



Municipal Budgeting and Finance

1. Local governments in North Carolina must adopt balanced budgets. T F
2. The City's fiscal year begins January 1 and ends December 31. T F
3. A public hearing is not required as part of the annual budget process. T F
4. The annual property tax rate is set by the budget ordinance. T F
5. The general fund accounts for the City's traditional municipal services such as police, fire, and solid waste collection. T F
6. Property taxes and charges for services fund more than half of the budget. T F
7. Transportation projects comprise the largest part of the City's six-year Capital Plan. T F
8. Any debt issued by the City requires the approval of city residents. T F
9. Local governments in North Carolina can only issue debt authorized by state law. T F
10. Ordinarily, interest paid on City debt held by investors is exempt from federal income tax. T F
11. Issuing general obligation bonds is the simplest form of borrowing to finance capital improvements. T F
12. The City of Winston-Salem is one of the few cities in the country to maintain the highest rating from the major credit rating agencies. T F