
THE MARYLAND-NATIONAL CAPITAL PARK AND PLANNING COMMISSION



**Comprehensive Annual Financial Report
For The Fiscal Year Ended June 30,
2000**

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**COMPREHENSIVE ANNUAL FINANCIAL REPORT
AND ANNUAL REPORT
of**

THE MARYLAND-NATIONAL CAPITAL PARK AND PLANNING COMMISSION

For the Fiscal Year Ended June 30, 2000

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William H. Hussmann, Vice-Chairman of the Commission
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Arthur Holmes, Jr.
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Patricia Colihan Barney, Secretary-Treasurer
Adrian R. Gardner, General Counsel

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Larry S. Ibanez, Accounting	Jack K. Roof, Systems & Procedures
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• PART I •
INTRODUCTORY SECTION



The new Cabin John Ice Rink features three indoor rinks, a warming room, team room, concession area, arcade and offices.



THE MARYLAND-NATIONAL CAPITAL PARK AND PLANNING COMMISSION

6611 Kenilworth Avenue • Riverdale, Maryland 20737

September 22, 2000

Commissioners:

The Comprehensive Annual Financial Report of The Maryland-National Capital Park and Planning Commission for the fiscal year ended June 30, 2000 is hereby submitted. This Report was prepared by the Commission's Finance Department. Responsibility for both the accuracy of the data and the completeness and fairness of the presentation, including all disclosures, rests with the Commission. We believe the data, as presented, 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 Commission. All disclosures necessary to enable the reader to gain an understanding of the Commission's financial activities have been included. This Report has been prepared in accordance with the provisions of Article 28, Sections 2-113 and 7-107, of the Annotated Code of Maryland.

The Comprehensive Annual Financial Report is presented in three sections: Introductory, Financial and Statistical. The Introductory Section includes this transmittal letter, the Commission's background and organization, and the Commission's program highlights. The Financial Section includes the General Purpose Financial Statements, and the combining and individual fund and account group financial statements and schedules, as well as the auditors' report on the financial statements and schedules. The Statistical Section includes selected financial and demographic information, generally presented on a multiyear basis.

The Commission is required to undergo an annual single audit in conformity with the provisions of the Single Audit Act of 1996, as revised 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 the schedule of Federal financial assistance, findings and recommendations, and auditors' reports on the internal control structure and compliance with applicable laws and regulations, which are contained in a separate report, is available from the Office of the Secretary-Treasurer. The Commission is also required to file a Uniform Financial Report with the Maryland State Department of Legislative Services by November 1 of each year.

The Reporting Entity and Its Services

The Maryland-National Capital Park and Planning Commission is a body corporate of the State of Maryland established by the Maryland General Assembly in 1927. The Commission is a bi-county agency serving both Montgomery and Prince George's Counties. It is empowered to acquire, develop, maintain and administer a regional system of parks in the defined Metropolitan District in Montgomery and Prince George's Counties, and to prepare and administer a general plan for the physical development of a defined Regional District for the two Counties. The Commission also conducts the recreation program for Prince George's County.

This Report includes all Funds and Account Groups of the Commission. Exhibits 1 to 6 present aggregate data for the Commission in total by fund type and account group, including the Commission's Employees' Retirement System. Separate financial data pertaining to Montgomery County and Prince George's County, respectively, are set forth in the Notes to Financial Statements. The Commission is reported as a joint venture by both Montgomery and Prince George's County governments.

Exhibits 1 to 6 and the Notes to Financial Statements comprise the General Purpose Financial Statements, which include all the data essential for a fair presentation of the Commission's financial position and operating results. The General Purpose Financial Statements are prepared in conformance with the generally accepted accounting principles as applicable to state and

local government entities promulgated by the Governmental Accounting Standards Board and the American Institute of Certified Public Accountants and, pursuant to Article 28, Section 2-113, have been audited by a public accounting firm selected by the Commission. The KPMG LLP auditors' report is included in the Financial Section of this Report. The General Purpose Financial Statements may be issued separately from the Comprehensive Annual Financial Report.

Economic Condition and Outlook

The Commission's economic condition and future outlook continue to be positive due to two factors. First, at year end, the Commission had a budget basis fund balance in the General Fund of \$44,216,000. Of this amount, \$13,306,000 is designated to fund fiscal year 2001, \$5,099,000 (approximately 3% of the General Fund budget for fiscal year 2000) is designated for unforeseen circumstances, \$13,418,000 is designated to fund the operating, maintenance and debt service costs of future Prince George's County facilities, and \$12,393,000 is uncommitted as of June 30, 2000. Second, property taxes which constitute approximately 91% of the Commission's General Fund revenues in fiscal year 2000 are expected to continue to be a stable revenue source. The assessed value of all taxable property has continued to grow modestly, contributing to an increase in General Fund property tax revenues of \$159,245,000 to \$164,002,000 (3.0%). The Commission's total Montgomery County tax rate increased slightly in fiscal year 2000. The Commission's total Prince George's County tax rate has remained the same since fiscal year 1993. The Montgomery and Prince George's County unemployment rates as of June 2000 were 1.8% and 3.8% respectively, in comparison to the 3.6% State-wide and 4.2% national unemployment rates. The fiscal impact of the State of Maryland electricity deregulation on the Commission is uncertain. Management continues to monitor developments and uses conservative tax revenue and utility expenditure estimates.

The Commission's Montgomery County activities are subject to spending affordability guidelines of Montgomery County Government. The Commission is currently working on a spending affordability policy for its Prince George's County activities. These efforts add to the solid foundation of financial management and assist the Commission in meeting the challenge of providing enhanced public services at an economical cost.

Major Initiatives

The Commission enjoyed an excellent program year in fiscal year 2000. The major accomplishments of the Commission are set forth in the Program Highlights section of this Report.

Financial Information

Management of the Commission is responsible for establishing and maintaining an internal control structure designed to ensure that the assets of the Commission are protected from loss, theft or misuse and to ensure that adequate accounting data 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, State and County financial assistance, the Commission also is 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 and the internal audit staff of the Commission.

As a part of the Commission'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 Commission has complied with applicable laws and regulations. The results of the Commission's single audit for the fiscal year ended June 30, 2000, provided no instances of material weaknesses in the internal control structure or significant violations of applicable laws and regulations.

Budgeting Controls. The Commission 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 Montgomery County and Prince George's County governments. Activities of the General Fund which include a transfer for debt service expenditures are included in the annual appropriated budget. Project length financial plans are adopted for the Capital Projects Funds. The level of budgetary control (the level at which expenditures cannot legally exceed the appropriated amount) is established within each individual fund.

The Commission's accounting records for its general governmental operations including park operation and maintenance, recreation (Prince George's County only), planning and zoning, administration, debt service, and capital projects are maintained on a modified accrual basis, with the revenue being recorded when available and measurable. Expenditures are recorded when the services or goods are received, or, under the encumbrance system, which is used in the budget preparation and control process, when a purchase order or contract has been issued. The accounting records for the Commission's Enterprise Funds, Internal Service Funds, and Employees' Retirement System are maintained on the accrual basis.

The Commission maintains an internal auditing staff that reports to the Secretary-Treasurer. This staff performs recurring internal audits throughout the Commission's offices and facilities, and inspection and verification of major construction projects. During the fiscal year ended June 30, 2000, a total of 215 facility audits were performed, and six construction projects were inspected.

All internal control evaluations occur within the above framework. We believe that the Commission's internal accounting controls adequately safeguard assets and provide reasonable assurance of proper recording of financial transactions.

General Government Activities - General Fund (Exhibits A-1, A-2 and A-3)

The Commission's park, recreation, planning and general administrative functions are financed primarily by five legally designated property taxes that must be levied on a separate County basis. These functions are accounted for in accounts within the General Fund.

The Commission experienced a favorable budget to actual variance of \$7,415,000. In Montgomery County, the \$2,233,000 positive variance of the Administration and Park Accounts was primarily a result of favorable property tax collections that exceeded the budget by \$1,659,000, charges for fees and rentals that exceeded the budget by \$122,000, interest earnings that exceeded the budget by \$59,000, savings in Commissioners' office of \$51,000, savings in the planning divisions of \$87,000, and non-departmental savings from liquidation of prior year encumbrances of \$198,000. The variance, together with July 1, 1999 undesignated fund balances, resulted in budget basis fund balances at June 30, 2000 totaling \$5,409,000. The fiscal year 2001 budget was adopted with a funding source from fiscal year 2000 of \$2,757,000 for fiscal year 2001 expenditures and \$1,761,000 for unforeseen circumstances (approximating 3.0% of the fiscal year 2001 operating budget). The remaining \$891,000 is undesignated as of June 30, 2000.

In Prince George's County, the \$5,182,000 positive variance of the Administration, Park and Recreation Accounts was largely a result of property taxes that exceeded the budget by \$3,001,000; interest earnings of \$3,270,000 that exceeded the budget by \$830,000, including interest transferred from the Capital Projects Funds of \$945,000 and excluding interest transferred to the Capital Projects Funds of \$1,342,000, expenditure savings of \$1,039,000; and additional operating transfers of \$46,000. The variance, together with July 1, 1999 undesignated fund balances, resulted in budget basis fund balances at June 30, 2000 totaling \$38,808,000. The fiscal year 2001 budget was adopted with a funding source from fiscal year 2000 of \$10,549,000 for fiscal year 2001 expenditures, \$3,338,000 for unforeseen circumstances (approximating 3.0% of the fiscal year 2001 operating budget), and \$13,418,000 for the operating costs and debt service of future facilities. The remaining \$11,502,000 is undesignated as of June 30, 2000. Prince George's County fund balances reflect the plan to stabilize property tax rates at the 1993 rate by utilizing reserves accumulated to offset future tax rate increases.

Comparative summaries of the Montgomery County Administration and Park Accounts and the Prince George's County Administration, Park and Recreation Accounts on the Commission's budget basis, before debt service and other financing sources and uses, are as follows (\$000's).

<u>MONTGOMERY COUNTY</u>	Actual	Actual	Increase (Decrease)	
	FY00	FY99	Amount	Percent
Revenue Source -				
Property Taxes	\$ 61,469	\$ 59,013	\$ 2,456	4.2%
Intergovernmental	408	499	(91)	(18.2)
Charges for Services	2,275	2,276	(1)	(0.0)
Interest Earnings	811	832	(21)	(2.5)
Other	131	141	(10)	(7.1)
County Total	<u>\$ 65,094</u>	<u>\$ 62,761</u>	<u>\$ 2,333</u>	<u>3.7%</u>
Expenditure Classification -				
Personal Services	\$ 44,233	\$ 43,398	\$ 835	1.9%
Supplies, Materials, Other				
Services and Charges	15,901	15,349	552	3.6
Capital Outlay	991	744	247	33.2
County Total	<u>\$ 61,125</u>	<u>\$ 59,491</u>	<u>\$ 1,634</u>	<u>2.7%</u>
 <u>PRINCE GEORGE ' S COUNTY</u>				
Revenue Source -				
Property Taxes	\$102,533	\$100,231	\$ 2,302	2.3%
Intergovernmental	840	897	(57)	(6.4)
Charges for Services	7,080	6,740	340	5.0
Interest Earnings	3,667	2,992	675	22.6
Other	545	299	246	82.3
County Total	<u>\$114,665</u>	<u>\$111,159</u>	<u>\$ 3,506</u>	<u>3.2%</u>
Expenditure Classification -				
Personal Services	\$ 63,218	\$ 61,628	\$ 1,590	2.6%
Supplies, Materials, Other				
Services and Charges	32,217	27,790	4,427	15.9
Capital Outlay	2,422	2,375	47	2.0
County Total	<u>\$ 97,857</u>	<u>\$ 91,793</u>	<u>\$ 6,064</u>	<u>6.6%</u>

The property tax revenue in Montgomery County increased by \$2,456,000 in fiscal year 2000. The property tax revenue increase in fiscal year 2000 included unusually high collections from prior years taxes, interest and penalties totaling \$1,444,000 versus \$770,000 in fiscal year 1999. Current year collections reflected a 2.8% growth in assessable base in fiscal year 2000. The applicable tax rate was 21.60, an increase of .2 cents in fiscal year 2000. This increase was partially offset by a decrease in intergovernmental revenues due to the partial completion of prior year "COPSMORE" grant awards and a decrease in interest earnings of \$21,000 based on lower cash balances. The increase in personal services charges was due primarily to the June 28, 1999, 2.5% non-bargaining unit cost of living adjustment (COLA), the union COLAs ranging from 2.0% to 2.8%, and merit increases. The increase in personal services was offset in part by salary lapse and a decrease in employer retirement contributions. Supplies, materials and other charges increased by \$552,000 primarily due to consultant fees for transportation and concept plans, and for updated computer equipment and network management services. The increase in capital outlay of \$247,000 was primarily due to updating computer equipment and the purchase of motor vehicles, equipment and machinery for the parks operations.

The increase in Prince George's County property tax revenue of \$2,302,000 reflects the 2.1% growth in assessable base for fiscal year 2000, and a \$148,000 increase in collections of prior year taxes, and interest and penalties. The applicable tax rate of 60.38 cents was unchanged. The interest earnings increases reflected higher investment balances and a higher average rate of return throughout fiscal year 2000. The charges for services increased in Prince George's County primarily due to higher recreation program revenues. Prince George's intergovernmental revenues decreased in fiscal year 2000 due primarily to the close out of the Federal "COPSMORE" grant. The increase in personal services charges was due primarily to the COLAs referred to above. The increase in personal services was partially offset by a decrease in employer retirement contributions. The capital outlay increase in Prince George's County is due primarily to the purchase of desktop computers and other minor equipment. Supplies, materials and other services and charges increased \$4,427,000 due to computer maintenance contracts, hardware purchases, and risk management increases.

Debt Administration - Debt Service Funds (Exhibits B-1 and B-2) and Enterprise Funds (Exhibits D-1 and D-2)

Debt Service Funds are used to account for the Commission's general obligation debt, which includes Park Acquisition and Development Bonds (Park Bonds) and Advance Land Acquisition Bonds (ALA Bonds). The outstanding issues totaling 148,385,000 and the related debt service requirements to maturity are set forth in Note 10 of the Notes to Financial Statements.

The Commission's general obligation bonds are unconditionally guaranteed by the County for which issued. Debt service expenditures for Park Bonds and ALA Bonds totaled \$15,920,000 (Montgomery - \$3,934,000, Prince George's - \$11,986,000) for the fiscal year.

Of the outstanding debt, Park Bonds totaled \$139,760,000 at June 30, 2000. Park Bonds debt service expenditures totaled \$14,889,000 (Montgomery - \$3,328,000, Prince George's - \$11,561,000) for the fiscal year. The Commission's Metropolitan District (Park) tax includes a mandatory tax for debt service for Park Bonds of nine cents in Montgomery County and ten cents in Prince George's County. Debt service payments approximated 1.2 cents of the mandatory debt service tax proceeds for Montgomery County and 6.9 cents for Prince George's County. The remainder of the proceeds of the mandatory taxes was used for park operation and maintenance expenditures in the respective Counties.

The Commission's outstanding general obligation bonds continue to have favorable ratings as follows.

	<u>Moody's Investors Service, Inc.</u>	<u>Standard & Poor's Rating Services</u>
Montgomery County	Aaa	AAA
Prince George's County	Aa2	AA

The Commission's revenue bonds and revenue notes payable which totaled \$13,255,000 at June 30, 2000, are accounted for in the Enterprise Funds. The revenue bonds and notes are not general obligations of the Commission or Montgomery County and are payable solely from revenues generated from revenue producing facilities. Debt service expenditures for the revenue bonds and notes totaled \$1,238,000 for the fiscal year.

During fiscal year 2000, there were no new issues of notes or bonds.

The outstanding proprietary fund debt as of June 30, 2000, and the related debt service requirements are set forth in Note 10 of the Notes to Financial Statements.

Capital Improvements - Capital Projects Funds (Exhibits C-1 and C-2)

Proceeds of general obligation park acquisition and development issues are accounted for in Capital Projects Funds until the projects are completed. Completed projects and construction in progress at year-end are capitalized in the General Fixed Assets Account Group. During fiscal year 2000, projects totaling \$47,692,000 were completed.

Montgomery County authorized projects totaling \$20,294,000 in fiscal year 2000, of which \$2,057,000 is to be funded by Commission bonds, with the remainder to be funded primarily by Montgomery County Government, Maryland Program Open Space, and from enterprise operations. Of the total budget, \$520,000 was allocated to acquisition of parkland, and \$19,774,000 was allocated for development. The largest project was a public/private partnership for the construction of the South Germantown SoccerPlex. Private funding for Phase I of the project consisting of 15 outdoor fields, a championship tournament field, an indoor arena and supporting facilities and infrastructure will be \$13,750,000 of the \$22,150,000 budgeted cost. Other major projects include multi-year funding of \$8,847,000 for additional facilities at South Germantown Recreational Park with a miniature golf, splash playground, and adventure playground, and \$1,338,000 for ballfield lighting and \$570,000 for ballfield initiatives at various parks, schools, and other sites in the County.

Prince George's County authorized projects totaling \$31,117,000 in fiscal year 2000, of which \$11,147,000 is to be funded by Commission bonds. Other major funding sources include Maryland Program Open Space and private funding. Of the total budget, \$5,425,000 was allocated to the acquisition of parkland and \$25,692,000 for development. Major projects included \$2,575,000 for Concord Golf Course at Walker Mill Regional Park, \$3,000,000 for community center renovations, \$1,500,000 for Tucker Road Ice Rink, \$1,500,000 for the College Park Airport restaurant expansion and hanger renovation, \$1,700,000

for revitalization of the Historic Bladensburg Waterfront Park, and \$5,500,000 of private funding for the Junior Tennis Champions Center.

Financial activity for 2000 and 1999 is summarized as follows (\$000's).

	<u>Montgomery County</u>		<u>Prince George's County</u>	
	<u>FY 2000</u>	<u>FY 1999</u>	<u>FY 2000</u>	<u>FY 1999</u>
Proceeds of Debt Issuance	\$ —	\$7,000	\$ —	\$ —
Intergovernmental Revenues -				
Federal	—	—	658	422
Maryland Program Open Space	713	1,304	6,631	9,049
Local	<u>11,203</u>	<u>4,118</u>	<u>2</u>	<u>—</u>
Total	<u>11,916</u>	<u>12,422</u>	<u>7,291</u>	<u>9,471</u>
Transfers In -				
General Fund	310	290	5,084	3,468
Trust Fund	—	313	195	35
Sale of Land	—	—	—	156
Other Revenues	—	—	1,036	2,126
Total	<u>310</u>	<u>603</u>	<u>6,315</u>	<u>5,785</u>
Expenditures and Other -				
Acquisition	486	688	3,214	5,781
Development	<u>15,378</u>	<u>6,951</u>	<u>14,409</u>	<u>30,947</u>
Total	<u>15,864</u>	<u>7,639</u>	<u>17,623</u>	<u>36,728</u>
Authorized and Funded Projects	<u>3,060</u>	<u>6,697</u>	<u>19,377</u>	<u>23,393</u>
Working Capital	<u>3,060</u>	<u>6,697</u>	<u>19,377</u>	<u>23,393</u>

Self-Supporting Recreational and Cultural Facilities -Enterprise Funds
(Exhibits D-1, D-2, and D-3)

The Commission has determined that certain recreational and cultural facilities should be predominantly self-supporting through user fees. Enterprise Fund accounting and reporting is used to emphasize the self-supporting nature of these activities and to provide improved cost accounting information. Enterprise Fund accounting, which is on a commercial accounting accrual basis, more accurately reflects whether individual facilities return the full cost of the program.

One Enterprise Fund has been established in each County to account for the various facilities. Separate cost centers are maintained for each major type of facility including an historical airport, four ice rinks, eight golf courses, four enclosed tennis facilities, four conference centers, an in-line skating center, an equestrian center/multipurpose arena, a trap and skeet center, certain regional park facilities, a sports and learning center, and a marina which is currently closed for renovation.

The Commission's objective is that user fees and operating transfers in (subsidies) for all facilities cover operating expenses, excluding depreciation, but including payments for capital outlay. The Montgomery County Enterprise Fund fell short of the goal by approximately \$6,822,000 including operating transfers in of \$86,000, and after payments for capital outlay and improvements totaling \$7,484,000. The Montgomery County Enterprise cash is used to partially fund Capital Improvement Projects, which amounted to \$6,658,000 in fiscal year 2000. The Prince George's County Enterprise Fund fell short of the goal by \$1,416,000 including operating transfers in of \$5,259,000, and after payments for capital outlay of \$634,000.

Summary comparative results of the financial operations of the Enterprise Funds for fiscal years 2000 and 1999 follow (\$000's).

	<u>Montgomery County</u>		<u>Prince George's County</u>	
	<u>FY 2000</u>	<u>FY 1999</u>	<u>FY 2000</u>	<u>FY 1999</u>
Operating Revenues	\$11,472	\$ 11,128	\$ 5,312	\$ 5,335
Operating Expenses				
Excluding Depreciation	<u>10,896</u>	<u>8,696</u>	<u>11,353</u>	<u>7,643</u>
Operating Income (Loss)				
Excluding Depreciation	576	2,432	(6,041)	(2,308)
Depreciation	<u>933</u>	<u>665</u>	<u>1,501</u>	<u>991</u>
Operating Income (Loss)	<u>\$ (357)</u>	<u>\$ 1,767</u>	<u>\$ (7,542)</u>	<u>\$ (3,299)</u>

Comparative Montgomery County key data are as follows.

Facility	Revenues			Operating Income (Loss) Excluding Depreciation		
	FY 2000	FY 1999	Change	FY 2000	FY 1999	Change
Conference Centers	\$ 316,869	\$ 327,358	\$ (10,489)	\$ (105,844)	\$ (158,338)	\$ 52,494
Golf Courses	6,680,261	6,989,681	(309,420)	799,841	1,940,300	(1,140,459)
Ice Rinks	1,857,373	1,396,410	460,963	(940,357)	(248,745)	(691,612)
Indoor Tennis	1,021,025	1,079,305	(58,280)	354,933	523,068	(168,135)
Park Facilities	1,596,949	1,335,182	261,767	467,306	375,779	91,527
TOTAL	<u>\$11,472,477</u>	<u>\$11,127,936</u>	<u>\$ 344,541</u>	<u>\$ 575,879</u>	<u>\$2,432,064</u>	<u>\$(1,856,185)</u>

Total Enterprise Fund revenues increased by 3.1%; however, operating income, excluding depreciation, decreased by 76.3%, due to higher operating expenses excluding depreciation. Operating expense increases were due mainly to start-up costs at Cabin John and Wheaton Ice Rinks and increased expenditures of \$400,000 at the golf courses for turf care to correct damage caused by the wet spring and the drought of 1999. Ice rink revenues increased 33.0% due to the opening of the reconstructed and expanded Cabin John Ice Rink in the fall of 1999, which had been closed since March 1999. Park facilities showed an increase in revenues of 19.6% due to increases in revenues at the Brookside Gardens Visitors Center, collections of rentals for the use of parkland for cell towers and fiber optics, and collections from other County agencies for Commission-provided maintenance services. Golf revenues were also impacted by the adverse weather conditions.

Comparative Prince George's key data are as follows.

Facility	Revenues			Operating Income (Loss) Excluding Depreciation		
	FY 2000	FY 1999	Change	FY 2000	FY 1999	Change
Airport	\$ 261,220	\$ 218,549	\$ 42,671	\$ (371,214)	\$ (327,899)	\$ (43,315)
Equestrian Center/Arena	998,826	911,855	86,971	(1,472,833)	(1,576,910)	104,077
Golf Courses	2,109,745	2,378,134	(268,389)	(28,915)	149,814	(178,729)
Ice Rinks	458,807	481,000	(22,193)	(68,659)	(118,179)	49,520
Regional Parks	200,252	302,182	(101,930)	(249,280)	(181,372)	(67,908)
Trap & Skeeet Center	1,123,008	1,043,059	79,949	(15,406)	(83,811)	68,405
Sports & Learning Complex	160,548	—	160,548	(3,576,970)	—	(3,576,970)
Bladensburg Marina	—	—	—	(257,433)	(170,060)	(87,373)
TOTAL	<u>\$5,312,406</u>	<u>\$5,334,779</u>	<u>\$(22,373)</u>	<u>\$(6,040,710)</u>	<u>\$(2,308,417)</u>	<u>\$(3,732,293)</u>

Total Enterprise Fund revenue is at the fiscal year 1999 level, however, the operating loss, excluding depreciation, increased by 161.7% primarily due to the start-up operations of the Prince George's Sports and Learning Complex, which formally opened in May 1999. Operating revenues at the golf courses decreased by 11.3% due to the rainy spring and at the regional parks by 33.7% due to a combination of the unfavorable weather conditions and the storm damage at the Watkins Nature Center. The airport revenues increased by 19.5% and equestrian center/arena revenues were slightly ahead of fiscal year 1999. The Sports and Learning Complex realized \$161,000 in revenue for the first two months of operation and incurred \$3,738,000 in start-up and operations expenses.

Internal Service Funds (Exhibits E-1, E-2 and E-3)

Internal Service Funds are used to account for the consolidated financing of those goods or services that are provided centrally to the departments on a cost reimbursement basis. Internal Service Funds are used to account for the Commission's group insurance and risk management programs; the executive office building on Kenilworth Avenue in Prince George's County; the recording of annual and sick leave earned, taken and accrued by employees; the administrative leave used by employees who are bargaining unit members; and financing of capital equipment purchases. The Commission has fully funded the short-term portion of the annual and compensatory leave liability required to be recorded in the financial statements, and has funded 70% of the long-term portion.

The Capital Equipment Funds permit spreading the cost of capital outlay to the operating funds over a period not to exceed six years. Risk management net cost decreased \$247,000, from \$3,038,000 in fiscal year 1999 to \$2,791,000 in fiscal year 2000 as a result of higher allocated interest income and claim recoveries which offset insurance costs in fiscal year 2000. The Commission's risk management program consisting of self-insuring small losses and commercially insuring against large losses,

in combination with an intensive safety program, has produced substantial savings since its inception in 1979, and has also improved the employee safety record. Total group insurance costs for active employees and retirees increased 3.8% from \$13,508,000 in fiscal year 1999 to \$14,020,000 in fiscal year 2000 due to the overall increases to group insurance plan premium rates.

Fiduciary Activities - (Exhibits 6, and F-1, F-2, and F-3)

Fiduciary activities include the Employees' Retirement System Pension Trust Fund, the Maryland State Retirement System (MSRS) Agency Fund, the Retiree Insurance 115 Expendable Trust, and a number of Expendable Trust Funds. Pension Trust Fund investments resulted in an overall gain of 7.9%. The Commission contributed \$2,547,000 to the Employees' Retirement System as determined by the actuarial valuation as of July 1, 1999, which is used for financial reporting purposes in the accompanying report. This represented a 14.3% decline from the \$2,972,000 contribution in fiscal year 1999. An actuarial valuation as of July 1, 2000, still in progress, indicates a net market value of Pension Trust Fund assets approximating \$480,354,000, up \$27,000,000 during the year primarily due to investment returns.

Cash Management

The Commission's accounting system operates under a pooled cash fund concept. This method reduces the efforts needed to manage cash and investments since bank accounts and investments are consolidated in a Treasurer's Fund instead of having separate bank accounts and investments for each Fund. Investments of the Treasurer's Fund earned interest income of \$8,224,000 during fiscal year 2000. The average rate of return on the Commission's cash and investments during fiscal year 2000 was 5.67%.

General Fixed Assets

The general fixed assets of the Commission are those assets used in general governmental functions and exclude the fixed assets of the Enterprise and Internal Service Funds. The assets, which are valued principally at cost, had a book value of \$509,699,000 at June 30, 2000, a decrease of \$8,200,000 representing additions offset by the transfer of the Sports and Learning Complex assets of \$34,145,000 from the General Fixed Assets to the Enterprise Fund.

Other Information

Independent Audit. State statutes require an annual audit by independent certified public accountants. The accounting firm of KPMG LLP was selected by the Commission. In addition to meeting the requirements set forth in State statutes, the audit also was designed to meet the requirements of the Single Audit Act of 1996, as revised and related OMB Circular A-133. The auditors' report on the General Purpose Financial Statements, and the combining and individual fund statements and schedules is included in the Financial Section of this Report. The auditors' reports related specifically to the single audit are available from the Secretary-Treasurer upon request.

Awards. The Government Finance Officers Association (GFOA) awarded a Certificate of Achievement for Excellence in Financial Reporting to the Commission for its Comprehensive Annual Financial Report for the fiscal year ended June 30, 1999. The Commission has received this award continuously since fiscal year 1973. In order to be awarded a Certificate of Achievement, the Commission must publish an easily readable and efficiently organized Comprehensive Annual Financial Report. This Report satisfied both generally accepted accounting principles and applicable legal requirements.

A Certificate of Achievement is valid for a period of one year only. We believe that our current Comprehensive Annual Financial Report continues to meet the Certificate of Achievement Program's requirements, and we are submitting it to the GFOA to determine its eligibility for another Certificate.

In addition, the Commission also received the GFOA's Award for Distinguished Budget Presentation for its annual budget for fiscal year 2000. The Commission has received this award continuously since fiscal year 1987. In order to qualify for the Distinguished Budget Presentation Award, the Commission's budget document was judged to be proficient in several categories including policy documentation, financial planning and organization.

Acknowledgments

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 my sincere appreciation for the contributions made in the preparation of this Report. Special thanks are expressed to Vivian A. Calkins-McGettigan and the Accounting Division staff. I would also like to thank and compliment the Commissioners for their interest and support in planning and conducting the financial operations of the Commission in a responsible and progressive manner.

Respectfully submitted,



Patricia Colihan Barney
Secretary-Treasurer

Certificate of Achievement for Excellence in Financial Reporting

Presented to

The Maryland-National Capital Park and Planning Commission

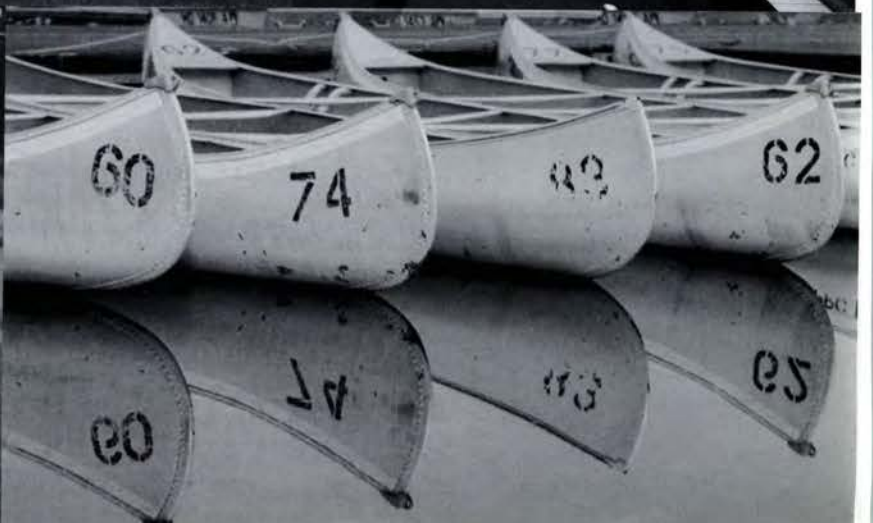
For its Comprehensive Annual
Financial Report
for the Fiscal Year Ended
June 30, 1999

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



Cary Brueck
President

Jeffrey L. Essler
Executive Director



COMMISSION BACKGROUND AND ORGANIZATION

The Maryland-National Capital Park and Planning Commission is a body corporate of the State of Maryland, established by the Maryland General Assembly in 1927. The laws governing the Commission were codified in 1959, recodified in 1975 to be Article 66D of the Annotated Code of Maryland and again in 1983, to be Article 28.

The Commission is a bi-county agency, empowered to acquire, develop, maintain and administer a regional system of parks in a defined Metropolitan District within the Maryland Counties (Montgomery and Prince George's) adjacent to the District of Columbia; and the Commission is empowered to prepare and administer a general plan for the physical development of a larger Regional District in the same area.

As development and urbanization of the area have progressed, the two Districts have been enlarged by the General Assembly. They now embrace all of Maryland's Montgomery and Prince George's Counties, except for certain incorporated municipalities in each County and, for the Metropolitan District only, Election Districts No. 4 and No. 8 in Prince George's County.

Responsibility for public recreation in Prince George's County and the County Recreation Department was transferred to the Commission in July, 1970 as a result of legislative action. This legislation provided that taxes to support recreation be imposed County-wide and that the County Council may require the Commission to institute new recreation programs. The County Executive appoints a Parks and Recreation Advisory Board which works closely with the Commission in setting policy.

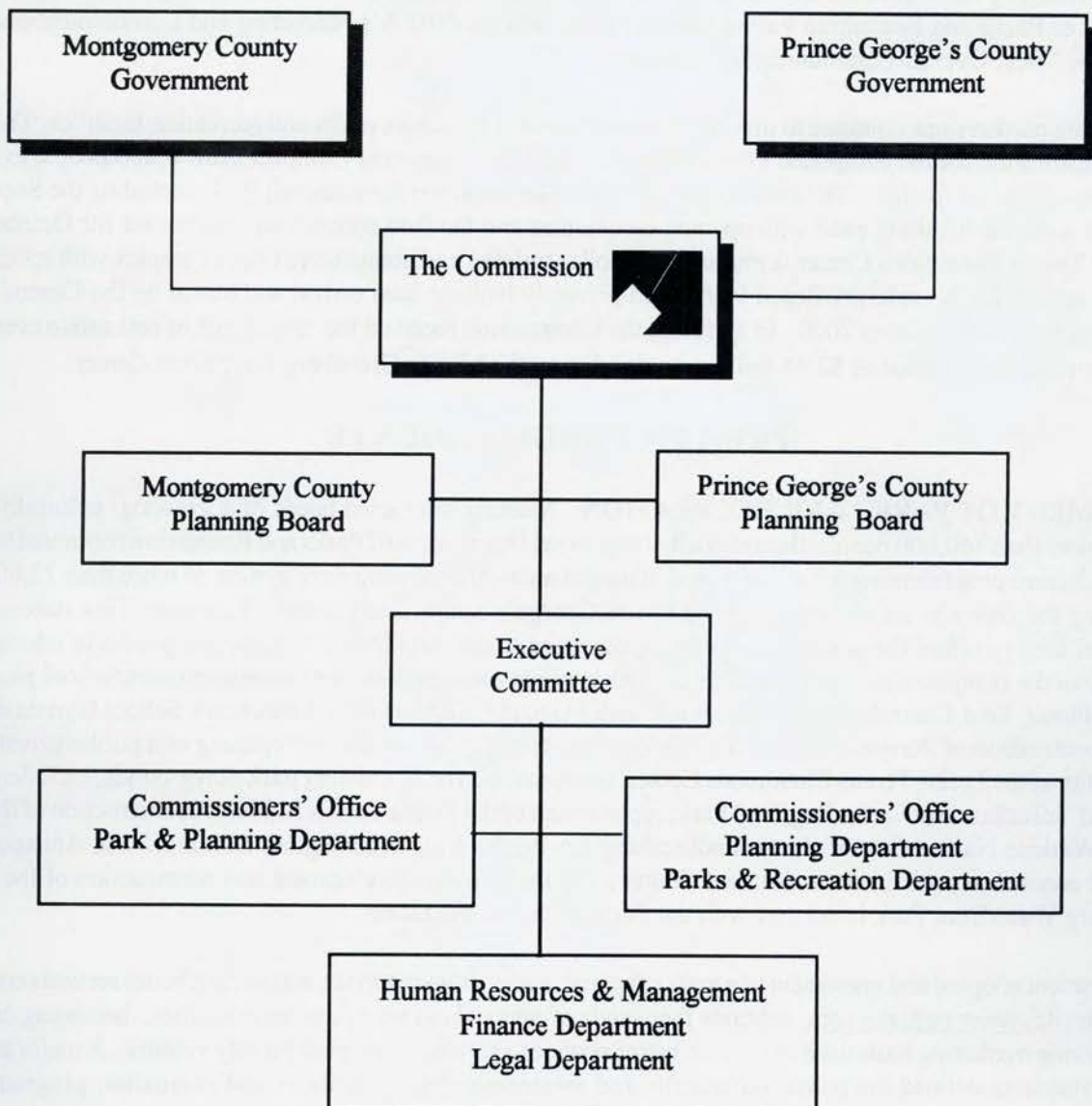
The Commission consists of ten members, five appointed by Montgomery County and five by Prince George's County. In Montgomery County, all five of the Commissioners are appointed by the County Council and confirmed by the County Executive. Montgomery County Commissioners may not be appointed for more than two consecutive terms. In Prince George's County, all five of the Commissioners are appointed by the County Executive and confirmed by the County Council. Each County designates one of its Commissioners for the position of Chairman or Vice-Chairman of the Commission. The Commission elects one of such designees as its Chairman and the other as its Vice-Chairman. The designee of each County also serves as the Chairman of that County's Planning Board. Under the Commission's rules of procedure, the Chairmanship and Vice-Chairmanship of the Commission rotate annually between the two designees. Terms of office are staggered and no more than three members from each County may belong to the same political party.

The Commission coordinates and acts on matters of interest to both Counties. Two regional offices are maintained, one in each County. The Commission meets once each month regularly, the site of the meetings alternating between the two regional offices. The members of the Commission from each County serve as separate Planning Boards to facilitate, review and administer the matters affecting only their respective County. To carry out their functions, the County Planning Boards meet at least once a week. The County Councils set priorities for the Planning Boards' park and planning operations through their annual determination and periodic review of the Commission's operating and capital improvement budgets and work programs.

The Commission administers a park system which currently contains over 52,000 acres. It is composed of stream-valley parks, large regional parks, neighborhood parks and park-school recreational areas. Its staff consists of over 2,065 career employees - planners, park and recreation administrators, park police and administrative staff. In addition, it employs approximately 4,870 seasonal workers, primarily for its numerous park and recreation programs.

The operating and administrative functions of the Commission are financed primarily by property taxes levied for the Commission by the two Counties. The Commission has the authority to sell general obligation bonds to fund approved park acquisition and development projects.

**THE MARYLAND-NATIONAL CAPITAL PARK AND PLANNING COMMISSION
ORGANIZATION CHART**



PROGRAM HIGHLIGHTS

The Maryland-National Capital Park and Planning Commission continues its tradition of excellence in planning, parks and recreation services that contribute greatly to the quality of life enjoyed by visitors to and residents of Prince George's and Montgomery Counties. During the fiscal year, the National Recreation and Parks Association (NRPA) once again notified the Commission of its selection as an eight-time finalist in the competition for the National Gold Medal for excellence in parks and recreation management. As a four-time national gold medalist, the Commission is unmatched by any other agency in the country. Commission programs and staff also received special recognition from the National Association of County Parks and Recreation Officials which named South Germantown Recreational Park as the best park and recreation facility in its class and the Prince George's Central Teen Connection Cotillion as the most outstanding example of top recreation programming. The American Planning Association's local chapter honored the Commission with a total of eight awards – including two Outstanding Awards for the Friendship Heights Sector Plan and Managing Growth in the 21st Century – A Smart Growth Initiative in Prince George's County. And, the Department of Parks and Recreation Public Affairs Office won the NRPA's Marketing and Communications Kudos Award in the "Best Overall Communicator" category.

Public/private partnerships continue to produce unprecedented and creative parks and recreation facilities. The Grand Opening Celebration for the completed Prince George's Sports and Learning Complex drew 8,000 people to this \$39 million state-of-the-art facility. The construction of South Germantown Recreational Park, including the SoccerPlex, proceeds at a record-breaking pace with opening ceremonies and the first soccer tournaments set for October 2000. The Junior Tennis Champions Center, a multimillion dollar training and competitive tennis complex with special focus on serving economically underprivileged youth, and privately built on land owned and leased by the Commission, is scheduled to open in November 2000. In addition, the Commission received the largest gift of real estate ever, a 382-acre unimproved farm valued at \$2.48 million, to develop as the Moritz Greenberg Equestrian Center.

PRINCE GEORGE'S COUNTY

DEPARTMENT OF PARKS AND RECREATION: Meeting the varied needs of a growing, culturally diverse county of more than 760,000 people, the nationally recognized Department of Parks and Recreation continued to present innovative leisure programming for all ages, and managed an award-winning park system of more than 22,000 acres. Highlighting the year was the dedication of the Prince George's Sports and Learning Complex. This state-of-the-art recreational facility offers the best in swimming, gymnastics, track, and fitness venues, and promotes education and technology in the computerized Learning Center. Other major projects included community park/school projects for Suitland-Hilmar, East Central Middle, Oakcrest-Capitol Heights, and Patuxent Elementary School Gymnasium, and ongoing construction of Perrywood-Kettering Elementary. Highlights included the opening of a public/private indoor tennis facility at the Junior Tennis Champions Center; the renovation of 11 existing park playgrounds, including a "safe playground" installation at Cosca Regional Park; replacement of the Cosca Tennis Bubble; reconstruction of the storm-damaged Watkins Nature Center; the groundbreaking for the 5.1-mile Washington, Baltimore and Annapolis Trail which will connect to trails in Anne Arundel County; and the exciting development and construction of the Historic Bladensburg Waterfront Park in concert with the Port Towns revitalization.

The Department adopted and implemented a marketing plan and customer service initiative to better serve its customers. A new web site, www.pgparcs.com, contains thousands of items about programs and facilities, becoming one of the fastest growing marketing tools used to provide better service to residents and park facility visitors. A major telephone survey of residents defined the perceived benefits and awareness of park facilities and recreation programs which advanced market research work.

During the year, the Department was proud to offer specialized community/festival events to hundreds of thousands of patrons throughout Prince George's County. Some of these crowd pleasers included: the 19th Annual Kinderfest; the Hispanic Festival; the College Park Airfair; the Montpelier Spring Festival; the Winter Festival of Lights; Marlborough Day; and the 3rd Annual Teen Cotillion.

Community needs were the focus of recreation programs for all ages. Summer playgrounds and day camps, teen and senior centers, and recreation classes attracted thousands of participants. Specialized programs such as Extreme Excursions targeted young adults; the National Junior Tennis League offered free lessons and equipment to youth ages 8-14; and Time Out For Families offered non-traditional activities for the family. Fitness enthusiasts visited golf, swimming and tennis facilities, and a diversified program of athletics for men, women, and children was offered and managed by the Sports/Permits Division. Adults enjoyed leagues and tournaments at all levels of play. Thousands of people permitted park facilities and popular garden plots.

The beauty of natural areas and historic sites drew thousands of participants and enriched their visits through interpretive and guided tours. Volunteers assisted with conservation projects by planting trees and cleaning up streams, and helped coordinate the Jug Bay 10K Run for Wildlife which raised funds for Chesapeake Bay-related projects. Rangers continue to provide service to visitors and the resources in our park system.

Arts and Cultural Heritage Division staff offered a wide variety of programs and services at arts facilities. The Publick Playhouse celebrated its 20th anniversary and the Montpelier Cultural Arts its 10th anniversary. Nationally recognized artists such as Larry Coryell, McCoy Tyner, Mahalia Jackson and others performed to sold out audiences. Asian Pacific American Heritage Month was inaugurated, and a new exhibit, "A Strong Foundation - The Legacy of African American Architects" was unveiled during Black History Month.

The Special Populations Division continued to foster inclusion services for people with disabilities in Commission-sponsored recreation activities and programs. Other related services included the provision of support staff, sign language interpreters, assistive listening devices, and adapted equipment.

Both the Upper Marlboro and Glenridge Child Care Centers served as model employer-sponsored child care facilities and hosted visits by private, state, and local government officials interested in establishing their own facilities. A State Department of Education School-Community Center Program grant helped to keep schools open after hours weekdays and on weekends to benefit community children.

Park Police monitored the safety of the park system and reached out to the community by offering a mentoring program and Drug Awareness Resistance Education for youth, Cops Camp for Kids, and a civilian volunteer police academy for volunteers and community leaders. Through the use of COPSMORE grant funds, mobile computers now operate in police cruisers to give officers in the field quicker access to information and enable them to spend more time working with the public.

The Maintenance and Development Division supported activities and development countywide through skilled trades, horticulture and forestry applications, and exhibit and signage development. Continuing use of the Vehicle Maintenance System monitored vehicle records to improve fleet effectiveness and air quality. The Department's first Recycling EXPO was held at The Show Place Arena to highlight creative ways to recycle numerous items. A series of Hazardous Waste Collection opportunities was also co-sponsored, encouraging residents to safely dispose of items such as oil-based paints, fuel, and pesticides.

PLANNING DEPARTMENT: Community Planning staff initiated or continued work on master plans, sector plans and sectional map amendment (SMA) revisions, and specialized studies. Staff began a sector plan and SMA for the US 1 corridor in College Park and will publish the preliminary plan and SMA in the fall. The *Greenbelt Metro Area Preliminary Plan and Sectional Map Amendment* was completed and published. The District Council approved the

Town of Brentwood Mixed-Use Town Center Zone Development Plans & Design Guidelines and enacted the M-U-TC Zone for the Brentwood town center area. The Planning Board adopted the *Addison Road Metro Town Center Sector Plan and SMA*, now under consideration by the District Council. The *Heights Master Plan* was adopted and the SMA was endorsed; proposed amendments are subject to a second public hearing. Staff is editing the final draft of the *Anacostia Trails Heritage Area Management Plan*. For the Airport Regulations project, staff researched approaches and strategies for regulating development in airport environments, and a consultant will assess risk and define standards.

The Countywide Planning Section completed work with Commission 2000 to develop the County's first Biennial Growth Policy Plan. This plan represents a comprehensive smart growth initiative that utilizes a system of growth tiers, corridors, and centers to guide future land use and development in the County. The plan lays the foundation for an amendment to the County's General Plan.

Planning and Preservation Section staff continued its support to the Historic Preservation Commission, evaluating historic properties, preparing National Register nominations, reviewing historic area work permits and tax credit applications, and responding to development referrals. Staff completed historic survey work in Riverdale Park which may lead to a potential local historic district.

Neighborhood Revitalization staff continued to provide organizational support and technical assistance to community groups as part of ongoing community building work. Staff assisted many of these organizations in preparing grant applications. Staff applied for approximately \$405,129 in grants and received \$269,295. A successful application to the State resulted in creating an additional Enterprise Zone in the County. As part of a multi-agency collaboration, a Model Block Empowerment program began in Palmer Park to encourage homeowners to undertake comprehensive community improvements. To date, more than 200 homes have applied for grants and loans for home improvement projects. In addition, many residents have also attended some of the associated programs which range from parenting classes to job assistance. Staff presented an overview of this successful program at the American Planning Association's annual conference in April in New York. In March, staff moved to the County's new Redevelopment Authority offices in the Largo Government Center. Implementation work continued on the Suitland Manor redevelopment plan, and staff gained an additional \$3 million in State funding for this project. In June, the Redevelopment Authority launched a grant program to provide support for communities to undertake neighborhood physical improvements. Staff is also developing a vacant housing initiative to purchase HUD-owned homes and work with local nonprofits to renovate the homes and sell them to low- and moderate-income home buyers.

The Development Review Division conducted timely review and analysis of approximately 699 applications, including zoning map amendments, special exceptions, conceptual and detailed site plans, and preliminary and final plats of subdivision. Permit Review staff reviewed approximately 15,629 permit applications, including 12,803 building permits, for compliance with appropriate codes and approval conditions. The Information Section provided various public information, street naming, and property address services.

Transportation Planning staff continued to support the US 301 Implementation Task Force's Corridor Preservation Subcommittee and Demonstration Projects, the Capital Beltway Major Investment Study for the "Purple Line," the US 1 and MD 210 Project Planning Study. Staff also provided support for the planning and implementation of new bike and trail projects, evaluated four land use scenarios for Commission 2000, evaluated land use/transportation scenarios for two Master Plans, and prepared or reviewed traffic impact studies for 69 development applications.

The Environmental Planning Section prepared a grant application for the FY 2001 State Rural Legacy Program, requesting \$5.7 million for the County to protect 1,100 acres of farms, forest and open space through the purchase of land and easements. The Fiscal Year 1999 Forest Conservation Annual Report was prepared in accordance with the State Forest Conservation Act. Staff prepared three Environmental Impact Reports for sand and gravel mining special exceptions and two Reports analyzing the rubble landfill capacity in Prince George's County.

Data Systems completed the conversion of our corporate databases to Oracle and successfully met the Y2K challenge. The Section coordinated a Department-wide PC distribution, completed the network upgrade, created automated purchasing and contract monitoring applications, and coordinated the installation of the new Point of Sale software at the Information Counter.

The GIS Section converted the Property layer and the Zoning layer into seamless databases and entered the Property layer into Spatial Data Engine (SDE) environment and continued maintaining and updating other GIS layers. It developed 16 new countywide layers. Staff completed preparations for acquiring Year 2000 orthophotography and planimetric update layers covering the entire County and for web-site development. In addition, Mapmaker application programs are now complete. The Section also provided a variety of maps and digital data to Department staff and other customers.

An element of the Department's restructuring included the creation of a new division — the Information Center. The Center includes the research, zoning and information counter, publications and graphics, and office services units, and a new public information and marketing component. Over the year the Research Section updated the *County Housing Inventory* and the associated estimates of households and population by Planning Areas and Planning Area Zones, and conducted a nationwide survey among selected planning agencies to elicit best practices to further meaningful service delivery. The information counter serviced approximately 550 customers weekly, providing zoning information, maps, plats, topographic maps, development studies, and other publications, including area and master plans. The Center also had primary responsibility for the Department's website which can be accessed at www.mncppc.org.

MONTGOMERY COUNTY DEPARTMENT OF PARK AND PLANNING

Planning for Future Transportation Infrastructure: Finding workable solutions to the County's transportation challenges is the Planning Board's highest priority. Launching a major new consensus-building initiative, the Board appointed a highly-regarded Transportation Policy Report Task Force to work on solutions. At the Board's direction, the Department began working on a network of transportation improvements to address concerns that currently planned transportation facilities will not satisfactorily accommodate future growth. Involving both significant public outreach and analytical support, this work will evaluate alternative land uses and various transportation policies to reach a future that enhances the quality of life in our existing communities.

Expanding Protection for Open Space Resources of County-wide Significance: Legacy Open Space is a bold, new initiative that has identified irreplaceable and unprotected natural and cultural features in Montgomery County beyond the current park system. The County Council approved \$33 million in County funds, \$3 million in Commission funds, and \$9 million in state, federal and private funding over the next six years to protect properties through easement or acquisition. The Planning Board is currently preparing a master plan to establish Legacy as a long-term program, planning for funding priorities over the 10 years of the program.

Planning for Metro Station Areas: Implementation of strategies for the Silver Spring and Friendship Heights Metro Station areas continued. In the Silver Spring area, final planning was completed for the headquarters of Discovery Communications, a new transit center, and a major retail center. In Friendship Heights, initial planning was completed for a major retail center, additional housing, hotel and office space.

Strategies for Maintaining and Supporting Older Communities: Recently proposed master plans for the North and West Silver Spring, East Silver Spring, and Takoma Park areas developed innovative strategies to maintain and support older communities. These strategies included establishing flexible regulatory standards to encourage improvement of existing neighborhood commercial centers, improving pedestrian and bicycle connections throughout existing communities, and reducing the impact of major highways on existing residential and commercial areas through community design.

Protecting Rural Communities: Innovative modifications to existing regulations to assist in the protection of rural communities were prepared for review by the County Council. These modifications included creating innovative road standards for use in rural developments, providing cluster development options, and permitting more flexible septic requirements.

Focusing on the Environment: As the lead agency for the Forest Conservation Ordinance, the Department recommended amendments to existing law to ensure the intent of the law is carried out and that unnecessary regulatory submissions are eliminated. Increasing the survival rate of reforested areas and retaining existing forests are principal areas of the law needing revision. Each year, the forest conservation program is responsible for planting trees on 600 acres, and the Park system grows native trees for reforestation projects along streams. Staff is participating in the Forest Preservation Task Force responsible for preparing a Forest Preservation Strategy Report for the County. Throughout the park system, a major campaign is underway to upgrade maintenance yards to meet new environmental regulations.

Geographic Information System (GIS): The GIS Team completed the development of the digital street address layer and is now maintaining it as part of the regular property update process. The Department is continuing its work in developing a comprehensive parks GIS layer. Currently the GIS Team is assisting with the collection and conversion of the County's trail system into the GIS.

Economy Update: In April, the Department presented the annual update of the economy study to the County Council, which again showed an increasingly healthy economy. Updates provide valuable input for budget considerations and identify changes to trends that affect the County's future. This year's update also reviewed labor force trends and indicators of how County residents have been affected by the current economy.

Streamlining the Development Approval Process: A new development review tracking and information system will significantly improve the tracking and monitoring of development applications, eliminating redundant data entry required for the older, stand-alone systems. The new integrated system will provide more accurate and timely reports on the development review processes. Other benefits of the system will be improved interagency coordination and integration with GIS and other systems. Staff works closely with the area's building industry association to make additional improvements to the development approval process.

Parks' Capital Improvements Program: Significant accomplishments have included: completing and dedicating Calverton-Galway and McKnew Local Parks, New Hampshire Estates and General Getty Neighborhood Parks, Glenmont Greenway, Hadley's Playground at Falls Road Community Park, and the Shirley Povich Baseball Field and expanded ice rink in Cabin John Regional Park. Additional highlights include reconstructing 10 playgrounds, six tennis courts, four athletic fields and four pedestrian bridges in Northwest Stream Valley Park. Construction continues on Needwood Golf Course's Maintenance Facility, Wheaton Regional's new ice rink, Ovid Hazen Wells Recreational Park, Phase I of South Germantown and Ridge Road Recreational Parks, Nike and Stonehedge Local Parks.

Public-Private Partnerships: The highly successful public-private partnership with the Maryland Soccer Foundation will result in the opening of the South Germantown Recreational Park on October 6, 2000, less than two years from the time the Master Plan was amended. The Park will open with 19 championship, regulation-size fields in play. Named the Discovery Sports Center, the indoor arena will feature two playing surfaces and will offer indoor soccer, basketball, lacrosse, rollerblading, and volleyball when completed in the fall of 2000. Central Park and non-soccer portions of the Park are expected to open in spring 2001, and the indoor aquatic and tennis/fitness centers should be open in late December 2002. South Germantown has recently been named as the best park and recreational facility in counties with more than 500,000 population by the National Association of County Parks and Recreation Officials.

Land Acquisition: Parkland acquisitions totaled more than 850 acres during fiscal year 2000, bringing the total managed in the park system to more than 30,000 acres. Properties acquired included land in the Upper Paint Branch, Long Branch, Northwest Branch, and Little Seneca Stream Valley Parks as well as land in South Germantown and Fairland Recreational Parks. Two new parks included: 15.4 acres for open space in Sandy Spring and 382.62 acres donated to the park system by Hermen Greenberg for an equestrian center at Woodstock Special Park. Added to Woodstock Special Park during the year was the "bargain sale" of 353.62 acres from William M. Rickman.

Brookside Gardens: Two Awards of Distinction were received from the Landscape Contractors' Association for the annual Garden of Lights show which attracted more than 32,000 visitors, and for the Romance of the Orchid show. Brookside Gardens also received a Maryland 2000 grant to install a Maryland Native Plant Garden, and a \$28,000 donation from the Friends of Brookside Gardens to fund a gardener intern program.

Volunteers: Last year the Department documented 4,300 volunteers contributing 50,000 hours of service to our programs and events. Launched this year, the Weed Warrior program trains volunteers to help control invasive plants in parks. USA Today honored the Department as a "Make A Difference Day" award winner.

Parks Safety: The Park Police Division's technology program was featured in *Community Policing Exchange* (funded by the United States Department of Justice). Photos published with the article featured an officer using his patrol car computer and a dispatcher on duty in the Communications Center. The District of Columbia's Federal Bar Association honored a Special Services Section Sergeant at the Association's 10th Annual Salute to Law Enforcement for his crime prevention activities and outstanding work in coordinating sensitive special events involving large crowds. Chief Elizabeth Kreiter was one of several U.S. women law enforcement executives honored at the National Center for Women and Policing's "Breaking the Glass Ceiling" Awards Ceremony in Baltimore. The Division's mounted unit assisted the U.S. Park Police during public demonstrations at the Washington, D.C., meeting of the World Bank and International Monetary Fund.

Ballfield Highlights: To help meet the growing demand for ballfields, the Department's Ballfield program has completed the lighting of four park fields, and the major renovation of four park fields and one closed school field, resulting in an increase of nine new ballfields during the fiscal year. The program has also identified more than 20 additional practice areas and has provided them with portable soccer goals.

Park Forum 2000: In June 2000, the Prince George's County Department of Parks and Recreation and the Montgomery County Department of Park and Planning hosted the Special Park Districts Forum. This Forum included representatives from Special Park Districts across the country and from as far away as British Columbia, Japan and Brazil. Representatives visited the new facilities at South Germantown Recreational Park (SoccerPlex), and the new ice rink and baseball field (Povich Field) in Cabin John Regional Park. In addition, other tours visited the nature centers at Meadowside and Black Hill. An evening at Brookside Gardens concluded the Montgomery County festivities with tours of the gardens and butterfly exhibit, dinner under a tent, and a laser light show.

CENTRAL ADMINISTRATIVE SERVICES

DEPARTMENT OF HUMAN RESOURCES AND MANAGEMENT: Under the leadership of the Commission's Executive Director, the Department of Human Resources and Management (DHRM) provides quality administrative, managerial and human resources services to the public and Commission. Supported by a team structure to enhance service quality and increase productivity, the Department is organized into two major divisions: Corporate Management and Human Resources. Highlighting Fiscal Year 2000, the Department successfully negotiated a new three-year collective bargaining agreement with the Municipal and County Government Employees Organization, Local 1994 UFCW, which represents over 600 employees in the Service/Labor, Trades, and Office Bargaining Units. The Department coordinated an Organizational Study of the Commission (Prince George's County portion). It also initiated

the recommendations of the Information Technology Study by creating a new centralized IT unit for the Commission, housed within DHRM. Work began on developing Preferred Workplace Initiatives including continued implementation of the Diversity Program. Additional major accomplishments include the Commission-wide training on Managing for Results System for developing outcome based performance measures, a parks costing project (Montgomery County portion), and the staged conversion of the weekly payroll system to solely bi-weekly for efficiency.

Other accomplishments include Commission-wide training on ADA compliance and preventing sexual harassment. A very successful employment program for people with disabilities was expanded. Updating of Administrative Practices and Procedures continued with the adoption of a revised Training Assistance Program and a new Preventing Violence in the Workplace Policy. The Department is participating in an interagency bid for HMO services and a new benefit offering for employees to acquire long-term care coverage. For the 13th consecutive year, the Department received, on behalf of the Commission, the Distinguished Budget Presentation Award from the Government Finance Officers' Association.

FINANCE DEPARTMENT: The Department of Finance provides fiscal management and oversight of all Commission financial activities. Services of the Department include financial reporting and policy development; processing of payroll, disbursements and purchasing transactions; investment management; debt issuance; internal audit and information systems management.

In fiscal year 2000, the Department provided fiscal oversight and procurement support for numerous projects, most notably the Prince George's County Sports and Learning Complex and the Soccerplex facility in Montgomery County, as well as the renovation and expansion of two ice rinks, and a variety of public/private partnership transactions. After completing testing for Year 2000 compliance of all major applications, the Department successfully prepared for Y2K without incident and had contingency plans in place. A Department representative continued to serve on an interagency committee studying the deregulation of electricity. Other areas of support and development include the installation of the Kronos time keeping system at additional Commission facilities; addition of telecommunications data to the Faser utility system; and project management assistance for point of sale systems at golf courses in both Montgomery and Prince George's Counties.

New initiatives included a pilot Purchase Card program which is expected to generate efficiencies in both the procurement and payment functions; establishment of the Employees' Post Retirement Benefit Trust to pre-fund retirees' medical benefits; evaluation of work practices with an eye toward streamlining the procurement process in preparation for the implementation of the new purchasing system; and analysis and preparation for the implementation of GASB 34, the new financial reporting model which will require a complete revision of the Commission's financial statements.

For the 27th consecutive year, the Commission received the Certificate of Achievement for Excellence in Financial Reporting from the Government Finance Officers Association of the United States and Canada for the fiscal year 1999 Comprehensive Annual Financial Report, which was prepared by the Finance Department.

OFFICE OF THE GENERAL COUNSEL: The Office of General Counsel provides comprehensive legal services to the Commission, assisting in every facet of the Commission's work program. The scope of its work is as broad as that of the Commission itself, ranging from externally focused activities such as land use planning and regulation, stewardship and policing of park property, and, in Prince George's County only, recreation programs, to more internally directed corporate matters such as legislative liaison, contracting and procurement, risk management and employment. Legal Department attorneys represent the Commission in litigation and administrative proceedings, provide advice and counsel to Commissioners and staff, assist in implementing newly imposed legislative mandates, and participate in teams developing creative new solutions to the challenges facing the Commission.

Fiscal year 2000 was another successful year for the Office of the General Counsel. Much of its work concerned managing a number of complex negotiations involving the Soccerplex, Shirley Povich Field, fiber optic cable licenses in Montgomery County and the Sports and Learning Center, the U.S. Air Arena, and the Redevelopment Authority in Prince George's County. Litigation was also a major program activity, with significant victories in the defense of regulatory decisions of both Planning Boards, a controversial deer management program, and employment and civil rights claims.

In other significant activities, the legislative program tracked over 78 bills pertaining to the Commission and also coordinated, prepared and/or presented position papers, drafted amendments and reported on developing legislative initiatives. The Legal Department intensified its oversight and evaluation of self insurance fund cases and claims, monitored the work of outside counsel, and assisted with a transition in certain benefit providers. Staff members were part of a team that developed and presented Sexual Harassment Training to all Commission employees. The attorneys of the Montgomery Regional Office also worked to streamline the review of development agreements, while the Department's lawyers from EOB and Prince George's County helped launch a major overhaul of the Commission's procurement and contracting systems.

MERIT SYSTEM BOARD

The Merit System Board is an impartial Board which provides recommendations and decisions regarding the Merit System of the Commission and is the highest level within the Commission for hearing appeals. During fiscal year 2000, the Board continued to maintain its case load on a current and timely basis.

EMPLOYEES' RETIREMENT SYSTEM

The Employees' Retirement System (ERS), administered by the 12 member Board of Trustees, in accordance with the Trust Agreement between the Board and the Commission, is a contributory defined benefit pension system with four plans, qualified under the Internal Revenue Code Section 401(a). The administrative operations are the responsibility of the ERS Staff and Board-appointed Administrator, who reports directly to the Chairman of the Board of Trustees.

ERS Trust Fund assets closed the year with a fair market value in excess of \$480 million. The fiscal year 2000 annualized rate of return on investments was approximately 7.9%. The Board of Trustees' actions for the year included receipt of the Government Finance Officers Association's Certificate of Achievement for Excellence in Financial Reporting for the ERS' Comprehensive Annual Financial Report; continued comprehensive communications programs for all members regarding the System, including publishing the System's sixth summary annual report; and, conducting concentrated worksite, and full day "Fitting the Pieces Together" retirement planning workshops for participants.

♦ PART II A ♦
FINANCIAL SECTION

General Purpose Financial Statements



Walkers and cyclists share the trail at Lake Artemesia.



2001 M Street, N.W.
Washington, D.C. 20036

Independent Auditors' Report

To The Maryland-National Capital Park and Planning Commission:

We have audited the accompanying general purpose financial statements (identified as Exhibits 1 through 6 in the accompanying Table of Contents) and the combining, individual fund and account and account group financial statements and schedules (identified as Exhibit A-1 through G-3 in the accompanying Table of Contents) of The Maryland-National Capital Park and Planning Commission (the Commission), as of and for the year ended June 30, 2000. These financial statements and schedules are the responsibility of the Commission's management. Our responsibility is to express an opinion on these financial statements and schedules based on our audit. We did not audit the financial statements of the Commission's Employees' Retirement System Pension Trust Fund, which represents 88 percent of the total assets of the Trust and Agency Funds and 100% of the assets and additions to plan net assets in the Pension Trust Fund. Those financial statements were audited by other auditors whose report has been furnished to us, and our opinion on the financial statements and schedules, insofar as it relates to the amounts included for the Commission's Employees' Retirement System Pension Trust Fund, is based solely on the report of the other auditors.

We conducted our audit in accordance with auditing standards generally accepted in the United States of America and the standards applicable to financial audits contained in *Government Auditing Standards*, issued by the Comptroller General of the United States. Those standards require that we plan and perform the audit to obtain reasonable assurance about whether the financial statements and schedules are free of material misstatement. The financial statements of the Commission's Employees' Retirement System Pension Trust Fund were not audited in accordance with *Government Auditing Standards*. An audit includes examining, on a test basis, evidence supporting the amounts and disclosures in the financial statements and schedules. An audit also includes assessing the accounting principles used and significant estimates made by management as well as evaluating the overall financial statement and schedule presentation. We believe that our audit and the report of the other auditors provide a reasonable basis for our opinion.

In our opinion, based on our audit and the report of the other auditors, the general purpose financial statements referred to above present fairly, in all material respects, the financial position of The Maryland-National Capital Park and Planning Commission as of June 30, 2000, and the results of its operations and cash flows of its proprietary fund types for the year then ended in conformity with accounting principles generally accepted in the United States of America. Also, in our opinion, the combining, individual fund and account, and account group financial statements and schedules referred to above present fairly, in all material respects, the financial position of each of the individual funds, accounts and account groups of The Maryland-National Capital Park and Planning Commission as of June 30, 2000, and the results of operations of such funds and accounts and the cash flows of its proprietary funds for the year then ended in conformity with accounting principles generally accepted in the United States of America.



In accordance with *Government Auditing Standards*, we have also issued a report, dated September 21, 2000, on our consideration of the Commission's internal control over financial reporting and on our tests of its compliance with certain provisions of law, 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 data included in the Introductory and Statistical Sections have not been audited by us and, accordingly, we express no opinion on such data.

KPMG LLP

September 21, 2000

THE MARYLAND-NATIONAL CAPITAL PARK AND PLANNING COMMISSION

EXHIBIT 1

Combined Balance Sheet - ALL FUND TYPES AND ACCOUNT GROUPS
June 30, 2000

	Governmental Fund Types			Proprietary Fund Types		Fiduciary Fund Types	Account Groups		Totals (MEMORANDUM ONLY)	
	General	Debt Service	Capital Projects	Enterprise	Internal Service	Trust and Agency Funds	General Fixed Assets	General Long-Term Obligations	June 30,	June 30,
									2000	1999
ASSETS AND OTHER DEBITS										
Equity in Pooled Cash and Investments	\$ 62,781,061	\$ --	\$ 17,756,844	\$ 10,667,222	\$ 26,674,460	\$ 26,450,212	\$ --	\$ --	\$ 144,329,799	\$ 167,737,735
Cash and Marketable Securities	--	--	--	--	--	565,734,286	--	--	565,734,286	547,492,789
Receivables - Taxes	3,788,700	--	--	--	--	--	--	--	3,788,700	3,841,000
Receivables - Other	162,791	--	1,482,151	148,735	1,748,590	2,141,420	--	--	5,683,687	3,307,586
Due from Other Funds	--	--	--	--	841,890	--	--	--	841,890	--
Due from Other Governments	1,859,823	--	10,479,937	--	62,275	--	--	--	12,402,035	10,831,641
Prepaid Expenses	--	--	--	12,245	--	--	--	--	12,245	--
Inventories, at Cost	--	--	--	1,341,768	--	--	--	--	1,341,768	1,176,273
Deposits and Other	2,198	--	--	--	50,435	18,627	--	--	71,260	267,758
Total Current Assets	68,594,573	--	29,718,932	12,169,970	29,377,650	594,344,545	--	--	734,205,670	734,654,782
Restricted Assets -										
Advances to Other Funds	--	--	--	--	--	3,829,363	--	--	3,829,363	1,734,875
Land Held for Transfer	--	--	--	--	--	37,757,911	--	--	37,757,911	38,912,405
Other	--	--	--	--	--	431,381	--	--	431,381	418,291
Fixed Assets	--	--	--	107,261,973	17,431,739	--	509,698,964	--	634,392,676	596,694,866
Accumulated Depreciation	--	--	--	(15,752,662)	(9,130,962)	--	--	--	(24,883,624)	(21,083,558)
Amount Available to Fund Liability for										
Compensated Absences	--	--	--	--	--	--	--	6,894,000	6,894,000	5,684,000
Resources to be Provided in Future Years -										
Retirement of General Obligation Bonds	--	--	--	--	--	--	--	148,385,000	148,385,000	156,130,000
Retirement of Accrued Liability for Compensated Absences	--	--	--	--	--	--	--	2,957,000	2,957,000	3,804,000
Total Assets and Other Debits	\$ 68,594,573	\$ --	\$ 29,718,932	\$ 103,679,281	\$ 37,678,427	\$ 636,363,200	\$ 509,698,964	\$ 158,236,000	\$ 1,543,969,377	\$ 1,516,949,661
LIABILITIES, EQUITY AND OTHER CREDITS										
Liabilities:										
Current Portion of General Obligation Bonds Payable	\$ --	\$ --	\$ --	\$ --	\$ --	\$ --	\$ --	\$ 7,825,000	\$ 7,825,000	\$ 7,745,000
Current Portion of Revenue Bonds Payable	--	--	--	255,000	--	--	--	--	255,000	245,000
Current Portion of Revenue Notes Payable	--	--	--	644,444	--	--	--	--	644,444	190,000
Current Portion of Notes Payable	--	--	--	--	639,364	--	--	--	639,364	1,613,372
Accounts Payable	2,893,597	--	7,282,100	1,576,127	213,632	82,637,867	--	--	94,603,323	110,715,429
Accrued Liabilities	3,893,019	--	--	995,672	10,567,207	57,965	--	--	15,513,863	17,037,951
Due to Other Funds	--	--	--	--	841,890	--	--	--	841,890	--
Due to Other Governments	387	--	--	--	--	3,014	--	--	3,401	502,539
Deposits and Deferred Revenue	4,184,661	--	--	444,160	--	4,752,684	--	--	9,381,505	9,293,902
Matured Bonds and Interest Payable	--	--	--	145,631	--	--	--	--	145,631	156,337
Total Current Liabilities	10,971,664	--	7,282,100	4,061,034	12,262,093	87,451,530	--	7,825,000	129,853,421	147,499,530
General Obligation Bonds Payable - Net of Current Portion										
Revenue Bonds Payable - Net of Current Portion	--	--	--	3,590,244	--	--	--	140,560,000	140,560,000	148,385,000
Revenue Notes Payable - Net of Current Portion	--	--	--	8,765,556	--	--	--	--	8,765,556	9,410,000
Notes Payable - Net of Current Portion	--	--	--	--	3,402,931	--	--	--	3,402,931	4,042,295
Advances from Other Funds	--	--	--	3,829,363	--	--	--	--	3,829,363	1,734,875
Accrued Liability for Compensated Absences	--	--	--	--	--	--	--	9,851,000	9,851,000	9,488,000
Total Liabilities	10,971,664	--	7,282,100	20,246,197	15,665,024	87,451,530	--	158,236,000	299,852,515	324,372,881
Equity and Other Credits:										
Contributed Capital	--	--	--	63,982,560	525,128	--	--	--	64,507,688	30,641,664
Investment in General Fixed Assets	--	--	--	--	--	--	509,698,964	--	509,698,964	517,898,050
Retained Earnings (Deficit) -										
Reserved for Future Claims	--	--	--	--	9,929,636	--	--	--	9,929,636	7,770,408
Unreserved	--	--	--	19,450,524	11,558,639	--	--	--	31,009,163	38,261,589
Fund Balances -										
Reserved for Encumbrances	13,406,458	--	9,840,345	--	--	--	--	--	23,246,803	25,437,700
Reserved for Land Held for Transfer	--	--	--	--	--	41,587,274	--	--	41,587,274	40,647,280
Reserved for Pension Benefits	--	--	--	--	--	480,354,003	--	--	480,354,003	453,350,152
Reserved for Benefits	--	--	--	--	--	7,960,094	--	--	7,960,094	--
Unreserved -										
Designated for Subsequent Years	31,823,679	--	12,596,487	--	--	19,010,299	--	--	63,430,465	63,953,474
Undesignated	12,392,772	--	--	--	--	--	--	--	12,392,772	14,616,463
Total Retained Earnings/Fund Balances	57,622,909	--	22,436,832	19,450,524	21,488,275	548,911,670	--	--	669,910,210	644,037,066
Total Equity and Other Credits	57,622,909	--	22,436,832	83,433,084	22,013,403	548,911,670	509,698,964	--	1,244,116,862	1,192,576,780
Total Liabilities, Equity and Other Credits	\$ 68,594,573	\$ --	\$ 29,718,932	\$ 103,679,281	\$ 37,678,427	\$ 636,363,200	\$ 509,698,964	\$ 158,236,000	\$ 1,543,969,377	\$ 1,516,949,661

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

THE MARYLAND-NATIONAL CAPITAL PARK AND PLANNING COMMISSION

EXHIBIT 2

Combined Statement of Revenues, Expenditures, and Changes in Fund Balances -ALL GOVERNMENTAL FUND TYPES AND EXPENDABLE TRUST FUNDS
For the Fiscal Year Ended June 30, 2000

	Governmental Fund Types			Fiduciary	Totals	
	General	Debt Service	Capital Projects	Fund	(Memorandum Only)	
				Expendable Trust	Year Ended	
					June 30,	June 30,
					2000	1999
Revenues:						
Property Taxes	\$ 164,002,057	\$ 2,086,723	\$ ---	\$ ---	\$ 166,088,780	\$ 161,579,148
Intergovernmental	1,248,394	---	19,207,080	7,063	20,462,537	16,312,202
Charges for Services	9,354,844	---	---	4,246,255	13,601,099	13,240,506
Interest	4,478,057	---	1,087,758	1,479,143	7,044,958	7,179,460
Investment Earnings	---	---	---	542,021	542,021	---
Miscellaneous	676,260	---	1,036,152	1,106,122	2,818,534	3,747,441
Total Revenues	179,759,612	2,086,723	21,330,990	7,380,604	210,557,929	202,058,757
Expenditures:						
Current -						
General Government	10,787,642	---	---	---	10,787,642	10,930,626
County Planning and Zoning	26,771,563	---	---	---	26,771,563	27,353,307
Park Operation and Maintenance	86,674,082	---	---	---	86,674,082	87,941,231
Recreation Programs	29,668,637	---	---	---	29,668,637	29,191,944
Miscellaneous Expendable Trust Funds	---	---	---	5,017,442	5,017,442	5,453,578
Capital Outlay - Land Acquisition and Development	---	---	33,486,574	---	33,486,574	44,367,346
Debt Service -						
Principal Retirement	---	7,745,000	---	---	7,745,000	6,975,000
Interest and Fiscal Charges	---	8,174,547	---	---	8,174,547	8,198,017
Total Expenditures	153,901,924	15,919,547	33,486,574	5,017,442	208,325,487	220,411,049
Excess of Revenues over (under) Expenditures	25,857,688	(13,832,824)	(12,155,584)	2,363,162	2,232,442	(18,352,292)
Other Financing Sources (Uses):						
Proceeds of General Obligation Bonds	---	---	---	---	---	7,000,000
Proceeds of Refunding Bonds	---	---	---	---	---	21,000,000
Retirement of Debt - Bond Anticipation Notes	---	---	---	---	---	(21,000,000)
Operating Transfers In	1,087,758	14,889,352	5,589,434	1,156,528	22,723,072	21,899,306
Operating Transfers Out	(25,728,919)	(1,056,528)	(1,087,758)	(195,000)	(28,068,205)	(28,055,323)
Total Other Financing Sources (Uses)	(24,641,161)	13,832,824	4,501,676	961,528	(5,345,133)	843,983
Excess of Revenues and Other Financing Sources over (under) Expenditures and Other Financing Uses	1,216,527	---	(7,653,908)	3,324,690	(3,112,691)	(17,508,309)
Fund Balances, July 1, as restated	56,406,382	---	30,090,740	58,157,795	144,654,917	162,163,226
Residual Equity Transfer In	---	---	---	7,075,182	7,075,182	---
Fund Balances, June 30	\$ 57,622,909	\$ ---	\$ 22,436,832	\$ 68,557,667	\$ 148,617,408	\$ 144,654,917

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

THE MARYLAND-NATIONAL CAPITAL PARK AND PLANNING COMMISSION

EXHIBIT 3

Combined Statement of Revenues, Expenditures/Encumbrances, and
Changes in Fund Balances - Budget (Non-GAAP Budgetary Basis) and Actual - GENERAL FUND
For the Fiscal Year Ended June 30, 2000

	<u>Budget</u>	<u>Actual</u>	Variance Favorable (Unfavorable)
Revenues:			
Property Taxes	\$ 159,342,090	\$ 164,002,057	\$ 4,659,967
Intergovernmental	1,612,758	1,248,394	(364,364)
Charges for Services	6,234,678	6,517,397	282,719
Rentals and Concessions	2,927,057	2,837,447	(89,610)
Interest	3,134,234	4,478,057	1,343,823
Miscellaneous	377,921	676,260	298,339
Total Revenues	<u>173,628,738</u>	<u>179,759,612</u>	<u>6,130,874</u>
Expenditures/Encumbrances:			
Current -			
General Government	11,194,270	11,029,361	164,909
County Planning and Zoning	28,814,026	28,313,137	500,889
Park Operation and Maintenance	89,703,931	89,168,764	535,167
Recreation Programs	31,008,817	30,470,203	538,614
Total Expenditures/Encumbrances	<u>160,721,044</u>	<u>158,981,465</u>	<u>1,739,579</u>
Excess of Revenues over (under) Expenditures/Encumbrances	<u>12,907,694</u>	<u>20,778,147</u>	<u>7,870,453</u>
Other Financing Sources (Uses):			
Operating Transfers In	1,500,000	1,087,758	(412,242)
Operating Transfers Out	<u>(25,685,567)</u>	<u>(25,728,919)</u>	<u>(43,352)</u>
Total Other Financing Sources (Uses)	<u>(24,185,567)</u>	<u>(24,641,161)</u>	<u>(455,594)</u>
Excess of Revenues and Other Financing Sources over (under) Expenditures/Encumbrances and Other Financing Uses - Budget Basis	<u>\$ (11,277,873)</u>	<u>(3,863,014)</u>	<u>\$ 7,414,859</u>
Fund Balances - Budget Basis, July 1		<u>48,079,465</u>	
Fund Balances - Budget Basis, June 30		<u>\$ 44,216,451</u>	

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

THE MARYLAND-NATIONAL CAPITAL PARK AND PLANNING COMMISSION

EXHIBIT 4

Combined Statement of Revenues, Expenses, and Changes in
Retained Earnings - ALL PROPRIETARY FUND TYPES
For the Fiscal Year Ended June 30, 2000

	Proprietary Fund Types		Totals (Memorandum Only)	
			Year Ended	
	Enterprise	Internal Service	June 30, 2000	June 30, 1999
Operating Revenues:				
Sales	\$ 2,700,384	\$ ---	\$ 2,700,384	\$ 2,731,906
Charges for Services	10,347,828	32,360,375	42,708,203	42,538,239
Rentals and Concessions	3,736,671	---	3,736,671	3,514,365
Miscellaneous	---	204,995	204,995	107,800
Total Operating Revenues	<u>16,784,883</u>	<u>32,565,370</u>	<u>49,350,253</u>	<u>48,892,310</u>
Operating Expenses:				
Cost of Goods Sold	1,672,982	---	1,672,982	1,541,300
Personal Services	8,281,064	10,076,698	18,357,762	17,544,463
Supplies and Materials	4,223,401	262,320	4,485,721	2,327,319
Other Services and Charges	6,267,960	18,057,916	24,325,876	20,741,559
Depreciation	2,434,229	1,534,197	3,968,426	3,217,885
Administrative Expenses	1,804,307	---	1,804,307	1,516,909
Total Operating Expenses	<u>24,683,943</u>	<u>29,931,131</u>	<u>54,615,074</u>	<u>46,889,435</u>
Operating Income (Loss)	<u>(7,899,060)</u>	<u>2,634,239</u>	<u>(5,264,821)</u>	<u>2,002,875</u>
Nonoperating Revenues (Expenses):				
Interest Income	1,072,749	1,580,995	2,653,744	2,090,263
Interest Expense, Net of Amortization	<u>(804,879)</u>	<u>(225,758)</u>	<u>(1,030,637)</u>	<u>(850,111)</u>
Nonoperating Revenues (Expenses), Net	<u>267,870</u>	<u>1,355,237</u>	<u>1,623,107</u>	<u>1,240,152</u>
Income (Loss) Before Operating Transfers	<u>(7,631,190)</u>	<u>3,989,476</u>	<u>(3,641,714)</u>	<u>3,243,027</u>
Operating Transfers In	<u>5,345,133</u>	<u>---</u>	<u>5,345,133</u>	<u>6,156,017</u>
Total Operating Transfers	<u>5,345,133</u>	<u>---</u>	<u>5,345,133</u>	<u>6,156,017</u>
Net Income (Loss)	<u>(2,286,057)</u>	<u>3,989,476</u>	<u>1,703,419</u>	<u>9,399,044</u>
Add Depreciation Charged to Contributed Capital	<u>278,565</u>	<u>---</u>	<u>278,565</u>	<u>233,426</u>
Net Increase (Decrease) in Retained Earnings	<u>(2,007,492)</u>	<u>3,989,476</u>	<u>1,981,984</u>	<u>9,632,470</u>
Retained Earnings, July 1	21,458,016	24,573,981	46,031,997	37,020,647
Residual Equity Transfer (Out)	<u>---</u>	<u>(7,075,182)</u>	<u>(7,075,182)</u>	<u>(621,120)</u>
Retained Earnings, June 30	<u>\$ 19,450,524</u>	<u>\$ 21,488,275</u>	<u>\$ 40,938,799</u>	<u>\$ 46,031,997</u>

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

THE MARYLAND-NATIONAL CAPITAL PARK AND PLANNING COMMISSION

EXHIBIT 5

Combined Statement of Cash Flows - ALL PROPRIETARY FUND TYPES
For the Fiscal Year Ended June 30, 2000

	Proprietary Fund Types		Totals (Memorandum Only)	
	Enterprise	Internal Service	Year Ended	
			June 30, 2000	June 30, 1999
Cash Flows from Operating Activities:				
Operating Income (Loss)	\$ (7,899,060)	\$ 2,634,239	\$ (5,264,821)	\$ 2,002,875
Adjustments to Reconcile Operating Income (Loss) to Net Cash Provided (Used) by Operating Activities:				
Depreciation	2,434,229	1,534,197	3,968,426	3,217,885
Changes in Assets and Liabilities:				
(Increase) Decrease in Accounts Receivable	(92,562)	(1,708,416)	(1,800,978)	26,259
(Increase) Decrease in Prepaid Expenses	(12,245)	---	(12,245)	---
(Increase) Decrease in Due from Other Funds	---	(841,890)	(841,890)	1,452,587
(Increase) Decrease in Due from County Government	---	(31,174)	(31,174)	89,167
(Increase) Decrease in Inventories, at Cost	(165,495)	---	(165,495)	64,640
(Increase) Decrease in Deposits and Other	---	71,533	71,533	(102,355)
Increase (Decrease) in Accounts Payable	1,187,318	(40,740)	1,146,578	(189,621)
Increase (Decrease) in Claims Payable	---	719,327	719,327	684,106
Increase (Decrease) in Accrued Salaries and Benefits	(145,998)	(181,693)	(327,691)	88,114
Increase (Decrease) in Accrued Leave	35,768	(20,455)	15,313	44,227
Increase (Decrease) in Interest Payable	(10,706)	---	(10,706)	53,202
Increase (Decrease) in Estimate of Incurred but Unreported Claims	---	(188,908)	(188,908)	(155,488)
Increase (Decrease) in Due to Other Funds	---	841,890	841,890	(1,452,587)
Increase (Decrease) in Revenue Collected in Advance	73,483	---	73,483	18,054
Net Cash Provided (Used) by Operating Activities	<u>(4,595,268)</u>	<u>2,787,910</u>	<u>(1,807,358)</u>	<u>5,841,065</u>
Cash Flows from Noncapital Financing Activities:				
Operating Transfers In from Other Funds	5,345,133	---	5,345,133	6,156,017
Residual Equity Transfer Out	---	(7,075,182)	(7,075,182)	---
Net Cash Provided (Used) by Noncapital Financing Activities	<u>5,345,133</u>	<u>(7,075,182)</u>	<u>(1,730,049)</u>	<u>6,156,017</u>
Cash Flows from Capital and Related Financing Activities:				
Acquisition of Fixed Assets	(8,118,122)	(1,708,059)	(9,826,181)	(5,514,988)
Principal Paid on Notes Payable	(313,725)	(1,489,646)	(1,803,371)	(1,176,162)
Principal Paid on Revenue Bonds	(245,000)	---	(245,000)	(265,000)
Interest Paid	(772,816)	(225,758)	(998,574)	(818,048)
Proceeds from Financing - Notes Payable	---	---	---	2,800,000
Proceeds from Financing - Revenue Notes	---	---	---	6,000,000
Net Cash Provided (Used) by Capital and Related Financing Activities	<u>(9,449,663)</u>	<u>(3,423,463)</u>	<u>(12,873,126)</u>	<u>1,025,802</u>
Cash Flows from Investing Activities:				
Interest on Investments	1,072,749	1,580,995	2,653,744	2,090,263
Net Cash Provided (Used) by Investing Activities	<u>1,072,749</u>	<u>1,580,995</u>	<u>2,653,744</u>	<u>2,090,263</u>
Net Increase (Decrease) in Cash and Cash Equivalents	(7,627,049)	(6,129,740)	(13,756,789)	15,113,147
Cash and Cash Equivalents, July 1	18,294,271	32,804,200	51,098,471	35,985,324
Cash and Cash Equivalents, June 30	<u>\$ 10,667,222</u>	<u>\$ 26,674,460</u>	<u>\$ 37,341,682</u>	<u>\$ 51,098,471</u>

Noncash investing, capital and financing activities:

In fiscal year 1999, fixed assets were transferred from the Montgomery Enterprise Fund to the General Fixed Asset Account Group. The net book value of fixed assets at the time of the residual equity transfer was \$621,120.

In fiscal year 2000, fixed assets with a historical cost of approximately \$34,145,000 and \$2,094,000 were transferred from the General Fixed Asset Account Group to the Prince George's Enterprise Fund and the Prince George's Advance Land Acquisition Expendable Trust Fund, respectively, for the Sports and Learning Complex.

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

THE MARYLAND-NATIONAL CAPITAL PARK AND PLANNING COMMISSION

EXHIBIT 6

Statement of Plan Net Assets - PENSION TRUST FUND

As of June 30, 2000

With Comparative Amounts as of June 30, 1999

	June 30, 2000	June 30, 1999
ASSETS		
Cash and Short Term Investments	\$ 75,197,883	\$ 102,851,740
Receivables:		
Plan Members	62,066	148,882
Interest Receivable	2,064,314	1,910,808
Total Receivables	<u>2,126,380</u>	<u>2,059,690</u>
Investments at Fair Value:		
U.S. Government Obligations	120,987,154	117,144,653
Domestic Corporate Bonds	84,913,594	75,866,877
Common Stock	276,694,743	251,467,841
Real Estate	---	161,678
Total Investments	<u>482,595,491</u>	<u>444,641,049</u>
Deposits and Other	<u>18,627</u>	<u>140,386</u>
Total Assets	559,938,381	549,692,865
LIABILITIES		
Investment Payable and Other	<u>79,584,378</u>	<u>96,342,713</u>
NET ASSETS HELD IN TRUST FOR PENSION BENEFITS (A Schedule of Funding Progress is presented in Note 11)	\$ <u>480,354,003</u>	\$ <u>453,350,152</u>

Statement of Changes in Plan Net Assets - PENSION TRUST FUND

For the Fiscal Years Ended June 30, 2000

With Comparative Amounts for the Fiscal Year ended June 30, 1999

ADDITIONS:		
Contributions:		
Employer	\$ 2,546,800	\$ 2,971,972
Plan Member	3,017,447	2,868,518
Total Contributions	<u>5,564,247</u>	<u>5,840,490</u>
Investment Income:		
Net Appreciation in Fair Value of Investments	20,992,107	18,516,906
Interest	14,250,539	13,580,212
Dividends	2,309,302	2,687,249
	<u>37,551,948</u>	<u>34,784,367</u>
Less: Investment Expense	(4,177,239)	(4,131,860)
Net Investment Income	<u>33,374,709</u>	<u>30,652,507</u>
Total Additions	<u>38,938,956</u>	<u>36,492,997</u>
DEDUCTIONS:		
Benefit Payments	10,328,432	9,511,899
Refunds of Contributions	593,738	295,832
Administrative Expenses	1,012,935	761,719
Total Deductions	<u>11,935,105</u>	<u>10,569,450</u>
Net Increase for the Year in Plan Net Assets	27,003,851	25,923,547
NET ASSETS HELD IN TRUST FOR PENSION BENEFITS		
July 1	453,350,152	427,426,605
June 30	\$ <u>480,354,003</u>	\$ <u>453,350,152</u>

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

THE MARYLAND-NATIONAL CAPITAL PARK AND PLANNING COMMISSION

NOTES TO FINANCIAL STATEMENTS

June 30, 2000

(1) - THE COMMISSION AND ITS SERVICES

(A) Background

The Maryland-National Capital Park and Planning Commission (the "Commission") is a body corporate of the State of Maryland established by the Maryland General Assembly in 1927. The Commission is a bi-county agency. It is empowered to acquire, develop, maintain and administer a regional system of parks in the defined Metropolitan District in Montgomery and Prince George's Counties and to prepare and administer a general plan for the physical development of a defined Regional District for the two Counties. The Commission also conducts the recreation program for Prince George's County. The express powers of the Commission are provided in Article 28 of the Annotated Code of Maryland. As a body corporate of the State of Maryland, the Commission is not generally subject to local county legislation such as the Tax Reform Initiative by Marylanders ("TRIM") Prince George's County Charter Amendment originally enacted in November 1978.

The major source of funding for the Commission's primary services are five property taxes levied on an individual County basis: Montgomery County administration tax - general administration and planning; Montgomery County park tax - park operations and debt service for park acquisition and development bonds; Prince George's County administration tax - general administration and planning; Prince George's County park tax - park operations and debt service for park acquisition and development bonds; and the Prince George's County recreation tax for the recreation program. Five separate accounts are maintained within the General Fund to account for the Commission's primary services. Revenues and expenditures that can be specifically identified with a County are recorded in the appropriate account of that County and those that apply to both Counties are allocated to the appropriate accounts. Other funds and accounts are maintained on a Commission-wide or on a separate County basis as necessary and appropriate.

The provisions of Sections 2-113 and 7-107 of Article 28 of the Annotated Code of Maryland require that the Commission publish an annual financial report and that its financial statements be audited by independent certified public accountants. The General Purpose Financial Statements have been presented on a Commission-wide basis to meet the financial reporting needs of the Commission and the requirements of Maryland law.

(B) Principles Used in Determining the Scope of Entity for Financial Reporting Purposes

As required by generally accepted accounting principles (GAAP), these financial statements present the government and its blended component unit, an entity for which the government is considered to be financially accountable. A blended component unit, although a legally separate entity, is, in substance, part of the government's operations and therefore data from this unit are combined with data of the primary government. Accordingly, the financial statements of the Employees' Retirement System are included as a trust fund in the accompanying financial statements and the System is the only such component unit of the Commission.

In accordance with the Governmental Accounting Standards Board (GASB) Statement 14, the Financial Reporting Entity, the Commission represents a joint venture of Montgomery County and Prince George's County, reportable in their respective financial statements. The financial data of the Commission pertinent to Montgomery County and Prince George's County, excluding the Commission's Employees' Retirement

System, the Retiree Insurance 115 Expendable Trust Fund, and the Maryland State Retirement System (MSRS) Agency Fund are set forth on a County basis in Note 20.

(2) - SUMMARY OF SIGNIFICANT ACCOUNTING POLICIES

The accounting policies of the Commission conform to GAAP, applicable to governmental units.

The following is a summary of the more significant policies.

(A) Basis of Presentation - Fund Accounting

The accounts of the Commission are organized on the basis of Funds and Account Groups, each of which is considered a separate accounting entity. The financial position and operations of each Fund are accounted for with a separate set of self-balancing accounts that comprise the Fund's assets, liabilities, fund equity, revenues, 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 expended and the means by which spending activities are controlled. The various Funds are summarized by type, by County, and for the Commission in total in the financial statements within this report.

The following Funds and Account Groups are used by the Commission.

GOVERNMENTAL FUNDS

General Fund - The General Fund is the general operating fund of the Commission. It is used to account for the tax revenues and other revenues which fund the Commission's general operations and to account for all other financial resources except those required to be accounted for in another Fund. The General Fund is further divided into accounts to report financial activity funded by dedicated tax levies as follows: Montgomery County Administration, Montgomery County Park, Prince George's County Administration, Prince George's County Park, and Prince George's County Recreation.

Debt Service Funds - Debt Service Funds are used to account for the accumulation of resources for, and the payment of, general long-term debt principal, interest, and related costs.

Capital Projects Funds - Capital Projects Funds are used to account for financial resources to be used for the acquisition or construction of major capital facilities (other than those financed by proprietary funds).

PROPRIETARY FUNDS

Enterprise Funds - Enterprise Funds are used to account for operations that are financed and operated in a manner similar to private business enterprises where the intent of the Commission is that the costs of providing goods or services to the general public on a continuing basis be financed or recovered primarily through user charges or where the Commission has decided that periodic determination of the results of operations is appropriate for capital maintenance, public policy, management control, accountability or other purposes. A single Enterprise Fund is maintained for the numerous enterprise operations of each County. Relevant segment data for the Enterprise Funds are presented in Note 13.

Internal Service Funds - Internal Service Funds are used to account for the financing of certain goods or services provided by one department to other departments of the Commission on a cost-reimbursement basis. There are six Internal Service Funds reported by the Commission: Montgomery County Capital Equipment Fund, Montgomery County Employee Benefits Fund, Montgomery County Risk Management

Fund, Prince George's County Executive Office Fund, Prince George's County Employee Benefits Fund, and Prince George's County Risk Management Fund.

FIDUCIARY FUNDS

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

The Commission's Employees' Retirement System Pension Trust Fund, the Retiree Insurance 115 Expendable Trust Fund, and the MSRS are not maintained on a separate County basis.

ACCOUNT GROUPS

General Fixed Assets Account Group - This Account Group is used to account for all fixed assets of the Commission, other than those accounted for in the proprietary and fiduciary funds.

General Long-Term Obligations Account Group - This Account Group is used to account for all long-term obligations of the Commission, except obligations accounted for in the proprietary funds.

(B) Basis of Accounting

The accounting and financial reporting treatment applied to a fund is determined by its measurement focus. All governmental funds and expendable trust 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., total net 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 total net assets. The proprietary funds are maintained on the accrual basis of accounting, under which revenues are recorded when earned and expenses are recorded when incurred. The accounts of the Employees' Retirement System Pension Trust Fund are also maintained on the accrual basis.

The governmental, expendable trust and agency funds are maintained on the modified accrual basis of accounting. Under this method of accounting, revenues are recorded in the accounting period in which they become both available and measurable. Revenues from taxes are recognized when they have been levied, are due on or before June 30 and collection is expected within 30 days thereafter. Proceeds from the sale of general obligation bonds/notes are recorded as "Other Financing Sources." Expenditures are generally recorded as the liabilities are incurred. The exceptions to this general rule are that principal and interest on general long-term debt are considered expenditures when due, and accumulated unpaid annual and compensatory leave not expected to be taken within 60 days after the year-end is reported in the General Long-Term Obligations Account Group and not reported as current expenditures.

GASB Statement 20 allows governments to choose not to implement, in proprietary fund types, pronouncements of the Financial Accounting Standards Board (FASB) issued after November 30, 1989 (provided that this is applied on a consistent basis) or to continue to follow FASB standards for these fund types. Effective July 1, 1999, the Commission has elected to apply GASB pronouncements as well as FASB pronouncements issued on or before November 30, 1989 unless those pronouncements conflict with or contradict GASB pronouncements. This change in accounting principle had no impact on previously reported fund equity or current year results of operations.

In June 1999, the GASB issued Statement 34, "Basic Financial Statements and Management's Discussion and Analysis for State and Local Governments." This statement will have significant impact on the financial reporting presentation of the Commission's financial statement with the inclusion of the Management's Discussion and Analysis Section and the reformatting of the basic financial statements. The Commission will be determining the impact of this statement on the financial statements in fiscal year 2001. The Commission will implement this statement for the fiscal year ending June 30, 2002.

(C) Budgets and Budgetary Accounting

The following procedures are used in establishing the annual budget.

- o On or before January 15, the Commission submits to the County Executive of each County a proposed annual budget for the respective accounts of the General Fund (including park debt service), and a budget plan for the respective Enterprise Funds and Internal Service Funds. The Capital Projects Funds' budgets and six-year expenditure plans are submitted to the County Executive of Prince George's County prior to each November 1 and to the County Executive of Montgomery County prior to November 1 of each odd-numbered year. These budgets and plans include proposed expenditures and the means of financing them.
- o The budgets and plans are transmitted by each County Executive with recommendations to the respective County Council. The County Councils conduct public hearings on the budgets and plans, and the budgets and plans are legally adopted prior to July 1.
- o The legal level of budgetary control is the department or function for the Administration Accounts and the Account level for the Montgomery County Park Account, Prince George's County Park Account, and Prince George's County Recreation Account. The Commission's expenditures may not exceed the total approved budget for each of the General Fund Accounts without prior approval by the respective County Council, except where grant funds received with the knowledge and approval of the respective County constitute an automatic budget amendment, thereby increasing the appropriations. Management is authorized to transfer budget appropriations of up to 10% within the respective General Fund Accounts.
- o General Fund unencumbered appropriations lapse at year-end. Capital project appropriations do not lapse until the project is completed. The budget plans for the proprietary funds serve as a guide to the Commission and not as legally binding limitations.

Formal budgetary integration is employed as a management control device for the General Fund. The budget for the General Fund is adopted on a basis consistent with GAAP except that encumbrances are treated as expenditures. During fiscal year 2000, there were no supplemental appropriations for the General Fund, and the Capital Projects Funds appropriations increased by \$6,397,000.

The actual expenditures in the Combined Statement of Revenues, Expenditures/Encumbrances, and Changes in Fund Balances - Budget (Non-GAAP Budgetary Basis) and Actual are presented on a basis consistent with The Maryland-National Capital Park and Planning Commission Adopted Annual Budget. All expenditures made during fiscal year 2000 were within the legal limitations pertinent to the Commission.

(D) Encumbrances

Encumbrance accounting, under which purchase orders, contracts and other commitments for the expenditure of monies are recorded when executed, is employed in the governmental funds for budgetary reporting purposes. Encumbrances outstanding at year-end are reported as reservations of fund balance since they do not constitute expenditures or liabilities under GAAP.

(E) Pooled Cash and Investments

The cash and investments of all Funds are combined into a common pool to maintain investment flexibility and maximize earnings. The Commission's Finance Department manages the pool. Investment earnings are allocated to participating Funds based upon their average monthly equity in pooled cash balances. Investments, except those of the Pension Trust and the Retiree Insurance 115 Trust Fund as listed below, are stated at cost plus accrued interest, adjusted for amortization of premiums and discounts, which approximates fair value. The Pension Trust and the Retiree Insurance 115 Expendable Trust Fund investments are stated at fair value.

(F) Inventories

Inventories are valued at the lower of cost (first-in, first-out) or market for proprietary funds.

(G) Advances to Other Funds

Long-term interfund advances at June 30, 2000, consist of \$3,829,363 of land acquired by the Prince George's County Advance Land Acquisition Fund that is being used for park purposes in the Enterprise Fund. The advances are recorded as noncurrent receivables/payables in the respective Funds.

(H) General Fixed Assets

General fixed assets have been acquired primarily for parks and recreational facilities. Assets purchased or constructed are recorded as expenditures in the appropriate governmental fund types and capitalized at cost in the General Fixed Assets Account Group. Donated assets are recorded at estimated fair market value at the time received. Normal repair and maintenance costs are reported as expenditures when incurred. No depreciation of general fixed assets has been recorded. See Note 9.

(I) Property, Plant and Equipment - Proprietary Funds

Property, plant and equipment purchased by the Enterprise and Internal Service Funds are stated at cost. Depreciation is calculated using the straight-line method with useful lives of 10 to 40 years for buildings and improvements and 5 to 15 years for equipment. Fixed assets purchased or constructed with grant funds are recorded as contributed capital. Depreciation on these assets is recorded as a reduction of the contributed capital fund equity and an addition to retained earnings in the Enterprise funds.

(J) Employee Leave and Group Insurance

Commission employees earn annual leave and sick leave in varying amounts, and are granted three days of personal leave annually. Some employees may also earn compensatory leave in lieu of overtime pay. Each pay cycle, an estimated amount for compensated absences expenditures is recorded for the General Fund employees and is recognized as expenditures in the General Fund and revenue in the Internal Service Employee Benefits Fund. As General Fund employees take annual and sick leave, this usage is charged to the Internal Service Employee Benefits Fund. The estimate is equal to the amount of annual and sick leave expected to be taken during the year, plus an amount to fund the long-term leave liability. The short-term liability for leave expected to be taken within 60 days for compensated absences is recorded in the Internal Service Employee Benefits Fund for General Fund employees only. The accumulated leave balances in which employees have vested rights, but which are not expected to be used within 60 days after year-end, have been recorded in the General Long-Term Obligations Account Group (see Note 18). When annual and sick leave are used or taken by employees charged to proprietary funds, the expense is charged directly to the employees' cost center in the proprietary funds. Compensated absences for leave liabilities are charged directly to the proprietary funds' cost center to which the employee is assigned.

Group insurance costs are recorded as expenditures in the General Fund and as revenue in the Employee Benefits Internal Service Fund. Payments for group insurance premiums are recorded as expenses in the Employee Benefits Internal Service Fund.

(K) Deferred Compensation Plans

The Commission offers its employees deferred compensation plans created in accordance with Internal Revenue Code Section 457. One plan, available to all career Commission employees, permits them to defer a portion of their salary to future years. The deferred compensation is not available to employees or beneficiaries until termination, retirement, death or unforeseeable emergency. The Commission also offers a separate deferred compensation plan to its officers and to the staff of the Employees' Retirement System.

In October 1997, the GASB issued Statement 32, "Accounting and Financial Reporting for Internal Revenue Code Section 457 Deferred Compensation Plans," which establishes accounting and financial reporting standards for Internal Revenue Code Section 457 deferred compensation plans. GASB Statement 32 incorporates the amendment to the Internal Revenue Code Section 457 which requires that all assets and income of Section 457 deferred compensation plans be held in a trust for the exclusive benefit of participants and their beneficiaries. During fiscal year 1999, the Commission established a trust for the protection of the participants and the preservation of their assets under the Deferred Compensation Plan. The assets will not be diverted for any other purpose. In fiscal year 2000, it was determined that the Commission was not required to report the activities of the Deferred Compensation Plan. Consequently, the assets and liabilities of the fund have been removed from the Commission's financial statements. The fiscal year 1999 amounts reported in the Trust and Agency funds have been restated for this change.

(L) Reserves

Fund balances in the governmental funds are reserved for encumbrances, debt service and restricted assets to indicate the amounts are not available for other expenditures. Retained earnings in the Risk Management Internal Service Funds are reserved to pay future claims. Retained earnings in the Employee Benefits Internal Service Funds are reserved to fund the leave liability, flexible spending accounts, and certain future benefit obligations.

(M) Comparative Data/Total Columns

Comparative total data for 2000 have been presented in the accompanying financial statements to provide an understanding of changes in the Commission's financial position and operations. However, complete comparative data have not been presented since their inclusion would make the statements unduly complex and difficult to read. Certain reclassifications have been made to 1999 to be consistent with 2000 presentations.

Total columns (memorandum only) in the General Purpose Financial Statements are presented to facilitate financial analysis and are not intended to present financial information in conformity with generally accepted accounting principles or on a consolidated basis.

(N) Statement of Cash Flows

The Commission uses cash management pools, which allow the proprietary funds to withdraw funds at any time without prior notice or penalty. For Statement of Cash Flow purposes, the Commission has defined cash equivalents as Equity in Pooled Cash and Investments for proprietary funds.

(3) - CASH AND INVESTMENTS

The Commission's deposits and investments as of June 30, 2000, totaled \$710,064,085, presented in the combined balance sheet as the sum of "Equity in Pooled Cash and Investments" and "Cash and Marketable Securities," of which \$706,316,400 was held and managed in three separate pools: the Commission's pool of deposits and investments, the Pension Trust Fund investments, and the Retiree Insurance 115 Expendable Trust Fund. The remaining balance is composed of \$1,018,474 Cash Reserved for Debt Service, \$2,454,414 Cash Reserved for Construction, and \$274,797 cash at various Commission facilities. The Commission's pool is available to all Funds, except for the Pension Trust Fund, and the Retiree Insurance 115 Expendable Trust Fund. The following is a schedule of total cash and investments.

	<u>Commission</u>	<u>Pension Trust Fund</u>	<u>Retiree Insurance 115 Expendable Trust Fund</u>	<u>Total</u>
Equity in Pooled Cash and Investments:				
Cash in Banks	\$ (2,642,624)	\$ ---	\$ ---	\$ (2,642,624)
Investments	143,205,566	---	19,182	143,224,738
Reserved for Debt Service	1,018,474	---	---	1,018,474
Reserved for Construction	2,454,414	---	---	2,454,414
Other Cash	274,797	---	---	274,797
Total Equity in Pooled Cash and Investments	<u>144,310,617</u>	<u>---</u>	<u>19,182</u>	<u>144,329,799</u>
Cash and Marketable Securities	<u>---</u>	<u>557,793,374</u>	<u>7,940,912</u>	<u>565,734,286</u>
Total Cash and Investments	<u>\$144,310,617</u>	<u>\$557,793,374</u>	<u>\$7,960,094</u>	<u>\$710,064,085</u>

(A) Commission's Cash and Investments

Cash in Banks - At year-end, the carrying amount of deposits was an overdraft of \$2,642,624 and the bank balance was \$2,230,860. Of the bank balance, \$500,000 was covered by Federal depository insurance and the remainder was collateralized by \$2,779,562 of securities held by a member of the Federal Reserve banking system in the name of the Commission and the Commission's bank.

The Commission requires collateral for the pooled cash and investments of ten or more days duration to be held in the Commission's name by the trust department of a bank other than the pledging bank. The Commission's policy was complied with throughout the year ended June 30, 2000. Collateral shall be

maintained in excess of FDIC insurance coverage for all Commission bank cash accounts, certificates of deposits and time deposits.

The following cash reserves are fully collateralized:

Cash Reserved for Debt Service - At year-end, the Commission had \$1,018,474 held in reserve to pay debt service for Little Bennett Golf Course Revenue Bonds, and for various equipment note financings.

Cash Reserved for Construction - At year-end, the Commission had \$2,454,414 held in reserve to pay construction costs for the Wheaton Ice Rink.

Investments - The Annotated Code of Maryland authorizes the Commission to invest in obligations for which the United States has pledged its full faith and credit for the payment of principal and interest, obligations that are issued by a Federal agency, repurchase agreements, bankers' acceptances, commercial paper, money market mutual funds, the State Treasurer's investment pool, certificates of deposits and municipal bonds and notes.

Statutes require that investments comply with the guidelines relative to investment grade and/or ratings and Securities and Exchange Commission registrations where applicable. Also, statutes require that securities underlying repurchase agreements have a fair value of at least 102% of the cost of the investment. If during the year, the fair value of securities underlying such investments falls below this required level, additional collateral is pledged or other collateral in the amount of the required level is substituted. All collateral must meet statutory requirements and is held in the Commission's name by a third-party custodian.

There were no unusual variations in the mix or volume of the investment portfolio during the fiscal year. The Commission was in compliance with all applicable investment statutes throughout the fiscal year.

(B) Pension Trust Fund and Retiree Insurance 115 Fund Investments

Statutes do not restrict the investment activity of these two Funds.

(C) Categories of Investments

Investments are categorized to give an indication of the level of risk assumed by the Commission at year end. Category 1 includes investment securities that are insured, registered, or held by the Commission or its agent in the Commission's name. Category 2 includes uninsured and unregistered investment securities held by the financial institution's trust department or agent in the Commission's name. Category 3 includes uninsured and unregistered investment securities held by the counterparty or its trust department or agent but not in the Commission's name. The Commission did not hold Category 2 or 3 investments during the year ended June 30, 2000, and did not hold Category 2 or 3 investments at year-end. The Commission does not have the authority to enter into reverse repurchase agreements and did not do so during the year ended June 30, 2000. Mutual funds are not subject to categorization. Included within the Pension Trust Fund investments not subject to categorization are stock mutual funds, real estate trusts, U.S. government securities, and corporate stocks and bonds.

The Commission's investments at June 30, 2000 were as follows:

	<u>Category 1</u>	<u>Carrying Amount</u>	<u>Market Value</u>
Commission Investments:			
Federal Farm Credit Banks	\$ 52,485,053	\$ 52,485,053	\$ 52,485,053
U.S. Treasury	2,758,800	2,758,800	2,758,800
Bankers' Acceptances	9,966,536	9,966,536	9,966,536
Commercial Paper	4,998,231	4,998,231	4,998,231
Federal National Mortgage Association	9,990,024	9,990,024	9,990,024
Federal Home Loan Bank	204,816	204,816	204,816
Federal Home Loan Mortgage Corporation	5,265,122	5,265,122	5,265,122
Repurchase Agreements	48,122,350	48,122,350	48,122,350
Total Commission Investments	<u>133,790,932</u>	<u>133,790,932</u>	<u>133,790,932</u>
Employees' Retirement System (ERS) Investments:			
Commercial Paper	30,936,613	30,936,613	30,936,613
U.S. Government Securities	81,893,838	81,893,838	81,893,838
Corporate Bonds	83,290,746	83,290,746	83,290,746
Common Stocks	199,123,461	199,123,461	199,123,461
Total ERS Investments	<u>395,244,658</u>	<u>395,244,658</u>	<u>395,244,658</u>
Total Investments Subject To Categorization	<u>529,035,590</u>	<u>529,035,590</u>	<u>529,035,590</u>
Investments Not Subject to Categorization:			
Pooled Investments Held in Mutual Funds		12,906,694	12,906,694
Pension Trust Fund		162,548,716	162,548,716
Retiree Insurance 115			
Expendable Trust Fund		7,940,912	7,940,912
Commission Total	<u>\$529,035,590</u>	<u>\$712,431,912</u>	<u>\$712,431,912</u>

(4) - PROPERTY TAXES

Property taxes are levied and collected for the special taxing districts of the Commission by Montgomery and Prince George's County Governments, as appropriate. Real property taxes are levied on July 1 each year and become delinquent on October 1, at which time interest and penalties commence. Effective July 1, 1996, homeowners living in their properties may elect semiannual payment plans. Prior to fiscal year 2001, semiannual taxpayers must pay one-half of the annual taxes by September 30 and the remaining one-half plus a service charge by January 31 of the following year. Effective July 1, 2000, semiannual tax payment plans are automatic for homeowners living in their properties unless they request to remain on an annual payment plan. Under the new semiannual payment plan, one-half of the real property taxes are due by September 30 and the remaining one-half is due by December 31. Personal property and real property taxes levied for a fraction of a year are due when billed. Tax liens on real property are sold at public auction on the second Monday in June in Montgomery County and on the second Monday in May in Prince George's County for taxes that are delinquent. The Commission periodically reviews property tax assessments to ensure proper receipt of such taxes. From time to time, the Commission may determine that additional taxes are due or refunds are required. Only after such amounts are measurable will the Commission record the appropriate receivable or reserve for the entire amounts.

The property tax revenues and rates of the Commission are not subject to any legislative limitations. However, such revenues are approved by the respective County Council when budgets are approved.

(5) - DUE FROM OTHER GOVERNMENTS

The total "Due from Other Governments" at June 30, 2000, was \$12,402,035 for the Commission (\$6,968,469 and \$5,433,566 for Montgomery and Prince George's Counties, respectively). A summary of amounts due by source and nature of receivable is listed below.

	MONTGOMERY COUNTY		
	General	Capital	Internal
	Fund	Projects	Service
	Accounts	Funds	Funds
U.S. Army Corps of Engineers	\$ ---	\$ 70,613	\$ ---
U.S. Department of the Interior	12,737	---	---
U.S. Department of Justice	69,777	---	---
U.S. Environmental Protection Agency	10,606	---	---
U.S. Federal Emergency Mgmt. Asst.	77,697	---	---
U.S. Federal Highway Administration	---	27,549	---
State of Maryland	22,027	1,350,484	---
Montgomery County	1,293,966	3,822,040	31,138
Other - WSSC	---	179,835	---
Montgomery County Totals	<u>\$1,486,810</u>	<u>\$5,450,521</u>	<u>\$ 31,138</u>

	PRINCE GEORGE'S COUNTY		
	General	Capital	Internal
	Fund	Projects	Service
	Accounts	Funds	Funds
U.S. Dept. Of Transportation	\$ ---	\$ 664,335	\$ ---
U.S. Department of Justice	4,904	---	---
State of Maryland	10,674	4,365,081	---
Prince George's County	357,435	---	---
Montgomery County	---	---	31,137
Prince George's County Totals	<u>\$ 373,013</u>	<u>\$ 5,029,416</u>	<u>\$ 31,137</u>
Commission Totals	<u>\$1,859,823</u>	<u>\$10,479,937</u>	<u>\$ 62,275</u>

(6) - INTERFUND RECEIVABLES/PAYABLES

The following summarizes the individual interfund receivable and payable balances at June 30, 2000.

	Interfund Receivables	Interfund Payables
Internal Service Funds -		
Montgomery County Risk Management	\$841,890	\$ ---
Montgomery County Capital Equipment Fund	---	841,890
Total	<u>\$841,890</u>	<u>\$ 841,890</u>

(7) - CONTRIBUTED CAPITAL

The changes in the Commission's contributed capital accounts for its proprietary funds were as follows:

	Enterprise		Internal Service	
	Montgomery	Prince George's	Total	Montgomery Capital Equipment
Beginning Balance, Contributed Capital	\$3,945,522	\$26,171,014	\$30,116,536	\$525,128
Contributions	---	34,144,589	34,144,589	---
Less: Depreciation Added Back	---	(278,565)	(278,565)	---
Ending Balance, Contributed Capital	<u>\$3,945,522</u>	<u>\$60,037,038</u>	<u>\$63,982,560</u>	<u>\$525,128</u>

(8) - DESIGNATED FUND BALANCES AND DEFICIT RETAINED EARNINGS FOR INDIVIDUAL FUNDS AND ACCOUNTS

The Commission has designated \$31,823,679 of unreserved fund balances in the General Fund at June 30, 2000, to fund fiscal year 2001 operations and provide reserves for contingencies.

	<u>Montgomery County</u>	<u>Prince George's County</u>	<u>Total</u>
Administration Account	\$1,659,030	\$ 1,436,645	\$ 3,095,675
Park Account	2,859,100	23,104,251	25,963,351
Recreation Account	N/A	<u>2,764,653</u>	<u>2,764,653</u>
	<u>\$4,518,130</u>	<u>\$27,305,549</u>	<u>\$31,823,679</u>

The unreserved, undesignated fund balance as defined on a GAAP basis is \$12,392,772 (\$890,541 and \$11,502,231 for Montgomery and Prince George's County, respectively).

There were no deficits in retained earnings as of June 30, 2000.

(9) - FIXED ASSETS

A summary of changes in general fixed assets is set forth below (\$000's).

<u>General Fixed Assets</u>	<u>Balance July 1, 1999</u>	<u>Additions</u>	<u>Deductions</u>	<u>Transfers</u>	<u>Balance June 30, 2000</u>
Montgomery County					
Land	\$119,001	\$ 1,519	\$ ---	\$ ---	\$120,520
Buildings and Improvements	81,016	---	---	6,696	87,712
Machinery and Equipment	8,152	816	(441)	---	8,527
Construction in Progress	8,171	4,360	---	(6,696)	5,835
Total General Fixed Assets	<u>\$216,340</u>	<u>\$ 6,695</u>	<u>\$ (441)</u>	<u>\$ ---</u>	<u>\$222,594</u>
Prince George's County					
Land	\$ 91,720	\$ 3,853	\$ ---	\$ ---	\$ 95,573
Buildings and Improvements	146,403	70	(34,145)	40,901	153,229
Machinery and Equipment	22,309	2,085	(726)	95	23,763
Construction in Progress	41,126	14,410	---	(40,996)	14,540
Total General Fixed Assets	<u>\$301,558</u>	<u>\$20,418</u>	<u>\$(34,871)</u>	<u>\$ ---</u>	<u>\$287,105</u>
Commission-wide Totals	<u>\$517,898</u>	<u>\$27,113</u>	<u>\$(35,312)</u>	<u>\$ ---</u>	<u>\$509,699</u>

The Commission is committed to \$9,840,345 for construction contracts for work to be performed in subsequent years. The Commission's policy is to account for the construction of Prince George's Enterprise Fund assets in the Capital Projects fund until completed. Once completed, the assets are transferred and capitalized in the Prince George's Enterprise Fund.

A summary of proprietary fund type fixed assets at June 30, 2000 follows.

<u>Montgomery County</u>	<u>Enterprise</u>	<u>Internal Service</u>
Land	\$ 7,791,328	\$ ---
Buildings	15,478,818	102,469
Improvements Other Than Buildings	2,862,648	---
Machinery and Equipment	4,033,008	13,860,526
Construction in Progress	<u>4,516,525</u>	---
Total	34,682,327	13,962,995
Less-Accumulated Depreciation	<u>(5,944,640)</u>	<u>(8,406,776)</u>
Net	<u>\$ 28,737,687</u>	<u>\$ 5,556,219</u>

<u>Prince George's County</u>	<u>Enterprise</u>	<u>Internal Service</u>
Land	\$ 7,779,131	\$ 748,497
Buildings	51,827,601	2,649,865
Improvements Other Than Buildings	9,889,313	---
Machinery and Equipment	3,083,601	70,382
Total	<u>72,579,646</u>	<u>3,468,744</u>
Less-Accumulated Depreciation	(9,808,022)	(724,186)
Net	<u>\$ 62,771,624</u>	<u>\$ 2,744,558</u>
 Total Commission Fixed Assets	 \$107,261,973	 \$ 17,431,739
Less-Accumulated Depreciation	(15,752,662)	(9,130,962)
Net	<u>\$ 91,509,311</u>	<u>\$ 8,300,777</u>

(10) - LONG-TERM DEBT

(A) General Long-Term Obligation Account Group

The Commission is authorized to issue general obligation bonds for the acquisition of park land and the development of parks, designated as Park Acquisition and Development Bonds ("Park Bonds"); to provide resources for advance land acquisition for highways, schools and other public purposes, designated as Advance Land Acquisition General Obligation Bonds ("Advance Land Bonds"); and to refund both Park and Advance Land Bonds. The general obligation bonds are issued on the full faith and credit of the Commission and the County for which the bonds are issued.

Mandatory taxes of 9 cents per \$100 of assessed valuation in Montgomery County and at least 10 cents per \$100 of assessed valuation in Prince George's County are required by Article 28 of the Annotated Code of Maryland to be levied in the Metropolitan District in the respective Counties for the payment of Park Bond debt service. In 2000, the actual debt service expenditures per \$100 of assessed valuation for Park Bonds approximated 1.2 cents in Montgomery County and 6.9 cents in Prince George's County. The remainder of the proceeds of the mandatory taxes was used for operating and maintaining the park system of the respective Counties.

The Advance Land Bonds are payable from limited annual ad valorem property taxes which are levied by the respective County on all property assessed for the purpose of County taxation.

(B) Proprietary Funds

The Commission is authorized to issue revenue bonds and notes to finance the cost of revenue producing facilities and to refund outstanding bonds. The revenue bonds and notes are not general obligations of the Commission or County for which they are issued and are payable solely from revenues generated from revenue producing facilities.

Restricted investments related to the Commission's Montgomery County revenue notes and bonds are as follows:

	<u>Little Bennett Golf Course</u>	<u>Wheaton Ice Rink</u>
Debt Service Reserve Fund	\$539,048	\$ ---
Construction Fund	---	2,454,414
Total	<u>\$539,048</u>	<u>\$2,454,414</u>

The Commission is in compliance with all significant restrictive covenants related to revenue bonds and notes.

(C) Prior Period Defeasance of Debt

In prior years, the Commission defeased certain general obligation and other bonds by placing the proceeds of new bonds in irrevocable trusts to provide for future debt service payments on the old debt. Accordingly, the trust account assets and the liability for the defeased debt are not included in the Commission's financial statements. As of June 30, 2000, \$10,750,000 of Montgomery County and \$37,010,000 of Prince George's County general obligation bonds, and \$3,940,000 of Montgomery County revenue bonds are considered to be defeased.

(D) Outstanding Debt

General obligation bonds and notes, revenue bonds, net of a \$384,756 deferred amount on the Little Bennett Golf Facilities Refunding Bond, and revenue notes payable at June 30, 2000, consist of the following individual issues (000's):

<u>Series</u>	<u>Effective Interest Rate at Date of Sale</u>	<u>Dated</u>	<u>Final Maturity Date</u>	<u>FY 2001 Serial Payment</u>	<u>Original Issue</u>	<u>Outstanding at June 30, 2000</u>
Montgomery County						
Park Acquisition and Development Bonds						
1990 Advance Refunding	6.7983	06-01-90	07-01-03	\$ 580	\$ 6,675	\$ 2,275
Series H-2	6.7983	06-01-90	07-01-10	300	7,500	300
Series K-2	5.9212	05-01-92	07-01-12	250	6,000	4,250
Series M-2	4.7561	12-01-93	07-01-14	275	5,500	4,125
Series Q-2	6.3609	11-15-94	11-01-14	200	5,000	1,000
Series R-2 Advance Refunding	4.8972	12-01-95	07-01-14	90	8,700	8,385
Series U-2	4.5346	07-30-98	08-01-18	210	7,000	6,790
				<u>1,905</u>	<u>46,375</u>	<u>27,125</u>
Advance Land Acquisition						
Bonds of 1990	6.7983	06-01-90	07-01-10	200	5,000	200
Bonds of 1994	6.3609	11-15-94	11-01-14	90	2,200	1,850
Bonds of 1995 Advance Refunding	4.7707	12-01-95	07-01-10	40	3,345	3,205
				<u>330</u>	<u>10,545</u>	<u>5,255</u>
Revenue Bonds and Notes						
Little Bennett Golf Course (net of deferred amount)	5.6350	11-20-97	10-01-07	255	4,291	3,845
Wheaton Ice Rink	6.0600	09-18-97	05-01-07	200	3,600	3,410
Cabin John Ice Rink	5.1600	04-27-99	11-01-13	444	6,000	6,000
				<u>\$ 899</u>	<u>\$13,891</u>	<u>\$ 13,255</u>
County Total				<u><u>\$3,134</u></u>	<u><u>\$70,811</u></u>	<u><u>\$ 45,635</u></u>

Series	Effective Interest Rate at Date of Sale	Dated	Final Maturity Date	FY 2001 Serial Payment	Original Issue	Outstanding at June 30, 2000
Prince George's County						
Park Acquisition and Development Bonds & Notes						
1990 Advance Refunding	6.8867	06-01-90	07-01-06	\$ 785	\$ 12,390	\$ 5,910
Series J-2	6.8867	06-01-90	07-01-10	695	23,500	695
Series L-2	5.9922	05-01-92	07-01-12	845	23,000	2,525
Series M-2	5.1483	05-01-93	07-01-13	700	15,250	11,550
Series P-2	4.8382	12-01-93	07-01-14	700	14,500	10,500
Series S-2 Advance Refunding	4.9787	12-01-95	07-01-12	210	30,025	23,535
Series T-2	5.3913	01-01-97	01-15-17	1,000	33,000	30,000
Series W-2	6.4000	06-25-98	07-01-12	420	7,325	6,920
Series X-2 Refunding	5.0000	12-03-98	08-01-02	---	21,000	21,000
				<u>5,355</u>	<u>179,990</u>	<u>112,635</u>
Advance Land Acquisition Bonds of 1990	6.8867	06-01-90	07-01-10	200	5,000	200
Bonds of 1995 Advance Refunding	4.8991	12-01-95	07-01-10	35	3,300	3,170
				<u>235</u>	<u>8,300</u>	<u>3,370</u>
County Total				<u>\$5,590</u>	<u>\$188,290</u>	<u>\$116,005</u>
Commission Total				<u>\$8,724</u>	<u>\$259,101</u>	<u>\$161,640</u>

Distribution:

General Long-Term Obligations Account Group - Montgomery County	\$ 32,380
- Prince George's County	116,005
Account Group Total	148,385
Proprietary Funds - Montgomery County (Revenue Bonds and Notes)	13,255
Commission Total	<u>\$161,640</u>

The following is a summary of the general obligation bonds and notes and revenue bonds and notes payable transactions of the Commission for the fiscal year ended June 30, 2000 (\$000's).

	Montgomery County			Prince George's County		Total
	Park Bonds & Notes	Advance Land Bonds	Proprietary Revenue Bonds & Notes	Park Bonds & Notes	Advance Land Bonds	
Bonds Payable at June 30, 1999	\$28,985	\$5,560	\$13,658	\$117,980	\$3,605	\$169,788
Debt Retired	(1,860)	(305)	(435)	(5,345)	(235)	(8,180)
Amortization of Deferred Amount	---	---	32	---	---	32
Bonds Payable at June 30, 2000	<u>\$27,125</u>	<u>\$5,255</u>	<u>\$13,255</u>	<u>\$112,635</u>	<u>\$3,370</u>	<u>\$161,640</u>

The annual requirements to amortize all debt outstanding as of June 30, 2000 including interest payments of \$16,832,239 for Montgomery County (\$10,256,443 for Park Bonds, \$1,911,100 for Advance Land Bonds and \$4,664,696 for Revenue Bonds and Notes) and \$40,889,393 for Prince George's County (\$39,954,437 for Park Bonds & Notes and \$934,956 for Advance Land Bonds) are as follows (\$000's).

Year Ending June 30	Montgomery County			Prince George's County		Total
	Park Bonds & Notes	Advance Land Bonds	Proprietary Revenue Bonds & Notes	Park Bonds & Notes	Advance Land Bonds	
2001	\$ 3,254	\$ 607	\$ 1,641	\$ 11,240	\$ 400	\$ 17,142
2002	3,285	680	1,621	11,371	484	17,441
2003	3,156	659	1,600	31,583	463	37,461
2004	3,126	632	1,571	10,441	441	16,211
2005	2,535	606	1,552	10,149	420	15,262
2006-2010	11,890	2,810	8,604	44,647	1,800	69,751
2011-2015	7,991	1,172	1,716	28,187	297	39,363
2016-2020	2,144	---	---	4,971	---	7,115
TOTAL	<u>\$37,381</u>	<u>\$ 7,166</u>	<u>\$18,305</u>	<u>\$152,589</u>	<u>\$4,305</u>	<u>\$219,746</u>

(11) - RETIREMENT ARRANGEMENTS

(A) Defined Benefit Pension Plan

Plan Description

The Commission contributes to The Maryland-National Capital Park and Planning Commission Employees' Retirement System (the "System"), a single-employer defined benefit public employee retirement plan. Benefit provisions and obligations to contribute to the plans and all other requirements are established by a Trust Agreement between the Commission and the Board of Trustees of the System which has been periodically amended since the System was established July 1, 1972. Accounting and financial reporting for the system is performed by non-Commission employees who are employed directly by the System. The System's financial records are not maintained on a separate County basis. The System issues a publicly available financial report that includes its audited financial statements, a description of the four plans, and certain other supplementary information. The Comprehensive Annual Financial Report is available at the administrative offices of The Maryland-National Capital Park and Planning Commission Employees' Retirement System, 6611 Kenilworth Avenue, Suite 100, Riverdale, Maryland 20737.

Active plan members in Plan A are required to contribute 6% of their base pay. Plan B members contribute 3% of their base pay up to the maximum Social Security Wage Base and 6% in excess of the maximum Social Security Wage Base for the calendar year. Plan C and D members contribute 7% of their base pay.

Basis of Accounting

The System's financial statements have been prepared on the accrual basis of accounting. Employee and employer contributions are recognized as revenues (additions to net assets) in the period in which employee services are performed. Both benefits and refunds paid are recognized as expenses (deductions from net assets) in the period in which employee services are performed.

There are no outstanding long-term contract contributions to the plan as of the reporting date.

Method Used to Value Investments

Marketable securities are carried at fair value based on quotes from the active market. The System has invested in a mutual fund comprised of more than 300 international securities with Rowe Price-Fleming International, Inc., and two commingled trusts with Putnam Institutional Management, one of which has more than 100 international securities and the other having more than 100 domestic securities which each exceed 5 percent of net plan assets.

Related Party Transactions

The System did not hold securities (loans, notes, bonds or other instruments) of the Commission or related parties (Montgomery and Prince George's Counties) at June 30, 2000, or at any time during the year.

Funding Status and Progress

The actuarial accrued liability at the valuation date shown on the Schedule of Funding Progress (see following page) is a measure of the present value of pension benefits, adjusted for the effects of projected salary increases and step-rate benefits, estimated to be payable in the future as a result of employee service

to date. The measure is intended to help users assess the funding status of the System on a going-concern basis, assess progress made in accumulating sufficient assets to pay benefits when due, and make comparisons among employers.

Actuarial Methods

Actuarial Valuation of Assets: The actuarial value of assets calculates gains or losses on the basis of the actuarially assumed interest rate and recognizes one-third of the cumulative gains or losses not yet recognized. This year's asset value is based on the July 1, 1998, actuarial value rolled forward to July 1, 1999.

Actuarial Cost Method: As of July 1, 1997, the Board of Trustees of the System approved a change in the cost method. The Entry Age Normal Cost method is used. Under this funding method, a level percent of employer cost is determined which, along with member contributions, will pay for projected benefits at retirement for a new entrant into the plan. The level percent developed is called the normal cost rate and the product of that rate and payroll is normal cost. The actuarial present value of benefits which have accrued in prior years is called the actuarial liability. The portion of the actuarial liability in excess of plan assets is funded according to a schedule which is intended to amortize such unfunded actuarial liability fully after a period of years. This is in addition to each year's employer normal cost. Under this cost method, actuarial gains and losses are reflected in the size of the unfunded actuarial liability.

Amortization Method: The funding policy of the System is to meet long-term benefit promises through actuarially determined periodic contributions that remain approximately level from year to year as a percent of annual covered payroll.

Closed Amortization Period: In accordance with actuarial recommendations, adopted by the Board of Trustees, the unfunded actuarial liability is being amortized by annual payments over a period ending January 1, 2016.

Economic Assumptions: The actuarial accrued liability was estimated as part of an actuarial valuation performed as of July 1, 1999. Significant actuarial assumptions used in the valuation include (a) a rate of return on the investment of present and future assets of 7% a year compounded annually, (b) projected salary increases of 6% a year, (c) cost of living increases in benefits after retirement assumed to be 3.75% a year, compounded annually, based on the Plan's provision for annual increases of 100% of the first 3% of change in the CPI-Urban Index for major U.S. cities plus half of the change in excess of 3%, but no more than 5% in total, and (d) a rate of increase in Social Security Wage Base of 5.5%. All economic assumptions include an inflation component of 4.5%.

The net assets in excess of the total actuarial accrued liability is \$79,001,054 as of July 1, 1999. The net assets available for benefits at June 30, 2000, totaled \$480,354,003.

Trend Information

Trend information gives an indication of the progress made in accumulating sufficient assets to pay benefits when due. Trend information for three years is presented below and for six years within the System's Comprehensive Annual Financial Report for June 30, 2000. For the three years ended June 30, 1998, 1999 and 2000, the Commission's contributions to the System, which were all made in accordance with actuarially determined requirements, were 7.5%, 3.9%, and 3.2% respectively, of annual covered payroll.

The Commission's annual pension cost (APC) and net pension obligation (NPO) to the System are presented below:

	TREND INFORMATION (000's)		
	July 1, 1997	July 1, 1998	July 1, 1999
Annual Pension Cost (APC)	\$5,337	\$2,972	\$2,547
Percentage of APC Contributed	100%	100%	100%
Net Pension Obligation (NPO)	---	---	---

The Commission contributes 100% of the adjusted annual required contribution and has no NPO at year end.

Required Supplementary Information

Funding activity for the latest three years is summarized as follows:

	SCHEDULE OF FUNDING PROGRESS (000's) (Unaudited)		
	July 1, 1997	July 1, 1998	July 1, 1999
Actuarial Valuation of Plan Assets	\$311,854	\$363,632	\$407,073
Actuarial Accrued Liability	285,536	307,360	328,072
Funded Ratio	109.2%	118.3%	124.1%
Actuarial Value of Assets in Excess of (Unfunded) Actuarial Accrued Liability	26,318	56,272	79,001
Annual Covered Payroll	71,102	75,368	78,849
Actuarial Value of Assets in Excess of (Unfunded) Actuarial Accrued Liability as a Percentage of Covered Payroll	37.0%	74.7%	100.2%

Postretirement Benefits

In addition to the pension benefits provided by the System, the Commission itself provides postretirement health care benefits, in accordance with Commission approval, to all full-time and part-time career employees, directors appointed by Montgomery and Prince George's Planning Boards, Merit System Board Members, Commissioners and appointed officials who retire under a Commission Retirement Plan or the State of Maryland Retirement Plan and who have been insured under any Commission-sponsored group medical plan during the three years immediately preceding the date of retirement. Currently, 466 retirees meet those eligibility requirements. Continuance of medical, dental, and vision benefits requires a minimum of three years' participation in a Commission-sponsored plan or ability to prove similar coverage in another plan immediately prior to retirement. The Commission contributes 85 percent of the amount of medical, prescription drug, and dental insurance rates and 80 percent of vision benefit rates. The System contributes the same percentages for its full-time and part-time employees.

Expenditures for postretirement health care benefits are recognized on the accrual basis as retirees' insurance costs are incurred. The Commission expensed \$2,085,481 for the year ended June 30, 2000 for the retirees' benefits.

On July 1, 1999, the Commission transferred \$7,056,000 to a newly established 115 Trust account for the purpose of pre-funding a portion of retiree insurance costs in the future. The Commission executed a Discretionary Investment Management Agreement with Legg Mason Mutual Solutions as the Financial Advisor (Custodial Trustee) of the account. Per the Post-Retirement Insurance Benefits Program Trust Agreement I - Contributions, the Commission may elect to contribute additional amounts as deemed

necessary to meet its benefit obligations. The Commission is not required to make additional contributions unless obligated to do so by resolution. The 115 Trust is reported by the Commission as an expendable trust fund.

Securities Lending Transactions

The System Board of Trustees policies authorize the lending of investment securities. These lending transactions are managed by The Northern Trust Company. There were no significant violations of legal or contractual provisions, or borrower or lending agent default losses known to the securities lending agent as of June 30, 2000.

Securities are loaned against collateral that may include cash, U.S. government securities and irrevocable letters of credit. U.S. securities are loaned against collateral valued at 102% of the fair value of the securities plus any accrued interest. Non-U.S. securities are loaned against collateral valued at 105% of the fair value of the securities plus any accrued interest. Noncash collateral cannot be pledged or sold unless the borrower defaults. All securities loans can be terminated on demand by either the lender or the borrower, although the average term of overall loans is 31 days.

Due to the nature of the program's collateralization of U.S. fixed income securities loans at 102% plus accrued interest, we believe that there is no credit risk since the Commission owes the borrower more than the borrower owes the Commission.

The two types of collateral loans are open and term. Open loans have no fixed time frame but are still one year or less in duration. Term loans have a fixed time frame set at the beginning of the loan. Cash open collateral is invested in a short-term investment pool, the Core Qualified Collateral Section, which has an average weighted maturity of 28 days as of this financial statement date. Guidelines for the Core-Qualified Collateral define eligible noncash collateral investments as obligations issued or guaranteed by the U.S. Government or its agencies or instrumentalities, and irrevocable letters of credit if issued by banks approved by the agent's Trust Credit Committee at the time of issuance. Cash open collateral may also be invested separately in term loans, in which case the investments match the loan term. These loans can be terminated on demand by either the lender or the borrower.

As of June 30, 2000, any coupon payments for securities loaned have been paid; there are no pending or outstanding amounts. Securities lending earnings are credited to participating clients on approximately the fifteenth day of the following month.

The trustee bank, The Northern Trust Company, is responsible for performing borrower and collateral investment credit analyses, obtaining adequate types and levels of collateral, and complying with applicable Department of Labor and Federal Financial Institutions Examination Council regulations concerning securities lending. Loss indemnification is provided in a situation in which securities are not returned due to the insolvency of a borrower and the trustee bank fails to fulfill its contractual responsibilities relating to the lending of those securities to that borrower.

The fair value of securities on loan as of June 30, 2000 was \$45,092,778, which was collateralized by \$44,260,932 of cash and \$1,736,229 of non-cash collateral. The securities lending gross earnings for the year ended June 30, 2000 were \$2,361,696, while the borrower's rebate was \$2,196,201 and the bank fees and commissions were \$62,920, which resulted in a net addition of \$102,575.

Investments are classified as Category 1, because securities are held by the System's managers in the System's name.

(B) Social Security

Commission employees, other than Park Police, participate in the Federal Social Security System for which the Commission contributed \$6,866,620 for the year ended June 30, 2000.

(C) Maryland State Retirement System (MSRS)

Pension costs for certain employees/retirees who elected to remain in the MSRS was \$78,849 for the year ended June 30, 2000. A total of 39 employees/retirees and beneficiaries are covered in the MSRS (vs. 2,552 in the System described above). This amount includes the current service costs plus an amount sufficient to amortize the prior service cost over a 40-year period ending June 30, 2020. The Commission has established its State Retirement Trust Fund which has sufficient assets to fund all future MSRS costs.

(12) - SELF INSURANCE

The Commission is exposed to various risks of loss related to torts; theft of, damage to, and destruction of assets; errors and omissions; injuries to employees; and natural disasters. The Commission is a participant in the Montgomery County Self-Insurance Program (the "Program") for the purpose of economic pooling of risks and resources. The Program provides the Commission with self-insurance administration for workers' compensation (Maryland state mandatory limits), comprehensive general liability, automobile liability, police professional liability, public officials liability, property and fire damage, boiler and machinery damage, data processing system breakdown and excess liability (up to \$10,000,000). The Commission does not participate in risk-sharing with the other participants and is required to reimburse the full amount of any claims paid by the Program. The Commission has directly purchased additional liability and property loss coverage through commercial policies for claims arising out of real and personal property damage for losses over \$100,000. The Commission also carries honesty bond coverage for its public officials and employees. The Commission did not pay any claims settlements in excess of insurance coverages for fiscal years 1998, 1999, and 2000, nor were any insurance coverages reduced in fiscal year 2000.

The Commission's employees have various options in their selection of health insurance benefits. The Commission offers an administrative services only (ASO) plan for the prescription drug program and a point of service (POS) medical plan. Other group insurance options available to employees include a minimum premium-split funding arrangement for a medical preferred provider organization (PPO) and for a dental plan. All other group health insurance plans, which include four health maintenance organizations (HMO's) and a vision plan, are fully insured. The Commission expended \$14,019,620 for all group health benefits in fiscal year 2000. The basis for estimating IBNR claims at year-end is an annual actuarial analysis performed by the plans' administrators.

Premiums are paid into the Risk Management Internal Service Fund by the General Fund and Enterprise Funds and are available to pay claims, claim reserves and administrative costs of the program. Claims paid during fiscal year 2000 totaled \$1,887,087. Liabilities are reported when it is probable that a loss has occurred and the amount of the loss can be reasonably estimated. Liabilities include an amount for IBNR claims which is determined annually based on an actuarial evaluation. In addition, individual claim liabilities are established for each case based on the effects of inflation, recent claim settlement trends including frequency and amount of payouts and other economic and social factors. Changes in the balances of claims liabilities during the past two years are as follows:

	<u>Medical</u>	<u>Risk Management</u>
Claims Paid, Fiscal Year 1998	\$ 5,607,820	\$ 2,220,627
Unpaid Claims, June 30, 1998	1,653,590	6,179,700
Incurred Claims, Fiscal Year 1999	5,578,934	2,339,288
Claims Paid, Fiscal Year 1999	<u>(5,951,412)</u>	<u>(1,438,192)</u>
Unpaid Claims, June 30, 1999	1,281,112	7,080,796
Incurred Claims, Fiscal Year 2000	6,281,853	2,108,912
Claims Paid, Fiscal Year 2000	<u>(5,973,259)</u>	<u>(1,887,087)</u>
Unpaid Claims, June 30, 2000	<u>\$ 1,589,706</u>	<u>\$7,302,621</u>

The medical column excludes HMO expenses that are fully insured.

(13) - ENTERPRISE FUNDS

The Commission accounts for the operation of numerous cultural and recreational facilities in an Enterprise Fund for each County. The recreational facilities include an historical airport, a marina, ice rinks, golf courses, conference centers, an arena, train rides, a sports center, and carousels.

The Commission's objective is that total user fees and subsidies for the Enterprise Fund of each County cover the operating expenses, before depreciation, and payments for capital outlay principal payments on revenue bonds and notes. Budget plans for these funds are reviewed in total by the respective County. There are no restrictions on operating subsidies among the facilities and activities within each County.

Key financial data for these Funds for the year ended June 30, 2000 follow (\$000's):

	<u>Montgomery County</u>	<u>Prince George's County</u>	
	<u>Recreational and Cultural Facilities</u>	<u>Recreational and Cultural Facilities</u>	<u>Commission Total</u>
Operating Revenues	\$11,472	\$ 5,312	\$ 16,784
Depreciation	933	1,501	2,434
Other Operating Expenses	10,897	11,353	22,250
Operating Income (Loss)	(357)	(7,542)	(7,899)
Operating Transfers In (Out)	86	5,259	5,345
Net Income (Loss)	(282)	(2,004)	(2,286)
Property, Plant, and Equipment Additions	7,484	634	8,118
Net Working Capital	6,173	1,936	8,109
Long-Term Liabilities	12,356	3,829	16,185
Retained Earnings	18,609	841	19,450
Total Equity	22,555	60,878	83,433
Total Assets	36,973	66,706	103,679

During the fiscal year, there was no activity involving operating grants within these Funds.

(14) - RELATED PARTY TRANSACTIONS

The Commission was involved in the following related party transactions during fiscal year 2000:

(A) Payments and Obligations to Prince George's County -The Commission paid or is obligated to pay Prince George's County for the following: \$710,600 Zoning Enforcement Unit, \$614,293 property tax collection fees, \$588,599 annual rental charges for office space in the County Administration Building, \$500,000 planning and zoning functions, \$208,535 Cooperative Extension Service, \$200,000 Community

College pool operation and maintenance, and \$565,768 of other mandates. In addition, the County has directed payments of \$729,027 to other parties for legislative mandates.

(B) Rental of Executive Office Building Space - The Maryland-National Capital Park and Planning Commission Employees' Retirement System paid the Commission \$73,500 in fiscal year 2000 for annual rental of space in the Kenilworth Executive Office Building.

(15) - BUDGETARY DATA

The General Purpose Financial Statements are presented in accordance with GAAP applicable to governmental units, except for Exhibit 3 and Notes 20(C) and 20(H) to the financial statements, which are presented on a basis consistent with the legally adopted budgets. Under the budgetary method, current-year outstanding encumbrances are charged to the budgetary appropriations and are considered expenditures of the current period. Governmental accounting considers outstanding encumbrances as reservations of fund balances that are charged to expenditures in the period in which the goods or services are used or received.

A reconciliation from the Budget Basis to the GAAP Basis is as follows.

	<u>Montgomery County</u>		<u>Prince George's County</u>			<u>Commission</u>
	<u>Adminis- tration Account</u>	<u>Park Account</u>	<u>Adminis- tration Account</u>	<u>Park Account</u>	<u>Recreation Account</u>	<u>General Fund</u>
Reconciliation from Budget Basis to GAAP Basis for the year ended June 30, 2000:						
Adjustment to Expenditures						
To Increase -						
Encumbrances -						
June 30, 1999	\$ 1,288,579	\$ 1,336,028	\$ 1,820,585	\$ 2,816,665	\$ 1,065,060	\$ 8,326,917
To Decrease -						
Encumbrances -						
June 30, 2000	(2,032,883)	(2,043,578)	(2,859,574)	(4,603,797)	(1,866,626)	(13,406,458)
Total Adjustment	(744,304)	(707,550)	(1,038,989)	(1,787,132)	(801,566)	(5,079,541)
Excess of Revenues and Other Sources over (under) Expenditures and Other Uses:						
Budget Basis	254,515	132,741	145,976	(4,827,353)	431,107	(3,863,014)
GAAP Basis	998,819	840,291	1,184,965	(3,040,221)	1,232,673	1,216,527
Fund Balance, July 1, 1999						
GAAP Basis	2,995,864	4,650,158	4,415,792	35,253,233	9,091,335	56,406,382
Fund Balance, June 30, 2000						
GAAP Basis	<u>\$ 3,994,683</u>	<u>\$ 5,490,449</u>	<u>\$ 5,600,757</u>	<u>\$32,213,012</u>	<u>\$10,324,008</u>	<u>\$57,622,909</u>

(16) - LITIGATION

The Commission is a defendant in various legal actions that fall into three major categories - those arising from the Commission's planning and zoning powers, those arising from incidents occurring on Commission property and those arising from personnel actions. The Commission's management and its General Counsel estimate that the resolution of claims resulting from all litigation against the Commission not covered by insurance will not materially affect the financial position or operations of the Commission.

(17) - COMMITMENTS AND CONTINGENCIES

(A) - Operating Leases and Notes Payable

The Commission is committed under several operating lease and installment purchase agreements for office space and equipment expiring at various dates through 2012. Each agreement provides for termination in the event of nonappropriation of funds. All equipment installment purchases are financed by the proprietary funds and have been capitalized; there are no notes payable in the governmental funds.

Future minimum commitments under noncancellable notes payable and operating leases at June 30, 2000 are as follows (\$000's).

Year Ending June 30	Notes Payable			Operating Leases		
	Total	Montgomery	Prince	Total	Montgomery	Prince
		County	George's		County	George's
		County	County		County	County
2001	\$ 853	\$ 618	\$ 235	\$ 929	\$ 51	\$ 878
2002	853	618	235	911	26	885
2003	854	619	235	908	---	908
2004	700	464	236	229	---	229
2005	236	---	236	232	---	232
2006 and Beyond	<u>1,765</u>	---	<u>1,765</u>	<u>1,168</u>	---	<u>1,168</u>
Total minimum lease payments	5,261	2,319	2,942	<u>\$4,377</u>	<u>\$ 77</u>	<u>\$4,300</u>
Less: Amount representing interest	<u>1,219</u>	<u>170</u>	<u>1,049</u>			
Net present value of minimum lease payments	<u>\$4,042</u>	<u>\$2,149</u>	<u>\$1,893</u>			

In fiscal year 2000 expenditures in the General Fund included \$880,193 (Montgomery - \$53,048, Prince George's - \$827,145) relating to the rental of office space.

(B) Grant Program

The Commission, as grantee or subgrantee, participates in several Federal and State grant programs, which are subject to financial and compliance audits. The Commission believes it has complied, in all material respects, with applicable grant requirements and the amount of expenditures that may be disallowed by the granting agencies, if any, would be immaterial. Direct and indirect grant revenues from the Federal government for 2000 were \$1,013,467. The Commission engaged independent accountants to conduct an audit of Federal grants as required by the Single Audit Act of 1996, as revised, and Circular A-133 issued by the Office of Management and Budget.

(18) COMPENSATED ABSENCES

(A) Governmental and Internal Service Fund Types

As of June 30, 2000, Commission employees had earned, but not taken, annual leave and compensatory leave which, at their current salary rates, amounted to approximately \$11,277,000 (Montgomery - \$5,254,000; Prince George's - \$6,023,000). If this leave is not taken by employees during their employment, the Commission is committed to make certain cash payments upon termination or retirement at the salary rates then in effect.

The liability for compensated absences is determined at the end of each fiscal year. The amount recorded as an expenditure is the amount to be liquidated within 60 days with expendable available financial resources. This amount is recorded as a current liability in the Employee Benefits Internal Service Fund and has been recognized as an expenditure in the General Fund. The remainder of the liability is recorded in the General Long-Term Obligations Account Group.

Below is a schedule of changes in the accrued liability for compensated absences.

	<u>Montgomery County</u>	<u>Prince George's County</u>	<u>Total</u>
Liability as of June 30, 1999:			
Current Portion	\$ 657,000	\$ 790,000	\$ 1,447,000
Remaining Portion	<u>4,422,000</u>	<u>5,066,000</u>	<u>9,488,000</u>
Total	<u>5,079,000</u>	<u>5,856,000</u>	<u>10,935,000</u>
Change in Liability:			
Current Portion -			
Expenditure for FY 2000	(14,000)	(7,000)	(21,000)
Remaining Portion -			
Increase in General Long-Term			
Obligations Account Group	<u>189,000</u>	<u>174,000</u>	<u>363,000</u>
Total	<u>175,000</u>	<u>167,000</u>	<u>342,000</u>
Liability as of June 30, 2000:			
Current Portion	643,000	783,000	1,426,000
Remaining Portion	<u>4,611,000</u>	<u>5,240,000</u>	<u>9,851,000</u>
Total	<u>\$5,254,000</u>	<u>\$6,023,000</u>	<u>\$11,277,000</u>

The current portion of the compensated absences liability of \$1,426,000 as of June 30, 2000 has been funded in the Employee Benefits Internal Service Fund. The long term portion of the compensated absences liability is \$9,851,000 as of June 30, 2000. Of the long term portion, \$6,894,000 is funded as a reservation to retained earnings in the Employee Benefits Internal Service Fund. The \$6,894,000 funded portion appears on Exhibit 1 as the Amount Available to Fund Liabilities for Compensated Absences. The unfunded portion of \$2,957,000 appears on Exhibit 1 as Resources to be Provided in Future Years - Retirement of Accrued Liability for Compensated Absences.

(B) Proprietary Fund Types

Compensated absences in these fund types are accrued in total within each respective Fund as accrued liability.

(19) - RESIDUAL EQUITY TRANSFER

The following table reconciles the Residual Equity Transfer In and Residual Equity Transfer Out. The Residual Equity Transfer is the result of the transfer of the retiree insurance pre-funding account from the Employee Benefits Internal Service Funds to the Retiree Insurance 115 Expendable Trust.

Combining Statement of Revenues, Expenses and Changes In Fund Balances - Expendable Trust Funds	\$ 7,075,182
Combining Statement of Revenues, Expenses and Changes In Retained Earnings - Internal Service Funds	<u>(7,075,182)</u>
Total	<u>\$ ---</u>

(20) - COUNTY FINANCIAL DATA

The following financial data pertains to both Montgomery and Prince George's Counties.

THE MARYLAND-NATIONAL CAPITAL PARK AND PLANNING COMMISSION

NOTE 20 (A)

MONTGOMERY COUNTY

Schedule of Assets, Liabilities and Fund Equity - ALL FUND TYPES AND ACCOUNT GROUPS
June 30, 2000

	Governmental Fund Types			Proprietary Fund Types		Fiduciary Fund Types	Account Groups		Totals (Memorandum Only)	
	General Accounts	Debt Service	Capital Projects	Enterprise	Internal Service	Trust Funds	General Fixed Assets	General Long-Term Obligations	June 30,	June 30,
									2000	1999
ASSETS AND OTHER DEBITS										
Equity in Pooled Cash and Investments	\$ 10,622,940	\$ --	\$ 615,112	\$ 7,466,527	\$ 11,818,880	\$ 7,741,536	\$ --	\$ --	\$ 38,264,995	\$ 55,567,835
Receivables - Taxes	1,324,700	--	--	--	--	--	--	--	1,324,700	1,714,000
Receivables - Other	17,577	--	--	28,276	874,295	--	--	--	920,148	149,860
Due from Other Funds	--	--	--	--	841,890	--	--	--	841,890	--
Due from Other Governments	1,486,810	--	5,450,521	--	31,138	--	--	--	6,968,469	4,065,173
Inventories, at Cost	--	--	--	740,845	--	--	--	--	740,845	644,060
Deposits and Other	2,198	--	--	--	25,217	--	--	--	27,415	64,930
Total Current Assets	13,454,225	--	6,065,633	8,235,648	13,591,420	7,741,536	--	--	49,088,462	62,205,858
Restricted Assets -										
Land Held for Transfer	--	--	--	--	--	25,609,640	--	--	25,609,640	24,669,646
Fixed Assets	--	--	--	34,682,327	13,962,995	--	222,594,173	--	271,239,495	255,938,166
Accumulated Depreciation	--	--	--	(5,944,640)	(8,406,776)	--	--	--	(14,351,416)	(12,142,796)
Amount Available to Fund Liability for										
Compensated Absences	--	--	--	--	--	--	--	3,637,000	3,637,000	3,129,000
Resources to be Provided in Future Years -										
Retirement of General Obligation Bonds	--	--	--	--	--	--	--	32,380,000	32,380,000	34,545,000
Retirement of Accrued Liability for										
Compensated Absences	--	--	--	--	--	--	--	974,000	974,000	1,293,000
Total Assets and Other Debits	\$ 13,454,225	\$ --	\$ 6,065,633	\$ 36,973,335	\$ 19,147,639	\$ 33,351,176	\$ 222,594,173	\$ 36,991,000	\$ 368,577,181	\$ 369,637,874
LIABILITIES, EQUITY AND OTHER CREDITS										
Liabilities:										
Current Portion of General Obligation Bonds Payable	\$ --	\$ --	\$ --	\$ --	\$ --	\$ --	\$ --	\$ 2,235,000	\$ 2,235,000	\$ 2,165,000
Current Portion of Revenue Bonds Payable	--	--	--	255,000	--	--	--	--	255,000	245,000
Current Portion of Revenue Notes Payable	--	--	--	644,444	--	--	--	--	644,444	190,000
Current Portion of Notes Payable	--	--	--	--	543,294	--	--	--	543,294	1,524,078
Accounts Payable	1,167,740	--	3,005,934	236,057	171,582	4,398	--	--	4,585,711	4,513,592
Accrued Liabilities	1,427,858	--	--	474,711	3,788,499	1,166	--	--	5,692,234	6,657,505
Due to Other Governments	387	--	--	--	--	3,014	--	--	3,401	3,664
Due to Other Funds	--	--	--	--	841,890	--	--	--	841,890	--
Deposits and Deferred Revenue	1,373,108	--	--	306,940	--	3,531,824	--	--	5,211,872	5,329,472
Matured Bonds and Interest Payable	--	--	--	145,631	--	--	--	--	145,631	156,337
Total Current Liabilities	3,969,093	--	3,005,934	2,062,783	5,345,265	3,540,402	--	2,235,000	20,158,477	20,784,648
General Obligation Bonds Payable - Net of Current Portion	--	--	--	--	--	--	--	30,145,000	30,145,000	32,380,000
Revenue Bonds Payable - Net of Current Portion	--	--	--	3,590,244	--	--	--	--	3,590,244	3,813,181
Revenue Notes Payable - Net of Current Portion	--	--	--	8,765,556	--	--	--	--	8,765,556	9,410,000
Notes Payable - Net of Current Portion	--	--	--	--	1,606,290	--	--	--	1,606,290	2,149,584
Accrued Liability for Compensated Absences	--	--	--	--	--	--	--	4,611,000	4,611,000	4,422,000
Total Liabilities	3,969,093	--	3,005,934	14,418,583	6,951,555	3,540,402	--	36,991,000	68,876,567	72,959,413
Equity and Other Credits:										
Contributed Capital	--	--	--	3,945,522	525,128	--	--	--	4,470,650	4,470,650
Investment in General Fixed Assets	--	--	--	--	--	--	222,594,173	--	222,594,173	216,339,759
Retained Earnings (Deficit) -										
Reserved for Future Claims	--	--	--	--	4,864,287	--	--	--	4,864,287	3,981,658
Unreserved	--	--	--	18,609,230	6,806,669	--	--	--	25,415,899	28,519,717
Fund Balances -										
Reserved for Encumbrances	4,076,461	--	3,059,699	--	--	--	--	--	7,136,160	9,322,028
Reserved for Land Held for Transfer	--	--	--	--	--	25,609,640	--	--	25,609,640	24,669,646
Unreserved -										
Designated for Subsequent Years	4,518,130	--	--	--	--	4,201,134	--	--	8,719,264	8,199,951
Undesignated	890,541	--	--	--	--	--	--	--	890,541	1,175,052
Total Retained Earnings/Fund Balances	9,485,132	--	3,059,699	18,609,230	11,670,956	29,810,774	--	--	72,635,791	75,868,052
Total Equity and Other Credits	9,485,132	--	3,059,699	22,554,752	12,196,084	29,810,774	222,594,173	--	299,700,614	296,678,461
Total Liabilities, Equity and Other Credits	\$ 13,454,225	\$ --	\$ 6,065,633	\$ 36,973,335	\$ 19,147,639	\$ 33,351,176	\$ 222,594,173	\$ 36,991,000	\$ 368,577,181	\$ 369,637,874

THE MARYLAND-NATIONAL CAPITAL PARK AND PLANNING COMMISSION

NOTE 20 (B)

MONTGOMERY COUNTY

Schedule of Revenues, Expenditures, and Changes in Fund Balances - ALL GOVERNMENTAL FUND TYPES AND EXPENDABLE TRUST FUNDS
For the Fiscal Year Ended June 30, 2000

	Governmental Fund Types			Fiduciary	Totals	
	General	Debt	Capital	Fund	(Memorandum Only)	
	Accounts	Service	Projects	Expendable	Year Ended	
			Trust	June 30,	June 30,	
				2000	1999	
Revenues:						
Property Taxes	\$ 61,469,095	\$ 979,473	\$ ---	\$ ---	\$ 62,448,568	\$ 60,270,408
Intergovernmental	408,351	---	11,916,226	---	12,324,577	5,921,195
Charges for Services	2,274,727	---	---	---	2,274,727	2,275,375
Interest	810,750	---	142,279	368,848	1,321,877	1,346,814
Miscellaneous	131,451	---	---	314,272	445,723	332,677
Total Revenues	<u>65,094,374</u>	<u>979,473</u>	<u>12,058,505</u>	<u>683,120</u>	<u>78,815,472</u>	<u>70,146,469</u>
Expenditures:						
Current -						
General Government	5,068,159	---	---	---	5,068,159	4,984,274
County Planning and Zoning	13,000,742	---	---	---	13,000,742	13,109,778
Park Operation and Maintenance	41,604,208	---	---	---	41,604,208	42,033,957
Miscellaneous Expendable Trust Funds	---	---	---	269,864	269,864	426,892
Capital Outlay - Land Acquisition and Development	---	---	15,863,948	---	15,863,948	7,639,025
Debt Service -						
Principal Retirement	---	2,165,000	---	---	2,165,000	1,905,000
Interest and Fiscal Charges	---	1,768,623	---	---	1,768,623	1,713,820
Total Expenditures	<u>59,673,109</u>	<u>3,933,623</u>	<u>15,863,948</u>	<u>269,864</u>	<u>79,740,544</u>	<u>71,812,746</u>
Excess of Revenues over (under) Expenditures	<u>5,421,265</u>	<u>(2,954,150)</u>	<u>(3,805,443)</u>	<u>413,256</u>	<u>(925,072)</u>	<u>(1,666,277)</u>
Other Financing Sources (Uses):						
Proceeds of General Obligation Bonds	---	---	---	---	---	7,000,000
Operating Transfers In	142,279	3,328,434	310,000	374,284	4,154,997	4,514,744
Operating Transfers Out	(3,724,434)	(374,284)	(142,279)	---	(4,240,997)	(4,600,744)
Total Other Financing Sources (Uses)	<u>(3,582,155)</u>	<u>2,954,150</u>	<u>167,721</u>	<u>374,284</u>	<u>(86,000)</u>	<u>6,914,000</u>
Excess of Revenues and Other Financing Sources over (under) Expenditures and Other Financing Uses	<u>1,839,110</u>	<u>---</u>	<u>(3,637,722)</u>	<u>787,540</u>	<u>(1,011,072)</u>	<u>5,247,723</u>
Fund Balances, July 1	<u>7,646,022</u>	<u>---</u>	<u>6,697,421</u>	<u>29,023,234</u>	<u>43,366,677</u>	<u>38,118,954</u>
Fund Balances, June 30	<u>\$ 9,485,132</u>	<u>\$ ---</u>	<u>\$ 3,059,699</u>	<u>\$ 29,810,774</u>	<u>\$ 42,355,605</u>	<u>\$ 43,366,677</u>

THE MARYLAND-NATIONAL CAPITAL PARK AND PLANNING COMMISSION

NOTE 20 (C)

MONTGOMERY COUNTY

Schedule of Revenues, Expenditures/Encumbrances, and
Changes in Fund Balances - Budget (Non-GAAP Budgetary Basis) and Actual -- GENERAL FUND ACCOUNTS
For the Fiscal Year Ended June 30, 2000

	<u>Budget</u>	<u>Actual</u>	Variance Favorable (Unfavorable)
Revenues:			
Property Taxes	\$ 59,809,732	\$ 61,469,095	\$ 1,659,363
Intergovernmental	772,300	408,351	(363,949)
Charges for Services	1,067,900	1,161,600	93,700
Rentals and Concessions	1,084,800	1,113,127	28,327
Interest	751,800	810,750	58,950
Miscellaneous	120,700	131,451	10,751
Total Revenues	<u>63,607,232</u>	<u>65,094,374</u>	<u>1,487,142</u>
Expenditures/Encumbrances:			
Current -			
General Government	5,232,020	5,180,791	51,229
County Planning and Zoning	13,936,870	13,632,414	304,456
Park Operation and Maintenance	42,657,110	42,311,758	345,352
Total Expenditures/Encumbrances	<u>61,826,000</u>	<u>61,124,963</u>	<u>701,037</u>
Excess of Revenues over (under)			
Expenditures/Encumbrances	<u>1,781,232</u>	<u>3,969,411</u>	<u>2,188,179</u>
Other Financing Sources (Uses):			
Operating Transfers In	100,000	142,279	42,279
Operating Transfers Out	(3,727,000)	(3,724,434)	2,566
Total Other Financing Sources (Uses)	<u>(3,627,000)</u>	<u>(3,582,155)</u>	<u>44,845</u>
Excess of Revenues and Other Financing Sources			
over (under) Expenditures and			
Other Financing Uses - Budget Basis	\$ <u>(1,845,768)</u>	387,256	\$ <u>2,233,024</u>
Fund Balances - Budget Basis, July 1		<u>5,021,415</u>	
Fund Balances - Budget Basis, June 30		\$ <u>5,408,671</u>	

THE MARYLAND-NATIONAL CAPITAL PARK AND PLANNING COMMISSION

NOTE 20 (D)

MONTGOMERY COUNTY

Schedule of Revenues, Expenses, and Changes in Retained Earnings -
ALL PROPRIETARY FUND TYPES
For the Fiscal Year Ended June 30, 2000

	Proprietary Fund Types		Totals (Memorandum Only)	
	Enterprise	Internal Service	Year Ended	
			June 30, 2000	June 30, 1999
Operating Revenues:				
Sales	\$ 1,244,022	\$ ---	\$ 1,244,022	\$ 1,322,692
Charges for Services	8,289,305	15,336,741	23,626,046	23,904,999
Rentals and Concessions	1,939,150	---	1,939,150	1,886,437
Miscellaneous	---	70,186	70,186	51,550
Total Operating Revenues	<u>11,472,477</u>	<u>15,406,927</u>	<u>26,879,404</u>	<u>27,165,678</u>
Operating Expenses:				
Cost of Goods Sold	772,699	---	772,699	687,600
Personal Services	4,887,330	4,640,588	9,527,918	8,465,874
Supplies and Materials	1,823,695	213,816	2,037,511	1,267,340
Other Services and Charges	2,270,426	8,133,908	10,404,334	9,590,306
Administrative Charges	1,142,448	---	1,142,448	804,980
Depreciation	933,098	1,420,331	2,353,429	1,976,603
Total Operating Expenses	<u>11,829,696</u>	<u>14,408,643</u>	<u>26,238,339</u>	<u>22,792,703</u>
Operating Income (Loss)	<u>(357,219)</u>	<u>998,284</u>	<u>641,065</u>	<u>4,372,975</u>
Nonoperating Revenues (Expenses):				
Interest Income	794,436	677,936	1,472,372	1,361,327
Interest Expense, Net of Amortization	<u>(804,879)</u>	<u>(79,731)</u>	<u>(884,610)</u>	<u>(697,691)</u>
Nonoperating Revenues (Expenses), Net	<u>(10,443)</u>	<u>598,205</u>	<u>587,762</u>	<u>663,636</u>
Income (Loss) Before Operating Transfers	<u>(367,662)</u>	<u>1,596,489</u>	<u>1,228,827</u>	<u>5,036,611</u>
Operating Transfers In	<u>86,000</u>	<u>1,575</u>	<u>87,575</u>	<u>86,000</u>
Total Operating Transfers	<u>86,000</u>	<u>1,575</u>	<u>87,575</u>	<u>86,000</u>
Net Income (Loss)	<u>(281,662)</u>	<u>1,598,064</u>	<u>1,316,402</u>	<u>5,122,611</u>
Retained Earnings, July 1	18,890,892	13,610,483	32,501,375	27,999,884
Residual Equity Transfer (Out)	---	<u>(3,537,591)</u>	<u>(3,537,591)</u>	<u>(621,120)</u>
Retained Earnings, June 30	\$ <u>18,609,230</u>	\$ <u>11,670,956</u>	\$ <u>30,280,186</u>	\$ <u>32,501,375</u>

THE MARYLAND-NATIONAL CAPITAL PARK AND PLANNING COMMISSION

Note 20 (E)

MONTGOMERY COUNTY

Schedule of Cash Flows - ALL PROPRIETARY FUND TYPES
For the Fiscal Year Ended June 30, 2000

	Proprietary Fund Types		Totals (Memorandum Only)	
	Enterprise	Internal Service	Year Ended	
			June 30, 2000	June 30, 1999
Cash Flows from Operating Activities:				
Operating Income (Loss)	\$ (357,219)	\$ 998,284	\$ 641,065	\$ 4,372,975
Adjustments to Reconcile Operating Income (Loss) to Net Cash Provided (Used) by Operating Activities:				
Depreciation	933,098	1,420,331	2,353,429	1,976,603
Changes in Assets and Liabilities:				
(Increase) Decrease in Accounts Receivable	11,767	(834,416)	(822,649)	(70,826)
(Increase) Decrease in Due From Other Funds	---	(841,890)	(841,890)	1,452,587
(Increase) Decrease in Due from County Government	---	(15,588)	(15,588)	44,583
(Increase) Decrease in Inventories, at Cost	(96,785)	---	(96,785)	63,467
(Increase) Decrease in Deposits and Other	---	35,767	35,767	(51,177)
Increase (Decrease) in Accounts Payable	(13,736)	(24,438)	(38,174)	(164,807)
Increase (Decrease) in Claims Payable	---	303,751	303,751	(29,776)
Increase (Decrease) in Accrued Salaries and Benefits	(71,841)	(69,819)	(141,660)	32,449
Increase (Decrease) in Accrued Leave	22,178	(13,849)	8,329	(28,656)
Increase (Decrease) in Interest Payable	(10,706)	---	(10,706)	53,202
Increase (Decrease) in Estimate of Incurred but Unreported Claims	---	(191,616)	(191,616)	(285,838)
Increase (Decrease) in Due to Other Funds	---	841,890	841,890	(1,452,587)
Increase (Decrease) in Revenue Collected in Advance	73,245	---	73,245	(37,668)
Net Cash Provided (Used) by Operating Activities	<u>490,001</u>	<u>1,608,407</u>	<u>2,098,408</u>	<u>5,874,531</u>
Cash Flows from Noncapital Financing Activities:				
Operating Transfers In from Other Funds	86,000	1,575	87,575	86,000
Residual Equity Transfer Out	---	(3,537,591)	(3,537,591)	---
Net Cash Provided (Used) by Noncapital Financing Activities	<u>86,000</u>	<u>(3,536,016)</u>	<u>(3,450,016)</u>	<u>86,000</u>
Cash Flows from Capital and Related Financing Activities:				
Acquisition of Fixed Assets	(7,483,666)	(1,708,059)	(9,191,725)	(5,230,210)
Principal Paid on Notes Payable	(313,725)	(1,400,353)	(1,714,078)	(1,085,740)
Principal Paid on Revenue Bonds	(245,000)	---	(245,000)	(265,000)
Interest Paid	(772,816)	(79,731)	(852,547)	(665,628)
Proceeds from Financing - Notes Payable	---	---	---	2,800,000
Proceeds from Financing - Revenue Notes	---	---	---	6,000,000
Net Cash Provided (Used) by Capital and Related Financing Activities	<u>(8,815,207)</u>	<u>(3,188,143)</u>	<u>(12,003,350)</u>	<u>1,553,422</u>
Cash Flows from Investing Activities:				
Interest on Investments	794,436	677,936	1,472,372	1,361,327
Net Cash Provided (Used) by Investing Activities	<u>794,436</u>	<u>677,936</u>	<u>1,472,372</u>	<u>1,361,327</u>
Net Increase (Decrease) in Cash and Cash Equivalents	(7,444,770)	(4,437,816)	(11,882,586)	8,875,280
Cash and Cash Equivalents, July 1	14,911,297	16,256,696	31,167,993	22,292,713
Cash and Cash Equivalents, June 30	<u>\$ 7,466,527</u>	<u>\$ 11,818,880</u>	<u>\$ 19,285,407</u>	<u>\$ 31,167,993</u>

Noncash investing, capital and financing activities:

In fiscal year 1999, fixed assets were transferred from the Montgomery Enterprise Fund to the General Fixed Asset Account Group. The net book value of fixed assets at the time of the residual equity transfer was \$621,120.

THE MARYLAND-NATIONAL CAPITAL PARK AND PLANNING COMMISSION

PRINCE GEORGE'S COUNTY

NOTE 20 (F)

Schedule of Assets, Liabilities and Fund Equity - ALL FUND TYPES AND ACCOUNT GROUPS
June 30, 2000

	Governmental Fund Types			Proprietary Fund Types		Fiduciary Fund Types	Account Groups		Totals (Memorandum Only)	
	General Accounts	Debt Service	Capital Projects	Enterprise	Internal Service	Trust Funds	General Fixed Assets	General Long-Term Obligations	June 30, 2000	June 30, 1999
ASSETS AND OTHER DEBITS										
Equity in Pooled Cash and Investments	\$ 52,158,121	\$ ---	\$ 17,141,732	\$ 3,200,695	\$ 14,855,580	\$ 15,759,375	\$ ---	\$ ---	\$ 103,115,503	\$ 109,282,241
Receivables - Taxes	2,464,000	---	---	---	---	---	---	---	2,464,000	2,127,000
Receivables - Other	145,214	---	1,482,151	120,459	874,295	15,040	---	---	2,637,159	1,098,036
Due from Other Governments	373,013	---	5,029,416	---	31,137	---	---	---	5,433,566	6,766,468
Prepaid Expenses	---	---	---	12,245	---	---	---	---	12,245	---
Inventories, at Cost	---	---	---	600,923	---	---	---	---	600,923	532,213
Deposits and Other	---	---	---	---	25,218	---	---	---	25,218	62,442
Total Current Assets	55,140,348	---	23,653,299	3,934,322	15,786,230	15,774,415	---	---	114,288,614	119,868,400
Restricted Assets -										
Advances to Other Funds	---	---	---	---	---	3,829,363	---	---	3,829,363	1,734,875
Land Held for Transfer	---	---	---	---	---	12,148,271	---	---	12,148,271	14,242,759
Other	---	---	---	---	---	431,381	---	---	431,381	418,291
Fixed Assets	---	---	---	72,579,646	3,468,744	---	287,104,791	---	363,153,181	340,756,700
Accumulated Depreciation	---	---	---	(9,808,022)	(724,186)	---	---	---	(10,532,208)	(8,940,762)
Amount Available to Fund Liability for										
Compensated Absences	---	---	---	---	---	---	---	3,257,000	3,257,000	2,555,000
Resources to be Provided in Future Years -										
Retirement of General Obligation Bonds	---	---	---	---	---	---	---	116,005,000	116,005,000	121,585,000
Retirement of Accrued Liability for										
Compensated Absences	---	---	---	---	---	---	---	1,983,000	1,983,000	2,511,000
Total Assets and Other Debits	\$ 55,140,348	\$ ---	\$ 23,653,299	\$ 66,705,946	\$ 18,530,788	\$ 32,183,430	\$ 287,104,791	\$ 121,245,000	\$ 604,563,602	\$ 594,731,263
LIABILITIES, EQUITY AND OTHER CREDITS										
Liabilities:										
Current Portion of General Obligation Bonds Payable	\$ ---	\$ ---	\$ ---	\$ ---	\$ ---	\$ ---	\$ ---	\$ 5,590,000	\$ 5,590,000	\$ 5,580,000
Current Portion of Notes Payable	---	---	---	---	96,070	---	---	---	96,070	89,294
Accounts Payable	1,725,857	---	4,276,166	1,340,070	42,050	118,972	---	---	7,503,115	6,971,465
Accrued Liabilities	2,465,161	---	---	520,961	6,778,708	56,799	---	---	9,821,629	10,380,446
Due to Other Governments	---	---	---	---	---	---	---	---	---	498,875
Deposits and Deferred Revenue	2,811,553	---	---	137,220	---	1,220,860	---	---	4,169,633	3,964,430
Total Current Liabilities	7,002,571	---	4,276,166	1,998,251	6,916,828	1,396,631	---	5,590,000	27,180,447	27,484,510
General Obligation Bonds Payable - Net of Current Portion	---	---	---	---	---	---	---	110,415,000	110,415,000	116,005,000
Notes Payable - Net of Current Portion	---	---	---	---	1,796,641	---	---	---	1,796,641	1,892,711
Advances from Other Funds	---	---	---	3,829,363	---	---	---	---	3,829,363	1,734,875
Accrued Liability for Compensated Absences	---	---	---	---	---	---	---	5,240,000	5,240,000	5,066,000
Total Liabilities	7,002,571	---	4,276,166	5,827,614	8,713,469	1,396,631	---	121,245,000	148,461,451	124,698,586
Equity and Other Credits:										
Contributed Capital	---	---	---	60,037,038	---	---	---	---	60,037,038	26,171,014
Investment in General Fixed Assets	---	---	---	---	---	---	287,104,791	---	287,104,791	301,558,291
Retained Earnings (Deficit) -										
Reserved for Future Claims	---	---	---	---	5,065,349	---	---	---	5,065,349	3,788,750
Unreserved	---	---	---	841,294	4,751,970	---	---	---	5,593,264	9,741,872
Fund Balances -										
Reserved for Encumbrances	9,329,997	---	6,780,646	---	---	---	---	---	16,110,643	16,115,672
Reserved for Land Held for Transfer	---	---	---	---	---	15,977,634	---	---	15,977,634	15,977,634
Unreserved -										
Designated for Subsequent Years	27,305,549	---	12,596,487	---	---	14,809,165	---	---	54,711,201	55,753,523
Undesignated	11,502,231	---	---	---	---	---	---	---	11,502,231	13,441,411
Total Retained Earnings/Fund Balances	48,137,777	---	19,377,133	841,294	9,817,319	30,786,799	---	---	108,960,322	114,818,862
Total Equity and Other Credits	48,137,777	---	19,377,133	60,878,332	9,817,319	30,786,799	287,104,791	---	456,102,151	442,548,167
Total Liabilities, Equity and Other Credits	\$ 55,140,348	\$ ---	\$ 23,653,299	\$ 66,705,946	\$ 18,530,788	\$ 32,183,430	\$ 287,104,791	\$ 121,245,000	\$ 604,563,602	\$ 594,731,263

THE MARYLAND-NATIONAL CAPITAL PARK AND PLANNING COMMISSION

NOTE 20 (G)

PRINCE GEORGE'S COUNTY

Schedule of Revenues, Expenditures, and Changes in Fund Balances - ALL GOVERNMENTAL FUND TYPES AND EXPENDABLE TRUST FUNDS
For the Fiscal Year Ended June 30, 2000

	Governmental Fund Types			Fiduciary	Totals	
	General Accounts	Debt Service	Capital Projects	Fund	(Memorandum Only)	
				Expendable Trust	Year Ended	
				June 30, 2000	June 30, 1999	
Revenues:						
Property Taxes	\$ 102,532,962	\$ 1,107,250	\$ ---	\$ ---	\$ 103,640,212	\$ 101,308,740
Intergovernmental	840,043	---	7,290,854	7,063	8,137,960	10,391,007
Charges for Services	7,080,117	---	---	4,246,255	11,326,372	10,965,131
Interest	3,667,307	---	945,479	732,262	5,345,048	5,832,646
Miscellaneous	544,809	---	1,036,152	791,850	2,372,811	3,414,764
Total Revenues	<u>114,665,238</u>	<u>1,107,250</u>	<u>9,272,485</u>	<u>5,777,430</u>	<u>130,822,403</u>	<u>131,912,288</u>
Expenditures:						
Current -						
General Government	5,719,483	---	---	---	5,719,483	5,946,352
County Planning and Zoning	13,770,821	---	---	---	13,770,821	14,243,529
Park Operation and Maintenance	45,069,874	---	---	---	45,069,874	45,907,274
Recreation Programs	29,668,637	---	---	---	29,668,637	29,191,944
Miscellaneous Expendable Trust Funds	---	---	---	4,712,436	4,712,436	5,026,686
Capital Outlay - Land Acquisition and Development	---	---	17,622,626	---	17,622,626	36,728,321
Debt Service -						
Principal Retirement	---	5,580,000	---	---	5,580,000	5,070,000
Interest and Fiscal Charges	---	6,405,924	---	---	6,405,924	6,484,197
Total Expenditures	<u>94,228,815</u>	<u>11,985,924</u>	<u>17,622,626</u>	<u>4,712,436</u>	<u>128,549,801</u>	<u>148,598,303</u>
Excess of Revenues over (under) Expenditures	<u>20,436,423</u>	<u>(10,878,674)</u>	<u>(8,350,141)</u>	<u>1,064,994</u>	<u>2,272,602</u>	<u>(16,686,015)</u>
Other Financing Sources (Uses):						
Proceeds of Refunding Bonds	---	---	---	---	---	21,000,000
Retirement of Debt - Bond Anticipation Notes	---	---	---	---	---	(21,000,000)
Operating Transfers In	945,479	11,560,918	5,279,434	782,244	18,568,075	17,384,562
Operating Transfers Out	(22,004,485)	(682,244)	(945,479)	(195,000)	(23,827,208)	(23,454,579)
Total Other Financing Sources (Uses)	<u>(21,059,006)</u>	<u>10,878,674</u>	<u>4,333,955</u>	<u>587,244</u>	<u>(5,259,133)</u>	<u>(6,070,017)</u>
Excess of Revenues and Other Financing Sources over (under) Expenditures and Other Financing Uses	<u>(622,583)</u>	<u>---</u>	<u>(4,016,186)</u>	<u>1,652,238</u>	<u>(2,986,531)</u>	<u>(22,756,032)</u>
Fund Balances, July 1	<u>48,760,360</u>	<u>---</u>	<u>23,393,319</u>	<u>29,134,561</u>	<u>101,288,240</u>	<u>124,044,272</u>
Fund Balances, June 30	\$ <u>48,137,777</u>	\$ <u>---</u>	\$ <u>19,377,133</u>	\$ <u>30,786,799</u>	\$ <u>98,301,709</u>	\$ <u>101,288,240</u>

THE MARYLAND-NATIONAL CAPITAL PARK AND PLANNING COMMISSION

NOTE 20 (H)

PRINCE GEORGE'S COUNTY

Schedule of Revenues, Expenditures/Encumbrances, and
Changes in Fund Balances - Budget (Non-GAAP Budgetary Basis) and Actual - GENERAL FUND ACCOUNTS
For the Fiscal Year Ended June 30, 2000

	<u>Budget</u>	<u>Actual</u>	Variance Favorable <u>(Unfavorable)</u>
Revenues:			
Property Taxes	\$ 99,532,358	\$ 102,532,962	\$ 3,000,604
Intergovernmental	840,458	840,043	(415)
Charges for Services	5,166,778	5,355,797	189,019
Rentals and Concessions	1,842,257	1,724,320	(117,937)
Interest	2,382,434	3,667,307	1,284,873
Miscellaneous	<u>257,221</u>	<u>544,809</u>	<u>287,588</u>
Total Revenues	<u>110,021,506</u>	<u>114,665,238</u>	<u>4,643,732</u>
Expenditures/Encumbrances:			
Current:			
General Government	5,962,250	5,848,570	113,680
County Planning and Zoning	14,877,156	14,680,723	196,433
Park Operation and Maintenance	47,046,821	46,857,006	189,815
Recreation Programs	<u>31,008,817</u>	<u>30,470,203</u>	<u>538,614</u>
Total Expenditures/Encumbrances	<u>98,895,044</u>	<u>97,856,502</u>	<u>1,038,542</u>
Excess of Revenues over (under) Expenditures/Encumbrances	<u>11,126,462</u>	<u>16,808,736</u>	<u>5,682,274</u>
Other Financing Sources (Uses):			
Operating Transfers In	1,400,000	945,479	(454,521)
Operating Transfers Out	<u>(21,958,567)</u>	<u>(22,004,485)</u>	<u>(45,918)</u>
Total Other Financing Sources (Uses)	<u>(20,558,567)</u>	<u>(21,059,006)</u>	<u>(500,439)</u>
Excess of Revenues and Other Financing Sources over (under) Expenditures and Other Financing Uses - Budget Basis	\$ <u>(9,432,105)</u>	(4,250,270)	\$ <u>5,181,835</u>
Fund Balances - Budget Basis, July 1		<u>43,058,050</u>	
Fund Balances - Budget Basis, June 30		\$ <u>38,807,780</u>	

THE MARYLAND-NATIONAL CAPITAL PARK AND PLANNING COMMISSION

NOTE 20 (I)

PRINCE GEORGE'S COUNTY

Schedule of Revenues, Expenses, and Changes in Retained Earnings -
ALL PROPRIETARY FUND TYPES
For the Fiscal Year Ended June 30, 2000

	Proprietary Fund Types		Totals (Memorandum Only)	
	Enterprise	Internal Service	Year Ended	
			June 30, 2000	June 30, 1999
Operating Revenues:				
Sales	\$ 1,456,362	\$ ---	\$ 1,456,362	\$ 1,409,214
Charges for Services	2,058,523	17,023,634	19,082,157	18,633,240
Rentals and Concessions	1,797,521	---	1,797,521	1,627,928
Miscellaneous	---	134,809	134,809	56,250
Total Operating Revenues	<u>5,312,406</u>	<u>17,158,443</u>	<u>22,470,849</u>	<u>21,726,632</u>
Operating Expenses:				
Cost of Goods Sold	900,283	---	900,283	853,700
Personal Services	3,393,734	5,436,110	8,829,844	9,078,589
Supplies and Materials	2,399,706	48,504	2,448,210	1,059,979
Other Services and Charges	3,997,534	9,924,008	13,921,542	11,151,253
Administrative Charges	661,859	---	661,859	711,929
Depreciation	1,501,131	113,866	1,614,997	1,241,282
Total Operating Expenses	<u>12,854,247</u>	<u>15,522,488</u>	<u>28,376,735</u>	<u>24,096,732</u>
Operating Income (Loss)	<u>(7,541,841)</u>	<u>1,635,955</u>	<u>(5,905,886)</u>	<u>(2,370,100)</u>
Nonoperating Revenues (Expenses):				
Interest Income	278,313	903,059	1,181,372	728,936
Interest Expense	---	(146,027)	(146,027)	(152,420)
Nonoperating Revenues (Expenses), Net	<u>278,313</u>	<u>757,032</u>	<u>1,035,345</u>	<u>576,516</u>
Income (Loss) Before Operating Transfers	<u>(7,263,528)</u>	<u>2,392,987</u>	<u>(4,870,541)</u>	<u>(1,793,584)</u>
Operating Transfers In	<u>5,259,133</u>	<u>(1,575)</u>	<u>5,257,558</u>	<u>6,070,017</u>
Total Operating Transfers	<u>5,259,133</u>	<u>(1,575)</u>	<u>5,257,558</u>	<u>6,070,017</u>
Net Income (Loss)	<u>(2,004,395)</u>	<u>2,391,412</u>	<u>387,017</u>	<u>4,276,433</u>
Add Depreciation Charged to Contributed Capital	<u>278,565</u>	<u>---</u>	<u>278,565</u>	<u>233,426</u>
Net Increase (Decrease) in Retained Earnings	<u>(1,725,830)</u>	<u>2,391,412</u>	<u>665,582</u>	<u>4,509,859</u>
Retained Earnings (Deficit), July 1	2,567,124	10,963,498	13,530,622	9,020,763
Residual Equity Transfer Out	---	(3,537,591)	(3,537,591)	---
Retained Earnings (Deficit), June 30	<u>\$ 841,294</u>	<u>\$ 9,817,319</u>	<u>\$ 10,658,613</u>	<u>\$ 13,530,622</u>

PRINCE GEORGE'S COUNTY

Schedule of Cash Flows - ALL PROPRIETARY FUND TYPES
For the Fiscal Year Ended June 30, 2000

	Proprietary Fund Types		Totals (Memorandum Only)	
	Enterprise	Internal Service	Year Ended	
			June 30, 2000	June 30, 1999
Cash Flows from Operating Activities:				
Operating Income (Loss)	\$ (7,541,841)	\$ 1,635,955	\$ (5,905,886)	\$ (2,370,100)
Adjustments to Reconcile Operating Income (Loss) to Net Cash Provided (Used) by Operating Activities:				
Depreciation	1,501,131	113,866	1,614,997	1,241,282
Changes in Assets and Liabilities:				
(Increase) Decrease in Accounts Receivable	(104,329)	(874,000)	(978,329)	97,085
(Increase) Decrease in Prepaid Expenses	(12,245)	---	(12,245)	---
(Increase) Decrease in Due from County Government	---	(15,586)	(15,586)	44,584
(Increase) Decrease in Inventories, at Cost	(68,710)	---	(68,710)	1,173
(Increase) Decrease in Deposits and Other	---	35,766	35,766	(51,178)
Increase (Decrease) in Accounts Payable	1,201,054	(16,302)	1,184,752	(24,814)
Increase (Decrease) in Claims Payable	---	415,576	415,576	713,882
Increase (Decrease) in Accrued Salaries and Benefits	(74,157)	(111,874)	(186,031)	55,665
Increase (Decrease) in Accrued Leave	13,590	(6,606)	6,984	72,883
Increase (Decrease) in Estimate of Incurred but Unreported Claims	---	2,708	2,708	130,350
Increase (Decrease) in Revenue Collected in Advance	238	---	238	55,722
Net Cash Provided (Used) by Operating Activities	<u>(5,085,269)</u>	<u>1,179,503</u>	<u>(3,905,766)</u>	<u>(33,466)</u>
Cash Flows from Noncapital Financing Activities:				
Operating Transfers In from Other Funds	5,259,133	(1,575)	5,257,558	6,070,017
Residual Equity Transfer Out	---	(3,537,591)	(3,537,591)	---
Net Cash Provided (Used) by Noncapital Financing Activities	<u>5,259,133</u>	<u>(3,539,166)</u>	<u>1,719,967</u>	<u>6,070,017</u>
Cash Flows from Capital and Related Financing Activities:				
Acquisition of Fixed Assets	(634,456)	---	(634,456)	(284,778)
Principal Paid on Notes Payable	---	(89,293)	(89,293)	(90,422)
Interest Paid on Notes Payable	---	(146,027)	(146,027)	(152,420)
Net Cash Provided (Used) by Capital and Related Financing Activities	<u>(634,456)</u>	<u>(235,320)</u>	<u>(869,776)</u>	<u>(527,620)</u>
Cash Flows from Investing Activities:				
Interest on Investments	278,313	903,059	1,181,372	728,936
Net Cash Provided (Used) by Investing Activities	<u>278,313</u>	<u>903,059</u>	<u>1,181,372</u>	<u>728,936</u>
Net Increase (Decrease) in Cash and Cash Equivalents	(182,279)	(1,691,924)	(1,874,203)	6,237,867
Cash and Cash Equivalents, July 1	3,382,974	16,547,504	19,930,478	13,692,611
Cash and Cash Equivalents, June 30	<u>\$ 3,200,695</u>	<u>\$ 14,855,580</u>	<u>\$ 18,056,275</u>	<u>\$ 19,930,478</u>

Noncash investing, capital and financing activities:

In fiscal year 2000, fixed assets with a historical cost of approximately \$34,145,000 and \$2,094,000 were transferred from the General Fixed Asset Account Group to the Prince George's Enterprise Fund and the Prince George's Advance Land Acquisition Expendable Trust Fund, respectively, for the Sports and Learning Complex.

♦ PART II B ♦
FINANCIAL SECTION

Combining Statements and Schedules



Baseball fans enjoy a collegiate game at the Shirley Povich Field in Cabin John Regional Park.

GENERAL FUND

The General Fund accounts for the proceeds of tax revenues and other general revenues which are expended for the Commission's general operations comprised of park operation and maintenance, recreation (Prince George's County only), and planning and administration.

THE MARYLAND-NATIONAL CAPITAL PARK AND PLANNING COMMISSION

EXHIBIT A-1

Schedule of Assets, Liabilities and Fund Balance - GENERAL FUND

June 30, 2000

	MONTGOMERY COUNTY				PRINCE GEORGE'S COUNTY				TOTALS		
	Adminis- tration Account	Park Account	Totals		Adminis- tration Account	Park Account	Recreation Account	Totals		June 30, 2000	June 30, 1999
			June 30, 2000	June 30, 1999				June 30, 2000	June 30, 1999		
ASSETS											
Equity in Pooled Cash and Investments	\$ 4,220,259	\$ 6,402,681	\$ 10,622,940	\$ 10,608,357	\$ 6,318,663	\$ 33,819,547	\$ 12,019,911	\$ 52,158,121	\$ 54,827,368	\$ 62,781,061	\$ 65,435,725
Receivables - Taxes	221,719	1,102,981	1,324,700	1,714,000	467,000	1,406,000	591,000	2,464,000	2,127,000	3,788,700	3,841,000
Receivables - Other	8,216	9,361	17,577	62,268	26	135,921	9,267	145,214	159,521	162,791	221,789
Due From County Governments	675,753	618,213	1,293,966	683,791	177,501	121,203	58,731	357,435	599,157	1,651,401	1,282,948
Due From Other Governments	23,343	169,501	192,844	305,703	--	13,779	1,799	15,578	17,971	208,422	323,674
Deposits and Other	2,198	--	2,198	2,197	--	--	--	--	1,458	2,198	3,655
Total Current Assets	\$ 5,151,488	\$ 8,302,737	\$ 13,454,225	\$ 13,376,316	\$ 6,963,190	\$ 35,496,450	\$ 12,680,708	\$ 55,140,348	\$ 57,732,475	\$ 68,594,573	\$ 71,108,791
LIABILITIES AND FUND BALANCE											
Liabilities:											
Accounts Payable	\$ 647,653	\$ 520,087	\$ 1,167,740	\$ 1,611,589	\$ 601,920	\$ 686,019	\$ 437,918	\$ 1,725,857	\$ 2,709,937	\$ 2,893,597	\$ 4,321,526
Accrued Salaries and Benefits	282,379	1,145,479	1,427,858	2,371,435	268,013	1,046,029	1,151,119	2,465,161	3,264,619	3,893,019	5,636,054
Due to Other Governments	387	--	387	--	--	--	--	--	498,875	387	498,875
Deposits and Deferred Revenue	226,386	1,146,722	1,373,108	1,747,270	492,500	1,551,390	767,663	2,811,553	2,498,684	4,184,661	4,245,954
Total Current Liabilities	1,156,805	2,812,288	3,969,093	5,730,294	1,362,433	3,283,438	2,356,700	7,002,571	8,972,115	10,971,664	14,702,409
Fund Balance:											
Reserved for Encumbrances	2,032,883	2,043,578	4,076,461	2,624,607	2,859,574	4,603,797	1,866,626	9,329,997	5,702,310	13,406,458	8,326,917
Unreserved -											
Designated for Subsequent Years	1,659,030	2,859,100	4,518,130	3,846,363	1,436,645	23,104,251	2,764,653	27,305,549	29,616,639	31,823,679	33,463,002
Undesignated	302,770	587,771	890,541	1,175,052	1,304,538	4,504,964	5,692,729	11,502,231	13,441,411	12,392,772	14,616,463
Total Fund Balance	3,994,683	5,490,449	9,485,132	7,646,022	5,600,757	32,213,012	10,324,008	48,137,777	48,760,360	57,622,909	56,406,382
Total Liabilities and Fund Balance	\$ 5,151,488	\$ 8,302,737	\$ 13,454,225	\$ 13,376,316	\$ 6,963,190	\$ 35,496,450	\$ 12,680,708	\$ 55,140,348	\$ 57,732,475	\$ 68,594,573	\$ 71,108,791

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

THE MARYLAND-NATIONAL CAPITAL PARK AND PLANNING COMMISSION

EXHIBIT A-2

Schedule of Revenues, Expenditures, and Changes in Fund Balance - GENERAL FUND
For the Fiscal Year Ended June 30, 2000

	MONTGOMERY COUNTY				PRINCE GEORGE'S COUNTY				TOTALS		
	Adminis- tration Account	Park Account	Totals Year Ended		Adminis- tration Account	Park Account	Recreation Account	Totals Year Ended		Year Ended	
			June 30, 2000	June 30, 1999				June 30, 2000	June 30, 1999	June 30, 2000	June 30, 1999
Revenues:											
Property Taxes	\$ 17,643,143	\$ 43,825,952	\$ 61,469,095	\$ 59,013,393	\$ 19,413,613	\$ 58,509,828	\$ 24,609,521	\$ 102,532,962	\$ 100,231,365	\$ 164,002,057	\$ 159,244,758
Intergovernmental -											
Federal	47,512	119,406	166,918	188,789	---	126,259	---	126,259	218,273	293,177	407,062
State	---	8,753	8,753	68,448	---	---	370,713	370,713	246,572	379,466	315,020
County	231,198	---	231,198	219,304	343,071	---	---	343,071	432,030	574,269	651,334
Local	---	1,482	1,482	22,887	---	---	---	---	---	1,482	22,887
Charges for Services	831,456	330,144	1,161,600	1,215,394	340,372	170,935	4,844,490	5,355,797	5,198,906	6,517,397	6,414,300
Rentals and Concessions	---	1,113,127	1,113,127	1,059,981	---	1,400,077	324,243	1,724,320	1,541,184	2,837,447	2,601,165
Interest	313,055	497,695	810,750	831,558	578,213	2,276,588	812,506	3,667,307	2,992,256	4,478,057	3,823,814
Miscellaneous	1,356	130,095	131,451	141,303	---	334,192	210,617	544,809	298,476	676,260	439,779
Total Revenues	19,067,720	46,026,654	65,094,374	62,761,057	20,675,269	62,817,879	31,172,090	114,665,238	111,159,062	179,759,612	173,920,119
Expenditures:											
General Government	5,068,159	---	5,068,159	4,984,274	5,719,483	---	---	5,719,483	5,946,352	10,787,642	10,930,626
Planning Department	13,000,742	---	13,000,742	13,109,778	13,770,821	---	---	13,770,821	14,243,529	26,771,563	27,353,307
Park Operation and Maintenance	---	41,604,208	41,604,208	42,033,957	---	45,069,874	---	45,069,874	45,907,274	86,674,082	87,941,231
Recreation Programs	---	---	---	---	---	---	29,668,637	29,668,637	29,191,944	29,668,637	29,191,944
Total Expenditures	18,068,901	41,604,208	59,673,109	60,128,009	19,490,304	45,069,874	29,668,637	94,228,815	95,289,099	153,901,924	155,417,108
Excess of Revenues over (under) Expenditures	998,819	4,422,446	5,421,265	2,633,048	1,184,965	17,748,005	1,503,453	20,436,423	15,869,963	25,857,688	18,503,011
Other Financing Sources (Uses):											
Operating Transfers In	---	142,279	142,279	222,881	---	945,479	---	945,479	2,405,492	1,087,758	2,628,373
Operating Transfers Out	---	(3,724,434)	(3,724,434)	(3,432,201)	---	(21,733,705)	(270,780)	(22,004,485)	(20,464,682)	(25,728,919)	(23,896,883)
Total Other Financing Sources (Uses)	---	(3,582,155)	(3,582,155)	(3,209,320)	---	(20,788,226)	(270,780)	(21,059,006)	(18,059,190)	(24,641,161)	(21,268,510)
Excess of Revenues and Other Financing Sources over (under) Expenditures and Other Financing Uses	998,819	840,291	1,839,110	(576,272)	1,184,965	(3,040,221)	1,232,673	(622,583)	(2,189,227)	1,216,527	(2,765,499)
Fund Balance, July 1	2,995,864	4,650,158	7,646,022	8,222,294	4,415,792	35,253,233	9,091,335	48,760,360	50,949,587	56,406,382	59,171,881
Fund Balance, June 30	\$ 3,994,683	\$ 5,490,449	\$ 9,485,132	\$ 7,646,022	\$ 5,600,757	\$ 32,213,012	\$ 10,324,008	\$ 48,137,777	\$ 48,760,360	\$ 57,622,909	\$ 56,406,382

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

THE MARYLAND-NATIONAL CAPITAL PARK AND PLANNING COMMISSION

EXHIBIT A-3

MONTGOMERY COUNTY

GENERAL FUND

Schedule of Revenues, Expenditures/Encumbrances, and
 Changes in Fund Balance - Budget (Non-GAAP Budgetary Basis) and Actual - ADMINISTRATION ACCOUNT
 For the Fiscal Year Ended June 30, 2000
 With Comparative Actual Amounts for the Fiscal Year ended June 30, 1999

	2000		Variance Favorable (Unfavorable)	1999
	Budget	Actual		Actual
Revenues:				
Property Taxes	\$ 17,081,903	\$ 17,643,143	\$ 561,240	\$ 16,822,802
Intergovernmental -				
Federal	47,512	47,512	---	---
State	---	---	---	11,933
County	299,788	231,198	(68,590)	219,304
Other	---	---	---	9,000
Charges for Services	820,000	831,456	11,456	920,451
Interest	240,000	313,055	73,055	298,333
Miscellaneous	---	1,356	1,356	1,390
Total Revenues	<u>18,489,203</u>	<u>19,067,720</u>	<u>578,517</u>	<u>18,283,213</u>
Expenditures/Encumbrances:				
Commissioners' Office	940,620	889,462	51,158	895,226
Central Administrative Services -				
Department of Human Resources and Management	1,390,400	1,389,729	671	1,352,648
Department of Finance	1,805,800	1,805,049	751	1,765,804
Legal Department	637,900	637,416	484	623,653
Support Services	420,500	425,843	(5,343)	423,388
Merit System Board	36,800	33,292	3,508	28,882
Total Central Administrative Services	<u>4,291,400</u>	<u>4,291,329</u>	<u>71</u>	<u>4,194,375</u>
Planning Department -				
Park and Planning Director's Office	234,950	254,702	(19,752)	193,489
Management Services	988,990	915,610	73,380	528,614
Strategic Planning	355,200	309,673	45,527	45,727
Community-Based Planning	3,274,100	3,131,411	142,689	2,957,995
County-wide Planning	3,007,500	3,297,903	(290,403)	2,859,173
Development Review	1,698,140	1,475,342	222,798	1,770,354
Research and Technology	3,020,290	3,066,882	(46,592)	3,218,553
Support Services	1,010,400	1,051,460	(41,060)	1,271,898
Grants	347,300	278,710	68,590	240,237
Total Planning Department	<u>13,936,870</u>	<u>13,781,693</u>	<u>155,177</u>	<u>13,086,040</u>
Non-Departmental	---	(149,279)	149,279	(196,116)
Total Expenditures/Encumbrances	<u>19,168,890</u>	<u>18,813,205</u>	<u>355,685</u>	<u>17,979,525</u>
Excess of Revenues over (under) Expenditures/Encumbrances	\$ <u>(679,687)</u>	254,515	\$ <u>934,202</u>	303,688
Fund Balance - Budget Basis, July 1		1,707,285		1,403,597
Fund Balance - Budget Basis, June 30		<u>\$ 1,961,800</u>		<u>\$ 1,707,285</u>

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

Continued

THE MARYLAND-NATIONAL CAPITAL PARK AND PLANNING COMMISSION

EXHIBIT A-3

MONTGOMERY COUNTY

GENERAL FUND

Schedule of Revenues, Expenditures/Encumbrances, and
Changes in Fund Balance - Budget (Non-GAAP Budgetary Basis) and Actual - PARK ACCOUNT
For the Fiscal Year Ended June 30, 2000

With Comparative Actual Amounts for the Fiscal Year ended June 30, 1999

	2000		Variance Favorable (Unfavorable)	1999
	Budget	Actual		Actual
Revenues:				
Property Taxes	\$ 42,727,829	\$ 43,825,952	\$ 1,098,123	\$ 42,190,591
Intergovernmental -				
Federal	121,400	119,406	(1,994)	188,789
State	302,100	8,753	(293,347)	70,402
Local	1,500	1,482	(18)	---
Charges for Services	247,900	330,144	82,244	296,169
Rentals and Concessions	1,084,800	1,113,127	28,327	1,058,755
Interest	511,800	497,695	(14,105)	533,225
Miscellaneous	120,700	130,095	9,395	139,913
Total Revenues	<u>45,118,029</u>	<u>46,026,654</u>	<u>908,625</u>	<u>44,477,844</u>
Expenditures/Encumbrances:				
Park and Planning Director's Office	---	---	---	33,600
Management Services	---	---	---	212,310
County-wide Planning	715,215	721,776	(6,561)	783,370
Research and Technology	921,060	950,437	(29,377)	1,029,093
Director of Parks	1,060,680	1,064,501	(3,821)	1,028,159
Park Planning, and Development	1,627,257	1,570,864	56,393	1,513,958
Park Police	8,374,010	8,435,812	(61,802)	8,329,787
Natural Resources	3,621,668	3,647,880	(26,212)	3,284,628
Central Maintenance	7,299,770	7,234,696	65,074	7,007,174
Northern Region	5,609,340	5,576,861	32,479	5,198,995
Southern Region	8,201,490	8,139,894	61,596	7,579,030
Support Services	4,010,020	4,106,630	(96,610)	4,504,928
Grants	425,000	129,641	295,359	259,191
Property Management	791,600	781,170	10,430	747,407
Non-Departmental	---	(48,404)	48,404	---
Total Expenditures/Encumbrances	<u>42,657,110</u>	<u>42,311,758</u>	<u>345,352</u>	<u>41,511,630</u>
Excess of Revenues over (under) Expenditures/Encumbrances	<u>2,460,919</u>	<u>3,714,896</u>	<u>1,253,977</u>	<u>2,966,214</u>
Other Financing Sources (Uses):				
Operating Transfers In (Out) -				
Capital Projects Funds - Interest	100,000	142,279	42,279	222,881
Debt Service - Park Fund	(3,331,000)	(3,328,434)	2,566	(2,994,201)
Capital Projects Funds - Development	(310,000)	(310,000)	---	(290,000)
Expendable Trust Fund	---	---	---	(62,000)
Enterprise Fund	(86,000)	(86,000)	---	(86,000)
Total Other Financing Sources (Uses)	<u>(3,627,000)</u>	<u>(3,582,155)</u>	<u>44,845</u>	<u>(3,209,320)</u>
Excess of Revenues and Other Financing Sources over (under) Expenditures and Other Financing Uses	<u>\$ (1,166,081)</u>	<u>132,741</u>	<u>\$ 1,298,822</u>	<u>(243,106)</u>
Fund Balance - Budget Basis, July 1		3,314,130		3,557,236
Fund Balance - Budget Basis, June 30		<u>\$ 3,446,871</u>		<u>\$ 3,314,130</u>

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

Continued

THE MARYLAND-NATIONAL CAPITAL PARK AND PLANNING COMMISSION

EXHIBIT A-3

PRINCE GEORGE'S COUNTY

GENERAL FUND

Schedule of Revenues, Expenditures/Encumbrances, and
Changes in Fund Balance - Budget (Non-GAAP Budgetary Basis) and Actual - ADMINISTRATION ACCOUNT
For the Fiscal Year Ended June 30, 2000
With Comparative Actual Amounts for the Fiscal Year ended June 30, 1999

	2000		Variance Favorable (Unfavorable)	1999 Actual
	Budget	Actual		
Revenues:				
Property Taxes	\$ 18,856,358	\$ 19,413,613	\$ 557,255	\$ 18,651,590
Intergovernmental -				
Federal	---	---	---	13,631
State	---	---	---	1,632
County	343,486	343,071	(415)	382,546
Charges for Services	340,000	340,372	372	279,531
Interest	500,000	578,213	78,213	393,430
Total Revenues	20,039,844	20,675,269	635,425	19,722,360
Expenditures/Encumbrances:				
Commissioners' Office	1,670,850	1,557,241	113,609	1,619,554
Central Administrative Services -				
Department of Human Resources and Management	1,390,400	1,389,729	671	1,352,648
Department of Finance	1,805,800	1,805,049	751	1,765,804
Legal Department	637,900	637,416	484	623,653
Support Services	420,500	425,843	(5,343)	638,388
Merit System Board	36,800	33,292	3,508	28,882
Total Central Administrative Services	4,291,400	4,291,329	71	4,409,375
Planning Department	14,877,156	14,846,638	30,518	14,494,789
Non-Departmental	---	(165,915)	165,915	(201,450)
Total Expenditures/Encumbrances	20,839,406	20,529,293	310,113	20,322,268
Excess of Revenues over (under) Expenditures/Encumbrances	(799,562)	145,976	945,538	(599,908)
Other Financing Sources (Uses):				
Operating Transfers In (Out) -				
Trust Fund - Expendable Trust (Public Contributions)	---	---	---	202,759
Total Other Financing Sources (Uses)	---	---	---	202,759
Excess of Revenues and Other Financing Sources over (under) Expenditures and Other Financing Uses	\$ (799,562)	145,976	\$ 945,538	(397,149)
Fund Balance - Budget Basis, July 1		2,595,207		2,992,356
Fund Balance - Budget Basis, June 30		\$ 2,741,183		\$ 2,595,207

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

Continued

THE MARYLAND-NATIONAL CAPITAL PARK AND PLANNING COMMISSION

EXHIBIT A-3

PRINCE GEORGE'S COUNTY

GENERAL FUND

Schedule of Revenues, Expenditures/Encumbrances, and
Changes in Fund Balance - Budget (Non-GAAP Budgetary Basis) and Actual - PARK ACCOUNT
For the Fiscal Year Ended June 30, 2000
With Comparative Actual Amounts for the Fiscal Year ended June 30, 1999

	2000			1999
	Budget	Actual	Variance Favorable (Unfavorable)	Actual
Revenues:				
Property Taxes	\$ 56,770,000	\$ 58,509,828	\$ 1,739,828	\$ 57,166,691
Intergovernmental -				
Federal	126,259	126,259	---	198,518
Charges for Services	93,150	170,935	77,785	164,014
Rentals and Concessions	1,553,181	1,400,077	(153,104)	1,223,515
Interest	1,342,434	2,276,588	934,154	2,021,218
Miscellaneous	116,931	334,192	217,261	149,587
Total Revenues	<u>60,001,955</u>	<u>62,817,879</u>	<u>2,815,924</u>	<u>60,923,543</u>
Expenditures/Encumbrances:				
Director's Office	2,299,560	2,473,168	(173,608)	1,953,894
Park Police	9,424,380	9,275,057	149,323	8,914,175
Support Services	6,170,925	6,527,495	(356,570)	5,512,434
Child Care/Special Projects	37,750	35,259	2,491	38,137
Park Permits	171,857	142,645	29,212	128,396
Sports/Athletic/Outreach Program	---	---	---	96,825
Facility Operations -				
Associate Director	341,563	284,562	57,001	270,434
Design and Engineering	2,984,672	2,768,264	216,408	2,926,631
Maintenance and Development	12,542,791	12,570,591	(27,800)	11,481,803
Total Facility Operations	<u>15,869,026</u>	<u>15,623,417</u>	<u>245,609</u>	<u>14,678,868</u>
Area Operations -				
Northern Area	3,590,327	3,891,576	(301,249)	3,517,203
Central Area	3,318,452	3,260,551	57,901	3,098,853
Southern Area	2,781,869	2,836,693	(54,824)	2,807,789
Arts and Cultural Heritage	984,231	998,842	(14,611)	988,884
Natural and Historical Resources	1,698,444	1,314,407	384,037	1,377,239
Total Area Operations	<u>12,373,323</u>	<u>12,302,069</u>	<u>71,254</u>	<u>11,789,968</u>
Non-Departmental	700,000	477,896	222,104	(182,370)
Total Expenditures/Encumbrances	<u>47,046,821</u>	<u>46,857,006</u>	<u>189,815</u>	<u>42,930,327</u>
Excess of Revenues over (under) Expenditures/Encumbrances	<u>12,955,134</u>	<u>15,960,873</u>	<u>3,005,739</u>	<u>17,993,216</u>
Other Financing Sources (Uses):				
Operating Transfers In (Out) -				
Capital Projects Funds - Interest	1,400,000	945,479	(454,521)	2,202,733
Debt Service - Park Fund	(11,675,000)	(11,560,918)	114,082	(10,838,947)
Risk Management	---	---	---	(1,000,000)
Advance Land Acquisition	(100,000)	(100,000)	---	(87,500)
Enterprise Fund	(4,988,353)	(4,988,353)	---	(4,520,017)
Capital Projects Funds - Interest	(1,342,434)	(1,342,434)	---	(2,021,218)
Capital Projects Funds - Development	(3,582,000)	(3,742,000)	(160,000)	(1,447,000)
Total Other Financing Sources (Uses)	<u>(20,287,787)</u>	<u>(20,788,226)</u>	<u>(500,439)</u>	<u>(17,711,949)</u>
Excess of Revenues and Other Financing Sources over (under) Expenditures and Other Financing Uses	\$ <u>(7,332,653)</u>	<u>(4,827,353)</u>	\$ <u>2,505,300</u>	<u>281,267</u>
Fund Balance - Budget Basis, July 1		32,436,568		32,155,301
Fund Balance - Budget Basis, June 30		\$ <u>27,609,215</u>		\$ <u>32,436,568</u>

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

Continued

THE MARYLAND-NATIONAL CAPITAL PARK AND PLANNING COMMISSION

EXHIBIT A-3

PRINCE GEORGE'S COUNTY

GENERAL FUND

Schedule of Revenues, Expenditures/Encumbrances, and
Changes in Fund Balance - Budget (Non-GAAP Budgetary Basis) and Actual - RECREATION ACCOUNT
For the Fiscal Year Ended June 30, 2000
With Comparative Actual Amounts for the Fiscal Year ended June 30, 1999

	2000		Variance Favorable (Unfavorable)	1999
	Budget	Actual		Actual
Revenues:				
Property Taxes	\$ 23,906,000	\$ 24,609,521	\$ 703,521	\$ 24,413,084
Intergovernmental -				
Federal	---	---	---	6,124
State	370,713	370,713	---	244,940
County	---	---	---	49,484
Charges for Services	4,733,628	4,844,490	110,862	4,755,361
Rentals and Concessions	289,076	324,243	35,167	317,669
Interest	540,000	812,506	272,506	577,608
Miscellaneous	140,290	210,617	70,327	148,889
Total Revenues	<u>29,979,707</u>	<u>31,172,090</u>	<u>1,192,383</u>	<u>30,513,159</u>
Expenditures/Encumbrances:				
Director's Office	223,377	371,747	(148,370)	208,873
Support Services	3,007,218	3,200,616	(193,398)	2,707,626
Total Director's Office	<u>3,230,595</u>	<u>3,572,363</u>	<u>(341,768)</u>	<u>2,916,499</u>
Facility Operations:				
Natural and Historical Resources	2,623,042	2,598,852	24,190	2,449,803
Sports/Athletic/Outreach Program	3,999,400	4,006,677	(7,277)	2,397,025
Aquatics	---	---	---	2,921,424
Total Facility Operations	<u>6,622,442</u>	<u>6,605,529</u>	<u>16,913</u>	<u>7,768,252</u>
Area Operations:				
Deputy Director	291,645	297,830	(6,185)	284,687
Child Care	1,697,233	1,471,912	225,321	1,313,633
Northern Area	5,380,879	5,345,613	35,266	4,838,692
Central Area	4,407,987	4,371,593	36,394	3,665,226
Southern Area	4,642,967	4,174,901	468,066	3,433,767
Special Populations	1,296,526	1,265,030	31,496	1,218,719
Arts and Cultural Heritage	2,556,929	2,572,457	(15,528)	2,334,593
Grants	370,713	370,713	---	300,548
Total Area Operations	<u>20,644,879</u>	<u>19,870,049</u>	<u>774,830</u>	<u>17,389,865</u>
Non-Departmental	510,901	422,262	88,639	465,930
Total Operating Expenditures/Encumbrances	<u>31,008,817</u>	<u>30,470,203</u>	<u>538,614</u>	<u>28,540,546</u>
Excess of Revenues over (under) Expenditures/Encumbrances	<u>(1,029,110)</u>	<u>701,887</u>	<u>1,730,997</u>	<u>1,972,613</u>
Other Financing Sources (Uses):				
Operating Transfers In (Out) -				
Enterprise	(270,780)	(270,780)	---	(550,000)
Total Other Financing Sources (Uses)	<u>(270,780)</u>	<u>(270,780)</u>	<u>---</u>	<u>(550,000)</u>
Excess of Revenues and Other Financing Sources over (under) Expenditures and Other Financing Uses	<u>\$ (1,299,890)</u>	<u>431,107</u>	<u>\$ 1,730,997</u>	<u>1,422,613</u>
Fund Balance - Budget Basis, July 1		8,026,275		6,603,662
Fund Balance - Budget Basis, June 30		<u>\$ 8,457,382</u>		<u>\$ 8,026,275</u>

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



Main Street welcomes visitors to the Prince George's Sports and Learning Complex.

DEBT SERVICE FUNDS

The Debt Service Funds are used to account for the accumulation of resources and the payment of general obligation bond principal, interest, and related costs. The Commission maintains Park Debt Service and Advance Land Acquisition Debt Service Funds for each County.

Park Debt Service Funds

The Park Debt Service Funds are used to account for the accumulation of resources for the payment of general obligation bonds issued to fund the cost of the acquisition of parkland, and the development of new and expansion of existing parks and recreation facilities.

Advance Land Acquisition Debt Service Funds

The Advance Land Acquisition Debt Service Funds are used to account for the accumulation of resources for the payment of general obligation bonds issued to fund the acquisition of land at the request of and for the ultimate use of other public agencies.

THE MARYLAND-NATIONAL CAPITAL PARK AND PLANNING COMMISSION

EXHIBIT B-1

Combining Balance Sheet - DEBT SERVICE FUNDS

June 30, 2000

	MONTGOMERY COUNTY				PRINCE GEORGE'S COUNTY				TOTALS	
	Park	Advance Land Acquisition	Totals		Park	Advance Land Acquisition	Totals		June 30, 2000	June 30, 1999
			June 30, 2000	June 30, 1999			June 30, 2000	June 30, 1999		
ASSETS										
Equity in Pooled Cash and Investments	\$ ---	\$ ---	\$ ---	\$ ---	\$ ---	\$ ---	\$ ---	\$ ---	\$ ---	\$ ---
Total Current Assets	\$ ---	\$ ---	\$ ---	\$ ---	\$ ---	\$ ---	\$ ---	\$ ---	\$ ---	\$ ---
LIABILITIES AND FUND BALANCES										
Liabilities:										
Deposits	\$ ---	\$ ---	\$ ---	\$ ---	\$ ---	\$ ---	\$ ---	\$ ---	\$ ---	\$ ---
Accounts Payable	---	---	---	---	---	---	---	---	---	---
Total Current Liabilities	---	---	---	---	---	---	---	---	---	---
Fund Balances:										
Reserved for Debt Service	---	---	---	---	---	---	---	---	---	---
Total Fund Balances	---	---	---	---	---	---	---	---	---	---
Total Liabilities and Fund Balances	\$ ---	\$ ---	\$ ---	\$ ---	\$ ---	\$ ---	\$ ---	\$ ---	\$ ---	\$ ---

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

THE MARYLAND-NATIONAL CAPITAL PARK AND PLANNING COMMISSION

EXHIBIT B-2

Combining Statement of Revenues, Expenditures, and Changes in Fund Balances - DEBT SERVICE FUNDS
For the Fiscal Year Ended June 30, 2000

	MONTGOMERY COUNTY				PRINCE GEORGE'S COUNTY				TOTALS	
	Park	Advance Land Acquisition	Totals		Park	Advance Land Acquisition	Totals		Year Ended	
			June 30, 2000	June 30, 1999			June 30, 2000	June 30, 1999	June 30, 2000	June 30, 1999
Revenues:										
Property Taxes	\$ ---	\$ 979,473	\$ 979,473	\$ 1,257,015	\$ ---	\$ 1,107,250	\$ 1,107,250	\$ 1,077,375	\$ 2,086,723	\$ 2,334,390
Total Revenues	---	979,473	979,473	1,257,015	---	1,107,250	1,107,250	1,077,375	2,086,723	2,334,390
Expenditures:										
Principal Retirement	1,860,000	305,000	2,165,000	1,905,000	5,345,000	235,000	5,580,000	5,070,000	7,745,000	6,975,000
Interest	1,461,000	297,089	1,758,089	1,704,211	6,202,414	180,807	6,383,221	6,281,752	8,141,310	7,985,963
Fiscal Charges	7,434	3,100	10,534	9,609	13,504	9,199	22,703	202,445	33,237	212,054
Total Expenditures	3,328,434	605,189	3,933,623	3,618,820	11,560,918	425,006	11,985,924	11,554,197	15,919,547	15,173,017
Excess of Revenues over (under) Expenditures	(3,328,434)	374,284	(2,954,150)	(2,361,805)	(11,560,918)	682,244	(10,878,674)	(10,476,822)	(13,832,824)	(12,838,627)
Other Financing Sources (Uses):										
Proceeds of Refunding Bonds	---	---	---	---	---	---	---	21,000,000	---	21,000,000
Retirement of Debt - Bond Anticipation Notes	---	---	---	---	---	---	---	(21,000,000)	---	(21,000,000)
Operating Transfers In (Out) -										
Park Funds	3,328,434	---	3,328,434	2,994,201	11,560,918	---	11,560,918	10,838,947	14,889,352	13,833,148
Expendable Trust Funds	---	(374,284)	(374,284)	(632,396)	---	(682,244)	(682,244)	(636,905)	(1,056,528)	(1,269,301)
Total Other Financing Sources (Uses)	3,328,434	(374,284)	2,954,150	2,361,805	11,560,918	(682,244)	10,878,674	10,202,042	13,832,824	12,563,847
Excess of Revenues and Other Financing Sources over (under) Expenditures and Other Financing Uses	---	---	---	---	---	---	---	(274,780)	---	(274,780)
Fund Balances, July 1	---	---	---	---	---	---	---	274,780	---	274,780
Fund Balances, June 30	\$ ---	\$ ---	\$ ---	\$ ---	\$ ---	\$ ---	\$ ---	\$ ---	\$ ---	\$ ---

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



New construction at the South Germantown Recreational Park includes the SoccerPlex indoor soccer facility, outdoor stadium, soccer fields and much more.

CAPITAL PROJECTS FUNDS

Capital Projects Funds are used to account for the acquisition, development or improvement of parkland and the acquisition or construction of major capital facilities other than those accounted for in the proprietary funds and the Advance Land Acquisition Expendable Trust Funds. The Commission maintains separate Funds for each County.

THE MARYLAND-NATIONAL CAPITAL PARK AND PLANNING COMMISSION

EXHIBIT C-1

Combining Balance Sheet - CAPITAL PROJECTS FUNDS

June 30, 2000

	MONTGOMERY COUNTY		PRINCE GEORGE'S COUNTY		TOTALS	
	Totals		Totals		June 30, 2000	June 30, 1999
	June 30, 2000	June 30, 1999	June 30, 2000	June 30, 1999		
ASSETS						
Equity in Pooled Cash and Investments	\$ 615,112	\$ 6,059,448	\$ 17,141,732	\$ 20,275,774	\$ 17,756,844	\$ 26,335,222
Accounts Receivable	---	7,670	1,482,151	900,407	1,482,151	908,077
Due from County Government	3,822,040	1,487,683	---	---	3,822,040	1,487,683
Due from Other Governments	1,628,481	1,572,446	5,029,416	6,133,790	6,657,897	7,706,236
Total Current Assets	\$ 6,065,633	\$ 9,127,247	\$ 23,653,299	\$ 27,309,971	\$ 29,718,932	\$ 36,437,218
 LIABILITIES AND FUND BALANCES						
Liabilities:						
Accounts Payable	\$ 1,822,989	\$ 1,843,158	\$ 2,948,910	\$ 1,191,325	\$ 4,771,899	\$ 3,034,483
Contract Retainages	1,182,945	586,668	1,327,256	2,706,286	2,510,201	3,292,954
Deposits	---	---	---	19,041	---	19,041
Total Current Liabilities	3,005,934	2,429,826	4,276,166	3,916,652	7,282,100	6,346,478
 Fund Balances:						
Reserved for Encumbrances	3,059,699	6,697,421	6,780,646	10,413,362	9,840,345	17,110,783
Unreserved -						
Designated for Projects	---	---	12,596,487	12,979,957	12,596,487	12,979,957
Total Fund Balances	3,059,699	6,697,421	19,377,133	23,393,319	22,436,832	30,090,740
 Total Liabilities and Fund Balances	 \$ 6,065,633	 \$ 9,127,247	 \$ 23,653,299	 \$ 27,309,971	 \$ 29,718,932	 \$ 36,437,218

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

THE MARYLAND-NATIONAL CAPITAL PARK AND PLANNING COMMISSION

EXHIBIT C-2

Combining Statement of Revenues, Expenditures, and Changes in Fund Balances - CAPITAL PROJECTS FUNDS
For the Fiscal Year Ended June 30, 2000

	MONTGOMERY COUNTY		PRINCE GEORGE'S COUNTY		TOTALS	
	Totals		Totals		Totals	
	Year Ended		Year Ended		Year Ended	
	June 30, 2000	June 30, 1999	June 30, 2000	June 30, 1999	June 30, 2000	June 30, 1999
Revenues:						
Intergovernmental -						
Federal	\$ ---	\$ ---	\$ 658,321	\$ 422,107	\$ 658,321	\$ 422,107
State	712,628	1,303,561	6,630,870	9,049,219	7,343,498	10,352,780
County	11,070,576	4,118,206	---	---	11,070,576	4,118,206
Local	133,022	---	1,663	---	134,685	---
Interest	142,279	222,881	945,479	2,202,733	1,087,758	2,425,614
Sale of Land	---	---	---	156,185	---	156,185
Miscellaneous	---	---	1,036,152	2,125,668	1,036,152	2,125,668
Total Revenues	<u>12,058,505</u>	<u>5,644,648</u>	<u>9,272,485</u>	<u>13,955,912</u>	<u>21,330,990</u>	<u>19,600,560</u>
Expenditures:						
Park Acquisition	485,988	688,170	3,214,035	5,780,788	3,700,023	6,468,958
Park Development	15,377,960	6,950,855	14,408,591	30,947,533	29,786,551	37,898,388
Total Expenditures	<u>15,863,948</u>	<u>7,639,025</u>	<u>17,622,626</u>	<u>36,728,321</u>	<u>33,486,574</u>	<u>44,367,346</u>
Excess of Revenues Over (under) Expenditures	<u>(3,805,443)</u>	<u>(1,994,377)</u>	<u>(8,350,141)</u>	<u>(22,772,409)</u>	<u>(12,155,584)</u>	<u>(24,766,786)</u>
Other Financing Sources (Uses):						
Proceeds of General Obligation Bonds	---	7,000,000	---	---	---	7,000,000
Operating Transfers In (Out) -						
General Fund - Park Account, Operating Interest	---	---	1,342,434	2,021,218	1,342,434	2,021,218
General Fund - Park Account, Development	310,000	290,000	3,742,000	1,447,000	4,052,000	1,737,000
Expendable Trust Funds	---	313,266	195,000	35,000	195,000	348,266
General Fund - Park Account, Interest	(142,279)	(222,881)	(945,479)	(2,202,733)	(1,087,758)	(2,425,614)
Total Other Financing Sources (Uses)	<u>167,721</u>	<u>7,380,385</u>	<u>4,333,955</u>	<u>1,300,485</u>	<u>4,501,676</u>	<u>8,680,870</u>
Excess of Revenues and Other Financing Sources over (under) Expenditures and Other Financing Uses	<u>(3,637,722)</u>	<u>5,386,008</u>	<u>(4,016,186)</u>	<u>(21,471,924)</u>	<u>(7,653,908)</u>	<u>(16,085,916)</u>
Fund Balances, July 1	<u>6,697,421</u>	<u>1,311,413</u>	<u>23,393,319</u>	<u>44,865,243</u>	<u>30,090,740</u>	<u>46,176,656</u>
Fund Balances, June 30	<u>\$ 3,059,699</u>	<u>\$ 6,697,421</u>	<u>\$ 19,377,133</u>	<u>\$ 23,393,319</u>	<u>\$ 22,436,832</u>	<u>\$ 30,090,740</u>

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



A golfer practices his swing at Northwest Golf Course driving range.

ENTERPRISE FUNDS

Enterprise Funds are used to account for recreational and cultural facilities that are operated in a manner similar to private business enterprises, where the Commission's intent is that the costs of providing goods or services to the general public will be recovered primarily through user charges.

THE MARYLAND-NATIONAL CAPITAL PARK AND PLANNING COMMISSION

EXHIBIT D-1

Combining Balance Sheet - ENTERPRISE FUNDS
June 30, 2000

	MONTGOMERY COUNTY		PRINCE GEORGE'S COUNTY		TOTALS	
	Recreational and Cultural Facilities		Recreational and Cultural Facilities			
	June 30, 2000	June 30, 1999	June 30, 2000	June 30, 1999	June 30, 2000	June 30, 1999
Assets						
Current Assets:						
Equity in Pooled Cash and Investments	\$ 7,466,527	\$ 14,911,297	\$ 3,200,695	\$ 3,382,974	\$ 10,667,222	\$ 18,294,271
Accounts Receivable	28,276	40,043	120,459	16,130	148,735	56,173
Prepaid Expenses	---	---	12,245	---	12,245	---
Inventories, at Cost	740,845	644,060	600,923	532,213	1,341,768	1,176,273
Total Current Assets	<u>8,235,648</u>	<u>15,595,400</u>	<u>3,934,322</u>	<u>3,931,317</u>	<u>12,169,970</u>	<u>19,526,717</u>
Fixed Assets, at Cost:						
Land	7,791,328	7,791,328	7,779,131	5,684,643	15,570,459	13,475,971
Buildings	15,478,818	7,885,468	51,827,601	19,825,666	67,306,419	27,711,134
Improvements Other Than Buildings	2,862,648	1,647,715	9,889,313	7,630,612	12,751,961	9,278,327
Machinery and Equipment	4,033,008	3,523,423	3,083,601	2,588,744	7,116,609	6,112,167
Construction in Progress	4,516,525	6,359,896	---	---	4,516,525	6,359,896
	34,682,327	27,207,830	72,579,646	35,729,665	107,261,973	62,937,495
Less - Accumulated Depreciation	(5,944,640)	(5,020,711)	(9,808,022)	(8,330,443)	(15,752,662)	(13,351,154)
Net Fixed Assets	<u>28,737,687</u>	<u>22,187,119</u>	<u>62,771,624</u>	<u>27,399,222</u>	<u>91,509,311</u>	<u>49,586,341</u>
Total Assets	<u>\$ 36,973,335</u>	<u>\$ 37,782,519</u>	<u>\$ 66,705,946</u>	<u>\$ 31,330,539</u>	<u>\$ 103,679,281</u>	<u>\$ 69,113,058</u>
Liabilities and Equity						
Current Liabilities:						
Current Portion of Revenue Bonds Payable	\$ 255,000	\$ 245,000	\$ ---	\$ ---	\$ 255,000	\$ 245,000
Current Portion of Revenue Notes Payable	644,444	190,000	---	---	644,444	190,000
Current Portion of Notes Payable	---	123,725	---	---	---	123,725
Accounts Payable	236,057	249,793	1,340,070	139,016	1,576,127	388,809
Accrued Salaries and Benefits	118,098	189,939	101,668	175,825	219,766	365,764
Accrued Leave	356,613	334,435	419,293	405,703	775,906	740,138
Interest Payable	145,631	156,337	---	---	145,631	156,337
Revenue Collected in Advance	306,940	233,695	137,220	136,982	444,160	370,677
Total Current Liabilities	<u>2,062,783</u>	<u>1,722,924</u>	<u>1,998,251</u>	<u>857,526</u>	<u>4,061,034</u>	<u>2,580,450</u>
Revenue Bonds Payable - Net of Current Portion	3,590,244	3,813,181	---	---	3,590,244	3,813,181
Revenue Notes Payable - Net of Current Portion	8,765,556	9,410,000	---	---	8,765,556	9,410,000
Advanced from Advance Land Acquisition Fund	---	---	3,829,363	1,734,875	3,829,363	1,734,875
Total Liabilities	<u>14,418,583</u>	<u>14,946,105</u>	<u>5,827,614</u>	<u>2,592,401</u>	<u>20,246,197</u>	<u>17,538,506</u>
Equity:						
Contributed Capital	3,945,522	3,945,522	60,037,038	26,171,014	63,982,560	30,116,536
Retained Earnings (Deficit)	18,609,230	18,890,892	841,294	2,567,124	19,450,524	21,458,016
Total Equity	<u>22,554,752</u>	<u>22,836,414</u>	<u>60,878,332</u>	<u>28,738,138</u>	<u>83,433,084</u>	<u>51,574,552</u>
Total Liabilities and Equity	<u>\$ 36,973,335</u>	<u>\$ 37,782,519</u>	<u>\$ 66,705,946</u>	<u>\$ 31,330,539</u>	<u>\$ 103,679,281</u>	<u>\$ 69,113,058</u>

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

THE MARYLAND-NATIONAL CAPITAL PARK AND PLANNING COMMISSION

EXHIBIT D-2

Combining Statement of Revenues, Expenses, and Changes in Retained Earnings - ENTERPRISE FUNDS
For the Fiscal Year Ended June 30, 2000

	MONTGOMERY COUNTY		PRINCE GEORGE'S COUNTY		TOTALS	
	Recreational and Cultural Facilities		Recreational and Cultural Facilities			
	Totals		Totals		Year Ended	
	June 30, 2000	June 30, 1999	June 30, 2000	June 30, 1999	June 30, 2000	June 30, 1999
Operating Revenues:						
Sales	\$ 1,244,022	\$ 1,322,692	\$ 1,456,362	\$ 1,409,214	\$ 2,700,384	\$ 2,731,906
Charges for Services	8,289,305	7,918,807	2,058,523	2,297,637	10,347,828	10,216,444
Rentals and Concessions	1,939,150	1,886,437	1,797,521	1,627,928	3,736,671	3,514,365
Total Operating Revenues	<u>11,472,477</u>	<u>11,127,936</u>	<u>5,312,406</u>	<u>5,334,779</u>	<u>16,784,883</u>	<u>16,462,715</u>
Operating Expenses:						
Cost of Goods Sold	772,699	687,600	900,283	853,700	1,672,982	1,541,300
Personal Services	4,887,330	4,330,089	3,393,734	3,562,021	8,281,064	7,892,110
Supplies and Materials	1,823,695	1,129,118	2,399,706	1,011,684	4,223,401	2,140,802
Communications	102,215	97,894	347,487	241,172	449,702	339,066
Utilities	496,727	457,289	430,197	272,757	926,924	730,046
Maintenance	230,811	217,943	499,132	364,799	729,943	582,742
Contractual Services	782,352	758,452	1,029,083	295,940	1,811,435	1,054,392
Other Services and Charges	658,321	212,507	1,691,635	329,194	2,349,956	541,701
Administrative Charges	1,142,448	804,980	661,859	711,929	1,804,307	1,516,909
Depreciation	933,098	664,718	1,501,131	990,624	2,434,229	1,655,342
Total Operating Expenses	<u>11,829,696</u>	<u>9,360,590</u>	<u>12,854,247</u>	<u>8,633,820</u>	<u>24,683,943</u>	<u>17,994,410</u>
Operating Income (Loss)	<u>(357,219)</u>	<u>1,767,346</u>	<u>(7,541,841)</u>	<u>(3,299,041)</u>	<u>(7,899,060)</u>	<u>(1,531,695)</u>
Nonoperating Revenues (Expenses):						
Interest Income	794,436	616,095	278,313	13,620	1,072,749	629,715
Interest Expense, Net of Amortization	(804,879)	(592,043)	---	---	(804,879)	(592,043)
Total Nonoperating Revenues (Expenses), net	<u>(10,443)</u>	<u>24,052</u>	<u>278,313</u>	<u>13,620</u>	<u>267,870</u>	<u>37,672</u>
Income (Loss) Before Operating Transfers	<u>(367,662)</u>	<u>1,791,398</u>	<u>(7,263,528)</u>	<u>(3,285,421)</u>	<u>(7,631,190)</u>	<u>(1,494,023)</u>
Operating Transfers In (Out):						
General Fund - Park Account	86,000	86,000	4,988,353	4,520,017	5,074,353	4,606,017
General Fund - Recreation	---	---	270,780	550,000	270,780	550,000
Net Operating Transfers	<u>86,000</u>	<u>86,000</u>	<u>5,259,133</u>	<u>5,070,017</u>	<u>5,345,133</u>	<u>5,156,017</u>
Net Income (Loss)	(281,662)	1,877,398	(2,004,395)	1,784,596	(2,286,057)	3,661,994
Add Depreciation Charged to Contributed Capital	---	---	278,565	228,566	278,565	228,566
Net Increase (Decrease) In Retained Earnings	(281,662)	1,877,398	(1,725,830)	2,013,162	(2,007,492)	3,890,560
Retained Earnings (Deficit), July 1	18,890,892	17,634,614	2,567,124	553,962	21,458,016	18,188,576
Residual Equity Transfer (Out)	---	(621,120)	---	---	---	(621,120)
Retained Earnings (Deficit), June 30	<u>\$ 18,609,230</u>	<u>\$ 18,890,892</u>	<u>\$ 841,294</u>	<u>\$ 2,567,124</u>	<u>\$ 19,450,524</u>	<u>\$ 21,458,016</u>

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

THE MARYLAND-NATIONAL CAPITAL PARK AND PLANNING COMMISSION

EXHIBIT D-3

Combining Statement of Cash Flows - ENTERPRISE FUNDS
For the Fiscal Year Ended June 30, 2000

	MONTGOMERY COUNTY		PRINCE GEORGE'S COUNTY		TOTALS	
	Recreational and Cultural Facilities		Recreational and Cultural Facilities			
	Totals		Totals			
	Year Ended		Year Ended		Year Ended	
	June 30, 2000	June 30, 1999	June 30, 2000	June 30, 1999	June 30, 2000	June 30, 1999
Cash Flows from Operating Activities:						
Operating Income (Loss)	\$ (357,219)	\$ 1,767,346	\$ (7,541,841)	\$ (3,299,041)	\$ (7,899,060)	\$ (1,531,695)
Adjustments to Reconcile Operating Income (Loss) to Net Cash Provided (Used) by Operating Activities:						
Depreciation	933,098	664,718	1,501,131	990,624	2,434,229	1,655,342
Changes in Assets and Liabilities:						
(Increase) Decrease in Accounts Receivable	11,767	(33,854)	(104,329)	96,950	(92,562)	63,096
(Increase) Decrease in Prepaid Expenses	---	---	(12,245)	---	(12,245)	---
(Increase) Decrease in Inventories, at Cost	(96,785)	63,467	(68,710)	1,173	(165,495)	64,640
Increase (Decrease) in Accounts Payable	(13,736)	(99,976)	1,201,054	(39,280)	1,187,318	(139,256)
Increase (Decrease) in Accrued Salaries and Benefits	(71,841)	18,551	(74,157)	20,379	(145,998)	38,930
Increase (Decrease) in Accrued Leave	22,178	11,862	13,590	114,287	35,768	126,149
Increase (Decrease) in Interest Payable	(10,706)	53,202	---	---	(10,706)	53,202
Increase (Decrease) in Revenue Collected in Advance	73,245	(37,668)	238	55,722	73,483	18,054
Net Cash Provided (Used) by Operating Activities	490,001	2,407,648	(5,085,269)	(2,059,186)	(4,595,268)	348,462
Cash Flows from Noncapital Financing Activities:						
Operating Transfers In from Other Funds	86,000	86,000	5,259,133	5,070,017	5,345,133	5,156,017
Net Cash Provided (Used) by Noncapital Financing Activities	86,000	86,000	5,259,133	5,070,017	5,345,133	5,156,017
Cash Flows from Capital and Related Financing Activities:						
Acquisition of Fixed Assets	(7,483,666)	(3,959,897)	(634,456)	(259,016)	(8,118,122)	(4,218,913)
Principal Paid on Notes Payable	(313,725)	(118,398)	---	---	(313,725)	(118,398)
Principal Paid on Revenue Bonds	(245,000)	(265,000)	---	---	(245,000)	(265,000)
Interest Paid	(772,816)	(559,980)	---	---	(772,816)	(559,980)
Proceeds from Financing -Revenue Notes	---	6,000,000	---	---	---	6,000,000
Net Cash Provided (Used) by Capital and Related Financing Activities	(8,815,207)	1,096,725	(634,456)	(259,016)	(9,449,663)	837,709
Cash Flows from Investing Activities:						
Interest on Restricted Investments	210,094	191,798	---	---	210,094	191,798
Interest on Investments	584,342	424,297	278,313	13,620	862,655	437,917
Net Cash Provided (Used) by Investing Activities	794,436	616,095	278,313	13,620	1,072,749	629,715
Net Increase (Decrease) in Cash and Cash Equivalents	(7,444,770)	4,206,468	(182,279)	2,765,435	(7,627,049)	6,971,903
Cash and Cash Equivalents, July 1	14,911,297	10,704,829	3,382,974	617,539	18,294,271	11,322,368
Cash and Cash Equivalents, June 30	\$ 7,466,527	\$ 14,911,297	\$ 3,200,695	\$ 3,382,974	\$ 10,667,222	\$ 18,294,271

Noncash investing, capital and financing activities:

In fiscal year 1999, fixed assets were transferred from the Montgomery Enterprise Fund to the General Fixed Asset Account Group. The net book value of fixed assets at the time of the residual equity transfer was \$621,120.

In fiscal year 2000, fixed assets with a historical cost of approximately \$34,145,000 and \$2,094,000 were transferred from the General Fixed Asset Account Group to the Prince George's Enterprise Fund and the Prince George's Advance Land Acquisition Expendable Trust Fund, respectively, for the Sports and Learning Complex.

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



Newton White Mansion in Mitchellville, Maryland, is a popular site for weddings and other special events.

INTERNAL SERVICE FUNDS

Internal Service Funds are used to account for the consolidated financing of certain goods or services provided to other Commission funds on a cost-reimbursement basis.

Capital Equipment Funds

The Montgomery County Capital Equipment Fund is used to account for the acquisition of equipment through the use of tax exempt financing and the leasing of the equipment to other Commission funds.

Executive Office Building Fund

The Prince George's County Executive Office Building Fund is used to account for the cost of operating the Executive Office Building and was used to account for the renovation costs of that building which was acquired in February of 1992.

Employee Benefits Funds

The Employee Benefits Funds are used to account for the costs related to employees' life and health insurance coverage, and the flexible spending program. The Fund is also used to charge various programs and projects in the governmental funds for annual leave earned and estimates of sick leave that will be taken in order to better measure their costs.

Risk Management Funds

The Risk Management Funds are used to account for the activity related to general liability, property damage, and workers compensation.

THE MARYLAND-NATIONAL CAPITAL PARK AND PLANNING COMMISSION

EXHIBIT E-1

Combining Balance Sheet - INTERNAL SERVICE FUNDS
June 30, 2000

	MONTGOMERY COUNTY					PRINCE GEORGE'S COUNTY					TOTALS	
	TOTALS					TOTALS					June 30, 2000	June 30, 1999
	Capital Equipment	Employee Benefits	Risk Management	June 30, 2000	June 30, 1999	Executive Office Building	Employee Benefits	Risk Management	June 30, 2000	June 30, 1999		
ASSETS												
Current Assets:												
Equity in Pooled Cash and Investments	\$ ---	\$ 7,118,091	\$ 4,700,789	\$ 11,818,880	\$ 16,256,696	\$ 147,798	\$ 6,881,087	\$ 7,826,695	\$ 14,855,580	\$ 16,547,504	\$ 26,674,460	\$ 32,804,200
Accounts Receivable	---	874,000	295	874,295	39,879	---	874,000	295	874,295	295	1,748,590	40,174
Due from Other Funds	---	---	841,890	841,890	---	---	---	---	---	---	841,890	---
Due from County Government	---	---	31,138	31,138	15,550	---	---	31,137	31,137	15,550	62,275	31,100
Deposits and Other	---	12,917	12,300	25,217	60,983	---	12,918	12,300	25,218	60,984	50,435	121,967
Total Current Assets	---	8,005,008	5,586,412	13,591,420	16,373,108	147,798	7,768,005	7,870,427	15,786,230	16,624,333	29,377,650	32,997,441
Fixed Assets, at Cost:												
Land	---	---	---	---	---	748,497	---	---	748,497	748,497	748,497	748,497
Buildings	102,469	---	---	102,469	102,469	2,649,865	---	---	2,649,865	2,649,865	2,752,334	2,752,334
Machinery and Equipment	13,816,470	---	44,056	13,860,526	12,288,108	26,326	---	44,056	70,382	70,382	13,930,908	12,358,490
Less-Accumulated Depreciation	(8,380,753)	---	(26,023)	(8,406,776)	(7,122,085)	(698,163)	---	(26,023)	(724,186)	(610,319)	(9,130,962)	(7,732,404)
Net Fixed Assets	5,538,186	---	18,033	5,556,219	5,268,492	2,726,525	---	18,033	2,744,558	2,858,425	8,300,777	8,126,917
Total Assets	\$ 5,538,186	\$ 8,005,008	\$ 5,604,445	\$ 19,147,639	\$ 21,641,600	\$ 2,874,323	\$ 7,768,005	\$ 7,888,460	\$ 18,530,788	\$ 19,482,758	\$ 37,678,427	\$ 41,124,358
LIABILITIES AND EQUITY												
Current Liabilities:												
Current Portion of Notes Payable	\$ 543,294	\$ ---	\$ ---	\$ 543,294	\$ 1,400,353	\$ 96,070	\$ ---	\$ ---	\$ 96,070	\$ 89,294	\$ 639,364	\$ 1,489,647
Accounts Payable	130,109	41,270	203	171,582	196,020	577	41,270	203	42,050	58,351	213,632	254,371
Claims Payable	---	391,353	1,324,150	1,715,503	1,411,752	---	391,353	2,982,277	3,373,630	2,958,054	5,089,133	4,369,806
Accrued Salaries and Benefits	---	79,107	3,944	83,051	152,870	2,336	106,041	3,943	112,320	224,194	195,371	377,064
Accrued Leave	---	643,000	22,168	665,168	679,017	9,173	783,000	22,168	814,341	820,947	1,479,509	1,499,964
Estimate of Incurred but Unreported Claims	---	403,500	921,277	1,324,777	1,516,393	---	403,500	2,074,917	2,478,417	2,475,709	3,803,194	3,992,102
Due to Other Funds	841,890	---	---	841,890	---	---	---	---	---	---	841,890	---
Total Current Liabilities	1,515,293	1,558,230	2,271,742	5,345,265	5,356,405	108,156	1,725,164	5,083,508	6,916,828	6,626,549	12,262,093	11,982,954
Notes Payable - Net of Current Portion	1,606,290	---	---	1,606,290	2,149,584	1,796,641	---	---	1,796,641	1,892,711	3,402,931	4,042,295
Total Liabilities	3,121,583	1,558,230	2,271,742	6,951,555	7,505,989	1,904,797	1,725,164	5,083,508	8,713,469	8,519,260	15,665,024	16,025,249
Equity:												
Contributed Capital	525,128	---	---	525,128	525,128	---	---	---	---	---	525,128	525,128
Retained Earnings - Reserved for Future Claims	---	4,098,287	766,000	4,864,287	3,981,658	---	3,694,349	1,371,000	5,065,349	3,788,750	9,929,636	7,770,408
Unreserved	1,891,475	2,348,491	2,566,703	6,806,669	9,628,825	969,526	2,348,492	1,433,952	4,751,970	7,174,748	11,558,639	16,803,573
Total Retained Earnings	1,891,475	6,446,778	3,332,703	11,670,956	13,610,483	969,526	6,042,841	2,804,952	9,817,319	10,963,498	21,488,275	24,573,981
Total Equity	2,416,603	6,446,778	3,332,703	12,196,084	14,135,611	969,526	6,042,841	2,804,952	9,817,319	10,963,498	22,013,403	25,099,109
Total Liabilities and Equity	\$ 5,538,186	\$ 8,005,008	\$ 5,604,445	\$ 19,147,639	\$ 21,641,600	\$ 2,874,323	\$ 7,768,005	\$ 7,888,460	\$ 18,530,788	\$ 19,482,758	\$ 37,678,427	\$ 41,124,358

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

THE MARYLAND-NATIONAL CAPITAL PARK AND PLANNING COMMISSION

EXHIBIT E-2

Combining Statement of Revenues, Expenses, and Changes in Retained Earnings - INTERNAL SERVICE FUNDS
For the Fiscal Year Ended June 30, 2000

	MONTGOMERY COUNTY					PRINCE GEORGE'S COUNTY					TOTALS	
	Capital Equipment	Employee Benefits	Risk Management	Totals		Executive Office Building	Employee Benefits	Risk Management	Totals		Year Ended	
				June 30, 2000	June 30, 1999				June 30, 2000	June 30, 1999		
Operating Revenues:												
Charges for Services	\$ 1,433,204	\$ 13,113,537	\$ 790,000	\$ 15,336,741	\$ 15,986,192	\$ 718,500	\$ 13,969,134	\$ 2,336,000	\$ 17,023,634	\$ 16,335,603	\$ 32,360,375	\$ 32,321,795
Claim Recoveries	---	---	70,186	70,186	51,550	---	---	134,809	134,809	56,250	204,995	107,800
Total Operating Revenues	1,433,204	13,113,537	860,186	15,406,927	16,037,742	718,500	13,969,134	2,470,809	17,158,443	16,391,853	32,565,370	32,429,595
Operating Expenses:												
Personal Services	---	4,428,535	212,053	4,640,588	4,135,785	116,267	5,107,778	212,065	5,436,110	5,516,568	10,076,698	9,652,353
Supplies and Materials	199,716	---	14,100	213,816	138,222	31,265	---	17,239	48,504	48,295	262,320	186,517
Contractual Services - Montgomery County Self												
Insurance Fund, Net	---	---	693,160	693,160	670,670	---	---	1,981,021	1,981,021	2,176,703	2,674,181	2,847,373
Other	---	---	---	---	10,910	---	---	---	---	10,911	---	21,821
Claims Incurred	---	3,209,786	---	3,209,786	3,141,332	---	3,209,787	---	3,209,787	3,141,332	6,419,573	6,282,664
Insurance	---	3,988,170	5,865	3,994,035	3,710,453	---	3,988,170	315,068	4,303,238	3,720,781	8,297,273	7,431,234
Other Services and Charges	23,221	39,393	174,313	236,927	312,856	209,759	39,392	180,811	429,962	597,664	666,889	910,520
Depreciation	1,414,215	---	6,116	1,420,331	1,311,885	107,750	---	6,116	113,866	250,658	1,534,197	1,562,543
Total Operating Expenses	1,637,152	11,665,884	1,105,607	14,408,643	13,432,113	465,041	12,345,127	2,712,320	15,522,488	15,462,912	29,931,131	28,895,025
Operating Income (Loss)	(203,948)	1,447,653	(245,421)	998,284	2,605,629	253,459	1,624,007	(241,511)	1,635,955	928,941	2,634,239	3,534,570
Nonoperating Revenues (Expenses):												
Interest Income	24,317	355,823	297,796	677,936	745,232	5,786	373,440	523,833	903,059	715,316	1,580,995	1,460,548
Interest Expense	(79,731)	---	---	(79,731)	(105,648)	(146,027)	---	---	(146,027)	(152,420)	(225,758)	(258,068)
Total Nonoperating Revenues (Expenses)	(55,414)	355,823	297,796	598,205	639,584	(140,241)	373,440	523,833	757,032	562,896	1,355,237	1,202,480
Income (Loss) Before Operating Transfers	(259,362)	1,803,476	52,375	1,596,489	3,245,213	113,218	1,997,447	282,322	2,392,987	1,491,837	3,989,476	4,737,050
Operating Transfers In (Out) :												
Park Fund	---	---	---	---	---	---	---	---	---	1,000,000	---	1,000,000
Interfund Transfers In(Out)	---	---	1,575	1,575	---	---	---	(1,575)	(1,575)	---	---	---
Net Operating Transfers	---	---	1,575	1,575	---	---	---	(1,575)	(1,575)	1,000,000	---	1,000,000
Net Income (Loss)	(259,362)	1,803,476	53,950	1,598,064	3,245,213	113,218	1,997,447	280,747	2,391,412	2,491,837	3,989,476	5,737,050
Add Depreciation Charge to Contributed Capital	---	---	---	---	---	---	---	---	---	4,860	---	4,860
Net Increase (Decrease) In Retained Earnings	(259,362)	1,803,476	53,950	1,598,064	3,245,213	113,218	1,997,447	280,747	2,391,412	2,496,697	3,989,476	5,741,910
Retained Earnings, July 1	2,150,837	8,180,893	3,278,753	13,610,483	10,365,270	856,308	7,582,985	2,524,205	10,963,498	8,466,801	24,573,981	18,832,071
Residual Equity Transfer Out	---	(3,537,591)	---	(3,537,591)	---	---	(3,537,591)	---	(3,537,591)	---	(7,075,182)	---
Retained Earnings, June 30	\$ 1,891,475	\$ 6,446,778	\$ 3,332,703	\$ 11,670,956	\$ 13,610,483	\$ 969,526	\$ 6,042,841	\$ 2,804,952	\$ 9,817,319	\$ 10,963,498	\$ 21,488,275	\$ 24,573,981

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

THE MARYLAND-NATIONAL CAPITAL PARK AND PLANNING COMMISSION

EXHIBIT E-3

Combining Statement of Cash Flows - INTERNAL SERVICE FUNDS
For the Fiscal Year Ended June 30, 2000

	MONTGOMERY COUNTY					PRINCE GEORGE'S COUNTY					TOTALS	
				TOTALS					TOTALS			
	Capital Equipment	Employee Benefits	Risk Management	June 30, 2000	June 30, 1999	Executive Office Building	Employee Benefits	Risk Management	June 30, 2000	June 30, 1999	June 30, 2000	June 30, 1999
Cash Flows from Operating Activities:												
Operating Income (Loss)	\$ (203,948)	\$ 1,447,653	\$ (245,421)	\$ 998,284	\$ 2,605,629	\$ 253,459	\$ 1,624,007	\$ (241,511)	\$ 1,635,955	\$ 928,941	\$ 2,634,239	\$ 3,534,570
Adjustments to Reconcile Operating Income (Loss) to Net Cash Provided (Used) by Operating Activities:												
Depreciation	1,414,215	—	6,116	1,420,331	1,311,885	107,750	—	6,116	113,866	250,658	1,534,197	1,562,543
Changes in Assets and Liabilities:												
(Increase) Decrease in Accounts Receivable	39,584	(874,000)	—	(834,416)	(36,972)	—	(874,000)	—	(874,000)	135	(1,708,416)	(36,837)
(Increase) Decrease in Due From Other Funds	—	—	(841,890)	(841,890)	1,452,587	—	—	—	—	—	(841,890)	1,452,587
(Increase) Decrease in Due from County Government	—	—	(15,588)	(15,588)	44,583	—	—	(15,586)	(15,586)	44,584	(31,174)	89,167
(Increase) Decrease in Deposits and Other	—	36,403	(636)	35,767	(51,177)	—	36,403	(637)	35,766	(51,178)	71,533	(102,355)
Increase (Decrease) in Accounts Payable	(15,832)	(3,634)	(4,972)	(24,438)	(64,831)	(4,259)	(3,634)	(8,409)	(16,302)	14,466	(40,740)	(50,365)
Increase (Decrease) in Claims Payable	—	391,353	(87,602)	303,751	(29,776)	—	391,353	24,223	415,576	713,882	719,327	684,106
Increase (Decrease) in Accrued Salaries and Benefits	—	(63,995)	(5,824)	(69,819)	13,898	(3,284)	(102,764)	(5,826)	(111,874)	35,286	(181,693)	49,184
Increase (Decrease) in Accrued Leave	—	(14,000)	151	(13,849)	(40,518)	244	(7,000)	150	(6,606)	(41,404)	(20,455)	(81,922)
Increase (Decrease) in Estimate of Incurred but Unreported Claims	—	(237,056)	45,440	(191,616)	(285,838)	—	(237,056)	239,764	2,708	130,350	(188,908)	(155,488)
Increase (Decrease) in Due to Other Funds	841,890	—	—	841,890	(1,452,587)	—	—	—	—	—	841,890	(1,452,587)
Net Cash Provided (Used) by Operating Activities	2,075,909	682,724	(1,150,226)	1,608,407	3,466,883	353,910	827,309	(1,716)	1,179,503	2,025,720	2,787,910	5,492,603
Cash Flows from Noncapital Financing Activities:												
Operating Transfers In (Out) to Other Funds	—	—	1,575	1,575	—	—	—	(1,575)	(1,575)	1,000,000	—	1,000,000
Residual Equity Transfer Out	—	(3,537,591)	—	(3,537,591)	—	—	(3,537,591)	—	(3,537,591)	—	(7,075,182)	—
Net Cash Provided (Used) by Noncapital Financing Activities	—	(3,537,591)	1,575	(3,536,016)	—	—	(3,537,591)	(1,575)	(3,539,166)	1,000,000	(7,075,182)	1,000,000
Cash Flows from Capital and Related Financing Activities:												
Acquisition of Fixed Assets	(1,708,059)	—	—	(1,708,059)	(1,270,313)	—	—	—	—	(25,762)	(1,708,059)	(1,296,075)
Principal Paid on Notes Payable	(1,400,353)	—	—	(1,400,353)	(967,342)	(89,293)	—	—	(89,293)	(90,422)	(1,489,646)	(1,057,764)
Interest Paid on Notes Payable	(79,731)	—	—	(79,731)	(105,648)	(146,027)	—	—	(146,027)	(152,420)	(225,758)	(258,068)
Proceeds from Financing - Notes Payable	—	—	—	—	2,800,000	—	—	—	—	—	—	2,800,000
Net Cash Provided (Used) by Capital and Related Financing Activities	(3,188,143)	—	—	(3,188,143)	456,697	(235,320)	—	—	(235,320)	(268,604)	(3,423,463)	188,093
Cash Flows from Investing Activities:												
Interest on Investments	24,317	355,823	297,796	677,936	745,232	5,786	373,440	523,833	903,059	715,316	1,580,995	1,460,548
Net Cash Provided (Used) by Investing Activities	24,317	355,823	297,796	677,936	745,232	5,786	373,440	523,833	903,059	715,316	1,580,995	1,460,548
Net Increase (Decrease) in Cash and Cash Equivalents	(1,087,917)	(2,499,044)	(850,855)	(4,437,816)	4,668,812	124,376	(2,336,842)	520,542	(1,691,924)	3,472,432	(6,129,740)	8,141,244
Cash and Cash Equivalents, July 1	1,087,917	9,617,135	5,551,644	16,256,696	11,587,884	23,422	9,217,929	7,306,153	16,547,504	13,075,072	32,804,200	24,662,956
Cash and Cash Equivalents, June 30	\$ —	\$ 7,118,091	\$ 4,700,789	\$ 11,818,880	\$ 16,256,696	\$ 147,798	\$ 6,881,087	\$ 7,826,695	\$ 14,855,580	\$ 16,547,504	\$ 26,674,460	\$ 32,804,200

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



Built in 1799, Snow Hill Manor is used as a rental facility for public and private functions

FIDUCIARY FUNDS

Fiduciary Funds are used to account for assets held by the Commission in a trustee capacity or as an agent for employees, individuals, private organizations, other governmental units, and/or other funds.

Pension Trust Fund - Employees' Retirement Fund

The Pension Trust Fund is used to account for all activities of the Employees' Retirement System including accumulation of resources for, and payment of, retirement annuities and/or other benefits and the administrative costs of operating the system.

Agency Fund

The Agency Fund is used to account for the State retirement funds of participating Commission employees and retirees.

Expendable Trust Funds

The Expendable Trust Funds are used to account for funds whose principal and interest must be expended in accordance with their designated purposes. The Expendable Trust Funds are also used to account for the Prefunded Retirees' Medical Insurance Benefits.

THE MARYLAND-NATIONAL CAPITAL PARK AND PLANNING COMMISSION

EXHIBIT F-1

Combining Balance Sheet - ALL FIDUCIARY FUND TYPES
June 30, 2000

	EXPENDABLE TRUST FUNDS								PENSION TRUST FUND	AGENCY FUND	TOTALS			
	Montgomery County			Prince George's County				Retiree Insurance			Employees' Retirement Fund	Maryland State Retirement System	June 30, 2000	June 30, 1999
	Advance Land Acquisition	Other	June 30, 2000	Advance Land Acquisition	Public Contributions	Recreation Activities	Historic Sites							
ASSETS														
Equity in Pooled Cash and Investments	\$ 3,331,069	\$ 4,410,467	\$ 7,741,536	\$ 7,345,820	\$ 4,674,791	\$ 3,322,365	\$ 416,399	\$ 15,759,375	\$ 19,182	\$ ---	\$ 2,930,119	\$ 26,450,212	\$ 24,868,317	
Cash and Marketable Securities	---	---	---	---	---	---	---	---	7,940,912	557,793,374	---	565,734,286	547,492,789	
Accounts Receivable	---	---	---	---	898	14,142	---	15,040	---	2,126,380	---	2,141,420	2,081,373	
Deposits and Other	---	---	---	---	---	---	---	---	---	18,627	---	18,627	142,136	
Total Current Assets	3,331,069	4,410,467	7,741,536	7,345,820	4,675,689	3,336,507	416,399	15,774,415	7,960,094	559,938,381	2,930,119	594,344,545	574,584,615	
Restricted Assets -														
Land Advanced to Enterprise Fund	---	---	---	3,829,363	---	---	---	3,829,363	---	---	---	3,829,363	1,734,875	
Land Held for Transfer	25,609,640	---	25,609,640	12,148,271	---	---	---	12,148,271	---	---	---	37,757,911	38,912,405	
Other	---	---	---	---	431,381	---	---	431,381	---	---	---	431,381	418,291	
Total Assets	\$ 28,940,709	\$ 4,410,467	\$ 33,351,176	\$ 23,323,454	\$ 5,107,070	\$ 3,336,507	\$ 416,399	\$ 32,183,430	\$ 7,960,094	\$ 559,938,381	\$ 2,930,119	\$ 636,363,200	\$ 615,650,186	
LIABILITIES AND FUND BALANCES														
Liabilities:														
Accounts Payable	\$ ---	\$ 4,398	\$ 4,398	\$ ---	\$ 33,392	\$ 83,745	\$ 1,835	\$ 118,972	\$ ---	\$ 79,584,378	\$ 2,930,119	\$ 82,637,867	\$ 99,423,286	
Accrued Liabilities	---	1,166	1,166	---	2,431	54,142	226	56,799	---	---	---	57,965	57,059	
Due to County Government	---	3,014	3,014	---	---	---	---	---	---	---	---	3,014	3,664	
Deposits and Deferred Revenue	---	3,531,824	3,531,824	---	1,212,860	---	8,000	1,220,860	---	---	---	4,752,684	4,658,230	
Total Current Liabilities	---	3,540,402	3,540,402	---	1,248,683	137,887	10,061	1,396,631	---	79,584,378	2,930,119	87,451,530	104,142,239	
Fund Balances:														
Reserved for Land Held for Transfer	25,609,640	---	25,609,640	15,977,634	---	---	---	15,977,634	---	---	---	41,587,274	40,647,280	
Reserved for Pension Benefits	---	---	---	---	---	---	---	---	---	480,354,003	---	480,354,003	453,350,152	
Reserved for Benefits	---	---	---	---	---	---	---	---	7,960,094	---	---	7,960,094	---	
Unreserved -														
Designated for Trust Activities	3,331,069	870,065	4,201,134	7,345,820	3,858,387	3,198,620	406,338	14,809,165	---	---	---	19,010,299	17,510,515	
Total Fund Balances	28,940,709	870,065	29,810,774	23,323,454	3,858,387	3,198,620	406,338	30,786,799	7,960,094	480,354,003	---	548,911,670	511,507,947	
Total Liabilities and Fund Balances	\$ 28,940,709	\$ 4,410,467	\$ 33,351,176	\$ 23,323,454	\$ 5,107,070	\$ 3,336,507	\$ 416,399	\$ 32,183,430	\$ 7,960,094	\$ 559,938,381	\$ 2,930,119	\$ 636,363,200	\$ 615,650,186	

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

THE MARYLAND-NATIONAL CAPITAL PARK AND PLANNING COMMISSION

Combining Statement of Revenues, Expenditures, and Changes in Fund Balances - EXPENDABLE TRUST FUNDS
For the Fiscal Year Ended June 30, 2000

EXHIBIT F-2

	Montgomery County			Prince George's County					Retiree Insurance 115	TOTALS	
	Advance Land Acquisition	Other	June 30, 2000	Advance Land Acquisition	Public Contributions	Recreation Activities	Historic Sites	June 30, 2000		Year Ended June 30, 2000	June 30, 1999
Revenues:											
Intergovernmental -											
County	\$ ---	\$ ---	\$ ---	\$ ---	\$ ---	\$ ---	\$ ---	\$ ---	\$ ---	\$ ---	\$ 2,750
Other	---	---	---	---	---	7,063	---	7,063	---	7,063	20,056
Charges for Services	---	---	---	---	---	331,600	---	331,600	---	331,600	291,195
Recreation Activities	---	---	---	---	---	3,914,655	---	3,914,655	---	3,914,655	3,933,846
Interest	155,876	212,972	368,848	380,536	181,300	149,401	21,025	732,262	378,033	1,479,143	930,032
Investment Earnings	---	---	---	---	---	---	---	---	542,021	542,021	---
Contributions	---	---	---	---	556,924	---	124,705	681,629	---	681,629	725,129
Miscellaneous	---	314,272	314,272	---	---	110,221	---	110,221	---	424,493	300,680
Total Revenues	<u>155,876</u>	<u>527,244</u>	<u>683,120</u>	<u>380,536</u>	<u>738,224</u>	<u>4,512,940</u>	<u>145,730</u>	<u>5,777,430</u>	<u>920,054</u>	<u>7,380,604</u>	<u>6,203,688</u>
Expenditures:											
Current -											
Cultural and Recreational	---	---	---	---	---	4,105,341	---	4,105,341	---	4,105,341	4,581,757
Miscellaneous Expendable Trust Activities	---	269,864	269,864	---	522,444	---	84,651	607,095	35,142	912,101	871,821
Total Expenditures	---	<u>269,864</u>	<u>269,864</u>	---	<u>522,444</u>	<u>4,105,341</u>	<u>84,651</u>	<u>4,712,436</u>	<u>35,142</u>	<u>5,017,442</u>	<u>5,453,578</u>
Excess of Revenues over (under) Expenditures	<u>155,876</u>	<u>257,380</u>	<u>413,256</u>	<u>380,536</u>	<u>215,780</u>	<u>407,599</u>	<u>61,079</u>	<u>1,064,994</u>	<u>884,912</u>	<u>2,363,162</u>	<u>750,110</u>
Other Financing Sources (Uses):											
Operating Transfers In (Out) -											
General Fund - Park Account	---	---	---	100,000	---	---	---	100,000	---	100,000	(53,259)
Debt Service Fund - Advance Land Acquisition	374,284	---	374,284	682,244	---	---	---	682,244	---	1,056,528	1,269,301
Trust Fund	---	---	---	---	(31,663)	(3,256)	34,919	---	---	---	---
Capital Projects Fund	---	---	---	---	(195,000)	---	---	(195,000)	---	(195,000)	(348,266)
Total Other Financing Sources (Uses)	<u>374,284</u>	<u>---</u>	<u>374,284</u>	<u>782,244</u>	<u>(226,663)</u>	<u>(3,256)</u>	<u>34,919</u>	<u>587,244</u>	<u>---</u>	<u>961,528</u>	<u>867,776</u>
Excess of Revenues and Other Financing Sources over (under) Expenditures and Other Financing Uses	<u>530,160</u>	<u>257,380</u>	<u>787,540</u>	<u>1,162,780</u>	<u>(10,883)</u>	<u>404,343</u>	<u>95,998</u>	<u>1,652,238</u>	<u>884,912</u>	<u>3,324,690</u>	<u>1,617,886</u>
Fund Balances, July 1, as restated	<u>28,410,549</u>	<u>612,685</u>	<u>29,023,234</u>	<u>22,160,674</u>	<u>3,869,270</u>	<u>2,794,277</u>	<u>310,340</u>	<u>29,134,561</u>	<u>---</u>	<u>58,157,795</u>	<u>56,539,909</u>
Residual Equity Transfer In	---	---	---	---	---	---	---	---	7,075,182	7,075,182	---
Fund Balances, June 30	<u>\$ 28,940,709</u>	<u>\$ 870,065</u>	<u>\$ 29,810,774</u>	<u>\$ 23,323,454</u>	<u>\$ 3,858,387</u>	<u>\$ 3,198,620</u>	<u>\$ 406,338</u>	<u>\$ 30,786,799</u>	<u>\$ 7,960,094</u>	<u>\$ 68,557,667</u>	<u>\$ 58,157,795</u>

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

THE MARYLAND-NATIONAL CAPITAL PARK AND PLANNING COMMISSION

EXHIBIT F-3

Combining Statement of Changes in Assets and Liabilities - AGENCY FUND
For the Fiscal Year Ended June 30, 2000

MARYLAND STATE RETIREMENT SYSTEM FUND

	<u>July 1,</u> <u>1999</u>	<u>Additions</u>	<u>Deductions</u>	<u>June 30,</u> <u>2000</u>
ASSETS				
Cash and Marketable Securities	\$ <u>2,887,659</u>	\$ <u>244,703</u>	\$ <u>202,243</u>	\$ <u>2,930,119</u>
Total Current Assets	\$ <u><u>2,887,659</u></u>	\$ <u><u>244,703</u></u>	\$ <u><u>202,243</u></u>	\$ <u><u>2,930,119</u></u>
LIABILITIES				
Accounts Payable	\$ <u>2,887,659</u>	\$ <u>244,703</u>	\$ <u>202,243</u>	\$ <u>2,930,119</u>
Total Current Liabilities	\$ <u><u>2,887,659</u></u>	\$ <u><u>244,703</u></u>	\$ <u><u>202,243</u></u>	\$ <u><u>2,930,119</u></u>



Kids learn aquatic biology at the Meadowside Nature Center.

GENERAL ACCOUNT GROUPS

General Fixed Assets Account Group is used to account for fixed assets of the Commission, other than those accounted for in the proprietary and fiduciary funds.

NOTE: A General Long-Term Obligations Account Group is used to account for all long-term obligations of the Commission except those accounted for in the proprietary funds. This Account Group is presented in Exhibit 1 of the General Purpose Financial Statements and is described in the Notes to the Financial Statements.

THE MARYLAND-NATIONAL CAPITAL PARK AND PLANNING COMMISSION

EXHIBIT G-1

Schedule of General Fixed Assets - By Sources

June 30, 2000

	<u>Montgomery</u> County	<u>Prince</u> <u>George's</u> County	<u>TOTAL</u>
General Fixed Assets:			
Land	\$ 120,519,613	\$ 95,573,153	\$ 216,092,766
Buildings and Improvements	87,712,305	153,228,741	240,941,046
Machinery and Equipment	8,526,893	23,763,298	32,290,191
Construction in Progress	<u>5,835,362</u>	<u>14,539,599</u>	<u>20,374,961</u>
Total General Fixed Assets	\$ <u>222,594,173</u>	\$ <u>287,104,791</u>	\$ <u>509,698,964</u>
Investment in General Fixed Assets From:			
Capital Project Funds -			
General Obligation Bonds	\$ 91,212,520	\$ 121,065,399	\$ 212,277,919
Intergovernmental	52,876,046	99,336,239	152,212,285
General Fund Revenues	13,819,484	42,552,101	56,371,585
Contributions	<u>64,686,123</u>	<u>24,151,052</u>	<u>88,837,175</u>
Total Investments in General Fixed Assets	\$ <u>222,594,173</u>	\$ <u>287,104,791</u>	\$ <u>509,698,964</u>

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

THE MARYLAND-NATIONAL CAPITAL PARK AND PLANNING COMMISSION

EXHIBIT G-2

Schedule of General Fixed Assets -
By Function and Activity
June 30, 2000

COMMISSION TOTAL

Function and Activity	Total	Land	Buildings and Improvements	Machinery and Equipment
General Government	\$ 539,326	\$ ---	\$ 83,744	\$ 455,582
Planning and Zoning	6,970,751	52,138	1,908,170	5,010,443
Parks	481,813,926	216,040,628	238,949,132	26,824,166
Total General Fixed Assets				
Allocated to Functions	489,324,003	\$ 216,092,766	\$ 240,941,046	\$ 32,290,191
Construction in Progress	20,374,961			
Total General Fixed Assets	\$ 509,698,964			

MONTGOMERY COUNTY

General Government	\$ 287,939	\$ ---	\$ 42,885	\$ 245,054
Planning and Zoning	3,507,670	52,138	1,901,988	1,553,544
Parks	212,963,202	120,467,475	85,767,432	6,728,295
Total General Fixed Assets				
Allocated to Functions	216,758,811	\$ 120,519,613	\$ 87,712,305	\$ 8,526,893
Construction in Progress	5,835,362			
Total General Fixed Assets	\$ 222,594,173			

PRINCE GEORGE'S COUNTY

General Government	\$ 251,387	\$ ---	\$ 40,859	\$ 210,528
Planning and Zoning	3,463,081	---	6,182	3,456,899
Parks	268,850,724	95,573,153	153,181,700	20,095,871
Total General Fixed Assets				
Allocated to Functions	272,565,192	\$ 95,573,153	\$ 153,228,741	\$ 23,763,298
Construction in Progress	14,539,599			
Total General Fixed Assets	\$ 287,104,791			

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

THE MARYLAND-NATIONAL CAPITAL PARK AND PLANNING COMMISSION

EXHIBIT G-3

Schedule of Changes in General Fixed Assets -
By Function and Activity
For the Fiscal Year Ended June 30, 2000

COMMISSION TOTAL

Function and Activity	General Fixed Assets July 1, 1999	Additions	Deductions	General Fixed Assets June 30, 2000
General Government	\$ 482,394	\$ 92,238	\$ 35,306	\$ 539,326
Planning and Zoning	6,610,702	393,985	33,936	6,970,751
Parks	461,507,486	55,548,790	35,242,350	481,813,926
Construction in Progress	49,297,468	18,769,644	47,692,151	20,374,961
Total General Fixed Assets	\$ 517,898,050	\$ 74,804,657	\$ 83,003,743	\$ 509,698,964

MONTGOMERY COUNTY

General Government	\$ 260,572	\$ 47,369	\$ 20,002	\$ 287,939
Planning and Zoning	3,406,368	135,238	33,936	3,507,670
Parks	204,501,823	8,848,426	387,047	212,963,202
Construction in Progress	8,170,996	4,361,053	6,696,687	5,835,362
Total General Fixed Assets	\$ 216,339,759	\$ 13,392,086	\$ 7,137,672	\$ 222,594,173

PRINCE GEORGE'S COUNTY

General Government	\$ 221,822	\$ 44,869	\$ 15,304	\$ 251,387
Planning and Zoning	3,204,334	258,747	---	3,463,081
Parks	257,005,663	46,700,364	34,855,303	268,850,724
Construction in Progress	41,126,472	14,408,591	40,995,464	14,539,599
Total General Fixed Assets	\$ 301,558,291	\$ 61,412,571	\$ 75,866,071	\$ 287,104,791

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

• PART III •
STATISTICAL SECTION



Picnickers enjoy a day at Hadley's Playground, a state-of-the art accessible facility at Falls Road Local Park.

THE MARYLAND-NATIONAL CAPITAL PARK AND PLANNING COMMISSION

TABLE T-1

General Governmental Expenditures by Function
Last Ten Fiscal Years

MONTGOMERY COUNTY

Fiscal Year	General Government	Culture-Recreation			Park Acquisition And Development	Debt Service	Total
		Planning And Zoning	Park Operations	Recreation			
1991	\$ 4,338,911	\$ 11,116,353	\$ 31,705,573	\$ 5,437,799	\$ 11,634,551	\$ 4,057,435	\$ 68,290,622
1992	4,574,169	11,135,877	31,612,455	6,059,657	9,151,271	5,247,121	67,780,550
1993	4,351,130	11,166,541	32,488,999	6,395,826	9,000,480	4,916,273	68,319,249
1994	4,753,717	11,379,693	32,231,027	6,669,068	7,668,748	4,077,257	66,779,510
1995	4,663,950	12,029,701	35,561,927	7,947,953	7,381,419	3,905,317	71,490,267
1996	4,493,900	11,726,301	37,112,446	8,707,367	6,040,622	4,329,544	72,410,180
1997	4,949,621	13,067,495	38,060,834	9,347,189	12,319,049	4,180,980	81,925,168
1998	4,985,152	12,503,437	39,019,404	10,913,409	9,261,163	3,595,621	80,278,186
1999	4,984,274	13,109,778	42,033,957	9,360,590	7,639,025	3,618,820	80,746,444
2000	5,068,159	13,000,742	41,604,208	11,829,696	15,863,948	3,933,623	91,300,376

PRINCE GEORGE'S COUNTY

Fiscal Year	General Government	Culture-Recreation			Park Acquisition And Development	Debt Service	Total
		Planning And Zoning	Park Operations	Recreation			
1991	\$ 4,166,097	\$ 10,595,275	\$ 31,291,740	\$ 26,068,850	\$ 16,516,417	\$ 5,902,918	\$ 94,541,297
1992	4,683,976	10,686,633	31,042,743	26,968,510	19,024,608	8,439,314	100,845,784
1993	4,730,838	10,863,393	34,576,857	28,372,252	9,249,302	8,944,217	96,736,859
1994	5,316,425	12,047,360	35,388,157	30,814,415	19,643,068	9,856,836	113,066,261
1995	4,973,592	13,245,607	38,742,712	35,215,012	21,344,005	9,861,953	123,382,881
1996	5,217,449	12,881,808	38,032,695	35,196,607	12,590,746	10,133,399	114,052,704
1997	5,611,371	13,928,468	41,269,238	34,819,087	14,151,322	9,027,160	118,806,646
1998	5,609,422	14,024,336	41,782,331	36,293,297	17,643,444	11,852,306	127,205,136
1999	5,946,352	14,243,529	45,907,274	37,825,764	36,728,321	11,554,197	152,205,437
2000	5,719,483	13,770,821	45,069,874	42,522,884	17,622,626	11,985,924	136,691,612

Note: Includes General, Capital Projects, Debt Service and Enterprise Funds. Debt Service in Prince George's County includes Park Acquisition and Development Bonds, Series F-2, recorded in the Property Management Internal Service Fund (retired in fiscal year 1993). Enterprise Funds which are primarily recreational facilities and activities are included in Recreation.

THE MARYLAND-NATIONAL CAPITAL PARK AND PLANNING COMMISSION

TABLE T-2

General Revenues by Source
Last Ten Fiscal Years

MONTGOMERY COUNTY

Fiscal Year	Property Taxes	Inter-Governmental	Charges for Services	Interest Earnings	Other	Total	General Obligation Bonds Sold
1991	\$ 50,258,186	\$ 5,694,105	\$ 4,557,480	\$ 1,935,741	\$ 3,858,132	\$ 66,303,644	\$ ---
1992	49,080,113	5,601,784	5,424,367	1,227,119	3,693,555	65,026,938	6,000,000
1993	51,323,456	2,335,696	6,092,012	952,190	3,560,859	64,264,213	---
1994	52,734,344	3,199,677	6,182,389	971,811	3,461,964	66,550,185	5,500,000 (1)
1995	55,233,140	6,974,552	7,358,834	1,528,618	3,945,300	75,040,444	5,000,000
1996	53,880,270	5,424,794	7,614,645	1,527,593	3,969,092	72,416,394	8,700,000 (2)
1997	57,612,812	6,654,626	7,827,378	1,231,641	4,227,264	77,553,721	---
1998	60,270,773	6,797,726	9,120,287	1,586,354	4,361,403	82,136,543	---
1999	60,270,408	5,921,195	9,134,201	1,670,534	4,410,413	81,406,751	7,000,000
2000	62,448,568	12,324,577	9,446,610	1,747,465	4,432,045	90,399,265	---

PRINCE GEORGE'S COUNTY

Fiscal Year	Property Taxes	Inter-Governmental	Charges for Services	Interest Earnings	Other	Total	General Obligation Bonds Sold
1991	\$ 65,044,486	\$ 3,537,612	\$ 5,801,218	\$ 2,653,600	\$ 4,511,377	\$ 81,548,293	\$ ---
1992	75,470,556	4,191,625	6,332,097	1,502,561	5,526,574	93,023,413	23,000,000
1993	85,998,641	4,032,880	6,468,725	1,896,368	5,678,686	104,075,300	15,250,000
1994	91,143,535	4,331,934	6,622,486	2,376,165	4,426,002	108,900,122	14,500,000 (1)
1995	92,571,349	7,308,602	6,988,014	3,733,213	6,323,419	116,924,597	---
1996	94,857,674	1,933,128	6,731,893	3,653,354	5,189,727	112,365,776	30,025,000 (2)
1997	96,816,650	5,360,060	7,106,102	4,217,988	10,581,819	124,082,619	33,000,000
1998	98,538,298	2,125,267	7,402,645	5,875,336	5,231,154	119,172,700	28,325,000 (2)
1999	101,308,740	10,368,201	7,496,543	5,208,609	7,158,655	131,540,748	21,000,000 (3)
2000	103,640,212	8,130,897	7,414,320	4,891,099	6,559,164	130,635,692	---

Note: Includes General, Capital Projects, Debt Service and Enterprise Funds.

(1) Issued to retire Bond Anticipation Notes

(2) Refunding Bonds

(3) Permanent financing of bond anticipation notes

THE MARYLAND-NATIONAL CAPITAL PARK AND PLANNING COMMISSION

TABLE T-3

Property Tax Levies and Collections
Last Ten Fiscal Years

MONTGOMERY COUNTY

Fiscal Year	Total Tax Levy	Current Tax Collections	Percent of Levy Collected	Prior Years Taxes Penalties and Interest Collections	Total Collections	Percent of Total Collections to Tax Levy
1991	\$ 50,234,549	\$ 49,682,906	99 %	\$ 575,280	\$ 50,258,186	100 %
1992	49,168,596	48,226,986	98	853,127	49,080,113	100
1993	52,005,555	51,202,659	98	120,797	51,323,456	99
1994	52,767,491	51,997,064	99	737,280	52,734,344	100
1995	55,410,789	55,247,895	100	(14,755)	55,233,140	100
1996	54,476,197	54,062,888	99	(182,618)	53,880,270	99
1997	58,632,597	57,916,789	99	(303,977)	57,612,812	98
1998	59,150,686	58,603,216	99	1,667,557	60,270,773	102
1999	60,547,511	59,484,336	98	786,072	60,270,408	100
2000	61,998,281	60,973,987	98	1,474,581	62,448,568	101

PRINCE GEORGE'S COUNTY

Fiscal Year	Total Tax Levy	Current Tax Collections	Percent of Levy Collected	Prior Years Taxes Penalties and Interest Collections	Total Collections	Percent of Total Collections to Tax Levy
1991	\$ 64,857,973	\$ 64,177,491	99 %	\$ 866,995	\$ 65,044,486	100 %
1992	76,056,847	74,730,404	98	740,152	75,470,556	99
1993	86,738,199	85,207,056	98	791,585	85,998,641	99
1994	90,765,239	89,580,087	99	1,563,448	91,143,535	100
1995	92,551,211	91,879,635	99	691,714	92,571,349	100
1996	94,707,563	93,970,990	99	886,684	94,857,674	100
1997	97,533,798	96,689,551	99	127,099	96,816,650	99
1998	98,618,464	97,670,607	99	867,691	98,538,298	100
1999	101,339,962	100,037,283	99	1,271,457	101,308,740	100
2000	103,461,526	102,213,005	99	1,427,207	103,640,212	100

Source: Total Tax Levy - Montgomery County and Prince George's County Governments.

THE MARYLAND-NATIONAL CAPITAL PARK AND PLANNING COMMISSION

TABLE T-4

Assessed and Estimated Actual Value of Taxable Property
Last Ten Fiscal Years

(Dollars in Thousands)

MONTGOMERY COUNTY

Fiscal Year	Real Property		Total (1)		Ratio of Total Assessed Value To Total Estimated Actual Value
	Assessed Value	Estimated Actual Value	Assessed Value	Estimated Actual Value	
1991	\$ 20,622,521	\$ 56,134,727	\$ 23,614,398	\$ 59,126,604	39.94
1992	22,642,951	57,644,986	25,856,767	60,858,802	42.49
1993	24,530,411	64,826,668	27,837,198	68,133,455	40.86
1994	25,462,671	66,171,182	28,823,025	69,531,537	41.45
1995	25,796,030	67,107,259	29,172,981	70,484,210	41.39
1996	26,057,529	66,677,402	29,575,004	70,194,878	42.13
1997	26,603,652	68,284,529	30,392,876	72,073,752	42.17
1998	27,274,641	69,295,328	30,929,092	72,949,779	42.40
1999	27,906,080	71,480,738	31,664,627	75,239,284	42.09
2000	28,674,554	74,907,403	32,553,857	78,786,706	41.32

PRINCE GEORGE'S COUNTY

Fiscal Year	Real Property		Total (1)		Ratio of Total Assessed Value To Total Estimated Actual Value
	Assessed Value	Estimated Actual Value	Assessed Value	Estimated Actual Value	
1991	\$ 10,813,341	\$ 29,215,357	\$ 12,935,738	\$ 31,337,755	41.28
1992	11,752,984	32,049,369	13,987,343	34,283,729	40.80
1993	12,864,122	34,105,757	15,177,630	36,419,265	41.67
1994	13,501,439	34,929,206	15,829,304	37,257,071	42.49
1995	13,961,904	35,575,591	16,381,236	37,994,922	43.11
1996	14,188,944	35,404,010	16,678,956	37,894,021	44.01
1997	14,319,088	35,827,507	16,991,422	38,499,841	44.13
1998	14,393,723	36,104,232	17,159,141	38,869,650	44.15
1999	14,630,433	36,423,659	17,525,979	39,319,204	44.57
2000	14,869,426	37,244,023	17,891,768	40,266,365	44.43

Note: (1) Total includes real property, business personal property, public utility operating property and domestic shares.

Source: Montgomery County and Prince George's County Governments.

THE MARYLAND-NATIONAL CAPITAL PARK AND PLANNING COMMISSION

TABLE T-5

Property Tax Rates - Direct and Overlapping Governments
Last Ten Fiscal Years

M-NCPPC TAXES

MONTGOMERY COUNTY

Fiscal Year	Administration		Park Operations		Park Maintenance		Advance Land Acquisition		Countywide Property Taxes			
									Within County	Total		
1991	\$	0.0720	\$	0.1500	\$	0.0200	\$	0.0030	\$	2.3450	\$	2.5900
1992		0.0630		0.1330		0.0200		0.0030		2.3730		2.5920
1993		0.0630		0.1290		0.0200		0.0030		2.2100		2.4250
1994		0.0620		0.1260		0.0200		0.0030		2.2260		2.4370
1995		0.0650		0.1300		0.0200		0.0030		2.2550		2.4730
1996		0.0610		0.1260		0.0200		0.0040		2.2850		2.4960
1997		0.0630		0.1340		0.0200		0.0040		2.2780		2.4990
1998		0.0610		0.1330		0.0200		0.0040		2.2630		2.4810
1999		0.0610		0.1330		0.0200		0.0040		2.2350		2.4530
2000		0.0620		0.1340		0.0200		0.0030		2.1750		2.3940

PRINCE GEORGE'S COUNTY

Fiscal Year	Administration		Park Operations		Recreation		Advance Land Acquisition		Countywide Property Taxes			
									Within County	Total		
1991	\$	0.1015	\$	0.3088	\$	0.1185	\$	0.0062	\$	2.6450	\$	3.1800
1992		0.0992		0.3632		0.1164		0.0062		2.8450		3.4300
1993		0.1103		0.3406		0.1529		0.0062		2.7750		3.3850
1994		0.1103		0.3587		0.1348		0.0062		2.7520		3.3620
1995		0.1103		0.3587		0.1348		0.0062		2.7580		3.3680
1996		0.1103		0.3587		0.1348		0.0062		2.7630		3.3730
1997		0.1103		0.3534		0.1401		0.0062		2.7360		3.3460
1998		0.1103		0.3534		0.1401		0.0062		2.7410		3.3510
1999		0.1103		0.3534		0.1401		0.0062		2.7360		3.3460
2000		0.1123		0.3534		0.1381		0.0062		2.7340		3.3440

Note: Rates are per \$100 of assessed valuation.

Source: Montgomery County and Prince George's County Governments.

THE MARYLAND-NATIONAL CAPITAL PARK AND PLANNING COMMISSION

TABLE T-6

Ratio of Net General Obligation Bonded Debt
To Assessed Value and Net General Obligation Bonded Debt Per Capita
Last Ten Fiscal Years

MONTGOMERY COUNTY

Year	Population	Assessed Value (1)	Net Bonded Debt (2)	Ratio of Net Bonded Debt to Assessed Value	Net Bonded Debt Per Capita
1991	765,000	\$ 20,441,824	\$ 25,755	0.13	\$ 33.67
1992	773,000	22,377,637	28,770	0.13	37.22
1993	785,000	24,105,934	26,070	0.11	33.21
1994	798,000	24,918,829	24,220	0.10	30.35
1995	810,000	25,365,173	27,730	0.11	34.23
1996	819,000	25,640,317	26,970	0.11	32.93
1997	828,000	26,459,376	25,185	0.10	30.42
1998	837,000	27,052,214	23,585	0.09	28.18
1999	846,000	27,701,359	28,985	0.10	34.26
2000	855,000	28,408,647	27,125	0.10	31.73

PRINCE GEORGE'S COUNTY

Year	Population	Assessed Value (1)	Net Bonded Debt (2)	Ratio of Net Bonded Debt to Assessed Value	Net Bonded Debt Per Capita
1991	726,192	\$ 11,655,534	\$ 59,640 (3)	0.51	\$ 82.13
1992	736,564	12,631,750	78,470 (3)	0.62	106.54
1993	741,180	13,869,994	89,320	0.64	120.51
1994	744,066	14,250,000	84,700	0.59	113.83
1995	752,009	14,606,000	80,530	0.55	107.09
1996	758,510	14,978,000	78,460	0.52	103.44
1997	765,520	15,385,000	107,095	0.70	139.90
1998	770,786	15,839,475	122,815	0.78	159.34
1999	777,811	16,274,756	117,980	0.72	151.68
2000	787,112	16,634,701	112,635	0.68	143.10

- Notes: (1) Metropolitan District only - 000's omitted.
 (2) Above figures for net bonded debt exclude indebtedness related to Advance Land Acquisition, which is intended to be a revolving fund - 000's omitted.
 (3) Includes Park Acquisition and Development Bonds, Series F-2, recorded in the Property Management Internal Service Fund. (retired in fiscal year 1993).

Source: Assessed Value and Population - Montgomery County and Prince George's County Governments.

THE MARYLAND-NATIONAL CAPITAL PARK AND PLANNING COMMISSION

TABLE T-7

Computation of Legal Debt Margin
Park Acquisition and Development Bonds
As of June 30, 2000

Park Acquisition and Development Bonds
Guaranteed by Montgomery County

Assessed Valuation - Metropolitan District for fiscal year ending June 30, 2000	\$	<u>28,408,647,000</u>
Annual Revenue from 9 cents mandatory park tax levied for each \$100 of assessed valuation	\$	<u>25,567,782</u>
Legal Debt Margin -		
Revenue available from 9 cents mandatory park tax over next thirty years	\$	<u>767,033,460</u>
Debt service over next thirty years on \$27,125,000 bonds and notes issued and outstanding at June 30, 2000	\$	<u>37,381,000</u>
Amount of tax available for debt service on future bonds	\$	<u><u>729,652,460</u></u>

Park Acquisition and Development Bonds
Guaranteed by Prince George's County

Assessed Valuation - Metropolitan District for fiscal year ending June 30, 2000	\$	<u>16,634,701,000</u>
Annual Revenue from 10 cents mandatory park tax levied for each \$100 of assessed valuation	\$	<u>16,634,701</u>
Legal Debt Margin -		
Revenue available from 10 cents mandatory park tax over next thirty years	\$	<u>499,041,030</u>
Debt service over next thirty years on \$112,635,000 bonds and notes issued and outstanding at June 30, 2000	\$	<u>152,589,437</u>
Amount of tax available for debt service on future bonds	\$	<u><u>346,451,593</u></u>

THE MARYLAND-NATIONAL CAPITAL PARK AND PLANNING COMMISSION

TABLE T-8

Computation of Direct and Overlapping Debt

June 30, 2000

	MONTGOMERY COUNTY	PRINCE GEORGE'S COUNTY	TOTAL DEBT OUTSTANDING
Direct Debt Outstanding	\$ 47,784,828	\$ 117,897,711	\$ 165,682,539
Overlapping Debt			
Montgomery County Debt	1,364,362,607 (1)	---	1,364,362,607
Prince George's County Debt	---	638,220,060 (1)	638,220,060
Washington Suburban Sanitary Commission Debt	1,064,577,882	602,732,818	1,667,310,700
Montgomery County Revenue Authority Debt	44,533,049	---	44,533,049
Prince George's County Industrial Authority Lease Revenue Bonds	---	51,805,825	51,805,825
Montgomery County Housing Opportunities Commission	682,101,830	---	682,101,830
Prince George's County State of Maryland Participation Loans	---	5,278,193	5,278,193
Total Overlapping Debt	<u>3,155,575,368</u>	<u>1,298,036,896</u>	<u>4,453,612,264</u>
Total Direct and Overlapping Debt	<u>3,203,360,196</u>	<u>1,415,934,607</u>	<u>4,619,294,803</u>
Less Self-Supporting Debt			
M-NCPPC - Revenue Bonds	3,845,244	---	3,845,244
M-NCPPC - Revenue Notes	9,410,000	---	9,410,000
M-NCPPC - Notes Payable	2,149,584	1,892,711	4,042,295
Montgomery County Debt	70,840,000	---	70,840,000
Prince George's County Debt	---	174,899,526	174,899,526
Washington Suburban Sanitary Commission Debt	1,064,577,882	602,732,818	1,667,310,700
Montgomery County Revenue Authority Debt	44,533,049	---	44,533,049
Prince George's County Industrial Authority Lease Revenue Bonds	---	7,830,000	7,830,000
Montgomery County Housing Opportunities Commission	682,101,830	---	682,101,830
Prince George's County State of Maryland Participation Loans	---	---	---
Total Self-Supporting Debt	<u>1,877,457,589</u>	<u>787,355,055</u>	<u>2,664,812,644</u>
Net Direct and Overlapping Debt	<u>\$ 1,325,902,607</u>	<u>\$ 628,579,552</u>	<u>\$ 1,954,482,159</u>

Note: (1) Overlapping debt does not include the debt of towns, cities and villages aggregating \$33,270,484 in Montgomery County and is not available in Prince George's County.

Source: Montgomery County and Prince George's County Governments, and Washington Suburban Sanitary Commission.

THE MARYLAND-NATIONAL CAPITAL PARK AND PLANNING COMMISSION

TABLE T-9

Demographic Statistics
Last Ten Fiscal Years

MONTGOMERY COUNTY

<u>Year</u>	<u>Population</u>	<u>Per Capita Income</u>	<u>Labor Force</u>	<u>Unemployment Rate</u>	<u>Registered Pupils</u>
1991	765,000	\$ 33,666	442,971	3.2 %	103,732
1992	773,000	34,832	454,378	3.7	107,140
1993	785,000	36,130	450,597	3.5	110,037
1994	798,000	37,513	462,202	2.9	113,429
1995	810,000	38,802	463,112	2.9	117,082
1996	819,000	40,000	474,872	2.6	120,291
1997	828,000	40,388	466,500	2.6	122,505
1998	837,000	42,393	467,639	2.3 (3)	125,035
1999	846,000	45,480	474,003	2.0 (3)	127,852
2000	855,000	47,930	494,950	1.8 (3)	131,330

PRINCE GEORGE'S COUNTY

<u>Year</u>	<u>Population (1)</u>	<u>Per Capita Income (2)</u>	<u>Labor Force</u>	<u>Unemployment Rate</u>	<u>Registered Pupils</u>
1991	726,192	\$ 20,326	424,231	4.9 %	105,891
1992	736,564	20,532	443,596	5.7	109,662
1993	741,180	21,373	432,990	5.9	111,132
1994	744,066	21,772	474,485	4.4	111,823
1995	752,009	22,645	485,100	4.7	116,383
1996	758,510	23,983	463,700	5.1	119,951
1997	765,520	24,639	463,690	4.6	122,831
1998	770,786	25,194	454,528	4.3 (3)	125,637
1999	777,811	27,996	444,014	3.8 (3)	129,793
2000	787,112	*	441,641	3.8 (3)	*

Notes:

- (1) Population estimates are from the U. S. Bureau of the Census, Population Estimates Branch. Population estimates are based on the month of December for each fiscal year.
- (2) U.S. Department of Commerce, Bureau of Economic Analysis, Regional Economics Measurement Division. The calendar per capita income figures are based on the month of December for each fiscal year.
- (3) U.S. Bureau of Labor Statistics as of June, 2000

* Not Available

Source: Montgomery County and Prince George's County Governments.

THE MARYLAND-NATIONAL CAPITAL PARK AND PLANNING COMMISSION

TABLE T-10

Ratio of Annual Debt Service Expenditures for
General Obligation Bonded Debt to Total General Expenditures
Last Ten Fiscal Years

MONTGOMERY COUNTY

Fiscal Year	Principal	Interest	Total Debt Service	Total General Expenditures	Ratio of Debt Service to General Expenditures
1991	\$ 2,625,000	\$ 1,371,109	\$ 3,996,109	\$ 68,290,622	5.85 %
1992	3,465,000	1,744,729	5,209,729	67,780,550	7.69
1993	3,180,000	1,696,935	4,876,935	68,319,249	7.14
1994	2,330,000	1,636,139	3,966,139	66,779,510	5.94
1995	1,970,000	1,926,774	3,896,774	71,490,267	5.45
1996	2,260,000	1,930,963	4,190,963	72,410,180	5.79
1997	2,370,000	1,787,569	4,157,569	81,925,168	5.07
1998	1,905,000	1,676,695	3,581,695	80,278,186	4.46
1999	1,905,000	1,704,211	3,609,211	80,746,444	4.47
2000	2,165,000	1,758,089	3,923,089	91,300,376	4.30

PRINCE GEORGE'S COUNTY

Fiscal Year	Principal	Interest	Total Debt Service	Total General Expenditures	Ratio of Debt Service to General Expenditures
1991	\$ 2,905,000	\$ 2,822,994	\$ 5,727,994	\$ 94,541,297	6.06 %
1992	4,615,000	3,727,584	8,342,584	100,845,784	8.27
1993	4,845,000	4,009,834	8,854,834	96,736,859	9.15
1994	5,065,000	4,596,086	9,661,086	113,066,261	8.54
1995	4,615,000	5,206,174	9,821,174	123,382,881	7.96
1996	5,040,000	4,892,298	9,932,298	114,052,704	8.71
1997	4,685,000	4,303,838	8,988,838	118,806,646	7.57
1998	5,480,000	6,294,373	11,774,373	127,205,136	9.26
1999	5,070,000	6,281,752	11,351,752	152,205,437	7.46
2000	5,580,000	6,383,221	11,963,221	136,691,612	8.75

Note: Total general expenditures includes General, Capital Projects, Debt Service and Enterprise Funds. Debt Service in Prince George's County includes Park Acquisition and Development Bonds, Series F-2, recorded in the Property Management Internal Service Fund through fiscal year 1993.

THE MARYLAND-NATIONAL CAPITAL PARK AND PLANNING COMMISSION

TABLE T-11

Property Value, Construction, and Bank Deposits
Last Ten Fiscal Years
(Dollars in Millions)

MONTGOMERY COUNTY

Fiscal Year	Total Number of Building Permits	Residential Construction Value (1)	Commercial Construction Value (1)	Bank Deposits	Total Estimated Real Property Value
1991	11,217	\$ 590	\$ 316	\$ 7,543	\$ 56,135
1992	11,719	423	239	7,738	57,645
1993	12,043	479	246	7,839	64,827
1994	11,769	468	100	7,866	66,171
1995	13,500	583	70	7,710	67,107
1996	12,677	765	116	7,994	66,677
1997	13,837	726	183	7,973	68,285
1998	14,162	743	331	8,376	69,295
1999	15,130	787	287	8,967	71,481
2000	20,205	881	244	*	74,907

PRINCE GEORGE'S COUNTY

Fiscal Year	Residential Building Permits Issued	Residential Construction Value (2)	Commercial Construction Value (2)	Bank Deposits	Total Estimated Real Property Value
1991	3,026	\$ 224	\$ 162	\$ 3,868	\$ 29,215
1992	3,747	290	106	4,088	32,049
1993	5,249	328	124	3,957	34,106
1994	3,864	291	102	4,016	34,929
1995	3,604	299	98	3,941	35,576
1996	3,205	276	417	3,929	35,404
1997	2,815	257	168	3,854	35,828
1998	3,430	318	190	3,873	36,104
1999	2,582	291	286	4,260	36,424
2000	2,219	250	156	*	37,244

Notes: (1) Estimated market value of new construction added to the real property tax base.

(2) Estimated value of new construction on building permits.

* Not Available.

Source: Montgomery County and Prince George's County Governments.

THE MARYLAND-NATIONAL CAPITAL PARK AND PLANNING COMMISSION

TABLE T-12

Principal Taxpayers

June 30, 2000

MONTGOMERY COUNTY

Taxpayer	Total Assessment	Percentage of Total Assessed Valuation	Real Property	Other Property
Potomac Electric Power Company	\$ 1,009,659,880	3.10 %	\$ 23,517,200	\$ 986,142,680
Bell Atlantic	636,666,050	1.96	24,577,370	612,088,680
Washington Gas Light Company	171,956,400	0.53	6,531,360	165,425,040
International Business Machines	85,389,180	0.26	16,649,680	68,739,500
May Department Stores	83,324,130	0.26	29,595,600	53,728,530
Montgomery Mall	82,043,360	0.25	81,392,900	650,460
Bryant F. Foulger, Trustee	57,116,210	0.17	57,116,210	---
Albert & R. Abramson, et. al.	50,844,300	0.16	50,844,300	---
Lake Forest Associates	50,115,600	0.15	50,115,600	---
Asbury Methodist Home, Inc.	45,774,450	0.14	45,774,450	---
Total	\$ 2,272,889,560	6.98 %	\$ 386,114,670	\$ 1,886,774,890
Total Assessable Base	\$ 32,553,856,811	100.00 %		

PRINCE GEORGE'S COUNTY

Taxpayer	Total Assessment	Percentage of Total Assessed Valuation	Real Property	Other Property
Potomac Electric Power Company	\$ 1,981,398,800	11.07 %	\$ 8,651,860	\$ 1,972,746,940
Bell Atlantic Maryland	748,002,160	4.18	3,810,740	744,191,420
Washington Gas Light Company	300,951,720	1.68	1,538,170	299,413,550
Baltimore Gas & Electric Company	184,935,080	1.03	1,046,800	183,888,280
Safeway, Inc.	121,934,260	0.68	33,445,810	88,488,450
Summerfield Housing LTD Partnership	115,480,400	0.65	37,051,400	78,429,000
Giant Foods, Inc.	113,332,040	0.63	---	113,332,040
Greenbelt Homes, Incorporated	110,126,160	0.62	32,205,350	77,920,810
JKC Stadium	95,614,260	0.53	81,124,120	14,490,140
GB Mall Limited Partnership	70,053,680	0.39	26,129,620	43,924,060
Total	\$ 3,841,828,560	21.47 %	\$ 225,003,870	\$ 3,616,824,690
Total Assessable Base	\$ 17,891,768,130	100.00 %		

Source: Montgomery County and Prince George's County Governments.

THE MARYLAND-NATIONAL CAPITAL PARK AND PLANNING COMMISSION

TABLE T-13

SCHEDULE OF INSURANCE IN FORCE
AS OF JUNE 30, 2000

TYPE OF COVERAGE AND NAME OF COMPANY	POLICY/BOND NUMBER	POLICY/BOND FROM	PERIOD TO	COVERAGE	ANNUAL PREMIUM
Self Insured in Conjunction with					
Montgomery County Self Insurance Fund:					
o Workers' Compensation and Employer's Liability				Maryland State and \$100,000 Employer's Liability; Special Police Capital Centre; \$50,000 accident, \$500,000 disease	
o Comprehensive General and Auto Liability				\$10,000,000 combined single limit of Bodily Injury and Property Damage	
o Public Official Liability					
o Police Professional Liability					
o Automobile Physical Damage				Comprehensive and Collision \$1,000 deductible each loss	
o Excess Liability				\$10,000,000 combined single limit \$2,000,000 deductible each loss	\$ 32,900
Insured in Conjunction with Montgomery County Self Insurance Fund:					
o Exhibition Floater Travelers Indemnity Co.	TJCM225T952693	07/01/99	07/01/2000	\$250,000 all risk on display \$20,000, (blanket aggregate); \$10,000 any one item, \$250 deductible; \$25,000 any one conveyance	\$ 850
o All Risk Real and Personal Property Contractor's Equipment and Difference in Conditions and EDP Boiler and Machinery Travelers Indemnity Co.	TJCM225T952693	07/01/99	06/30/2000	\$100,000,000 loss limit \$250,000 S.I.R. per occurrence Includes EDP equipment \$1,000 deductible, \$2,500 deductible for flood & earthquake Actual cash value, broad form coverage per scheduled listing with \$5,000 S.I.R. per occurrence	\$ 47,190
Insurance purchased directly by the Commission:					
o Airport Liability including Products, Hangar Keeper's and Nonowned Aircraft Associated Aviation Underwriters	ALI 604866	1/18/2000	01/18/2001	\$10,000,000 per occurrence; \$10,000,000 per completed operations \$1,000,000 each aircraft; \$5,000,000 each loss; \$2,500 deductible each occurrence	\$ 29,250
o Business Nonowned Aircraft Liability and Physical Damage Associated Aviation Underwriters	BNO 604867	1/18/2000	01/18/2001	\$2,000,000 per occurrence; in motion deductible - \$500 Not in motion deductible - \$100	\$ 3,500
o Additional Premium Endorsement extending coverage to apply to Airshow Associated Aviation Underwriters	46603997	09/12/99	09/13/99	\$10,000,000 per occurrence	\$ 2,500
o Public Employees Blanket Bond Peerless Insurance	018 82 34 61	07/01/99	07/01/2000	\$100,000	\$ 3,710
o Public Official Bond (Secretary-Treasurer) Fidelity and Deposit Company	596 14 77-8	07/01/99	07/01/2000	\$200,000	\$ 720
o Public Official Bond (Executive Director) Fidelity and Deposit Company	3066 59 36	08/14/99	08/14/2000	\$50,000	\$ 175
o Depositors Forgery Bond Fidelity and Deposit Company	948 10 95-1	07/01/99	07/01/2000	\$50,000	\$ 442
o Maryland Baseball Limited Partnership (Bowie Stadium) St. Paul Insurance Company	CK00801578	3/15/2000	03/15/2001	\$500,000 Building Contents \$6,500,000 Building \$2,000,000 General Liability \$1,000,000 Automobile Liability Auto Physical Damage: \$500 Collision deductible \$100 Comprehensive deductible \$100,000 Garage Keepers Liability: \$250 deductible	\$ 45,427
o College Park Aviation Museum CGU Commercial Lines Policy	CIM04050501	11/05/99	11/05/2000	\$300,000 Berliner Helicopter \$ 68,000 Wilbur Wright Robot \$ 5,000 Unscheduled Items \$310,000 1917 Curtis Jenny Plane \$12,000,000 Excess Liability	\$ 3,805
o Live Animal Inland Marine Floater Policy	19-37178	2/24/2000	2/24/2001	Horses - limit \$5,000 per animal Collies - limit \$3,300 per animal	\$ 4,800
Miscellaneous Bonds purchased directly by the Commission					
o License and Permit Bond Peerless Insurance Company	018-89-66-77	03/31/99	03/31/2000	\$5,000 Driveway Entrance 6724 Needwood Rd., Rockvill	\$ 100
					<u>\$ 175,369</u>

THE MARYLAND-NATIONAL CAPITAL PARK AND PLANNING COMMISSION

Table T-14

SUPPLEMENTAL ENTERPRISE INFORMATION

Condensed Schedule of Revenues and Expenses
For the Fiscal Year Ended June 30, 2000

Recreational Facilities

MONTGOMERY COUNTY

	Conference Centers	Golf Courses	Ice Rinks	Indoor Tennis	Park Facilities	Totals
Operating Revenues	\$ 316,869	\$ 6,680,261	\$ 1,857,373	\$ 1,021,025	\$ 1,596,949	\$ 11,472,477
Operating Expenses Before Depreciation	422,713	5,880,420	2,797,730	666,092	1,129,643	10,896,598
Operating Income (Loss) Before Depreciation	(105,844)	799,841	(940,357)	354,933	467,306	575,879
Depreciation	35,254	469,939	291,941	57,637	78,327	933,098
Operating Income (Loss)	(141,098)	329,902	(1,232,298)	297,296	388,979	(357,219)
Nonoperating Revenues (Expenses)	---	(118,841)	(154,941)	151,080	112,259	(10,443)
Operating Transfers In (Out)	76,000	---	10,000	---	---	86,000
Net Income (Loss)	\$ (65,098)	\$ 211,061	\$ (1,377,239)	\$ 448,376	\$ 501,238	\$ (281,662)

PRINCE GEORGE'S COUNTY

	Airport	Equestrian Center/ Multipurpose Arena	Golf Courses	Ice Rinks	Regional Parks	Trap and Skeet Center	Sports and Learning Complex	Bladensburg Marina	Totals
Operating Revenues	\$ 261,220	\$ 998,826	\$ 2,109,745	\$ 458,807	\$ 200,252	\$ 1,123,008	\$ 160,548	\$ ---	\$ 5,312,406
Operating Expenses Before Depreciation	632,434	2,471,659	2,138,660	527,466	449,532	1,138,414	3,737,518	257,433	11,353,116
Operating Income (Loss) Before Depreciation	(371,214)	(1,472,833)	(28,915)	(68,659)	(249,280)	(15,406)	(3,576,970)	(257,433)	(6,040,710)
Depreciation	115,838	583,232	121,774	87,246	32,305	7,944	483,345	69,447	1,501,131
Operating Income (Loss)	(487,052)	(2,056,065)	(150,689)	(155,905)	(281,585)	(23,350)	(4,060,315)	(326,880)	(7,541,841)
Nonoperating Revenues (Expenses)	---	---	---	---	67,923	---	184,432	25,958	278,313
Operating Transfers In (Out)	288,617	1,236,859	109,269	73,338	281,917	94,917	2,929,116	245,100	5,259,133
Net Income (Loss)	\$ (198,435)	\$ (819,206)	\$ (41,420)	\$ (82,567)	\$ 68,255	\$ 71,567	\$ (946,767)	\$ (55,822)	\$ (2,004,395)

Cover:

The Prince George's Sports and Learning Complex, a place dedicated to the fitness of body and mind, became the latest jewel in the Commission's crown when it opened to the public in April, 2000. The centerpiece of the Complex is a major state-of-the-art indoor facility which includes: a field house with a 200-meter, 6-lane indoor track; a 20,000 square-foot fitness center; a competition-level gymnastics facility; an aquatics facility with both 50-meter competition pools and a family leisure splash pool; and a Learning Center which offers interactive educational opportunities as well as Internet access and technology-based programs for all ages and skill levels. The Complex's indoor venues are all linked via a central "Main Street" atrium which offers retail and food concession areas, interactive exhibits and observation space overlooking the various competitive sports venues, outdoor track and sports fields and a protected fossil interpretive area.

Page 15:

Soccer players compete on one of many fields available for play . . . Jefferson Farm barn at Little Bennett Golf Course offers a scenic view . . . Hockey players await their chance to score a goal . . . Park Police mounted officer provides a reassuring presence at special events throughout the county . . . A future gymnast enjoys the bounce of a trampoline . . . Sports programs offered through the Commission serve hundreds of thousands of residents . . . A diver takes the plunge at the Prince George's Sports and Learning Complex . . . A naturalist adds seasonal beauty to a park area . . . Canoes at Black Hill Regional Park provide a means to enjoy the natural beauty of the park.

Photo Credits:

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