

Combining and Individual Fund Statements and Schedules



Nonmajor Governmental Funds

Special Revenue Funds

Special Revenue Funds account for specific revenue sources that are restricted or committed to finance particular functions and activities of the Commonwealth.

The Health and Social Services Special Revenue Fund accounts for revenues and expenditures related to local health care assistance.

The Unclaimed Property Fund accounts for unclaimed and escheat property that the Commonwealth holds for its rightful owner. Due to the nature of these transactions, the Commonwealth incurs a liability upon receipt of the assets. The accompanying financial statements reflect an estimate of the amount that will be paid to claimants as required by governmental accounting standards.

The Other Special Revenue Fund accounts for revenues and expenditures related to business and agricultural activities, and miscellaneous activities throughout the Commonwealth.

Debt Service Funds

The Debt Service Funds account for transactions related to resources retained and used for the payment of interest and principal on long-term obligations recorded in the Governmental Activities column on the Government-wide Statement of Net Position.

Primary Government accounts for the payment of principal and interest on bonds used to acquire, construct, or improve parks, highways, and correctional, behavioral health, and parking facilities owned by the Commonwealth.

The Virginia Public Building Authority accounts for the payment of principal and interest on bonds used to acquire, construct, and operate public buildings used by the Commonwealth and its political subdivisions.

Capital Project Funds

The Capital Project Funds are maintained to account for resources received and used for the acquisition, construction, or improvement of capital facilities not reported in the other governmental or proprietary funds.

Primary Government accounts for the financial resources acquired through the issuance of General Obligation Bonds and Energy Performance Contracts. The resources are used to acquire, construct, or improve land, public buildings, and parking facilities owned by the Commonwealth.

The Virginia Public Building Authority accounts for financial resources acquired through the issuance of section 9(d) bonds. These resources are used to acquire, construct, finance, refinance and operate public buildings used by the Commonwealth and any of its political subdivisions. Resources are also used to finance or refinance reimbursements to localities or governmental entities for the Commonwealth's share of the capital costs for certain authorized projects.

Permanent Funds

Permanent Funds are funds whose principal must remain intact.

Commonwealth Health Research Fund provides financial grants for human health research benefiting the Commonwealth's citizens. The entire fund balance is restricted for use as such as a condition of a legal settlement.

Behavioral Health Endowment Funds provide funds for the welfare of patients in behavioral health facilities. The entire fund balance is restricted for use as such.

Combining Balance Sheet – Nonmajor Governmental Funds

June 30, 2017

(Dollars in Thousands)

	Special Revenue Funds			
	Health and Social Services	Unclaimed Property	Other	Total
Assets and Deferred Outflows of Resources				
Cash and Cash Equivalents	\$ 174,386	\$ 138,976	\$ 368,793	\$ 682,155
Investments	6,014	288,894	16,281	311,189
Receivables, Net	40,125	394	23,730	64,249
Due from Other Funds	950	-	4,250	5,200
Due from External Parties (Fiduciary Funds)	-	-	424	424
Interfund Receivable	-	-	160,964	160,964
Inventory	3,502	-	214	3,716
Prepaid Items	9,931	476	3,596	14,003
Other Assets	6	-	1,732	1,738
Loans Receivable from Component Units	-	-	60,541	60,541
Total Assets	234,914	428,740	640,525	1,304,179
Deferred Outflows of Resources				
Total Assets and Deferred Outflows of Resources	\$ 234,914	\$ 428,740	\$ 640,525	\$ 1,304,179
Liabilities, Deferred Inflows of Resources, and Fund Balances				
Accounts Payable	\$ 15,983	\$ 451	\$ 35,939	\$ 52,373
Amounts Due to Other Governments	6,933	-	918	7,851
Due to Other Funds	1,641	33	3,042	4,716
Due to Component Units	-	-	-	-
Due to External Parties (Fiduciary Funds)	1,005	22	1,740	2,767
Unearned Revenue	14,009	-	8,806	22,815
Due to Claimants, Participants, Escrows and Providers	-	488,400	-	488,400
Other Liabilities	75	-	5,504	5,579
Long-term Liabilities Due Within One Year	715	1	25	741
Total Liabilities	40,361	488,907	55,974	585,242
Deferred Inflows of Resources				
Total Liabilities and Deferred Inflows of Resources	56,733	488,907	66,498	612,138
Fund Balances:				
Nonspendable	13,433	476	3,760	17,669
Restricted	38,259	-	66,012	104,271
Committed	120,505	-	481,524	602,029
Assigned	5,984	-	22,731	28,715
Unassigned	-	(60,643)	-	(60,643)
Total Fund Balances (Deficit)	178,181	(60,167)	574,027	692,041
Total Liabilities, Deferred Inflows of Resources, and Fund Balances	\$ 234,914	\$ 428,740	\$ 640,525	\$ 1,304,179

Debt Service Funds			Capital Project Funds		
Primary Government	Virginia Public Building Authority	Total	Primary Government	Virginia Public Building Authority	Total
\$ 31,626	\$ 8	\$ 31,634	\$ 18,277	\$ 185,176	\$ 203,453
-	-	-	-	-	-
-	-	-	-	265	265
-	-	-	-	-	-
-	-	-	-	-	-
-	-	-	-	-	-
-	-	-	-	-	-
-	-	-	-	-	-
31,626	8	31,634	18,277	185,441	203,718
-	-	-	-	-	-
\$ 31,626	\$ 8	\$ 31,634	\$ 18,277	\$ 185,441	\$ 203,718
-	-	-	-	-	-
\$ -	\$ -	\$ -	\$ 162	\$ 5,032	\$ 5,194
-	-	-	-	-	-
-	-	-	2,458	1,540	3,998
-	-	-	-	-	-
-	-	-	-	-	-
-	-	-	-	-	-
-	-	-	2,620	6,572	9,192
-	-	-	-	-	-
-	-	-	2,620	6,572	9,192
-	-	-	-	-	-
-	-	-	-	-	-
31,626	8	31,634	15,657	178,869	194,526
-	-	-	-	-	-
-	-	-	-	-	-
31,626	8	31,634	15,657	178,869	194,526
\$ 31,626	\$ 8	\$ 31,634	\$ 18,277	\$ 185,441	\$ 203,718

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Combining Balance Sheet – Nonmajor Governmental Funds (Continued from previous page)

June 30, 2017

(Dollars in Thousands)

	Permanent Funds			Total Nonmajor Governmental Funds
	Commonwealth Health Research Board	Behavioral Health Endowment Funds	Total	
Assets and Deferred Outflows of Resources				
Cash and Cash Equivalents	\$ 272	\$ 134	\$ 406	\$ 917,648
Investments	-	-	-	311,189
Receivables, Net	-	-	-	64,514
Due from Other Funds	-	-	-	5,200
Due from External Parties (Fiduciary Funds)	37,869	-	37,869	38,293
Interfund Receivable	-	-	-	160,964
Inventory	-	-	-	3,716
Prepaid Items	-	-	-	14,003
Other Assets	-	-	-	1,738
Loans Receivable from Component Units	-	-	-	60,541
Total Assets	38,141	134	38,275	1,577,806
Deferred Outflows of Resources				
Total Assets and Deferred Outflows of Resources	\$ 38,141	\$ 134	\$ 38,275	\$ 1,577,806
Liabilities, Deferred Inflows of Resources, and Fund Balances				
Accounts Payable	\$ 85	\$ -	\$ 85	\$ 57,652
Amounts Due to Other Governments	-	-	-	7,851
Due to Other Funds	1	-	1	4,717
Due to Component Units	-	-	-	3,998
Due to External Parties (Fiduciary Funds)	1	-	1	2,768
Unearned Revenue	-	-	-	22,815
Due to Claimants, Participants, Escrows and Providers	-	-	-	488,400
Other Liabilities	-	-	-	5,579
Long-term Liabilities Due Within One Year	-	-	-	741
Total Liabilities	87	-	87	594,521
Deferred Inflows of Resources				
Total Liabilities and Deferred Inflows of Resources	87	-	87	621,417
Fund Balances:				
Nonspendable	36,549	48	36,597	54,266
Restricted	1,505	86	1,591	332,022
Committed	-	-	-	602,029
Assigned	-	-	-	28,715
Unassigned	-	-	-	(60,643)
Total Fund Balances (Deficit)	38,054	134	38,188	956,389
Total Liabilities, Deferred Inflows of Resources, and Fund Balances	\$ 38,141	\$ 134	\$ 38,275	\$ 1,577,806



**Combining Statement of Revenues, Expenditures, and Changes in Fund Balance –
Nonmajor Governmental Funds**

For the Fiscal Year Ended June 30, 2017
(Dollars in Thousands)

	Special Revenue Funds			
	Health and Social Services	Unclaimed Property	Other	Total
Revenues				
Taxes	\$ 2,654	\$ -	\$ 75,425	\$ 78,079
Rights and Privileges	135,232	-	180,484	315,716
Institutional Revenue	178,584	-	26,014	204,598
Interest, Dividends, Rents, and Other Investment Income	1,099	47,571	15,570	64,240
Federal Grants and Contracts	-	-	-	-
Other	99,327	160,606	281,204	541,137
Total Revenues	416,896	208,177	578,697	1,203,770
Expenditures				
Current:				
General Government	48	6,049	71,746	77,843
Education	129	-	26,957	27,086
Transportation	-	-	6,328	6,328
Resources and Economic Development	38,477	-	320,668	359,145
Individual and Family Services	351,336	-	72,323	423,659
Administration of Justice	453	-	71,630	72,083
Capital Outlay	74	-	6,503	6,577
Debt Service:				
Principal Retirement	-	-	-	-
Interest and Charges	-	-	-	-
Total Expenditures	390,517	6,049	576,155	972,721
Revenues Over (Under) Expenditures	26,379	202,128	2,542	231,049
Other Financing Sources (Uses)				
Transfers In	1,460	-	53,880	55,340
Transfers Out	(34,408)	(142,094)	(55,979)	(232,481)
Notes Issued	-	-	512	512
Insurance Recoveries	4	-	1,223	1,227
Bonds Issued	-	-	-	-
Premium on Debt Issuance	-	-	-	-
Refunding Bonds Issued	-	-	-	-
Payment to Refunded Bond Escrow Agents	-	-	-	-
Total Other Financing Sources (Uses)	(32,944)	(142,094)	(364)	(175,402)
Net Change in Fund Balances	(6,565)	60,034	2,178	55,647
Fund Balance, July 1, as restated	184,746	(120,201)	571,849	636,394
Fund Balance (Deficit), June 30	\$ 178,181	\$ (60,167)	\$ 574,027	\$ 692,041

Debt Service Funds			Capital Project Funds		
Primary Government	Virginia Public Building Authority	Total	Primary Government	Virginia Public Building Authority	Total
\$ -	\$ -	\$ -	\$ -	\$ -	\$ -
-	-	-	-	-	-
-	-	-	-	-	-
86	2	88	141	2,220	2,361
75,596	-	75,596	-	-	-
7,529	-	7,529	-	-	-
83,211	2	83,213	141	2,220	2,361
-	-	-	-	-	-
-	-	-	-	-	-
-	-	-	-	-	-
-	-	-	-	-	-
-	-	-	-	-	-
-	-	-	8,030	256,176	264,206
235,437	177,020	412,457	-	-	-
177,533	103,913	281,446	-	-	-
412,970	280,933	693,903	8,030	256,176	264,206
(329,759)	(280,931)	(610,690)	(7,889)	(253,956)	(261,845)
339,218	279,729	618,947	2	-	2
-	-	-	(3,134)	(495)	(3,629)
-	-	-	-	-	-
-	-	-	-	367,670	367,670
12,932	43,833	56,765	-	52,708	52,708
97,105	178,955	276,060	-	-	-
(109,622)	(221,578)	(331,200)	-	-	-
339,633	280,939	620,572	(3,132)	419,883	416,751
9,874	8	9,882	(11,021)	165,927	154,906
21,752	-	21,752	26,678	12,942	39,620
\$ 31,626	\$ 8	\$ 31,634	\$ 15,657	\$ 178,869	\$ 194,526

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**Combining Statement of Revenues, Expenditures, and Changes in Fund Balance –
Nonmajor Governmental Funds** (Continued from previous page)

For the Fiscal Year Ended June 30, 2017
(Dollars in Thousands)

	Permanent Funds			Total Nonmajor Governmental Funds
	Commonwealth	Behavioral	Total	
	Health	Health		
	Research Board	Endowment Funds		
Revenues				
Taxes	\$ -	\$ -	\$ -	\$ 78,079
Rights and Privileges	-	-	-	315,716
Institutional Revenue	-	-	-	204,598
Interest, Dividends, Rents, and Other Investment Income	4,175	1	4,176	70,865
Federal Grants and Contracts	-	-	-	75,596
Other	-	-	-	548,666
Total Revenues	4,175	1	4,176	1,293,520
Expenditures				
Current:				
General Government	-	-	-	77,843
Education	-	-	-	27,086
Transportation	-	-	-	6,328
Resources and Economic Development	-	-	-	359,145
Individual and Family Services	1,448	1	1,449	425,108
Administration of Justice	-	-	-	72,083
Capital Outlay	-	-	-	270,783
Debt Service:				
Principal Retirement	-	-	-	412,457
Interest and Charges	-	-	-	281,446
Total Expenditures	1,448	1	1,449	1,932,279
Revenues Over (Under) Expenditures	2,727	-	2,727	(638,759)
Other Financing Sources (Uses)				
Transfers In	-	-	-	674,289
Transfers Out	-	-	-	(236,110)
Notes Issued	-	-	-	512
Insurance Recoveries	-	-	-	1,227
Bonds Issued	-	-	-	367,670
Premium on Debt Issuance	-	-	-	109,473
Refunding Bonds Issued	-	-	-	276,060
Payment to Refunded Bond Escrow Agents	-	-	-	(331,200)
Total Other Financing Sources (Uses)	-	-	-	861,921
Net Change in Fund Balances	2,727	-	2,727	223,162
Fund Balance, July 1, as restated	35,327	134	35,461	733,227
Fund Balance (Deficit), June 30	\$ 38,054	\$ 134	\$ 38,188	\$ 956,389



**Schedule of Revenues, Expenditures, and Changes in Fund Balance –
Budget and Actual – Nonmajor Special Revenue Funds**

For the Fiscal Year Ended June 30, 2017
(Dollars in Thousands)

	Health and Social Services			Final/Actual Variance Positive (Negative)
	Original Budget	Final Budget	Actual	
Revenues:				
Taxes:				
Motor Fuel	\$ -	\$ -	\$ -	\$ -
Deeds, Contracts, Suits	-	-	-	-
Alcoholic Beverage Sales	-	-	-	-
Tobacco Products	-	-	-	-
Public Service Corporations	5,900	5,280	2,654	(2,626)
Other Taxes	-	-	-	-
Rights and Privileges	135,952	135,186	135,313	127
Sales of Property and Commodities	-	885	1,183	298
Assessments and Receipts for Support of Special Services	-	-	-	-
Institutional Revenue	172,517	176,009	173,542	(2,467)
Interest, Dividends, and Rents	134	155	941	786
Fines, Forfeitures, Court Fees, Penalties, and Escheats	1,236	1,633	3,244	1,611
Receipts from Cities, Counties, and Towns	59,900	60,011	61,461	1,450
Private Donations, Gifts and Contracts	3,243	5,936	2,630	(3,306)
Other	38,297	33,251	32,561	(690)
Total Revenues	417,179	418,346	413,529	(4,817)
Expenditures:				
Current:				
General Government	282	282	47	235
Education	461	426	128	298
Transportation	-	-	-	-
Resources and Economic Development	39,332	43,120	38,487	4,633
Individual and Family Services	456,763	462,050	336,459	125,591
Administration of Justice	594	662	451	211
Capital Outlay	2,547	2,547	74	2,473
Total Expenditures	499,979	509,087	375,646	133,441
Revenues Over (Under) Expenditures	(82,800)	(90,741)	37,883	128,624
Other Financing Sources (Uses):				
Transfers:				
Transfers In	225	225	1,460	1,235
Transfers Out	(13,873)	(30,695)	(34,408)	(3,713)
Total Other Financing Sources (Uses)	(13,648)	(30,470)	(32,948)	(2,478)
Revenues and Other Sources Over (Under)	(96,448)	(121,211)	4,935	126,146
Fund Balance, July 1	161,245	161,245	161,245	-
Fund Balance, June 30	\$ 64,797	\$ 40,034	\$ 166,180	\$ 126,146

See Notes on page 218 in this section.

Other

<u>Original Budget</u>	<u>Final Budget</u>	<u>Actual</u>	<u>Final/Actual Variance Positive (Negative)</u>
\$ 34,651	\$ 34,067	\$ 33,562	\$ (505)
549	577	604	27
868	837	846	9
113	113	94	(19)
10,822	10,508	10,268	(240)
30,667	24,259	30,874	6,615
197,689	195,692	182,414	(13,278)
6,841	8,486	5,872	(2,614)
120,160	116,460	118,510	2,050
24,056	26,593	26,004	(589)
11,755	12,584	15,962	3,378
42,857	49,021	50,629	1,608
1,204	1,204	1,230	26
1,314	4,026	3,720	(306)
64,441	89,462	101,787	12,325
<u>547,987</u>	<u>573,889</u>	<u>582,376</u>	<u>8,487</u>
82,004	87,490	71,422	16,068
26,105	31,635	27,056	4,579
8,114	8,122	6,417	1,705
340,710	350,275	318,281	31,994
77,936	79,801	71,351	8,450
78,307	83,089	73,575	9,514
18,919	26,324	6,289	20,035
632,095	666,736	574,391	92,345
<u>(84,108)</u>	<u>(92,847)</u>	<u>7,985</u>	<u>100,832</u>
26,690	25,866	53,825	27,959
<u>(15,041)</u>	<u>(27,045)</u>	<u>(55,979)</u>	<u>(28,934)</u>
<u>11,649</u>	<u>(1,179)</u>	<u>(2,154)</u>	<u>(975)</u>
(72,459)	(94,026)	5,831	99,857
577,986	577,986	577,986	-
<u>\$ 505,527</u>	<u>\$ 483,960</u>	<u>\$ 583,817</u>	<u>\$ 99,857</u>

**Notes for Schedule of Revenues, Expenditures, and Changes in Fund Balance –
Budget and Actual – Nonmajor Special Revenue Funds**

1. Basis of Budgeting vs. Modified Accrual Basis Fund Balance (1)

Since the presentation of financial data on the basis of budgeting differs from that presented under accounting principles generally accepted in the United States of America, a schedule reconciling the fund balance on a budgetary basis at June 30, 2017, to the fund balance on a modified accrual basis follows.

<i>(Dollars in Thousands)</i>	Health and Social Services	Other
Fund Balance, Basis of Budgeting	\$ 166,180	\$ 583,817
Adjustments from Budget to Modified Accrual:		
Accrued Revenues:		
Taxes	-	5,157
Other Revenue/Transfers	20,106	7,677
Accrued Expenditures/Transfers	(8,886)	(22,838)
Fund Reclassification - Budget to Modified Accrual	781	214
Fund Balance, Modified Accrual Basis	<u>\$ 178,181</u>	<u>\$ 574,027</u>

1. As discussed in Note 1.E., the Unclaimed Property Fund has no approved budget.

2. Appropriations

The amounts presented in the Schedule of Revenues, Expenditures, and Changes in Fund Balance – Budget and Actual – Nonmajor Special Revenue Funds are principally on a cash basis and represent the original budget adopted by the General Assembly and all supplemental appropriations and transfers. The following schedule reconciles original appropriations to the final adjusted expenditure appropriations for the Nonmajor Special Revenue Funds, at June 30, 2017, except for the Unclaimed Property Fund which has no approved budget.

<i>(Dollars in Thousands)</i>	Health and Social Services	Other
Appropriations (1)	\$ 499,979	\$ 632,095
Supplemental Appropriations:		
Reappropriations (2)	2,547	49,730
Subsequent Executive (3)	8,910	28,282
Subsequent Legislative (4)	315	1,219
Capital Outlay Reversions (5)	-	(236)
Transfers (6)	(117)	2,972
Capital Outlay Adjustment (7)	(2,547)	(47,326)
Appropriations, as adjusted	<u>\$ 509,087</u>	<u>\$ 666,736</u>

1. Represents the budget appropriated through Chapter 780, 2016 Acts of Assembly, as amended by Chapter 836, 2017 Acts of Assembly.
2. Actions taken to reappropriate any prior year unexpended balances per authority of the language in the Appropriation Act.
3. Actions taken by the Governor to appropriate any additional revenues collected so that they can be legally spent.
4. Actions taken by the Governor and the General Assembly to adjust the budget.
5. Represents reversions of unexpended capital outlay balances.
6. Represents transfers required by the Appropriation Act.
7. Capital outlay appropriations cover the projects' lives and usually extend beyond the current fiscal year. These amounts have been adjusted to report the amount authorized for expenditure during the current fiscal year.