

CORPUS CHRISTI BUSINESS & JOB DEVELOPMENT (SEAWALL IMPROVEMENT FUND - 1120 & 1121)

Cash Flow/Income Statement (Actuals) *

February 1, 2019 - January 31, 2020

| | February | March | April | May | June | July | August | Unaudited September | October | November | December | January | |
|-------------------------------------|---------------|---------------|---------------|---------------|---------------|---------------|---------------|------------------------|---------------|---------------|---------------|---------------|--------------|
| Beginning cash/Fund balance | 42,540,103.34 | 40,894,371.22 | 41,523,618.75 | 42,147,359.50 | 42,881,486.06 | 43,571,697.27 | 44,246,468.85 | 45,014,100.47 | 46,648,843.42 | 47,372,608.00 | 48,097,933.52 | 48,709,106.64 | |
| Revenue: | | | | | | | | | | | | | |
| Sales Taxes ^ | 780,452.87 | 556,845.12 | 551,052.18 | 658,613.05 | 614,552.05 | 600,989.20 | 693,651.68 | 656,104.28 | 650,915.92 | 607,612.62 | 555,169.41 | 778,918.31 | 2,592,616.26 |
| Interest on investments | 78,776.39 | 79,554.41 | 79,840.57 | 82,665.51 | 82,811.16 | 81,434.38 | 81,131.94 | 75,126.74 | 82,221.66 | 127,089.90 | 65,380.71 | 64,615.78 | 339,308.05 |
| Total revenue | 859,229.26 | 636,399.53 | 630,892.75 | 741,278.56 | 697,363.21 | 682,423.58 | 774,783.62 | 731,231.02 | 733,137.58 | 734,702.52 | 620,550.12 | 843,534.09 | 2,931,924.31 |
| Transfer from CIP | - | - | - | - | - | - | - | - | - | - | - | - | - |
| Total resources available | 43,399,332.60 | 41,530,770.75 | 42,154,511.50 | 42,888,638.06 | 43,578,849.27 | 44,254,120.85 | 45,021,252.47 | 45,745,331.49 | 47,381,981.00 | 48,107,310.52 | 48,718,483.64 | 49,552,640.73 | |
| Expenditures: | | | | | | | | | | | | | |
| Principal | 2,095,000.00 | - | - | - | - | - | - | - | - | - | - | - | 0.00 |
| Interest | 402,809.38 | - | - | - | - | - | - | 350,434.38 | - | - | - | - | 0.00 |
| Paying agent fees | - | - | - | - | - | 500.00 | - | - | - | - | - | - | 0.00 |
| Administrative Costs | - | - | - | - | - | - | - | - | - | - | - | - | 0.00 |
| Transfer to Gen Fd - Admin Svc Chrg | 7,152.00 | 7,152.00 | 7,152.00 | 7,152.00 | 7,152.00 | 7,152.00 | 7,152.00 | 7,152.00 | 9,373.00 | 9,377.00 | 9,377.00 | 9,377.00 | 37,504.00 |
| Capital | - | - | - | - | - | - | - | - | - | - | - | - | 0.00 |
| Transfer to Seawall CIP | - | - | - | - | - | - | - | - | - | - | - | - | 0.00 |
| Transfer to Gen Fd - Miradors | - | - | - | - | - | - | - | - | - | - | - | - | 0.00 |
| Total expenditures | 2,504,961.38 | 7,152.00 | 7,152.00 | 7,152.00 | 7,152.00 | 7,652.00 | 7,152.00 | 357,586.38 | 9,373.00 | 9,377.00 | 9,377.00 | 9,377.00 | 37,504.00 |
| Cash/Fund balance | 40,894,371.22 | 41,523,618.75 | 42,147,359.50 | 42,881,486.06 | 43,571,697.27 | 44,246,468.85 | 45,014,100.47 | 45,387,745.11 | 47,372,608.00 | 48,097,933.52 | 48,709,106.64 | 49,543,263.73 | - |

Income Statement (Estimates)

February 1, 2020 - January 31, 2021

| | February | March | April | May | June | July | August | September | October | November | December | January | |
|-------------------------------------|---------------|---------------|---------------|---------------|---------------|---------------|---------------|---------------|---------------|---------------|---------------|---------------|--|
| Beginning Fund balance | 49,543,263.73 | 50,217,522.65 | 48,340,347.19 | 49,014,606.11 | 49,688,865.03 | 50,363,123.95 | 51,037,382.87 | 51,711,641.79 | 52,384,900.71 | 52,762,725.25 | 53,140,549.79 | 53,518,374.33 | |
| Revenue: | | | | | | | | | | | | | |
| Sales Taxes Received | 638,218.92 | 638,218.92 | 638,218.92 | 638,218.92 | 638,218.92 | 638,218.92 | 638,218.92 | 638,218.92 | 638,218.92 | 638,218.92 | 638,218.92 | 638,218.92 | |
| Interest on investments | 46,666.67 | 46,666.67 | 46,666.67 | 46,666.67 | 46,666.67 | 46,666.67 | 46,666.67 | 46,666.67 | 46,666.67 | 46,666.67 | 46,666.67 | 46,666.67 | |
| Total revenue | 684,885.59 | 684,885.59 | 684,885.59 | 684,885.59 | 684,885.59 | 684,885.59 | 684,885.59 | 684,885.59 | 684,885.59 | 684,885.59 | 684,885.59 | 684,885.59 | |
| Total resources available | 50,228,149.32 | 50,902,408.24 | 49,025,232.78 | 49,699,491.70 | 50,373,750.62 | 51,048,009.54 | 51,722,268.46 | 52,396,527.38 | 53,069,786.30 | 53,447,610.84 | 53,825,435.38 | 54,203,259.92 | |
| Expenditures: | | | | | | | | | | | | | |
| Principal | - | 2,200,000.00 | - | - | - | - | - | - | - | - | - | - | |
| Interest | - | 350,434.38 | - | - | - | - | - | - | 295,434.38 | 295,434.38 | 295,434.38 | 295,434.38 | |
| Paying agent fees | - | 1,000.00 | - | - | - | - | - | 1,000.00 | 1,000.00 | 1,000.00 | 1,000.00 | 1,000.00 | |
| Administrative Costs | 1,250.00 | 1,250.00 | 1,250.00 | 1,250.00 | 1,250.00 | 1,250.00 | 1,250.00 | 1,250.00 | 1,250.00 | 1,250.00 | 1,250.00 | 1,250.00 | |
| Transfer to Gen Fd - Admin Svc Chrg | 9,376.67 | 9,376.67 | 9,376.67 | 9,376.67 | 9,376.67 | 9,376.67 | 9,376.67 | 9,376.67 | 9,376.67 | 9,376.67 | 9,376.67 | 9,376.67 | |
| Transfer to Seawall CIP | - | - | - | - | - | - | - | - | - | - | - | - | |
| Total expenditures | 10,626.67 | 2,562,061.05 | 10,626.67 | 10,626.67 | 10,626.67 | 10,626.67 | 10,626.67 | 11,626.67 | 307,061.05 | 307,061.05 | 307,061.05 | 307,061.05 | |
| Fund balance | 50,217,522.65 | 48,340,347.19 | 49,014,606.11 | 49,688,865.03 | 50,363,123.95 | 51,037,382.87 | 51,711,641.79 | 52,384,900.71 | 52,762,725.25 | 53,140,549.79 | 53,518,374.33 | 53,896,198.87 | |

3271 - Seawall Sys CIP - encumbrance balance as of January 31, 2020 is \$791,431.42

3272 - Seawall Sys CIP - encumbrance balance as of January 31, 2020 is \$0.00

^ The last date to collect one-eighth of one percent sales tax is April 1, 2026.

* Statement is on a cash basis through September, 2019.

Beginning in October, 2019, statement is on a modified accrual basis

CORPUS CHRISTI BUSINESS & JOB DEVELOPMENT (ARENA FUND - 1130 & 1131)

Cash Flow/Income Statement (Actuals) *

February 1, 2019 - January 31, 2020

| | February | March | April | May | June | July | August | Unaudited September | October | November | December | January | |
|-------------------------------------|---------------|---------------|---------------|---------------|---------------|---------------|---------------|------------------------|---------------|---------------|---------------|---------------|--------------|
| Beginning cash/Fund balance | 24,505,465.76 | 24,145,236.22 | 24,060,485.75 | 23,970,238.83 | 23,955,338.38 | 23,928,584.90 | 23,886,734.01 | 23,936,623.28 | 22,251,175.14 | 22,154,771.44 | 22,001,277.43 | 21,768,859.04 | |
| Revenue: | | | | | | | | | | | | | |
| Sales Taxes Received ^ | 780,452.87 | 556,845.12 | 551,052.18 | 658,613.05 | 614,552.05 | 600,989.20 | 693,651.68 | 656,104.28 | 650,915.92 | 607,612.62 | 555,169.41 | 778,918.31 | 2,592,616.26 |
| Interest on investments | 45,379.59 | 46,971.25 | 46,262.90 | 47,013.91 | 46,256.47 | 44,721.91 | 43,799.59 | 39,949.27 | 38,205.12 | 57,540.37 | 29,437.06 | 29,075.49 | 154,258.04 |
| Sale Property/clean energy credits | - | - | - | - | - | - | - | - | 33,127.26 | - | 1,728.75 | - | 34,856.01 |
| Total revenue | 825,832.46 | 603,816.37 | 597,315.08 | 705,626.96 | 660,808.52 | 645,711.11 | 737,451.27 | 696,053.55 | 722,248.30 | 665,152.99 | 586,335.22 | 807,993.80 | |
| Transf from other Fd - VIFFD | - | - | - | - | - | - | - | - | - | - | - | - | - |
| Total resources available | 25,331,298.22 | 24,749,052.59 | 24,657,800.83 | 24,675,865.79 | 24,616,146.90 | 24,574,296.01 | 24,624,185.28 | 24,632,676.83 | 22,973,423.44 | 22,819,924.43 | 22,587,612.65 | 22,576,852.84 | |
| Expenditures: | | | | | | | | | | | | | |
| Principal | - | - | - | - | - | - | - | 2,440,000.00 | - | - | - | - | - |
| Interest | 498,500.00 | - | - | - | - | - | - | 498,500.00 | - | - | - | - | - |
| Paying agent fees | - | - | - | - | - | - | - | - | - | - | - | - | - |
| Arena Maint. & Repair | - | 1,004.84 | - | 32,965.41 | - | - | - | 16,571.00 | - | - | - | 6,580.00 | 6,580.00 |
| Transfer/Visitors Fac Fd | 680,845.00 | 680,845.00 | 680,845.00 | 680,845.00 | 680,845.00 | 680,845.00 | 680,845.00 | 680,812.00 | 810,001.00 | 809,998.00 | 809,998.00 | 809,998.00 | 3,239,995.00 |
| Transfer to Gen Fd - Admin Svc Chrg | 6,717.00 | 6,717.00 | 6,717.00 | 6,717.00 | 6,717.00 | 6,717.00 | 6,717.00 | 6,717.00 | 8,651.00 | 8,649.00 | 8,649.00 | 8,649.00 | 34,598.00 |
| Administrative Costs | - | - | - | - | - | - | - | - | - | - | 106.61 | 105.00 | 211.61 |
| Total expenditures | 1,186,062.00 | 688,566.84 | 687,562.00 | 720,527.41 | 687,562.00 | 687,562.00 | 687,562.00 | 3,642,600.00 | 818,652.00 | 818,647.00 | 818,753.61 | 825,332.00 | 3,281,384.61 |
| Cash/Fund balance | 24,145,236.22 | 24,060,485.75 | 23,970,238.83 | 23,955,338.38 | 23,928,584.90 | 23,886,734.01 | 23,936,623.28 | 20,990,076.83 | 22,154,771.44 | 22,001,277.43 | 21,768,859.04 | 21,751,520.84 | 3,281,384.61 |

Income Statement (Estimates)

February 1, 2020 - January 31, 2021

| | February | March | April | May | June | July | August | September | October | November | December | January |
|-------------------------------------|---------------|---------------|---------------|---------------|---------------|---------------|---------------|---------------|---------------|---------------|---------------|---------------|
| Beginning Fund balance | 21,751,520.84 | 21,578,175.67 | 20,966,330.50 | 20,792,985.33 | 20,619,640.16 | 20,446,294.99 | 20,272,949.82 | 20,099,604.65 | 16,922,759.48 | 16,749,414.31 | 16,576,069.14 | 16,402,723.97 |
| Revenue: | | | | | | | | | | | | |
| Sales Taxes Received | 638,218.92 | 638,218.92 | 638,218.92 | 638,218.92 | 638,218.92 | 638,218.92 | 638,218.92 | 638,218.92 | 638,218.92 | 638,218.92 | 638,218.92 | 638,218.92 |
| Interest on investments | 25,000.00 | 25,000.00 | 25,000.00 | 25,000.00 | 25,000.00 | 25,000.00 | 25,000.00 | 25,000.00 | 25,000.00 | 25,000.00 | 25,000.00 | 25,000.00 |
| Total revenue | 663,218.92 | 663,218.92 | 663,218.92 | 663,218.92 | 663,218.92 | 663,218.92 | 663,218.92 | 663,218.92 | 663,218.92 | 663,218.92 | 663,218.92 | 663,218.92 |
| Total resources available | 22,414,739.76 | 22,241,394.59 | 21,629,549.42 | 21,456,204.25 | 21,282,859.08 | 21,109,513.91 | 20,936,168.74 | 20,762,823.57 | 17,585,978.40 | 17,412,633.23 | 17,239,288.06 | 17,065,942.89 |
| Expenditures: | | | | | | | | | | | | |
| Principal | - | - | - | - | - | - | - | 2,565,000.00 | - | - | - | - |
| Interest | - | 437,500.00 | - | - | - | - | - | 437,500.00 | - | - | - | - |
| Paying agent fees | - | 1,000.00 | - | - | - | - | - | 1,000.00 | - | - | - | - |
| Arena Maint & Repairs | 16,666.67 | 16,666.67 | 16,666.67 | 16,666.67 | 16,666.67 | 16,666.67 | 16,666.67 | 16,666.67 | 16,666.67 | 16,666.67 | 16,666.67 | 16,666.67 |
| Transfer/Visitors Fac Fd | 809,998.25 | 809,998.25 | 809,998.25 | 809,998.25 | 809,998.25 | 809,998.25 | 809,998.25 | 809,998.25 | 809,998.25 | 809,998.25 | 809,998.25 | 809,998.25 |
| Transfer to Gen Fd - Admin Svc Chrg | 8,649.17 | 8,649.17 | 8,649.17 | 8,649.17 | 8,649.17 | 8,649.17 | 8,649.17 | 8,649.17 | 8,649.17 | 8,649.17 | 8,649.17 | 8,649.17 |
| Administrative Costs | 1,250.00 | 1,250.00 | 1,250.00 | 1,250.00 | 1,250.00 | 1,250.00 | 1,250.00 | 1,250.00 | 1,250.00 | 1,250.00 | 1,250.00 | 1,250.00 |
| Total expenditures | 836,564.09 | 1,275,064.09 | 836,564.09 | 836,564.09 | 836,564.09 | 836,564.09 | 836,564.09 | 3,840,064.09 | 836,564.09 | 836,564.09 | 836,564.09 | 836,564.09 |
| Fund balance | 21,578,175.67 | 20,966,330.50 | 20,792,985.33 | 20,619,640.16 | 20,446,294.99 | 20,272,949.82 | 20,099,604.65 | 16,922,759.48 | 16,749,414.31 | 16,576,069.14 | 16,402,723.97 | 16,229,378.80 |

3274 - Arena Type A CIP - encumbrance balance as of January 31, 2020 is \$0.00

^ The last date to collect one-eighth of one percent sales tax is September 1, 2025.

* Statement is on a cash basis through September, 2019.

Beginning in October, 2019, statement is on a modified accrual basis

CORPUS CHRISTI BUSINESS & JOB DEVELOPMENT (ECONOMIC DEVELOPMENT FUND - 1140)
Cash Flow/Income Statement (Actuals) *
February 1, 2019 - January 31, 2020

| | February | March | April | May | June | July | August | Unaudited September | October | November | December | January | |
|-------------------------------------|---------------|---------------|---------------|---------------|---------------|---------------|---------------|------------------------|---------------|---------------|---------------|---------------|------------|
| Beginning cash/Fund balance | 15,768,517.57 | 15,725,051.95 | 15,735,203.71 | 15,666,718.22 | 15,634,438.41 | 15,491,926.67 | 15,328,769.33 | 15,254,044.32 | 14,648,802.07 | 14,672,572.01 | 14,687,572.80 | 14,205,675.99 | |
| Revenue: | | | | | | | | | | | | | |
| Sales Taxes ^ | - | - | - | - | - | - | - | - | - | - | - | - | - |
| Interest on investments | 29,132.64 | 30,519.78 | 30,184.92 | 30,727.84 | 30,196.96 | 28,954.01 | 28,107.39 | 25,458.39 | 27,483.36 | 41,724.14 | 19,610.62 | 19,189.94 | 108,008.06 |
| Miscellaneous Revenue | - | - | - | - | - | - | - | - | - | - | - | - | - |
| Total revenue | 29,132.64 | 30,519.78 | 30,184.92 | 30,727.84 | 30,196.96 | 28,954.01 | 28,107.39 | 25,458.39 | 27,483.36 | 41,724.14 | 19,610.62 | 19,189.94 | - |
| Total resources available | 15,797,650.21 | 15,755,571.73 | 15,765,388.63 | 15,697,446.06 | 15,664,635.37 | 15,520,880.68 | 15,356,876.72 | 15,279,502.71 | 14,676,285.43 | 14,714,296.15 | 14,707,183.42 | 14,224,865.93 | |
| Expenditures: | | | | | | | | | | | | | |
| Baseball Stadium - 13826 | - | - | 36,579.75 | - | - | - | - | 27,544.59 | - | - | - | - | - |
| Economic Develop (CCREDC)- 14700 | 31,250.00 | - | - | 31,250.00 | - | - | 31,250.00 | 31,250.00 | - | - | - | 31,250.00 | 31,250.00 |
| Affordable Housing - 15000 | 10,000.00 | 3,832.22 | 10,000.00 | (4,167.70) | 60,000.00 | 1,500.23 | (13,000.10) | 10,666.88 | (2,499.85) | 20,000.00 | - | 10,000.00 | 27,500.15 |
| Major Bus Incentive Prj - 15010 | - | - | - | 25,900.00 | 53,000.00 | - | 25,000.00 | 419,942.10 | - | - | 419,942.10 | (327,554.65) | 92,387.45 |
| Small Business Projects - 15020 | 23,538.01 | 11,045.80 | 44,009.40 | 4,515.40 | 51,500.18 | 185,121.12 | 53,981.12 | 132,378.14 | (626.45) | - | 74,848.33 | 104,612.37 | 178,834.25 |
| BJD - Administration - 15030 | - | - | 44.81 | 19.95 | 461.00 | - | 111.38 | 770.72 | 297.72 | 181.35 | 175.00 | - | 654.07 |
| CC - City Reimbursement - 15042 | 2,320.25 | - | 2,546.45 | - | 2,257.52 | - | - | 2,658.21 | - | - | - | 1,216.10 | 1,216.10 |
| Transfer to Gen Fd - Admin Svc Chrg | 5,490.00 | 5,490.00 | 5,490.00 | 5,490.00 | 5,490.00 | 5,490.00 | 5,490.00 | 5,490.00 | 6,542.00 | 6,542.00 | 6,542.00 | 6,542.00 | 26,168.00 |
| Reserve Appropriation | - | - | - | - | - | - | - | - | - | - | - | - | - |
| Total expenditures | 72,598.26 | 20,368.02 | 98,670.41 | 63,007.65 | 172,708.70 | 192,111.35 | 102,832.40 | 630,700.64 | 3,713.42 | 26,723.35 | 501,507.43 | (173,934.18) | 358,010.02 |
| Cash/Fund balance | 15,725,051.95 | 15,735,203.71 | 15,666,718.22 | 15,634,438.41 | 15,491,926.67 | 15,328,769.33 | 15,254,044.32 | 14,648,802.07 | 14,672,572.01 | 14,687,572.80 | 14,205,675.99 | 14,398,800.11 | |

Income Statement (Estimates)
February 1, 2020 - January 31, 2021

| | February | March | April | May | June | July | August | September | October | November | December | January |
|-------------------------------------|---------------|---------------|---------------|---------------|---------------|---------------|---------------|---------------|---------------|---------------|---------------|---------------|
| Beginning Fund balance | 14,398,800.11 | 14,075,502.77 | 13,752,205.43 | 13,428,908.09 | 13,105,610.75 | 12,782,313.41 | 12,459,016.07 | 12,135,718.73 | 11,812,421.39 | 11,489,124.05 | 11,165,826.71 | 10,842,529.37 |
| Revenue: | | | | | | | | | | | | |
| Sales Taxes Received | - | - | - | - | - | - | - | - | - | - | - | - |
| Interest on investments | 16,666.67 | 16,666.67 | 16,666.67 | 16,666.67 | 16,666.67 | 16,666.67 | 16,666.67 | 16,666.67 | 16,666.67 | 16,666.67 | 16,666.67 | 16,666.67 |
| Total revenue | 16,666.67 | 16,666.67 | 16,666.67 | 16,666.67 | 16,666.67 | 16,666.67 | 16,666.67 | 16,666.67 | 16,666.67 | 16,666.67 | 16,666.67 | 16,666.67 |
| Total resources available | 14,415,466.78 | 14,092,169.44 | 13,768,872.10 | 13,445,574.76 | 13,122,277.42 | 12,798,980.08 | 12,475,682.74 | 12,152,385.40 | 11,829,088.06 | 11,505,790.72 | 11,182,493.38 | 10,859,196.04 |
| Expenditures: | | | | | | | | | | | | |
| Baseball Stadium | 5,591.67 | 5,591.67 | 5,591.67 | 5,591.67 | 5,591.67 | 5,591.67 | 5,591.67 | 5,591.67 | 5,591.67 | 5,591.67 | 5,591.67 | 5,591.67 |
| Economic Development (CCREDC svc | 10,416.67 | 10,416.67 | 10,416.67 | 10,416.67 | 10,416.67 | 10,416.67 | 10,416.67 | 10,416.67 | 10,416.67 | 10,416.67 | 10,416.67 | 10,416.67 |
| Affordable Housing | 17,387.50 | 17,387.50 | 17,387.50 | 17,387.50 | 17,387.50 | 17,387.50 | 17,387.50 | 17,387.50 | 17,387.50 | 17,387.50 | 17,387.50 | 17,387.50 |
| Major Bus Incentive | 196,333.33 | 196,333.33 | 196,333.33 | 196,333.33 | 196,333.33 | 196,333.33 | 196,333.33 | 196,333.33 | 196,333.33 | 196,333.33 | 196,333.33 | 196,333.33 |
| Small business Projects | 50,291.67 | 50,291.67 | 50,291.67 | 50,291.67 | 50,291.67 | 50,291.67 | 50,291.67 | 50,291.67 | 50,291.67 | 50,291.67 | 50,291.67 | 50,291.67 |
| Other | - | - | - | - | - | - | - | - | - | - | - | - |
| CC - City Reimbursement | 132.25 | 132.25 | 132.25 | 132.25 | 132.25 | 132.25 | 132.25 | 132.25 | 132.25 | 132.25 | 132.25 | 132.25 |
| BJD - Administration | 1,250.00 | 1,250.00 | 1,250.00 | 1,250.00 | 1,250.00 | 1,250.00 | 1,250.00 | 1,250.00 | 1,250.00 | 1,250.00 | 1,250.00 | 1,250.00 |
| Transfer to Gen Fd - Admin Svc Chrg | 6,542.00 | 6,542.00 | 6,542.00 | 6,542.00 | 6,542.00 | 6,542.00 | 6,542.00 | 6,542.00 | 6,542.00 | 6,542.00 | 6,542.00 | 6,542.00 |
| Reserve Appropriation | 52,018.92 | 52,018.92 | 52,018.92 | 52,018.92 | 52,018.92 | 52,018.92 | 52,018.92 | 52,018.92 | 52,018.92 | 52,018.92 | 52,018.92 | 52,018.92 |
| Total expenditures | 339,964.01 | 339,964.01 | 339,964.01 | 339,964.01 | 339,964.01 | 339,964.01 | 339,964.01 | 339,964.01 | 339,964.01 | 339,964.01 | 339,964.01 | 339,964.01 |
| Fund balance | 14,075,502.77 | 13,752,205.43 | 13,428,908.09 | 13,105,610.75 | 12,782,313.41 | 12,459,016.07 | 12,135,718.73 | 11,812,421.39 | 11,489,124.05 | 11,165,826.71 | 10,842,529.37 | 10,519,232.03 |

^ The last date to collect one-eighth of one percent sales tax is March 31, 2018.

* Statement is on a cash basis through September, 2019.

Beginning in October, 2019, statement is on a modified accrual basis