENUES OVER EXPENDITURES BEFORE OTHER FINANCING SOURCES	(91,307)	(1,104,400)	(5,254)	(1,200,961)
OPERATING TRANSFERS IN	89,550	1,172,979		1,262,529
EXCESS (DEFICIENCY) OF REVENUES AND OTHER FINANCING SOURCES OVER EXPENDITURES	(1,757)	68,579	(5,254)	61,568
FUND BALANCE, BEGINNING OF YEAR	177,922	69,612	433	247,967
FUND BALANCE (DEFICIT), END OF YEAR	$ 176,165	$ 138,191	$ (4,821)	$ 309,535

See Notes to Financial Statements

CITY OF PINE BLUFF, ARKANSAS
COMBINING STATEMENT OF REVENUES, EXPENSES AND CHANGES IN RETAINED EARNINGS (DEFICIT)
PROPRIETARY COMPONENT UNITS
YEAR ENDED DECEMBER 31, 1999

	Pine Bluff Wastewater Utility	Pine Bluff Aviation Commission	Total
OPERATING REVENUES			
Charges for goods and services	$ 6,386,887	$ 193,060	$ 6,579,947
OPERATING EXPENSES			
Salaries, wages and employee benefits	1,957,876	214,045	2,171,921
Supplies and materials	228,076	8,443	236,519
Service and other expenses	304,957	44,846	349,803
Utilities	407,599	20,538	428,137
Repairs and maintenance	190,088	14,538	204,626
Depreciation and amortization	1,455,353	134,400	1,589,753
Total Operating Expenses	4,543,949	436,810	4,980,759
OPERATING INCOME (LOSS)	1,842,938	(243,750)	1,599,188
NONOPERATING REVENUES (EXPENSES)			
Interest income	128,770	1,964	130,734
Interest expense - revenue bonds	(607,603)		(607,603)
Total Nonoperating Revenues (Expenses)	(478,833)	1,964	(476,869)
NET INCOME (LOSS) BEFORE OTHER FINANCING SOURCES	1,364,105	(241,786)	1,122,319
OPERATING TRANSFERS IN		107,800	107,800
NET INCOME (LOSS)	1,364,105	(133,986)	1,230,119
RETAINED EARNINGS (DEFICIT), BEGINNING OF YEAR	9,226,727	(620,574)	8,606,153
RETAINED EARNINGS (DEFICIT), END OF YEAR	$ 10,590,832	$ (754,560)	$ 9,836,272

See Notes to Financial Statements

CITY OF PINE BLUFF, ARKANSAS
COMBINING STATEMENT OF CASH FLOWS
PROPRIETARY COMPONENT UNITS
YEAR ENDED DECEMBER 31, 1999

	Pine Bluff Wastewater Utility	Pine Bluff Aviation Commission	Total
CASH FLOWS FROM OPERATING ACTIVITIES			
Operating income (loss) from operations	$ 1,842,938	$ (243,750)	$ 1,599,188
Items not requiring cash:			
Depreciation and amortization	1,455,353	134,400	1,589,753
Changes in:			
Accounts receivable	31,497	16,552	48,049
Inventory	(6,509)	(9,301)	(15,810)
Prepayments	343	9,464	9,807
Accrued interest receivable	(39)		(39)
Accounts payable and accrued liabilities	110,830	(11,520)	99,310
Net cash provided by (used in) operating activities	3,434,413	(104,155)	3,330,258
CASH FLOWS FROM INVESTING ACTIVITIES			
Interest income	128,770	1,964	130,734
Net cash provided by investing activities	128,770	1,964	130,734
CASH FLOWS FROM NONCAPITAL FINANCING ACTIVITIES			
Contributed capital	171,121		171,121
Transfers in		107,800	107,800
Net cash provided by noncapital financing activities	171,121	107,800	278,921
CASH FLOWS FROM CAPITAL AND RELATED FINANCING ACTIVITIES			
Purchase of property, plant and equipment	(2,084,769)		(2,084,769)
Payments of long-term debt principal	(946,355)		(946,355)
Interest paid	(607,603)		(607,603)
Net cash used in capital and related financing activities	(3,638,727)		(3,638,727)
INCREASE IN CASH AND CASH EQUIVALENTS	95,577	5,609	101,186
CASH AND CASH EQUIVALENTS, BEGINNING OF YEAR	3,950,595	61,762	4,012,357
CASH AND CASH EQUIVALENTS, END OF YEAR	$ 4,046,172	$ 67,371	$ 4,113,543

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

Pine Bluff Wastewater	
Unrestricted	$ 2,029,966
Restricted	2,016,206
Pine Bluff Aviation Commission	67,371
	$ 4,113,543

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 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 1999:

	Original Budget	Amendments	Final Budget
General Fund			
Revenues	$ 21,670,206	$ 104,803	$ 21,775,009
Expenditures	21,670,206	2,652,815	24,323,021
Street Fund			
Revenues	2,995,000	18,410	3,013,410
Expenditures	2,995,000	521,829	3,516,829
Transportation System			
Revenues	899,290	17,178	916,468
Expenditures	899,290	17,178	916,468
Community Development Block Grant Program			
Revenues	1,163,000	2,266,735	3,429,735
Expenditures	1,163,000	2,045,654	3,208,654

General fund expenditure budget includes $1,699,445 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, 1999, cash equivalents consisted primarily of U.S. Treasury Bills and money markets.

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 and deferred revenues of $1,639,870 have been recorded at December 31, 1999.

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	Payables
General Fund	$ 271,366	$
Special Revenue Funds		
Street	38,728	592
Community Development Block Grant		62,996
Enterprise Funds		
Transportation System		244,106
Fiduciary Funds		
Collector		2,400
	$ 310,094	$ 310,094

	Discretely Presented Component Units	
	Receivables	Payables
General Fund	$ 196,121	$
Special Revenue Funds		
Pine Bluff Civic Auditorium and Advertising and Tourist Promotion Commission		196,121
	$ 196,121	$ 196,121

NOTE 4: FIXED ASSETS

A summary of changes in general fixed assets follows:

Primary Government	Balance January 1, 1999	Additions	Retirements	Balance December 31, 1999
Land and improvements	$ 1,430,438	$	$	$ 1,430,438
Buildings and improvements	4,979,921			4,979,921
Transportation equipment	6,308,170	433,388		6,741,558
Other equipment	2,461,509	351,126	10,000	2,802,635
	$ 15,180,038	$ 784,514	$ 10,000	$ 15,954,552

NOTE 4: FIXED ASSETS (Continued)

Discretely Presented Component Units	Balance January 1, 1999	Additions	Retirements	Balance December 31, 1999
Land and improvements	$ 331,672	$	$	$ 331,672
Buildings and improvements	8,752,318			8,752,318
Transportation equipment	32,362	16,646	12,047	36,961
Other equipment	3,019,798	43,635		3,063,433
	$ 12,136,150	$ 60,281	$ 12,047	$ 12,184,384

A summary of fixed assets included in the Proprietary Funds at December 31, 1999, follows:

Primary Government	Cost	Accumulated Depreciation	Book Value
Plant and facilities in service	$ 1,322,372	$ 560,342	$ 762,030
Buses	2,023,373	1,714,029	309,344
Machinery and equipment	196,319	184,928	11,391
	$ 3,542,064	$ 2,459,299	$ 1,082,765

Discretely Presented Component Units	Cost	Accumulated Depreciation	Book Value
Plant and facilities in service	$ 48,338,856	$ 15,220,170	$ 33,118,686
Construction in progress	286,476		286,476
Machinery and equipment	6,341,668	4,328,750	2,012,918
	$ 54,967,000	$ 19,548,920	$ 35,418,080

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, 1999, this amounted to $79,431,861. The general obligation debt was $0, which leaves a legal debt margin of $79,431,861.

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 $62,519 at December 31, 1999.

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, 1999:

	Balance January 1, 1999	Additions (Deletions)	Balance December 31, 1999
Accrued compensated absences	$ 56,848	$ 5,671	$ 62,519
Net pension obligation	306,265	(108,232)	198,033
	$ 363,113	$ (102,561)	$ 260,552

Discretely Presented Component Units

Special Revenue Funds

Long-term obligation of the Pine Bluff Civic Auditorium and Advertising and Tourist Promotion Commission consists of a note payable to Pine Bluff National Bank with interest at 9.0%, secured by computer equipment and maturing as follows:

Year Ending December 31,	Principal	Interest	Total
2000	$ 5,955	$ 1,523	$ 7,478
2001	6,514	963	7,477
2002	7,133	345	7,478
	$ 19,602	$ 2,831	$ 22,433

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
2000	$ 119,933	$ 63,884	$ 20,895	$ 204,712
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	836,654	63,113	21,438	921,205
	$ 2,119,477	$ 483,103	$ 161,035	$ 2,763,615

The total amount of the original issue was $2,800,000 and the bonds mature on April 15, 2013. During 1999, the Utility retired $116,429 in principal of the outstanding bonds.

NOTE 5: LONG-TERM OBLIGATIONS (Continued)

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
2000	$ 325,000	$ 233,958	$ 558,958
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
	$ 4,170,000	$ 1,433,503	$ 5,603,503

The total amount of the original issue was $5,590,000 and the bonds mature on September 1, 2009. During 1999, the Utility retired $310,000 in principal of the outstanding bonds.

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
2000	$ 485,000	$ 201,226	$ 686,226
2001	500,000	179,920	679,920
2002	525,000	157,108	682,108
2003	550,000	132,645	682,645
2004 through 2007	2,465,000	249,837	2,714,837
	$ 4,525,000	$ 920,736	$ 5,445,736

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 1999, the Utility retired $460,000 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
2000	$ 61,504	$ 41,154	$ 16,247	$ 118,905
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	541,611	37,629	15,266	594,506
	$ 1,640,074	$ 442,224	$ 176,890	$ 2,259,188

The total amount of the original issue was $1,700,000. The bonds will mature on April 15, 2013. During 1999, the Utility retired $59,926 in principal of the outstanding bonds.

NOTE 6: OTHER REQUIRED DISCLOSURES

Fund Deficits

The following individual funds show deficit fund balances or retained earnings as of December 31, 1999:

Fund	Deficit Amount
Primary Government	
Transportation System	$ 8,386,537
Discretely Presented Component Units	
Civic Auditorium Complex and Advertising & Tourist Promotion Commissions	$ 4,821
Aviation Commission	$ 754,560

Excess of Expenditures over Appropriations

Certain discretely presented component units incurred expenditures in excess of appropriated amounts for the year ended December 31, 1999, without Council approval as follows:

Fund	Actual Expenditures	Budgeted Amount	Excess
Arts & Science Center for Southeast Arkansas	$ 734,387	$ 723,195	$ (11,192)
Civic Auditorium Complex and Advertising & Tourist Promotion Commissions	$ 2,446,760	$ 2,306,000	$ (140,760)
Parks and Recreation Commission	$ 1,460,201	$ 1,310,120	$ (150,081)

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, 1999:

	MJMCCRF	PPRF	FPRF	RSCPB
Retirees and beneficiaries receiving benefits	2	71	55	17
Active Plan members	2	17	22	269
Terminated and entitled to, but not yet receiving benefits	1			5
Members on Deferred Retirement Option Plan (DROP)	—	9	13	—
Total	5	97	90	291

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 1999 contributions to MJMCCRF was $11,399. 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 1999 was as follows:

	MJMCCRF
Annual required contribution	$ 65,000
Interest on net pension obligation	3,769
Adjustment to annual required contribution	
Annual pension cost	68,769
Contributions made	11,399
Increase in net pension obligation	57,370
Net pension obligation at beginning of year	53,845
Net pension obligation at end of year	$ 111,215

NOTE 7: PENSION PLANS (Continued)

The annual required contribution to the Plan for 1999 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, 1999, 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

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 1999 contributions to PPRF of $584,722 included property taxes of $244,802, state insurance premium taxes of $177,642 and case fees, fines and confiscated property sale proceeds of $86,719. The City's total 1999 contributions to FPRF of $518,196 included property taxes of $244,802 and state insurance premium taxes of $177,674.

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 1999 were as follows:

	PPRF	FPRF
Annual required contribution	$ 507,927	$ 368,909
Interest on net pension obligation	(21,325)	14,944
Adjustment to annual required contribution	41,617	(31,259)
Annual pension cost	528,219	352,594
Contributions made	(584,722)	(518,196)
Decrease in net pension obligation	(56,503)	(165,602)
Net pension obligation at beginning of year	(355,411)	252,420
Net pension obligation at end of year	$ (411,914)	$ 86,818

The annual required contribution to each Plan for 1999 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, 1999, 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			
12-31-97	$ 507,170	117.84%	$ (293,210)
12-31-98	$ 523,188	111.89%	$ (355,411)
12-31-99	$ 528,219	110.70%	$ (411,914)
FPRF			
12-31-97	$ 622,049	85.84%	$ 436,338
12-31-98	$ 346,197	153.13%	$ 252,420
12-31-99	$ 352,594	146.97%	$ 86,818

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 1999 contribution to RSCPB was $446,001.

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	$ 832,769
Interest on net pension obligation	861,618
Adjustment to annual required contribution	(2,043,343)
Annual pension cost	(348,956)
Contributions made	(635,744)
Decrease in net pension obligation	(984,700)
Net pension obligation at beginning of year	(1,795,753)
Net pension obligation at end of year	$ (2,780,453)

The annual required contribution to the Plan for 1999 was determined as part of an actuarial study as of December 31, 1999, using the projected unit credit actuarial 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), (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 over the average future service of active participants. The remaining amortization period at December 31, 1999, was nine 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)

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, 1999, there were approximately 25 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 1999, the Commission contributed $44,131 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 1999, the City's annual pension cost of $447,034 for the policemen's plan and $164,012 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, 1996, 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 4.2% 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, 1999, was 29 years.

NOTE 7: PENSION PLANS (Continued)

Three-Year Trend Information

Year Ended	Annual Pension Cost (APC)	Percentage Of APC Contributed	Net Pension Obligation
Policemen			
12-31-97	$ 415,563	100.00%	$ 0
12-31-98	$ 447,947	100.00%	$ 0
12-31-99	$ 447,034	100.00%	$ 0
Firemen			
12-31-97	$ 154,370	100.00%	$ 0
12-31-98	$ 157,352	100.00%	$ 0
12-31-99	$ 164,012	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, 1999.

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 $66,750,000.

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, 1999, is as follows:

	Primary Government	Discretely Presented Components Units			
	Transportation System	Pine Bluff Wastewater Utility	Aviation Commission	Component Units Total	Total
Operating revenues	$ 80,712	$ 6,386,887	$ 193,060	$ 6,579,947	$ 6,660,659
Depreciation and amortization	121,408	1,455,353	134,400	1,589,753	1,711,161
Operating income (loss)	(845,040)	1,842,938	(243,750)	1,599,188	754,148
Operating transfers in	246,525		107,800	107,800	354,325
Net income (loss)	(596,626)	1,364,105	(133,986)	1,230,119	633,493
Current year capital contributions	481,781	171,121		171,121	652,902
Property, plant and equipment additions	6,563	2,084,769		2,084,769	2,091,332
Net working capital	185,877	2,190,019	102,032	2,292,051	2,477,928
Total assets	1,593,538	38,838,534	1,962,978	40,801,512	42,395,050
Bonds and other long-term liabilities - payable from operating revenues		11,463,114		11,463,114	11,463,114
Total equity	1,268,642	25,576,475	1,941,422	27,517,897	28,786,539

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 $3,258,473 and the bank balance was $3,218,743. Of the bank balance, $2,786,046 was covered by federal depository insurance or by collateral held by the Primary Government's agents in the Primary Government's name and $432,697 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 $3,265,878 and the bank balance was $3,421,521. Of the bank balance, $3,197,436 was covered by federal depository insurance and $224,085 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	$ 8,954,781	$ 27,291,178	$	$ 36,245,959	$ 36,831,944
Corporate bonds		12,576,554		12,576,554	13,070,543
Common stocks		17,921,995		17,921,995	11,840,477
Common/collective and mutual funds				2,820,999	2,510,074
	$ 8,954,781	$ 57,789,727	$ 0	$ 69,565,507	$ 64,253,038

The pension trust funds own all of the investments shown above except for $8,954,781 in U.S. government securities which are owned as follows:

General Fund	$ 7,874,781
Street Fund	680,000
Health Insurance Fund	400,000
	$ 8,954,781

Discretely Presented Component Units

	Fair Value/ Carrying Amount	Cost
Common/collective and mutual funds	$ 1,643,133	$ 1,643,133

Of the investments held by the Primary Government and its component units, $12,203,613 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 $60,000 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 1997 to 1999. 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, 1997, to December 31, 1999.

Liability balance, January 1, 1997	$ 308,716
Claims and changes in estimates	1,155,944
Claims payments	(1,312,999)
Liability balance, December 31, 1997	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

NOTE 12: RECONCILIATION OF CONTRIBUTED CAPITAL

The following is a reconciliation of the contributed capital for the year ended December 31, 1999:

	Primary Government	Discretely Presented Component Units
Contributed capital, beginning of year	$ 9,173,398	$ 17,510,504
Current year contributions	481,781	171,121
Contributed capital, end of year	$ 9,655,179	$ 17,681,625

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 1997 to 1999; nor have settlement amounts exceeded insurance coverage for the current year or the three prior years.

NOTE 14: RECONCILIATION OF OPERATING TRANSFERS IN/OUT

Primary Government

	Operating Transfer Out	Operating Transfer In
General Fund	$ 246,525	$
Proprietary Funds		246,525
Total	$ 246,525	$ 246,525

Discretely Presented Component Units

	Operating Transfer Out	Operating Transfer In
General Fund	$ 1,370,329	$
Special Revenue Funds		1,262,529
Proprietary Funds		107,800
Total	$ 1,370,329	$ 1,370,329

NOTE 15: COMMITMENTS AND SUBSEQUENT EVENTS

Construction of a New Municipal Court Building

During 1999, the City Council voted to construct a new municipal court building during fiscal year 2000. Construction costs are estimated at approximately $900,000 and have been properly recorded as an encumbrance at December 31, 1999.

Construction of a Senior Center

The City Council has voted to construct a senior center during fiscal year 2000. Construction costs are estimated at $550,000 and will be funded with Community Development Block Grant funds.

Issuance of Pollution Control Revenue Refunding Bonds

In January 2000, the City Council authorized the issuance of up to $3,000,000 of pollution control revenue refunding bonds for one of its local industries. The City has guaranteed these bonds, but they are not a direct obligation of the City. See *Note 8* for additional discussion of related matters.

Retirements

Effective January 1, 2000, the City of Pine Bluff had five long-term employees retire. As a result of these retirements, the Retirement System of the City of Pine Bluff (RSCPB) paid out approximately $825,000 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.

CITY OF PINE BLUFF, ARKANSAS

SUPPLEMENTARY INFORMATION REQUIRED
BY THE GOVERNMENTAL ACCOUNTING STANDARDS BOARD

DECEMBER 31, 1999

CITY OF PINE BLUFF, ARKANSAS
DEFINED BENEFIT PENSION PLANS - REQUIRED SUPPLEMENTARY INFORMATION
SCHEDULES OF FUNDING PROGRESS
YEAR ENDED DECEMBER 31, 1999

	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
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
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

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%
(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%
(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%

CITY OF PINE BLUFF, ARKANSAS
DEFINED BENEFIT PENSION PLANS - REQUIRED SUPPLEMENTARY INFORMATION
SCHEDULES OF EMPLOYER CONTRIBUTIONS
YEAR ENDED DECEMBER 31, 1999

	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%
Policemen's Pension and Relief Fund	1997	$ 502,503	119%
	1998	$ 507,927	115%
	1999	$ 507,927	115%
Firemen's Pension and Relief Fund	1997	$ 630,068	85%
	1998	$ 368,909	144%
	1999	$ 368,909	140%
Retirement System of the City of Pine Bluff	1998	$ 775,585	78%
	1999	$ 832,769	76%

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	12/31/99	12/31/96	12/31/96
Actuarial cost method	Entry age normal	Entry age normal	Entry age normal	Projected unit credit normal	Entry age normal	Entry age normal
Amortization method	Level percent closed	Level percent closed	Level percent closed	Average future service closed	Level percent open	Level percent open
Remaining amortization period	29 years	8 years	8 years	9 years	29 years	29 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 – 9.2%	5.0-9.2%
*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, 1999

CITY OF PINE BLUFF, ARKANSAS
SCHEDULE OF EXPENDITURES OF FEDERAL AWARDS
YEAR ENDED DECEMBER 31, 1999

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		$ 1,759,776
HOME Investment Partnerships Program	U.S. Department of Housing and Urban Development	14.239		439,493
Juvenile Accountability Incentive Block Grant	U.S. Department of Justice/Arkansas Department of Human Services	16.523		77,604
Local Law Enforcement Block Grants Program	U.S. Department of Justice	16.592	98-LB-VX-2698	200,204
Public Safety Partnership and Community Policing Grants:	U.S. Department of Justice	16.710		
COPS Universal Hiring Award			97UMWX0494	257,234
COPS Grant - Problem-Solving Partnerships			97PRWX0229	16,781
COPS MORE-Office of Community Oriented Policing Services			199CMWX2034 97CMWX0092	126,581
COPS Advanced Community Policing Grant			970CWX0002	17,446
COPS Meth Grant			1999CKWX0075	6,498
Federal Transit Capital and Operating Assistance Formula Grants	U.S. Department of Transportation/ Arkansas State Highway and Transportation Department	20.507	AR-90-X033	460,635
Gang Resistance Education and Training (G.R.E.A.T.)	U.S. Department of Treasury/ Bureau of Alcohol, Tobacco and Firearms	21.053	99429202	40,118
Promotion of the Arts-State and Regional Program	National Foundation on the Arts and the Humanities/Arkansas Arts Council	45.025		25,000
Promotion of the Humanities-State Program	National Foundation on the Arts and the Humanities/Arkansas Humanities Council	45.129		900
Institute of Museum Services	National Foundation on the Arts and the Humanities	45.301	IG-80472-98	55,961
Drug-Free Schools and Communities - State Grants	U.S. Department of Health/ Arkansas Department of Health	84.186		13,676
				$ 3,497,907

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	$ 114,095
		Progressive Southeast Arkansas Housing Development Corporation	32,172
			$ 146,267

CITY OF PINE BLUFF, ARKANSAS

COMBINING, INDIVIDUAL FUND AND ACCOUNT GROUP STATEMENTS AND SCHEDULES

DECEMBER 31, 1999

CITY OF PINE BLUFF, ARKANSAS
GENERAL FUND
SCHEDULE OF EXPENDITURES, BUDGET (GAAP BASIS) AND ACTUAL
YEAR ENDED DECEMBER 31, 1999

	Budget	Actual	Variance Favorable (Unfavorable)
GENERAL GOVERNMENT			
Current			
Personal services	$ 1,302,384	$ 1,203,926	$ 98,458
Supplies and materials	89,060	92,655	(3,595)
Contractual services	920,425	801,760	118,665
Capital outlays	968,786	45,090	923,696
	3,280,655	2,143,431	1,137,224
POLICE DEPARTMENT			
Current			
Personal services	7,008,424	7,049,911	(41,487)
Supplies and materials	366,995	356,471	10,524
Contractual services	1,387,600	1,792,590	(404,990)
Capital outlays	311,639	464,837	(153,198)
	9,074,658	9,663,809	(589,151)
FIRE DEPARTMENT			
Current			
Personal services	4,272,086	4,367,946	(95,860)
Supplies and materials	48,585	41,207	7,378
Contractual services	92,693	86,035	6,658
Capital outlays	249,632	20,083	229,549
	4,662,996	4,515,271	147,725
INSPECTION			
Current			
Personal services	358,603	350,240	8,363
Supplies and materials	31,550	44,449	(12,899)
Contractual services	215,580	207,784	7,796
Capital outlays	33,299	17,298	16,001
	639,032	619,771	19,261

	Budget	Actual	Variance Favorable (Unfavorable)
PUBLIC WORKS			
Current			
Personal services	$ 93,904	$ 91,042	$ 2,862
Supplies and materials	6,560	3,127	3,433
Contractual services	5,170	4,579	591
	105,634	98,748	6,886
SANITATION			
Current			
Contractual services	2,181,496	2,149,972	31,524
SUPPORTING PUBLIC PROJECTS			
Current			
Health	88,760	88,760	
Public works	1,437,057	898,486	538,571
Education	7,000	7,000	
	1,532,817	994,246	538,571
ADMINISTRATIVE AND GENERAL			
Current			
Personal services	920,821	836,195	84,626
Supplies and materials	78,500	78,831	(331)
Contractual services	133,697	126,585	7,112
Capital outlays	13,270	43,327	(30,057)
	1,146,288	1,084,938	61,350
	$ 22,623,576	$ 21,270,186	$ 1,353,390

CITY OF PINE BLUFF, ARKANSAS
SPECIAL REVENUE FUNDS
COMBINING BALANCE SHEET
DECEMBER 31, 1999

	Primary Government		
	Street Fund	Community Development Block Grant Program	Total Primary Government
ASSETS			
Cash and cash equivalents	$ 974,685	$ 13,226	$ 987,911
Notes receivable		188,413	188,413
Receivables - accounts and grants	5,490	381,144	386,634
Due from other funds	38,728		38,728
Total Assets	$ 1,018,903	$ 582,783	$ 1,601,686
LIABILITIES			
Warrants payable	$ 73,729	$ 7,721	$ 81,450
Accounts payable		245,892	245,892
Due to other funds	592	62,996	63,588
Deferred revenue		54,744	54,744
Accrued payroll and compensated absences	97,815	34,145	131,960
Total Liabilities	172,136	405,498	577,634
FUND BALANCES (DEFICITS)			
Reserved for repayable loan agreements		188,413	188,413
Encumbrances	130,649		130,649
Unreserved	716,118	(11,128)	704,990
Total Fund Balances	846,767	177,285	1,024,052
Total Liabilities and Fund Balances	$ 1,018,903	$ 582,783	$ 1,601,686

CITY OF PINE BLUFF, ARKANSAS
SPECIAL REVENUE FUNDS
COMBINING STATEMENT OF REVENUES, EXPENDITURES AND CHANGES IN FUND BALANCES
YEAR ENDED DECEMBER 31, 1999

	Primary Government		
	Street Fund	Community Development Block Grant Program	Total Primary Government
REVENUES			
Property taxes	$ 457,839	$	$ 457,839
Intergovernmental	2,557,326		2,557,326
Income from programs, supplies and services	170,097	22,068	192,165
Grants and entitlements		2,199,269	2,199,269
Interest income	34,760		34,760
Miscellaneous	22,552		22,552
Total Revenues	3,242,574	2,221,337	5,463,911
EXPENDITURES			
Public works	1,813,094	2,169,190	3,982,284
Capital outlays	1,284,290	42,263	1,326,553
Total Expenditures	3,097,384	2,211,453	5,308,837
EXCESS OF REVENUES OVER EXPENSES	145,190	9,884	155,074
FUND BALANCES, BEGINNING OF YEAR	701,577	167,401	868,978
FUND BALANCES, END OF YEAR	$ 846,767	$ 177,285	$ 1,024,052

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, 1999

	Budget	Actual	Variance Favorable (Unfavorable)
REVENUES			
Property taxes	$ 450,000	$ 457,839	$ 7,839
Intergovernmental	2,440,000	2,557,326	117,326
Charges for services	72,000	170,097	98,097
Interest income	30,000	34,760	4,760
Miscellaneous	21,410	22,552	1,142
Total Revenues	3,013,410	3,242,574	229,164
EXPENDITURES			
Current			
Public works			
Personal services	1,681,333	1,489,115	192,218
Supplies and materials	148,450	107,929	40,521
Contractual services	261,500	216,050	45,450
Capital outlays	1,425,546	1,284,290	141,256
Total Expenditures	3,516,829	3,097,384	419,445
EXCESS (DEFICIENCY) OF REVENUES OVER EXPENDITURES	(503,419)	145,190	648,609
FUND BALANCE (DEFICIT), BEGINNING OF YEAR	(307,285)	701,577	1,008,862
FUND BALANCE (DEFICIT), END OF YEAR	$ (810,704)	$ 846,767	$ 1,657,471

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, 1999

	Budget	Actual	Variance Favorable (Unfavorable)
REVENUES			
Income from programs, supplies and services	$	$ 22,068	$ 22,068
Grants and entitlements	3,429,735	2,199,269	(1,230,466)
Total Revenues	3,429,735	2,221,337	(1,208,398)
EXPENDITURES			
Current			
Public works			
Personal services	309,921	310,460	(539)
Supplies and materials	12,977	14,440	(1,463)
Contractual services	2,851,756	1,844,290	1,007,466
Capital outlays	34,000	42,263	(8,263)
Total Expenditures	3,208,654	2,211,453	997,201
EXCESS OF REVENUES OVER EXPENDITURES	221,081	9,884	(211,197)
FUND BALANCE, BEGINNING OF YEAR	486,307	167,401	(318,906)
FUND BALANCE, END OF YEAR	$ 707,388	$ 177,285	$ (530,103)

CITY OF PINE BLUFF, ARKANSAS
ENTERPRISE FUND
BALANCE SHEET
DECEMBER 31, 1999

	Primary Government Transportation System
ASSETS	
CURRENT ASSETS	
Cash and cash equivalents	$ 50,138
Due from other funds	
Due from other governments	460,635
Total Current Assets	510,773
PROPERTY AND EQUIPMENT, At Cost	
Plant and facilities in service	1,322,372
Buses	2,023,373
Machinery and equipment	196,319
	3,542,064
Less accumulated depreciation	2,459,299
	1,082,765
	$ 1,593,538
LIABILITIES AND FUND EQUITY	
CURRENT LIABILITIES	
Payable from current assets	
Accounts payable	$ 34,294
Accrued payroll and compensated absences	46,496
Due to other funds	244,106
Total Current Liabilities	324,896
FUND EQUITY	
Contributed capital	9,655,179
Retained deficit	(8,386,537)
Total Fund Equity	1,268,642
	$ 1,593,538

CITY OF PINE BLUFF, ARKANSAS
ENTERPRISE FUND
STATEMENT OF REVENUES, EXPENSES AND
CHANGES IN RETAINED DEFICIT
YEAR ENDED DECEMBER 31, 1999

	Primary Government Transportation System
OPERATING REVENUES	
Charges for goods and services	$ 80,712
OPERATING EXPENSES	
Salaries, wages and employee benefits	547,926
Supplies and materials	71,582
Services and other expenses	33,026
Utilities	20,572
Repairs and maintenance	131,238
Depreciation and amortization	121,408
Total Operating Expenses	925,752
OPERATING LOSS	(845,040)
NONOPERATING REVENUES	
Interest income	1,889
Total Nonoperating Revenues	1,889
NET LOSS BEFORE OPERATING TRANSFERS	(843,151)
OPERATING TRANSFERS IN	246,525
NET LOSS	(596,626)
RETAINED DEFICIT, BEGINNING OF YEAR	(7,789,911)
RETAINED DEFICIT, END OF YEAR	$ (8,386,537)

CITY OF PINE BLUFF, ARKANSAS
ENTERPRISE FUND
STATEMENT OF CASH FLOWS
YEAR ENDED DECEMBER 31, 1999

	Primary Government
	Transportation System
CASH FLOWS FROM OPERATING ACTIVITIES	
Operating loss from operations	$ (845,040)
Items not requiring cash:	
Depreciation and amortization	121,408
Loss on disposal of property, plant and equipment	
Changes in:	
Due to/due from other funds/governments	(30,181)
Prepayments	
Accounts payable and accrued liabilities	8,473
Net cash used in operating activities	(745,340)
CASH FLOWS FROM INVESTING ACTIVITIES	
Interest income	1,889
Net cash provided by investing activities	1,889
CASH FLOWS FROM NONCAPITAL FINANCING ACTIVITIES	
Contributed capital	481,781
Transfers in	246,525
Net cash provided by noncapital financing activities	728,306
CASH FLOWS FROM CAPITAL AND RELATED FINANCING ACTIVITIES	
Purchase of property, plant and equipment	(6,563)
Net cash used in capital and related financing activites	(6,563)
DECREASE IN CASH AND CASH EQUIVALENTS	(21,708)
CASH AND CASH EQUIVALENTS, BEGINNING OF YEAR	71,846
CASH AND CASH EQUIVALENTS, END OF YEAR	$ 50,138

CITY OF PINE BLUFF, ARKANSAS
FIDUCIARY FUNDS
COMBINING BALANCE SHEET
DECEMBER 31, 1999

	Primary Government			
	Pension	Agency Funds		Total
	Trust	City	Municipal	Primary
ASSETS	Funds	Collector	Court	Government
Cash	$ 1,849,924	$ 2,400	$ 52,668	$ 1,904,992
Investments, at market	58,760,802			58,760,802
Receivables:				
Property taxes	530,215			530,215
Contributions	65,702			65,702
Accrued interest and dividends	615,743			615,743
Total Assets	$ 61,822,386	$ 2,400	$ 52,668	$ 61,877,454
LIABILITIES AND NET ASSETS				
Accounts payable	$	$	$ 52,668	$ 52,668
Due to other funds		2,400		2,400
Deferred revenue	530,215			530,215
Total Liabilities	530,215	2,400	52,668	585,283
Net assets held in trust for pension benefits	61,292,171			61,292,171
Total Liabilities and Net Assets	$ 61,822,386	$ 2,400	$ 52,668	$ 61,877,454

CITY OF PINE BLUFF, ARKANSAS
PENSION TRUST FUNDS
COMBINING STATEMENT OF PLAN NET ASSETS
DECEMBER 31, 1999

	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	$ 45,248	$ 637,868	$ 585,268
Investments			
U. S. Government obligations	496,385	5,418,408	9,723,007
Domestic corporate bonds		4,954,017	2,767,209
Domestic stocks		7,338,102	5,193,278
Common/collective and mutual funds	159,148		242,555
Receivables			
Property taxes		264,555	265,660
Contributions	941	12,340	
Accrued interest and dividends	8,355	121,789	214,807
Total Assets	$ 710,077	$ 18,747,079	$ 18,991,784
LIABILITIES AND NET ASSETS			
Deferred revenue	$	$ 264,555	$ 265,660
Total Liabilities		264,555	265,660
Net assets held in trust for pension benefits	710,077	18,482,524	18,726,124
Total Liabilities and Net Assets	$ 710,077	$ 18,747,079	$ 18,991,784

Retirement System Of The City Of Pine Bluff	Total Primary Government
$ 581,540	$ 1,849,924
11,653,378	27,291,178
4,855,328	12,576,554
5,390,615	17,921,995
569,372	971,075
	530,215
52,421	65,702
270,792	615,743
$ 23,373,446	$ 61,822,386
$	$ 530,215
	530,215
23,373,446	61,292,171
$ 23,373,446	$ 61,822,386

CITY OF PINE BLUFF, ARKANSAS
PENSION TRUST FUNDS
COMBINING STATEMENT OF CHANGES IN PLAN NET ASSETS
YEAR ENDED DECEMBER 31, 1999

	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	$ 11,399	$ 584,722	$ 518,196
Plan members		73,767	95,721
Total Contributions	11,399	658,489	613,917
Investment income			
Net increase (decrease) in fair value of investments	5,589	(379,452)	(908,968)
Interest	31,304	631,679	929,670
Dividends	10,737	142,188	45,297
	47,630	394,415	65,999
Less investment expense	4,905	90,522	69,004
Net investment income (loss)	42,725	303,893	(3,005)
Miscellaneous income			421
Total Additions	54,124	962,382	611,333
DEDUCTIONS			
Benefits paid directly to participants	25,726	1,117,670	667,161
Refunds of employees' contributions		18,438	
Administrative expenses	1,185	5,561	3,650
Total Deductions	26,911	1,141,669	670,811
NET INCREASE (DECREASE)	27,213	(179,287)	(59,478)
NET ASSETS HELD IN TRUST FOR PENSION BENEFITS, BEGINNING OF YEAR	682,864	18,661,811	18,785,602
NET ASSETS HELD IN TRUST FOR PENSION BENEFITS, END OF YEAR	$ 710,077	$ 18,482,524	$ 18,726,124

Retirement System Of The City Of Pine Bluff	Total Primary Government
$ 446,001	$ 1,560,318
189,743	359,231
635,744	1,919,549
(677,834)	(1,960,665)
1,033,616	2,626,269
64,727	262,949
420,509	928,553
45,855	210,286
374,654	718,267
92	513
1,010,490	2,638,329
466,914	2,277,471
53,177	71,615
20,526	30,922
540,617	2,380,008
469,873	258,321
22,903,573	61,033,850
$ 23,373,446	$ 61,292,171

CITY OF PINE BLUFF, ARKANSAS
AGENCY FUNDS
COMBINING STATEMENT OF CHANGES IN ASSETS AND LIABILITIES
YEAR ENDED DECEMBER 31, 1999

	Balance January 1, 1999	Additions	Deductions	Balance December 31, 1999
CITY COLLECTOR'S FUND				
ASSETS				
Petty cash	$ 400	$	$	$ 400
Cash in bank	2,000	10,574	10,574	2,000
	$ 2,400	$ 10,574	$ 10,574	$ 2,400
LIABILITIES				
Due to other funds	$ 2,400			$ 2,400
MUNICIPAL COURT FUNDS				
ASSETS				
Cash in bank	$ 220,477	$ 801,855	$ 969,664	$ 52,668
LIABILITIES				
Accounts payable	$ 220,477	$ 801,855	$ 969,664	$ 52,668
TOTALS - ALL AGENCY FUNDS				
ASSETS				
Petty cash	$ 400	$	$	$ 400
Cash in bank	222,477	812,429	980,238	54,668
	$ 222,877	$ 812,429	$ 980,238	$ 55,068
LIABILITIES				
Accounts payable	$ 220,477	$ 801,855	$ 969,664	$ 52,668
Due to other funds	2,400			2,400
	$ 222,877	$ 801,855	$ 969,664	$ 55,068

CITY OF PINE BLUFF, ARKANSAS
SCHEDULE OF GENERAL FIXED ASSETS - BY SOURCES
DECEMBER 31, 1999

	Primary Government	Component Units
General Fixed Assets		
Land and improvements	$ 1,430,438	$ 331,672
Buildings and improvements	4,979,921	8,752,318
Automobiles	6,741,558	36,961
Equipment	2,802,635	3,063,433
Total General Fixed Assets	$ 15,954,552	$ 12,184,384
Sources of Investment in General Fixed Assets		
Capital projects funds	$ 3,459,745	$ 290,644
General fund revenues	6,340,066	592,833
Street fund revenues	3,869,859	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		1,553,658
State turnback funds		2,369,458
Total Investment in General Fixed Assets	$ 15,954,552	$ 12,184,384

CITY OF PINE BLUFF, ARKANSAS
SCHEDULE OF GENERAL FIXED ASSETS - BY FUNCTION AND ACTIVITY
DECEMBER 31, 1999

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	4,100,391
Total General Government	1,352,064	4,330,630
Police Department		54,987
Criminal Justice Block Grants		
Fire Department	68,374	534,050
Inspection Department		
Public Works		
Planning Department		
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	$ 4,979,921

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	8,752,318
Total Culture and Recreation	331,672	8,752,318
TOTAL DISCRETELY PRESENTED COMPONENT UNITS	$ 331,672	$ 8,752,318

Transportation Equipment	Other Equipment	Totals
$ 23,116	$ 121,348	$ 144,464
	34,947	34,947
55,494	56,072	176,926
	3,622	3,622
	23,435	23,435
88,834	11,152	264,865
		5,452,455
167,444	250,576	6,100,714
2,012,302	560,101	2,627,390
	9,463	9,463
2,131,038	66,317	2,799,779
89,550	19,221	108,771
25,054	10,506	35,560
2,201,129	1,773,694	3,984,823
6,379	6,216	12,595
100,809	27,603	188,666
2,333,371	1,818,019	4,221,644
	71,355	71,355
7,853	7,583	15,436
7,853	78,938	86,791
$ 6,741,558	$ 2,802,635	$ 15,954,552
$	$ 404,346	$ 404,346
36,961	2,659,087	11,780,038
36,961	3,063,433	12,184,384
$ 36,961	$ 3,063,433	$ 12,184,384

CITY OF PINE BLUFF, ARKANSAS
SCHEDULE OF CHANGES IN GENERAL FIXED ASSETS - BY FUNCTION AND ACTIVITY
YEAR ENDED DECEMBER 31, 1999

PRIMARY GOVERNMENT	Balance January 1, 1999	Additions	Retirements	Balance December 31, 1999
General Government				
Building maintenance	$ 132,030	$ 12,434	$	$ 144,464
Municipal Court	34,947			34,947
Cemetery	176,926			176,926
City Collector	3,622			3,622
City Attorney	23,435	13,865		37,300
Animal Control	251,000			251,000
Civic Center	5,452,455			5,452,455
Total General Government	6,074,415	26,299		6,100,714
Police Department	2,427,250	200,140		2,627,390
Criminal Justice Block Grant	9,463			9,463
Fire Department	2,779,380	20,399		2,799,779
Inspection Department	97,703	11,068		108,771
Public Works				
Planning Department	35,560			35,560
Street Department	3,497,759	497,064	10,000	3,984,823
Engineering Department	12,595			12,595
Community Development	159,122	29,544		188,666
Total Public Works	3,705,036	526,608	10,000	4,221,644
Administrative and General				
Executive	71,355			71,355
Finance	15,436			15,436
Total Administrative and General	86,791			86,791
TOTAL PRIMARY GOVERNMENT	$ 15,180,038	$ 784,514	$ 10,000	$ 15,954,552
DISCRETELY PRESENTED COMPONENT UNITS				
Culture and Recreation				
Arts and Science Center	$ 372,365	$ 31,981	$	$ 404,346
Civic Auditorium Complex and Advertising and Tourist Promotion Commissions	11,763,785	28,300	12,047	11,780,038
Total Culture and Recreation	12,136,150	60,281	12,047	12,184,384
TOTAL DISCRETELY PRESENTED COMPONENT UNITS	$ 12,136,150	$ 60,281	$ 12,047	$ 12,184,384

CITY OF PINE BLUFF, ARKANSAS
GENERAL LONG-TERM OBLIGATION ACCOUNT GROUP
SCHEDULE OF GENERAL LONG-TERM OBLIGATIONS
DECEMBER 31, 1999

Amount to be Provided for Retirement of General Long-Term Obligation	
Amount to be provided for retirement of accrued compensated absences	$ 62,519
Amount to be provided for retirement of net pension obligation	198,033
Total to be Provided for Retirement of General Long-Term Obligation	$ 260,552

General Long-Term Obligation Payable	
Accrued compensated absences	$ 62,519
Net pension benefit obligation	198,033
Total General Long-Term Obligation Payable	$ 260,552

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
1990	$ 9,859,809	$ 503,791	$ 3,437,479	$ 2,422,711	$ 658,535
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

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

Grants And Entitlements	Miscellaneous	*Totals
$ 1,298,218	$ 851,868	$ 19,032,411
$ 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

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

Year	General Government	Police Department	Fire Department	Inspection	Public Works
1990	$ 1,449,665	$ 4,468,350	$ 2,993,192	$ 342,206	$ 3,799,800
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

* 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
$ 1,317,868	$ 803,297	$ 828,505	$ 2,875,863	$ 0	$ 18,878,746
$ 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

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
1990	$ 2,357,632	$ 1,998,669	84.77%	$ 121,805	$ 2,120,474	89.94%
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%

* 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
1990	$ 168,733,256	$ 843,666,280	$ 74,229,611	$ 371,148,055
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

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	
$ 15,920,130	$ 79,600,650	$ 258,882,997	$ 1,294,414,985	20%
$ 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%

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

	1990		1991		1992		1993	
	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

	1990	1991	1992	1993
Tax levies:				
General	$ 1,294,415	$ 1,332,430	$ 1,391,489	$ 1,441,073
Policemen's pension	208,005	213,819	223,000	230,736
Firemen's pension	208,005	213,819	223,000	230,736
Library maintenance	258,883	266,486	278,295	288,215
Street maintenance	388,325	399,729	392,663	432,322
Total	$ 2,357,633	$ 2,426,283	$ 2,508,447	$ 2,623,082

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.

1994		1995		1996		1997		1998		1999	
Real	Personal	Real	Personal	Real	Personal	Real	Personal	Real	Personal	Real	Personal
Property		Property		Property		Property		Property		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	.001	.001	.0026	.0026	.0016	.0016	.0016	.0016	.0016	.0016
.0015	.0015	.0015	.0015	.0015	.0015	.0015	.0015	.0015	.0015	.0015	.0015
.0091	.0091	.0091	.0091	.0107	.0107	.0097	.0097	.0097	.0097	.0097	.0097

1994	1995	1996	1997	1998	1999
$ 1,437,973	$ 1,490,233	$ 1,526,252	$ 1,541,064	$ 1,570,554	$ 1,588,639
230,075	238,437	244,200	246,570	251,289	254,182
230,075	238,437	244,200	246,570	251,289	254,182
287,595	298,047	793,651	493,141	502,577	508,364
431,392	447,070	457,876	462,320	471,166	476,592
$ 2,617,110	$ 2,712,224	$ 3,266,179	$ 2,989,665	$ 3,046,875	$ 3,081,959

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
1990	Real property	5.00		.80	.80	1.00	7.60
	Personal property	5.00		.80	.80	1.00	7.60
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

Source: Jefferson County Tax Records

School District	County	Total
35.20	3.85	46.65
35.20	3.85	46.65
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

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
1990	63,114	$ 258,882,997	$ 0
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

[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, 1999

Assessed value		$ 317,727,443
* Debt limit: 25% of assessed value		$ 79,431,861
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		$ 79,431,861

* 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, 1999

Jurisdiction	Net Debt Outstanding	Percentage Applicable To The City Of Pine Bluff	Amount Applicable To The City Of Pine Bluff
School Districts			
Pine Bluff	$ 12,816,700	75%	$ 9,612,525
Dollarway	$ 2,010,000	65%	1,306,500
Watson Chapel	$ 1,580,000	60%	948,000
White Hall	$ 15,511,897	5%	775,595
Total			$ 12,642,620

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
1990	$ 0	$ 0	$ 0	$ 18,878,746	0
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	$ 31,270,954	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
1990	$ 35,724,231	$ 1,294,414,985	$ 760,541,835
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

Source:

[1] Jefferson County Assessor

[2] Information supplied by area banks

CITY OF PINE BLUFF, ARKANSAS
PRINCIPAL TAXPAYERS
DECEMBER 31, 1999

Taxpayer	Type Of Business	1999 Assessed Value	Percentage Of Total Assessed Valuation
TrefilARBED	Industrial	$ 12,250,245	3.86%
Southwestern Bell Co.	Utility	6,095,580	1.92%
Tyson	Industrial	5,256,180	1.65%
Century Tube	Industrial	4,523,700	1.42%
Entergy	Utility	3,740,500	1.18%
Wal-Mart	Retail	3,352,990	1.05%
Planters Cotton Oil Mill	Industrial	3,180,350	1.00%
Pines Mall	Shopping Center	2,821,820	.89%
United Water	Utility	2,576,800	.81%
International Wire Group	Industrial	2,440,420	.77%
		$ 46,238,585	14.55%

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
1990	63,114	$ 11,490	28.8	8.4%	7,656
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

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 Revenues [1]	Operating Expenses [2]	Net Revenue Available For Debt Service
1990	$ 3,963,106	$ 2,156,164	$ 1,806,942
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

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
$ 260,000	$ 500,153	$ 760,153	2.38
$ 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

CITY OF PINE BLUFF, ARKANSAS
MISCELLANEOUS STATISTICAL DATA
DECEMBER 31, 1999

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	297
Number of teachers	204
Number of students	3,675
Sewers	
Sanitary	Approximately 402 miles
Storm	Approximately 870 miles
Building permits issued (total)	1,364
New construction	189
Estimated costs	$ 17,866,306
Recreation and culture	
Number of parks	16 with 1,515 acres
Number of libraries	3
Number of volumes	200,000
Employees	175

Baird, Kurtz & Dobson

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Independent Accountants' Report on Compliance With Certain State Acts

Honorable Jerry Taylor, Mayor
and Members of The City Council
City of Pine Bluff
Pine Bluff, Arkansas

We have examined management's assertions, included in its representation letter dated April 30, 1999, 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, 1999.

(a) Municipal Accounting Law, Act 159 of 1973, Act 616 of 1979 and Act 308 of 1999
(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 1256 of 1996
(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 and Act 677 of 1975
(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);

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

(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).

As discussed in that representation letter, management is responsible for the City's compliance with those requirements. Our responsibility is to express an opinion on management's assertions about the City's compliance based on our examination.

Our examination was made in accordance with 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, management's assertions that the **CITY OF PINE BLUFF, ARKANSAS**, complied with the aforementioned requirements for the year ended December 31, 1999, are fairly stated, in all material respects.

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.

Baird, Kurtz & Dobson

May 11, 2000

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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 Jerry Taylor, 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, 1999, and have issued our report thereon dated May 11, 2000. We conducted our audit in accordance with generally accepted auditing standards 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 99-1 and 99-2.

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 99-1 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 11, 2000.

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.

Baird, Kurtz & Dobson

May 11, 2000

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

Honorable Jerry Taylor, 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, 1999. 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 generally accepted auditing standards; 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, 1999. 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 99-3.

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 99-3 and 99-4.

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 99-3 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 11, 2000.

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.

Baird, Kurtz & Dobson

May 11, 2000

CITY OF PINE BLUFF, ARKANSAS
SCHEDULE OF FINDINGS AND QUESTIONED COSTS
YEAR ENDED DECEMBER 31, 1999

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
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.	None
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.	None

Findings Required to be Reported by OMB Circular A-133

Reference Number	Finding	Questioned Costs
99-3	HOME Investment Partnerships Program CFDA No. 14.239 U.S. Department of Housing and Urban Development – Cash Management and Subrecipient Monitoring	$7,950

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 1999, 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, 1999. Formal monitoring procedures need to be developed and implemented to ensure federal funds are expended for authorized purposes and in an expedient manner.

Reference Number	Finding	Questioned Costs
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	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, 1999

Reference Number	Summary of Finding	Status
98-1	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 identical current finding 99-1.
98-2	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 identical current year finding 99-2.
98-3	Community Development Block Grants/Entitlement Grants CFDA No. 14.218 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 testing of subrecipient cash management, we determined a $25,000 draw down was not expended for over one year. The City should revise its subrecipient cash management monitoring process to ensure federal funds are expended in an expedient manner.	Resolved. No funds were passed through to subrecipients in current year.

Reference Number	Summary of Finding	Status
98-4	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 $2,960 drawn down in July, out of a total award of $128,012 for 1999, had not been expended as of year end. Formal monitoring procedures need to be developed and implemented to ensure federal funds are expended for authorized purposes and in an expedient manner.	Unresolved, no corrective action taken. See related current year finding 99-3.
98-5	Community Development Block Grants/Entitlement Grants HOME Investment Partnerships Program and Federal Transit Capital and Operating Assistance Formula Grants/Arkansas State Highway and Transportation Department CFDA Nos. 14.218, 14.239 and 20.507 U.S. Department of Housing and Urban Development and U.S. Department of Transportation 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. Additionally, 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. 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.	Unresolved. 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 related current year finding 99-4.