

Required Supplementary Information

City of Flint, Michigan
Required Supplementary Information
Analysis of Funding Progress
June 30, 2005

General, Police, Fire, and Hurley Pension Plans
Schedule of Funding Progress
(\$ Amounts in Thousands)

Actuarial Valuation Date	Actuarial Value of Assets (a)	Actuarial Accrued Liability Attained Age (AAL) (b)	Unfunded (Over funded) AAL (UAAL) (b-a)	Funded Ratio (a/b)	Covered Payroll (c)	UAAL as % of Covered Payroll (b-a)/c
12/31/98	\$806,153	\$820,142	\$ 13,989	98.29%	\$153,425	9.12%
12/31/99	849,481	837,540	(11,947)	101.43	165,430	(7.22)
12/31/00	880,406	887,022	6,616	99.25	160,047	4.13
12/31/01	906,960	892,262	(14,698)	101.65	151,507	(9.70)
12/31/02	871,274	955,306	84,032	91.20	146,558	57.34
12/31/03	822,813	981,884	159,071	83.89	148,997	106.76

The actuarial methods used to determine the Actuarial Accrued Liability was the individual entry age actuarial and the projected unit credit funding methods. Unfunded actuarial accrued liabilities are being amortized as a level percent of projected payroll over 17 years for general police, and fire. The Medical Center's over funding is being amortized over 4 years. Significant actuarial assumptions used in the computation of the accrued actuarial liability include: (1) a rate of return on the investment or present and future assets of 7.75% per year compounded annually, (2) projected salary increases of 3.75% to 7.55% per year compounded annually, and 3.75% inflation.

The Actuarial Value of Assets was computed on the cost of plan assets, receivables, and liabilities.

City of Flint, Michigan
Required Supplementary Information
Schedule of Employer Contributions
June 30, 2005

General, Police, Fire, and Hurley Pension Plans
Schedule of Employer Contribution

<u>Fiscal</u> <u>Year</u> <u>End</u>	<u>Actuarial</u> <u>Valuation</u> <u>Date</u>	<u>Annual</u> <u>Required</u> <u>Contribution (ARC)</u>	<u>% of</u> <u>ARC</u> <u>Contributed</u>	<u>Net Pension</u> <u>Obligation</u> <u>(Asset) at</u> <u>June 30</u>
6/30/00	12/31/97	\$28,292,827	100%	\$ -
6/30/01	12/31/98	14,569,092	100	-
6/30/02	12/31/99	11,496,879	100	-
6/30/03	12/31/00	6,588,897	100	-
6/30/04	12/31/01	6,226,037	100	-
6/30/05	12/31/02	5,838,015	100	-

City of Flint, Michigan

General Fund Schedule of Revenues, Expenditures and Changes in Fund Balance - Budget and Actual For the Year Ended June 30, 2005

	Budgeted		Actual	Variance with Amended Budget
	Original	Amended		
Revenues:				
Taxes				
Property taxes	\$ 12,590,657	\$ 12,590,657	\$ 12,358,403	\$ (232,254)
Income taxes	19,745,500	19,745,500	20,670,108	924,608
Intergovernmental:				
Federal revenue	304,499	1,034,472	963,279	(71,193)
State revenue	18,920,291	18,655,629	20,248,416	1,592,787
Special assessments	-	-	327,834	327,834
Licenses and permits	1,141,060	1,141,060	1,203,770	62,710
Fines and forfeits	3,111,000	3,111,000	2,639,587	(471,413)
Charges for services	19,295,384	20,203,178	7,573,678	(12,629,500)
Local grant revenue	423,059	496,868	443,071	(53,797)
Interest	180,000	180,000	393,956	213,956
Other	390,354	411,204	1,266,713	855,509
Total revenues	76,101,804	77,569,568	68,088,815	(9,480,753)
Expenditures:				
Current:				
Legislative - City Council	475,127	898,379	915,521	(17,142)
Judicial-68th District Court	4,208,385	5,366,698	5,156,051	210,647
General government:				
Contributions to agencies and others	417,500	417,500	297,500	120,000
Civil Service	429,500	174,287	136,627	37,660
Human Relations	148,852	242,603	235,973	6,630
Mayor's office	86,009	315,141	212,820	102,321
Finance	4,584,613	6,951,841	6,057,042	894,799
Community service	270,289	340,297	304,753	35,544
City Clerk	802,880	1,003,355	902,354	101,001
Human Resources	1,036,786	1,254,136	880,559	373,577
Office of the Ombudsman	154,658	213,442	187,214	26,228
City Administrator	324,483	750,377	660,826	89,551
Union Representatives	212,850	282,819	278,481	4,338
Law office	1,382,271	1,677,773	1,324,798	352,975
Administration	721,085	767,730	301,465	466,265
Total General Government	10,571,776	14,391,301	11,780,412	2,610,889

(continued)

City of Flint, Michigan

General Fund Schedule of Revenues, Expenditures and Changes in Fund Balance - Budget and Actual (continued) For the Year Ended June 30, 2005

	Budgeted		Actual	Variance with Amended Budget
	Original	Amended		
Public Safety:				
Police Department	16,710,388	23,148,773	21,484,565	1,664,208
Emergency dispatch	1,747,884	2,375,042	2,339,997	35,045
Fire Department	9,770,829	12,802,931	12,230,265	572,666
Total Public Safety	<u>28,229,101</u>	<u>38,326,746</u>	<u>36,054,827</u>	<u>2,271,919</u>
Transportation	2,888,416	2,154,925	1,880,817	274,108
Community development	175,288	175,288	113,500	61,788
Parks and Recreation	1,917,453	2,501,961	2,304,736	197,225
Total expenditures	<u>48,465,546</u>	<u>63,815,298</u>	<u>58,205,864</u>	<u>5,609,434</u>
Excess (deficiency) of revenues over expenditures	<u>27,636,258</u>	<u>13,754,270</u>	<u>9,882,951</u>	<u>(3,871,319)</u>
Other financing sources (uses)				
Bond proceeds	-	-	8,000,000	8,000,000
Sale of fixed assets	-	-	215,223	215,223
Transfers in	900,000	-	986,584	986,584
Transfers out	(28,922,451)	(14,278,860)	(5,195,742)	9,083,118
Total other financing sources (uses)	<u>(28,022,451)</u>	<u>(14,278,860)</u>	<u>4,006,065</u>	<u>18,284,925</u>
Excess of revenues and other sources over expend- tures and other uses	<u>(386,193)</u>	<u>(524,590)</u>	<u>13,889,016</u>	<u>14,413,606</u>
Fund balance (deficit) - beginning of year	<u>(7,789,059)</u>	<u>(7,789,059)</u>	<u>(7,789,059)</u>	<u>-</u>
Fund balance (deficit) - end of year	<u>\$ (8,175,252)</u>	<u>\$ (8,313,649)</u>	<u>\$ 6,099,957</u>	<u>\$ 14,413,606</u>

City of Flint, Michigan
Notes to Required Supplementary Information
June 30, 2005

Summary of Significant Accounting Policies – Schedules of Revenues, Expenditures, and Changes in Fund Balance – Budget and Actual

Except as noted below, the budget for the General Fund is adopted on a basis consistent with accounting principles generally accepted in the United States of America. The budget adopted netted certain transfers and payments to the parking fund instead of budgeting the individual transactions. The net effect on the budgeted revenues and expenditures was zero.