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**OTHER SUPPLEMENTARY INFORMATION**

This subsection includes the combining and individual fund statements and schedules for the following:

*General Fund*

*Nonmajor Governmental Funds*

*Fiduciary Funds*

*Supporting schedules*

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**GENERAL FUND**

The General Fund is used to account for all financial resources that are not required to be accounted for in another fund.

## Exhibit A-1

**GENERAL FUND  
BALANCE SHEET  
September 30, 2006  
(With Comparative Totals at September 30, 2005)  
(\$000s)**

	2006	2005
<b>ASSETS</b>		
Cash and cash equivalents (unrestricted)	\$ 362,193	\$ 492,533
Investments	5,000	-
Receivables (net of allowances for uncollectibles):		
Taxes	274,748	256,779
Accounts	96,696	75,258
Intergovernmental	9,966	9,328
Due from component units	4,762	5,846
Interfund	645,351	873,788
Inventories	9,640	11,613
Other current assets	2,612	-
Cash and cash equivalents (restricted)	783,705	632,950
Investments (restricted)	28,782	-
Total current assets	<u>2,223,455</u>	<u>2,358,095</u>
<b>Long Term Assets:</b>		
Loans	<u>8,177</u>	<u>7,872</u>
<b>Total assets</b>	<u><b>\$ 2,231,632</b></u>	<u><b>\$ 2,365,967</b></u>
<b>LIABILITIES AND FUND BALANCE</b>		
<b>Liabilities:</b>		
Payables:		
Accounts	\$ 400,617	\$ 416,580
Compensation:		
Salaries and wages	116,716	79,798
Employee benefits	610	132
Payroll taxes	12,561	7,942
Other deductions	3,226	4,025
Due to component units	20,535	23,630
Interfund	11,668	4,887
Accrued liabilities:		
Grant disallowances	11,529	9,663
Medicaid	46,984	59,172
Tax refunds	54,534	51,480
Deferred revenue:		
Property taxes	78,001	69,518
Other	31,982	28,885
Other current liabilities	<u>7,527</u>	<u>25,572</u>
<b>Total liabilities</b>	<u><b>796,490</b></u>	<u><b>781,284</b></u>
<b>Fund Balance:</b>		
Reserved	1,045,560	1,110,770
Unreserved	<u>389,582</u>	<u>473,913</u>
<b>Total fund balance</b>	<u><b>1,435,142</b></u>	<u><b>1,584,683</b></u>
<b>Total liabilities and fund balance</b>	<u><b>\$ 2,231,632</b></u>	<u><b>\$ 2,365,967</b></u>

*See Accompanying Independent Auditors' Report*

## Exhibit A-2

**GENERAL FUND**  
**SCHEDULE OF REVENUES, EXPENDITURES**  
**AND CHANGES IN FUND BALANCE**  
**Year Ended September 30, 2006**  
**(With Comparative Totals for the Year Ended September 30, 2005)**  
**(\$000s)**

	2006	2005
<b>Revenues:</b>		
Taxes	\$ 4,472,845	\$ 4,251,191
Licenses and permits	81,222	82,093
Fines and forfeits	112,919	111,146
Charges for services:		
Public	122,865	116,321
Intergovernmental	8,214	1,598
Interfund	-	15,050
Miscellaneous:		
Public	290,352	232,193
Investment income	63,655	34,867
Total revenues	<u>5,152,072</u>	<u>4,844,459</u>
<b>Expenditures:</b>		
<b>Current:</b>		
Governmental direction and support	499,289	472,984
Economic development and regulation	218,210	175,664
Public safety and justice	896,460	805,903
Public education system	1,177,362	1,082,129
Human support services	1,532,296	1,259,122
Public works	176,027	164,012
Public transportation	187,615	165,303
<b>Debt service:</b>		
Principal	193,715	173,361
Interest	181,590	164,980
Fiscal charges	18,514	9,277
Total expenditures	<u>5,081,078</u>	<u>4,472,735</u>
<b>EXCESS OF REVENUES OVER EXPENDITURES</b>	<u>70,994</u>	<u>371,724</u>
<b>Other Financing Sources (Uses):</b>		
Debt issuance	133,937	4,935
Premium on sale of bonds	18,232	-
Payment to refunded bond escrow agent	(117,925)	-
Other charges	(4,216)	-
Proceeds from capital lease	-	19
Transfers in	91,675	91,553
Transfers out	(342,238)	(98,563)
Total other financing sources (uses)	<u>(220,535)</u>	<u>(2,056)</u>
<b>EXCESS (DEFICIENCY) OF REVENUES AND OTHER SOURCES OVER (UNDER) EXPENDITURES AND OTHER USES</b>	<b>(149,541)</b>	<b>369,668</b>
<b>Fund Balance at October 1</b>	<u><b>1,584,683</b></u>	<u><b>1,215,015</b></u>
<b>Fund Balance at September 30</b>	<u><u><b>\$ 1,435,142</b></u></u>	<u><u><b>\$ 1,584,683</b></u></u>

*See Accompanying Independent Auditors' Report.*

## Exhibit A-3

**GENERAL FUND**  
**SCHEDULE OF EXPENDITURES AND NET FINANCING (SOURCES) USES**  
**FUNCTION AND OBJECT --GAAP BASIS**  
**Year Ended September 30, 2006**  
**(With Comparative Totals for the Year Ended September 30, 2005)**  
**(\$000s)**

Function and Subfunction	Personal Services	Contractual Services	Supplies	Occupancy	Miscellaneous *	Totals	
						2006	2005
<b>Governmental Direction and Support:</b>							
Legislative	\$ 14,275	\$ 693	\$ 82	\$ 236	\$ 3,691	\$ 18,977	\$ 14,921
Executive	56,825	45,265	444	4,835	18,500	125,869	99,972
Finance	71,073	32,511	667	11,196	92,277	207,724	220,844
Personnel	11,626	16,431	239	2,064	306	30,666	25,959
Administrative	35,902	31,702	725	13,015	28,672	110,016	105,670
Elections	3,672	1,594	78	447	246	6,037	5,618
Total	<u>193,373</u>	<u>128,196</u>	<u>2,235</u>	<u>31,793</u>	<u>143,692</u>	<u>499,289</u>	<u>472,984</u>
<b>Economic Development and Regulation:</b>							
Community development	11,929	9,714	257	2,841	66,684	91,425	70,013
Economic regulation	47,051	14,845	583	10,126	5,444	78,049	65,416
Employment services	12,843	5,535	202	8,542	21,614	48,736	40,235
Total	<u>71,823</u>	<u>30,094</u>	<u>1,042</u>	<u>21,509</u>	<u>93,742</u>	<u>218,210</u>	<u>175,664</u>
<b>Public Safety and Justice:</b>							
Police	397,663	48,400	6,375	15,119	87,186	554,743	490,509
Fire	143,563	5,573	3,101	4,055	34,109	190,401	179,783
Corrections	62,521	64,081	3,441	5,340	700	136,083	124,135
Protection	5,069	2,047	47	1,752	388	9,303	7,546
Law	4,480	225	72	405	398	5,580	3,622
Judicial	278	61	5	2	4	350	308
Total	<u>613,574</u>	<u>120,387</u>	<u>13,041</u>	<u>26,673</u>	<u>122,785</u>	<u>896,460</u>	<u>805,903</u>
<b>Public Education System:</b>							
Schools	518,157	61,900	15,611	46,854	479,337	1,121,859	1,037,737
Culture	25,972	6,174	627	2,877	19,853	55,503	44,392
Total	<u>544,129</u>	<u>68,074</u>	<u>16,238</u>	<u>49,731</u>	<u>499,190</u>	<u>1,177,362</u>	<u>1,082,129</u>
<b>Human Support Services:</b>							
Health and welfare	249,045	216,379	11,333	56,628	762,794	1,296,179	1,169,522
Human relations	3,804	1,999	68	248	14,535	20,654	20,078
Employment benefits	-	-	-	-	171,807	171,807	34,211
Recreation	29,719	6,315	904	4,894	1,824	43,656	35,311
Total	<u>282,568</u>	<u>224,693</u>	<u>12,305</u>	<u>61,770</u>	<u>950,960</u>	<u>1,532,296</u>	<u>1,259,122</u>
<b>Public Works</b>	<u>87,962</u>	<u>61,337</u>	<u>4,617</u>	<u>14,877</u>	<u>7,234</u>	<u>176,027</u>	<u>164,012</u>
<b>Public Transportation</b>	-	-	-	-	187,615	187,615	165,303
<b>Debt Service</b>	-	-	-	-	393,819	393,819	347,618
<b>Net Financing Uses</b>	-	-	-	-	220,535	220,535	2,056
<b>Total expenditures and net sources</b>	<u>\$ 1,793,429</u>	<u>\$ 632,781</u>	<u>\$ 49,478</u>	<u>\$ 206,353</u>	<u>\$ 2,619,572</u>	<u>\$ 5,301,613</u>	<u>\$ 4,474,791</u>

See Accompanying Independent Auditors' Report.

\* This column includes transfers, subsidies and other payments totaling \$2,097,872.

Transfers to: Convention Center [\$79,410], Charter Schools [\$227,190], UDC [\$61,266], Baseball [\$37,026], PAYGO [\$265,023], TIF [\$13,214], DC Contribution to Retirement Pension Plan for Police, Fire & Teachers [\$132,931], Mass Transit [\$187,615], Other Post Employment Benefits [\$138,000], Housing Production [\$57,412], Motor Fuel [\$24,960], Other [\$685]

Payments for: Medicaid & Other Human Support Services [\$751,161], Special Education [\$121,979]

Exhibit A-4

**GENERAL FUND**  
**SCHEDULE OF LOCAL SOURCE REVENUES**  
**BUDGET AND ACTUAL (BUDGETARY BASIS)**  
**Year Ended September 30, 2006**  
**(\$000s)**

Source	Budget		Actual	Variance Positive (Negative)
	Original	Revised		
<b>Taxes:</b>				
<b>Property:</b>				
Real	\$ 1,167,616	1,109,118	1,152,143	43,025
Personal	54,549	54,549	55,548	999
Total	<u>1,222,165</u>	<u>1,163,667</u>	<u>1,207,691</u>	<u>44,024</u>
<b>Sales and use:</b>				
General	796,000	792,549	775,366	(17,183)
Alcoholic beverages	4,692	5,013	5,070	57
Cigarette	20,903	20,238	22,993	2,755
Motor vehicles	44,534	44,359	42,563	(1,796)
Total	<u>866,129</u>	<u>862,159</u>	<u>845,992</u>	<u>(16,167)</u>
<b>Income and franchise:</b>				
Individual income	1,091,884	1,218,705	1,233,602	14,897
Corporation franchise	196,133	220,000	215,283	(4,717)
Unincorporated business	103,328	126,999	142,598	15,599
Total	<u>1,391,345</u>	<u>1,565,704</u>	<u>1,591,483</u>	<u>25,779</u>
<b>Gross receipts:</b>				
Public utility	145,539	146,816	144,801	(2,015)
Toll telecommunication	45,852	51,445	54,556	3,111
Insurance companies	44,500	51,600	51,495	(105)
Health care providers	11,000	-	-	-
Total	<u>246,891</u>	<u>249,861</u>	<u>250,852</u>	<u>991</u>
<b>Other:</b>				
Deed recordation	179,052	159,248	169,024	9,776
Deed transfers	125,392	126,815	113,509	(13,306)
Inheritance and estate	21,420	21,420	30,125	8,705
Economic interests	4,500	8,000	30,274	22,274
Total	<u>330,364</u>	<u>315,483</u>	<u>342,932</u>	<u>27,449</u>
<b>Total taxes</b>	<u>4,056,894</u>	<u>4,156,874</u>	<u>4,238,950</u>	<u>82,076</u>
<b>Licenses and Permits:</b>				
Business licenses	33,324	37,221	42,443	5,222
Nonbusiness permits	33,146	31,187	29,741	(1,446)
Total	<u>66,470</u>	<u>68,408</u>	<u>72,184</u>	<u>3,776</u>
<b>Fines and Forfeits</b>	<u>114,901</u>	<u>110,637</u>	<u>112,456</u>	<u>1,819</u>
<b>Charges for Services:</b>				
Right of way	-	-	55	55
Other	44,173	50,513	47,591	(2,922)
Total	<u>44,173</u>	<u>50,513</u>	<u>47,646</u>	<u>(2,867)</u>
<b>Miscellaneous:</b>				
Interest	11,516	38,000	52,628	14,628
Other	76,760	47,668	77,037	29,369
Total	<u>88,276</u>	<u>85,668</u>	<u>129,665</u>	<u>43,997</u>
<b>Total local revenues</b>	<u>4,370,714</u>	<u>4,472,100</u>	<u>4,600,901</u>	<u>128,801</u>
<b>Transfers and Other sources:</b>				
General obligation bonds	40,000	40,000	10,494	(29,506)
Fund balance released from restrictions	466,930	504,439	504,439	-
Interfund transfer	73,100	72,000	73,800	1,800
<b>Total transfers and other sources</b>	<u>580,030</u>	<u>616,439</u>	<u>588,733</u>	<u>(27,706)</u>
<b>Total Local Revenues and Sources</b>	<u>\$ 4,950,744</u>	<u>5,088,539</u>	<u>5,189,634</u>	<u>101,095</u>

See Accompanying Independent Auditors' Report.

GENERAL FUND  
 SCHEDULE OF BUDGETARY BASIS REVENUES AND EXPENDITURES BY SOURCE OF FUNDS  
 Year Ended September 30, 2006  
 (\$000s)

	Local Source			Other Source			Totals					
	Original Budget	Revised Budget	Actual	Variance	Original Budget	Revised Budget	Actual	Variance	Original Budget	Revised Budget	Actual	Variance
<b>Revenues and Sources:</b>												
Taxes												
Property	\$ 1,222,165	1,163,667	1,207,691	44,024	-	-	-	-	1,222,165	1,163,667	1,207,691	44,024
Sales and uses	866,129	862,159	845,992	(16,167)	-	-	-	-	866,129	862,159	845,992	(16,167)
Income and franchise	1,391,345	1,565,704	1,591,483	25,779	-	-	-	-	1,391,345	1,565,704	1,591,483	25,779
Gross receipts and other taxes	577,255	565,344	593,784	28,440	-	-	-	-	577,255	565,344	593,784	28,440
Total taxes	4,056,894	4,156,874	4,238,950	82,076	-	-	-	-	4,056,894	4,156,874	4,238,950	82,076
Licenses and permits	66,470	68,408	72,184	3,776	-	-	-	-	66,470	68,408	72,184	3,776
Fines and forfeits	114,901	110,637	112,456	1,819	-	-	-	-	114,901	110,637	112,456	1,819
Charges for services	44,173	50,513	47,646	(2,867)	-	-	-	-	44,173	50,513	47,646	(2,867)
Miscellaneous	88,276	85,668	129,665	43,997	-	-	-	-	88,276	85,668	129,665	43,997
Other	-	-	-	-	268,009	422,414	375,389	(47,025)	268,009	422,414	375,389	(47,025)
General obligation bonds	40,000	40,000	10,494	(29,506)	-	-	-	-	40,000	40,000	10,494	(29,506)
Fund balance released from restrictions	466,930	504,439	504,439	-	179,107	23,993	23,993	-	466,930	504,439	504,439	-
Interfund transfer	73,100	72,000	73,800	1,800	-	-	-	-	73,100	72,000	73,800	1,800
Total Revenues and Sources	4,950,744	5,088,539	5,189,634	101,095	447,116	446,407	399,382	(47,025)	5,397,860	5,534,946	5,589,016	54,070
<b>Expenditures and Uses:</b>												
Governmental direction and support	296,631	312,185	303,103	9,082	44,227	38,053	30,444	7,609	340,858	350,238	333,547	16,691
Economic development and regulation	101,629	125,154	118,198	6,956	226,529	236,570	133,564	103,006	328,158	361,724	251,762	109,962
Public safety and justice	769,785	845,795	839,975	5,820	57,251	57,251	54,773	2,478	827,036	903,046	894,748	8,298
Public education system	1,177,599	1,108,784	1,097,745	11,039	11,704	11,704	3,894	7,810	1,189,303	1,120,488	1,101,639	18,849
Public education AY07 expenditure	-	69,064	69,064	-	-	-	-	-	-	69,064	69,064	-
Human support services	1,273,676	1,362,941	1,356,563	6,378	33,854	50,914	33,012	17,902	1,307,530	1,413,855	1,389,575	24,280
Public works	316,374	324,856	322,272	2,584	49,727	49,221	41,526	7,695	366,101	374,077	363,798	10,279
Workforce investments	61,110	9,562	-	9,562	-	-	-	-	61,110	9,562	-	9,562
Wilson building	3,740	4,050	3,830	220	-	-	-	-	3,740	4,050	3,830	220
Repay bonds and interest	370,778	370,163	370,128	35	-	-	-	-	370,778	370,163	370,128	35
Bond fiscal charge	40,000	40,000	9,196	30,804	-	-	-	-	40,000	40,000	9,196	30,804
Interest on short term borrowing	5,500	6,650	6,650	-	-	-	-	-	5,500	6,650	6,650	-
Certificates of participation	11,000	11,000	10,941	59	-	-	-	-	11,000	11,000	10,941	59
Settlements and judgments fund	20,655	29,956	29,956	-	-	-	-	-	20,655	29,956	29,956	-
Tax increment financing	-	1,468	1,423	45	-	-	-	-	-	1,468	1,423	45
Equipment lease operating	27,441	26,090	24,574	1,516	-	-	-	-	27,441	26,090	24,574	1,516
Pay-go capital	260,883	265,023	265,023	-	-	-	-	-	260,883	265,023	265,023	-
Schools modernization fund	12,208	8	-	8	-	-	-	-	12,208	8	-	8
District retiree health contribution	138,000	138,000	138,000	-	-	-	-	-	138,000	138,000	138,000	-
Cash reserve	50,000	2,269	-	2,269	-	-	-	-	50,000	2,269	-	2,269
Non-departmental agency	12,462	572	-	572	-	-	-	-	12,462	572	-	572
Total Expenditures and Uses	4,949,471	5,053,590	4,966,641	86,949	447,116	446,407	297,213	149,194	5,396,587	5,499,997	5,263,854	236,143
<b>Excess of Revenues and Sources Over Expenditures and Uses</b>	\$ 1,273	34,949	222,993	188,044	-	-	102,169	102,169	1,273	34,949	325,162	290,213

See Accompanying Independent Auditors' Report.



Exhibit A-6

**GENERAL FUND**  
**SCHEDULE OF BUDGETARY BASIS REVENUES AND EXPENDITURES**  
**Year Ended September 30, 2006**  
**(\$000s)**

	Original Budget	Revisions	Revised Budget	Actual	Variance (Actual To Original Budget)
<b>Revenues and Sources:</b>					
Taxes:					
Property	\$ 1,222,165	(58,498)	1,163,667	1,207,691	(14,474)
Sales and use	866,129	(3,970)	862,159	845,992	(20,137)
Income and franchise	1,391,345	174,359	1,565,704	1,591,483	200,138
Other taxes	577,255	(11,911)	565,344	593,784	16,529
Total taxes	4,056,894	99,980	4,156,874	4,238,950	182,056
Licenses and permits	66,470	1,938	68,408	72,184	5,714
Fines and forfeits	114,901	(4,264)	110,637	112,456	(2,445)
Charges for services	44,173	6,340	50,513	47,646	3,473
Miscellaneous	88,276	(2,608)	85,668	129,665	41,389
Other	268,009	154,405	422,414	375,389	107,380
General obligation bonds	40,000	-	40,000	10,494	(29,506)
Fund balance released from restriction	646,037	(117,605)	528,432	528,432	(117,605)
Interfund transfer	73,100	(1,100)	72,000	73,800	700
<b>Total Revenues and Sources</b>	<b>5,397,860</b>	<b>137,086</b>	<b>5,534,946</b>	<b>5,589,016</b>	<b>191,156</b>
<b>Expenditures and Uses:</b>					
Governmental direction and support	340,858	9,380	350,238	333,547	7,311
Economic development and regulation	328,158	33,566	361,724	251,762	76,396
Public safety and justice	827,036	76,010	903,046	894,748	(67,712)
Public education system	1,189,303	(68,815)	1,120,488	1,101,639	87,664
Public education AY07 expenditure	-	69,064	69,064	69,064	(69,064)
Human support services	1,307,530	106,325	1,413,855	1,389,575	(82,045)
Public works	366,101	7,976	374,077	363,798	2,303
Workforce investments	61,110	(51,548)	9,562	-	61,110
Wilson building	3,740	310	4,050	3,830	(90)
Repay bonds and interest	370,778	(615)	370,163	370,128	650
Bond fiscal charge	40,000	-	40,000	9,196	30,804
Interest on short term borrowing	5,500	1,150	6,650	6,650	(1,150)
Certificates of participation	11,000	-	11,000	10,941	59
Settlements and judgments fund	20,655	9,301	29,956	29,956	(9,301)
Tax increment financing	-	1,468	1,468	1,423	(1,423)
Equipment lease operating	27,441	(1,351)	26,090	24,574	2,867
Pay-go capital	260,883	4,140	265,023	265,023	(4,140)
Schools modernization fund	12,208	(12,200)	8	-	12,208
District retiree health contribution	138,000	-	138,000	138,000	-
Cash reserve	50,000	(47,731)	2,269	-	50,000
Non-departmental agency	36,286	(33,020)	3,266	-	36,286
<b>Total Expenditures and Uses</b>	<b>5,396,587</b>	<b>103,410</b>	<b>5,499,997</b>	<b>5,263,854</b>	<b>132,733</b>
<b>Excess of Revenues and Sources Over Expenditures and Uses</b>	<b>\$ 1,273</b>	<b>33,676</b>	<b>34,949</b>	<b>325,162</b>	<b>323,889</b>

See Accompanying Independent Auditors' Report.

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**NONMAJOR GOVERNMENTAL FUNDS****Special Revenue Funds**

The **Tax Increment Financing (TIF) Program Fund** is used to account for activities relating to various TIF development initiatives.

The **Tobacco Settlement Financing Corporation (TSFC) Fund** is used to account for the tobacco litigation settlement activities of the District of Columbia.

The **Baseball Project Fund** under the Special Revenue Funds is used to account for the proceeds of baseball related revenue sources that are legally restricted to expenditures for baseball project purposes.

**Debt Service Fund**

The **Debt Service Fund** is used to account for the accumulation of resources for, and the payment of ballpark revenue bonds.

**Capital Project Fund**

The **Highway Trust Fund** is used to account for the motor vehicle fuel taxes and other fees collected and used by the District for highway projects.

## Exhibit B-1

**NONMAJOR GOVERNMENTAL FUNDS  
COMBINING BALANCE SHEET**  
September 30, 2006  
(With Comparative Totals at September 30, 2005)  
(\$000s)

	Special Revenue Funds					Capital Project Fund		Totals
	Tax Increment Financing Program	Tobacco Settlement Financing Corporation	Baseball Project	Debt Service Fund	Highway Trust	2006	2005	
<b>ASSETS</b>								
<b>Current Assets:</b>								
Cash and cash equivalents	\$ 1,008	\$ 279	\$ -	\$ -	\$ -	\$ 1,287	\$ 17,780	
Receivables (net of allowances for uncollectibles):								
Taxes	-	-	-	-	-	-	1,893	
Accounts	17	27,150	1,064	-	2,589	30,820	26,029	
Due from other District entities	-	-	490	-	-	490	30	
Interfund	-	-	2,170	-	9,711	11,881	3,956	
Accrued interest	-	108	-	-	-	108	66	
Other current assets	-	-	-	-	127	127	-	
Restricted cash and cash equivalents	14,220	67,881	46,419	-	6,174	134,694	110,839	
<b>Total assets</b>	<b>\$ 15,245</b>	<b>\$ 95,418</b>	<b>\$ 50,143</b>	<b>\$ -</b>	<b>\$ 18,601</b>	<b>\$ 179,407</b>	<b>\$ 160,593</b>	
<b>LIABILITIES AND FUND BALANCE</b>								
<b>Current Liabilities:</b>								
Payables:								
Accounts	\$ -	\$ -	\$ -	\$ -	\$ 7,680	\$ 7,680	\$ 3,363	
Compensation payable	-	-	-	-	133	133	12	
Deferred revenue	-	-	170	-	49	219	172	
Due to other funds	-	-	-	-	3,538	3,538	1,152	
Due to other District entities	-	-	-	-	-	-	3,123	
Accrued liabilities	-	68	-	-	-	68	76	
<b>Total liabilities</b>	<b>-</b>	<b>68</b>	<b>170</b>	<b>-</b>	<b>11,400</b>	<b>11,638</b>	<b>7,898</b>	
<b>Fund Balance:</b>								
Reserved for special revenue funds	15,245	95,350	49,973	-	-	160,568	131,964	
Reserved for capital project fund	-	-	-	-	7,201	7,201	20,731	
<b>Total fund balances</b>	<b>15,245</b>	<b>95,350</b>	<b>49,973</b>	<b>-</b>	<b>7,201</b>	<b>167,769</b>	<b>152,695</b>	
<b>Total liabilities and fund balances</b>	<b>\$ 15,245</b>	<b>\$ 95,418</b>	<b>\$ 50,143</b>	<b>\$ -</b>	<b>\$ 18,601</b>	<b>\$ 179,407</b>	<b>\$ 160,593</b>	

See Accompanying Independent Auditors' Report.

Exhibit B-2

**NONMAJOR GOVERNMENTAL FUNDS  
COMBINING STATEMENT OF REVENUES, EXPENDITURES  
AND CHANGES IN FUND BALANCES  
Year Ended September 30, 2006  
(With Comparative Totals for the Year Ended September 30, 2005)**

	Special Revenue Funds						Capital Project Fund		Totals
	Tax Increment Financing Program	Settlement Financing Corporation	Baseball Project	Debt Service Fund	Highway Trust		2006	2005	
					2006	2005			
<b>Revenues:</b>									
Interest	\$ 455	\$ 3,182	\$ 2,639	\$ -	\$ 859	\$ 7,135	\$ 3,309		
Other	5,315	38,295	-	-	6,171	49,781	36,176		
Total revenues	5,770	41,477	2,639	-	7,030	56,916	39,485		
<b>Expenditures:</b>									
Current-									
Governmental direction and support	-	158	-	-	-	158	188		
Capital outlay	-	-	-	-	45,520	45,520	37,001		
Bond principal payment	7,219	4,720	-	-	-	11,939	10,484		
Other	-	-	1,105	-	-	1,105	41		
Interest	5,348	32,224	-	6,033	-	43,605	37,407		
Fiscal charges	-	-	13,444	-	-	13,444	-		
Total expenditures	12,567	37,102	14,549	6,033	45,520	115,771	85,121		
<b>EXCESS (DEFICIENCY) OF REVENUES OVER (UNDER) EXPENDITURES</b>	<b>(6,797)</b>	<b>4,375</b>	<b>(11,910)</b>	<b>(6,033)</b>	<b>(38,490)</b>	<b>(58,855)</b>	<b>(45,636)</b>		
<b>Other Financing Sources (Uses):</b>									
Bond issuance	13,996	248,264	5,286	-	-	267,546	89		
Premium on sale of bonds	-	-	8,314	-	-	8,314	-		
Other charge	(13,996)	-	-	-	-	(13,996)	-		
Transfers in	13,214	-	37,026	6,033	24,960	81,233	81,336		
Transfers out	-	(248,264)	(20,904)	-	-	(269,168)	(3,412)		
Total other financing sources	13,214	-	29,722	6,033	24,960	73,929	78,013		
<b>EXCESS (DEFICIENCY) OF REVENUES AND OTHER FINANCING SOURCES OVER (UNDER) EXPENDITURES</b>	<b>6,417</b>	<b>4,375</b>	<b>17,812</b>	<b>-</b>	<b>(13,530)</b>	<b>15,074</b>	<b>32,377</b>		
<b>Fund Balances at October 1</b>	<b>8,828</b>	<b>90,975</b>	<b>32,161</b>	<b>-</b>	<b>20,731</b>	<b>152,695</b>	<b>120,318</b>		
<b>Fund Balances at September 30</b>	<b>\$ 15,245</b>	<b>\$ 95,350</b>	<b>\$ 49,973</b>	<b>\$ -</b>	<b>\$ 7,201</b>	<b>\$ 167,769</b>	<b>\$ 152,695</b>		

See Accompanying Independent Auditors' Report.

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### FIDUCIARY FUNDS

The Fiduciary Funds are used to account for assets held by the District in a trustee or agency capacity. These assets cannot be used to support the District's programs. The District has the following Fiduciary Funds:

The **Pension Trust Funds** are used to account for the accumulation of resources to be used for retirement annuity payments at appropriate amounts and times in the future for police officers, fire fighters and public school teachers of the District. Resources are contributed by employees and by the District and Federal Government at amounts determined by an annual actuarial study. The funds are administered by a thirteen member Retirement Board. Three of these members are appointed by the Mayor and three by the Council. The other members include one each active and retired police officers, fire fighters, and teachers. The administrative costs of the board are accounted for in the funds.

The **Private Purpose Trust Fund** is used to account for the District's sponsored college tuition savings plan.

The **Agency Funds** are used to account for refundable deposits required of various licensees, monies held in escrow as an agent for individuals, private organizations or other governments.

## Exhibit C-1

**PENSION TRUST FUNDS**  
**COMBINING STATEMENT OF FIDUCIARY NET ASSETS**  
**September 30, 2006**  
**(With Comparative Totals at September 30, 2005)**  
**(\$000s)**

	Police and Fire	Teachers	Totals	
			2006	2005
<b>ASSETS</b>				
<b>Current Assets:</b>				
Cash and cash equivalents - restricted	\$ 94,771	\$ 52,814	\$ 147,585	\$ 329,173
Investments - restricted	2,502,870	1,394,814	3,897,684	3,167,371
Receivables:				
Benefit contribution	955	1,630	2,585	-
Other current assets	-	-	-	1,882
Due from other funds	109	61	170	-
Capital assets	51	30	81	136
<b>Total assets</b>	<b>2,598,756</b>	<b>1,449,349</b>	<b>4,048,105</b>	<b>3,498,562</b>
<b>LIABILITIES</b>				
<b>Current Liabilities:</b>				
Payables:				
Accounts	14,044	16,483	30,527	23,966
Securities lending	274,501	153,727	428,228	354,912
Due to other funds	-	-	-	4,071
<b>Total liabilities</b>	<b>288,545</b>	<b>170,210</b>	<b>458,755</b>	<b>382,949</b>
<b>NET ASSETS</b>				
<b>Net Assets</b>				
<b>Held in trust for pension benefits</b>	<b>\$ 2,310,211</b>	<b>\$ 1,279,139</b>	<b>\$ 3,589,350</b>	<b>\$ 3,115,613</b>

See Accompanying Independent Auditors' Report.



Exhibit C-2

**PENSION TRUST FUNDS**  
**COMBINING STATEMENT OF CHANGES IN FIDUCIARY NET ASSETS**  
**For the Year Ended September 30, 2006**  
**(With Comparative Totals for the Year Ended September 30, 2005)**  
**(\$000s)**

	Police and Fire	Teachers	Totals	
			2006	2005
<b>Additions:</b>				
Benefit contributions:				
Employer	\$ 117,500	\$ 15,500	\$ 133,000	\$ 121,300
Plan members	25,142	25,807	50,949	48,582
Investment income:				
<i>From investment activities</i>				
Interest and dividends	70,452	37,384	107,836	91,653
Net appreciation in fair value of investments	148,175	86,084	234,259	288,986
Less - investment expenses	(7,143)	(3,685)	(10,828)	(8,679)
Net income from investing activities	<u>211,484</u>	<u>119,783</u>	<u>331,267</u>	<u>371,960</u>
<i>From securities lending activities</i>				
Securities lending income	13,043	7,121	20,164	9,287
Less: securities lending expenses	(12,438)	(6,790)	(19,228)	(8,399)
Net income from securities lending activities	<u>605</u>	<u>331</u>	<u>936</u>	<u>888</u>
Total net investment income	<u>212,089</u>	<u>120,114</u>	<u>332,203</u>	<u>372,848</u>
Total additions	<u>354,731</u>	<u>161,421</u>	<u>516,152</u>	<u>542,730</u>
<b>Deductions:</b>				
Administrative expenses	1,817	1,010	2,827	5,999
Benefit payments	15,795	23,793	39,588	34,433
Total deductions	<u>17,612</u>	<u>24,803</u>	<u>42,415</u>	<u>40,432</u>
<b>Change in net assets</b>	<b>337,119</b>	<b>136,618</b>	<b>473,737</b>	<b>502,298</b>
<b>Net assets held in trust for pension benefits:</b>				
October 1	<u>1,973,092</u>	<u>1,142,521</u>	<u>3,115,613</u>	<u>2,613,315</u>
September 30	<u>\$ 2,310,211</u>	<u>\$ 1,279,139</u>	<u>\$ 3,589,350</u>	<u>\$ 3,115,613</u>

See Accompanying Independent Auditors' Report.

## Exhibit C-3

**SCHEDULE OF CHANGES IN ASSETS AND LIABILITIES**  
**AGENCY FUNDS**  
**For the Year Ended September 30, 2006**  
**(\$000s)**

	Balance October 1 2005	Additions	Deductions	Balance September 30 2006
<b>ASSETS</b>				
Cash and cash equivalents - restricted	\$ 134,274	\$ 886,507	\$ 741,686	\$ 279,095
Due from other funds	930	1,709	-	2,639
Other receivables	839	707,830	708,146	523
<b>Total assets</b>	<u>\$ 136,043</u>	<u>\$ 1,596,046</u>	<u>\$ 1,449,832</u>	<u>\$ 282,257</u>
<b>LIABILITIES</b>				
Accounts payable	\$ 14,298	\$ 246,650	\$ 108,394	\$ 152,554
Other current liabilities	121,745	339,280	331,322	129,703
<b>Total liabilities</b>	<u>\$ 136,043</u>	<u>\$ 585,930</u>	<u>\$ 439,716</u>	<u>\$ 282,257</u>

See Accompanying Independent Auditors' Report.

**SUPPORTING SCHEDULES**

Supporting schedules are financial presentations used to aggregate and present in greater detail information contained in the financial statements and to present additional information not disclosed in the basic financial statements.

## Exhibit D-1

**FINANCIAL REPORTING ENTITY**  
**SCHEDULE OF BUDGETARY BASIS EXPENDITURES**  
**Year Ended September 30, 2006**  
**(\$000s)**

	Budget		Actual	Variance
	Original	Revised		
<b>Governmental direction and support:</b>				
City Council	\$ 14,039	14,038	13,430	608
DC Auditor	2,009	2,008	1,928	80
Advisory neighborhood commissions	976	981	956	25
Mayor	13,343	14,405	13,468	937
Executive secretary	4,241	3,534	3,084	450
Citywide call center	353	399	328	71
City administrator	173,296	186,961	106,173	80,788
Risk management	1,865	1,946	1,634	312
Personnel	10,950	11,295	9,198	2,097
Human resource development	2,000	2,038	1,566	472
Finance and resource management	10,630	10,630	9,688	942
Contracts and procurement	12,989	13,324	12,602	722
Chief technology officer	39,422	46,704	46,517	187
Property management	19,551	19,508	15,908	3,600
Contract appeals	806	848	746	102
Elections and ethics	5,042	7,060	6,502	558
Campaign finance	1,374	1,460	1,354	106
Public employee relations	801	863	767	96
Employee appeals	1,589	1,669	1,578	91
Council of governments	440	440	440	-
Corporation counsel	63,884	64,793	61,000	3,793
Inspector general	12,942	13,324	12,490	834
Chief financial officer	120,291	120,650	120,167	483
<b>Total governmental direction and support</b>	<b>512,833</b>	<b>538,878</b>	<b>441,524</b>	<b>97,354</b>
<b>Economic development and regulation:</b>				
Business services and economic development	42,980	47,981	35,425	12,556
Office of planning	6,673	6,772	6,383	389
Local business development	1,438	2,288	1,698	590
Motion picture and television development	579	594	536	58
Office of zoning	2,902	2,902	2,602	300
Housing and community development	210,710	251,957	151,942	100,015
Alcoholic beverage regulation administration	4,702	4,113	3,158	955
Employment services	90,514	95,362	77,280	18,082
Real property assessment and appeals	431	431	408	23
Consumer and regulatory affairs	40,145	50,983	41,515	9,468
Commission on arts & humanities	9,898	9,413	9,158	255
Anacostia waterfront corp	-	8,000	8,000	-
Public services commission	7,977	10,568	10,417	151
Office of people's counsel	4,306	4,406	4,239	167
Insurance regulation	14,158	14,308	13,157	1,151
Housing authority subsidy	4,003	10,903	10,903	-
Office of cable TV	5,054	6,302	5,385	917
<b>Total economic development and regulation</b>	<b>446,470</b>	<b>527,283</b>	<b>382,206</b>	<b>145,077</b>
<b>Public safety and justice:</b>				
Police	372,089	441,215	440,074	1,141
Fire and emergency medical services	155,900	158,503	157,674	829
Police and firefighter retirement contribution	117,500	117,500	117,500	-
Corrections	130,751	138,036	135,207	2,829
National guard	3,428	3,956	3,207	749
Emergency preparedness	5,495	5,599	5,140	459
Judicial disabilities and tenure	218	227	227	-
Judicial nomination	126	131	122	9
Citizen complaint review board	2,095	2,095	2,082	13
Advisory commission on sentencing	662	662	651	11
Office of the chief medical examiner	9,264	9,240	8,548	692
Office of administrative hearings	5,893	5,893	5,580	313
Corrections information council	155	155	-	155
Criminal justice coordinating council	1,576	1,413	1,341	72
Forensic health and science laboratory	800	800	516	284
Emergency and disaster	-	414	-	414
Office of unified communications	31,662	31,696	28,547	3,149
<b>Total public safety and justice</b>	<b>837,614</b>	<b>917,535</b>	<b>906,416</b>	<b>11,119</b>

(Continued)

## Exhibit D-1

**FINANCIAL REPORTING ENTITY**  
**SCHEDULE OF BUDGETARY BASIS EXPENDITURES**  
**Year Ended September 30, 2006**  
**(\$000s)**

	Budget		Actual	Variance
	Original	Revised		
<b>Public education system:</b>				
Public schools	979,038	961,127	945,637	15,490
AY07 public school expenditure	-	2,943	2,943	-
Teachers' retirement system	15,500	15,500	15,431	69
State education office	90,987	94,182	84,207	9,975
Public charter schools	239,284	167,076	161,069	6,007
AY07 public charter school expenditure	-	66,121	66,121	-
University	57,873	61,266	61,266	-
Public library	34,153	36,256	35,679	577
District educational investment fund	21,000	-	-	-
District charter schools investment fund	4,200	1,090	-	1,090
<b>Total public education system</b>	<b>1,442,035</b>	<b>1,405,561</b>	<b>1,372,353</b>	<b>33,208</b>
<b>Human support services:</b>				
Human development	413,818	441,752	438,374	3,378
Child and family services	192,477	197,927	194,002	3,925
Dept of mental health	186,627	204,062	201,873	2,189
Health	1,720,485	1,783,134	1,670,390	112,744
Recreation and parks	43,890	45,582	44,881	701
Aging	21,190	21,592	21,465	127
Unemployment compensation contribution	7,125	6,349	5,056	1,293
Employee disability compensation	30,281	28,751	28,751	-
Human rights	5,032	3,519	3,024	495
Children investment trust	8,068	9,249	9,249	-
Latino affairs	3,655	3,679	3,652	27
Energy	20,820	21,294	20,864	430
Asian and pacific islander affairs	540	625	606	19
Veterans' affairs	251	292	266	26
Depart of youth rehabilitation services	59,090	69,101	68,157	944
<b>Total human support services</b>	<b>2,713,349</b>	<b>2,836,908</b>	<b>2,710,610</b>	<b>126,298</b>
<b>Public works:</b>				
Public works	95,044	102,365	100,633	1,732
Department of transportation	38,791	40,007	38,134	1,873
Department of motor vehicles	46,368	45,828	38,056	7,772
Taxicab commission	1,362	1,389	1,149	240
Washington metropolitan area transit commission	110	110	110	-
Washington metropolitan area transit authority	187,632	187,632	187,615	17
School transit subsidy	5,169	5,169	5,169	-
<b>Total public works</b>	<b>374,476</b>	<b>382,500</b>	<b>370,866</b>	<b>11,634</b>
<b>Other:</b>				
Repayment of bonds and interest	370,778	370,163	370,128	35
Bond fiscal charge paid from bond proceeds	40,000	40,000	9,196	30,804
Interest on short term borrowing	5,500	6,650	6,650	-
Certificates of participation	11,000	11,000	10,941	59
Settlements and judgments	20,655	29,956	29,956	-
Emergency planning and security costs	-	4,196	4,196	-
Wilson Building	3,740	4,050	3,830	220
Workforce investment	61,110	9,562	-	9,562
Tax increment financing	-	1,468	1,423	45
Equipment lease operating	27,441	26,090	24,574	1,516
Pay-go capital	260,883	265,023	265,023	-
Schools modernization fund	12,208	8	-	8
District retiree health contribution	138,000	138,000	138,000	-
Cash reserve	50,000	2,269	-	2,269
Non-departmental agency	36,286	3,266	-	3,266
Storm water	6,673	6,673	-	6,673
Retirement board administration	30,078	30,078	17,559	12,519
Housing finance agency	-	6,070	-	6,070
National capital revitalization corporation	-	52,731	-	52,731
<b>Total other</b>	<b>1,074,352</b>	<b>1,007,253</b>	<b>881,476</b>	<b>125,777</b>
<b>Total budget</b>	<b>\$ 7,401,129</b>	<b>7,615,918</b>	<b>7,065,451</b>	<b>550,467</b>

See Accompanying Independent Auditors' Report.

## Exhibit D-2

**FINANCIAL REPORTING ENTITY**  
**SCHEDULE OF BUDGETARY BASIS OPERATIONS BY SOURCE OF FUNDS**  
**Year Ended September 30, 2006**  
**(\$000s)**

	Local Source				Federal Source			
	Original Budget	Revised Budget	Actual	Variance	Original Budget	Revised Budget	Actual	Variance
<b>Governmental direction and support:</b>								
City Council	\$ 14,039	14,038	13,430	608	-	-	-	-
DC Auditor	2,009	2,008	1,928	80	-	-	-	-
Advisory neighborhood commissions	976	981	956	25	-	-	-	-
Mayor	7,466	10,983	10,314	669	5,877	3,241	2,990	251
Executive secretary	3,825	3,092	2,898	194	-	-	-	-
Citywide call center	353	399	328	71	-	-	-	-
City administrator	8,900	11,927	11,726	201	147,235	163,608	84,948	78,660
Risk management	1,865	1,946	1,634	312	-	-	-	-
Personnel	10,407	10,752	8,944	1,808	-	-	-	-
Human resource development	2,000	2,038	1,566	472	-	-	-	-
Finance and resource management	9,782	9,782	9,688	94	-	-	-	-
Contracts and procurement	12,089	12,424	12,076	348	-	-	-	-
Chief technology officer	39,422	46,528	46,515	13	-	176	2	174
Property management	15,926	15,784	13,970	1,814	-	99	17	82
Contract appeals	806	848	746	102	-	-	-	-
Elections and ethics	5,042	5,207	4,684	523	-	1,853	1,818	35
Campaign finance	1,374	1,460	1,354	106	-	-	-	-
Public employee relations	801	863	767	96	-	-	-	-
Employee appeals	1,589	1,669	1,578	91	-	-	-	-
Council of governments	440	440	440	-	-	-	-	-
Corporation counsel	40,805	41,452	40,727	725	16,635	16,897	15,963	934
Inspector general	11,646	11,966	11,279	687	1,296	1,358	1,211	147
Chief financial officer	105,069	105,598	105,555	43	932	1,201	846	355
<b>Total governmental direction and support</b>	<b>296,631</b>	<b>312,185</b>	<b>303,103</b>	<b>9,082</b>	<b>171,975</b>	<b>188,433</b>	<b>107,795</b>	<b>80,638</b>
<b>Economic development and regulation:</b>								
Business services and economic development	13,681	18,332	16,996	1,336	-	350	137	213
Office of planning	6,223	6,223	5,918	305	450	494	415	79
Local business development	1,438	2,288	1,698	590	-	-	-	-
Motion picture and television development	579	594	536	58	-	-	-	-
Office of zoning	2,902	2,902	2,602	300	-	-	-	-
Housing and community development	2,031	2,031	1,797	234	84,294	126,541	100,557	25,984
Alcoholic beverage regulation administration	-	-	-	-	-	-	-	-
Employment services	35,208	34,726	31,815	2,911	32,772	37,102	28,491	8,611
Real property assessment and appeals	431	431	408	23	-	-	-	-
Consumer and regulatory affairs	26,581	28,119	26,982	1,137	-	-	-	-
Commission on arts & humanities	8,552	8,552	8,490	62	546	567	563	4
Anacostia waterfront corp	-	8,000	8,000	-	-	-	-	-
Public services commission	-	2,053	2,053	-	125	175	140	35
Office of people's counsel	-	-	-	-	-	-	-	-
Insurance regulation	-	-	-	-	-	-	-	-
Housing authority subsidy	4,003	10,903	10,903	-	-	-	-	-
Office of cable TV	-	-	-	-	-	-	-	-
<b>Total economic development and regulation</b>	<b>101,629</b>	<b>125,154</b>	<b>118,198</b>	<b>6,956</b>	<b>118,187</b>	<b>165,229</b>	<b>130,303</b>	<b>34,926</b>
<b>Public safety and justice:</b>								
Police	353,774	418,755	418,560	195	6,154	9,097	8,254	843
Fire and emergency medical services	155,889	158,039	157,228	811	-	453	446	7
Police and firefighter retirement contribution	117,500	117,500	117,500	-	-	-	-	-
Corrections	104,996	112,199	109,832	2,367	-	82	-	82
National guard	2,187	2,488	2,329	159	1,241	1,468	878	590
Emergency preparedness	3,621	4,411	4,377	34	1,874	1,188	763	425
Judicial disabilities and tenure	218	227	227	-	-	-	-	-
Judicial nomination	126	131	122	9	-	-	-	-
Citizen complaint review board	2,095	2,095	2,082	13	-	-	-	-
Advisory commission on sentencing	662	662	651	11	-	-	-	-
Office of the Chief Medical Examiner	9,129	9,105	8,468	637	-	-	-	-
Office of administrative hearings	5,710	5,710	5,580	130	-	-	-	-
Corrections information council	155	155	-	155	-	-	-	-
Criminal justice coordinating council	276	294	275	19	1,300	1,019	992	27
Forensic health and science laboratory	800	800	516	284	-	-	-	-
Emergency and disaster	-	-	-	-	-	414	-	414
Office of unified communications	12,647	13,224	12,228	996	-	-	-	-
<b>Total public safety and justice</b>	<b>769,785</b>	<b>845,795</b>	<b>839,975</b>	<b>5,820</b>	<b>10,569</b>	<b>13,721</b>	<b>11,333</b>	<b>2,388</b>

Exhibit D-2

**FINANCIAL REPORTING ENTITY**  
**SCHEDULE OF BUDGETARY BASIS OPERATIONS BY SOURCE OF FUNDS**  
**Year Ended September 30, 2006**  
**(\$000s)**

	Private Grants				Other Source			
	Original Budget	Revised Budget	Actual	Variance	Original Budget	Revised Budget	Actual	Variance
<b>Governmental direction and support:</b>								
City Council	\$ -	-	-	-	-	-	-	-
DC Auditor	-	-	-	-	-	-	-	-
Advisory neighborhood commissions	-	-	-	-	-	-	-	-
Mayor	-	181	164	17	-	-	-	-
Executive secretary	-	26	18	8	416	416	168	248
Citywide call center	-	-	-	-	-	-	-	-
City administrator	-	-	-	-	17,161	11,426	9,499	1,927
Risk management	-	-	-	-	-	-	-	-
Personnel	-	-	-	-	543	543	254	289
Human resource development	-	-	-	-	-	-	-	-
Finance and resource management	-	-	-	-	848	848	-	848
Contracts and procurement	-	-	-	-	900	900	526	374
Chief technology officer	-	-	-	-	-	-	-	-
Property management	-	-	-	-	3,625	3,625	1,921	1,704
Contract appeals	-	-	-	-	-	-	-	-
Elections and ethics	-	-	-	-	-	-	-	-
Campaign finance	-	-	-	-	-	-	-	-
Public employee relations	-	-	-	-	-	-	-	-
Employee appeals	-	-	-	-	-	-	-	-
Council of governments	-	-	-	-	-	-	-	-
Corporation counsel	-	-	-	-	6,444	6,444	4,310	2,134
Inspector general	-	-	-	-	-	-	-	-
Chief financial officer	-	-	-	-	14,290	13,851	13,766	85
<b>Total governmental direction and support</b>	<b>-</b>	<b>207</b>	<b>182</b>	<b>25</b>	<b>44,227</b>	<b>38,053</b>	<b>30,444</b>	<b>7,609</b>
<b>Economic development and regulation:</b>								
Business services and economic development	-	-	-	-	29,299	29,299	18,292	11,007
Office of planning	-	55	50	5	-	-	-	-
Local business development	-	-	-	-	-	-	-	-
Motion picture and television development	-	-	-	-	-	-	-	-
Office of zoning	-	-	-	-	-	-	-	-
Housing and community development	-	-	-	-	124,385	123,385	49,588	73,797
Alcoholic beverage regulation administration	-	-	-	-	4,702	4,113	3,158	955
Employment services	-	-	-	-	22,534	23,534	16,974	6,560
Real property assessment and appeals	-	-	-	-	-	-	-	-
Consumer and regulatory affairs	-	-	-	-	13,564	22,864	14,533	8,331
Commission on arts & humanities	-	-	-	-	800	294	105	189
Anacostia waterfront corp	-	-	-	-	-	-	-	-
Public services commission	125	125	91	34	7,727	8,215	8,133	82
Office of people's counsel	-	-	-	-	4,306	4,406	4,239	167
Insurance regulation	-	150	-	150	14,158	14,158	13,157	1,001
Housing authority subsidy	-	-	-	-	-	-	-	-
Office of cable TV	-	-	-	-	5,054	6,302	5,385	917
<b>Total economic development and regulation</b>	<b>125</b>	<b>330</b>	<b>141</b>	<b>189</b>	<b>226,529</b>	<b>236,570</b>	<b>133,564</b>	<b>103,006</b>
<b>Public safety and justice:</b>								
Police	-	353	261	92	12,161	13,010	12,999	11
Fire and emergency medical services	9	9	-	9	2	2	-	2
Police and firefighter retirement contribution	-	-	-	-	-	-	-	-
Corrections	-	-	-	-	25,755	25,755	25,375	380
National guard	-	-	-	-	-	-	-	-
Emergency preparedness	-	-	-	-	-	-	-	-
Judicial disabilities and tenure	-	-	-	-	-	-	-	-
Judicial nomination	-	-	-	-	-	-	-	-
Citizen complaint review board	-	-	-	-	-	-	-	-
Advisory commission on sentencing	-	-	-	-	-	-	-	-
Office of the Chief Medical Examiner	-	-	-	-	135	135	80	55
Office of administrative hearings	-	-	-	-	183	183	-	183
Corrections information council	-	-	-	-	-	-	-	-
Criminal justice coordinating council	-	100	74	26	-	-	-	-
Forensic health and science laboratory	-	-	-	-	-	-	-	-
Emergency and disaster	-	-	-	-	-	-	-	-
Office of unified communications	-	306	-	306	19,015	18,166	16,319	1,847
<b>Total public safety and justice</b>	<b>9</b>	<b>768</b>	<b>335</b>	<b>433</b>	<b>57,251</b>	<b>57,251</b>	<b>54,773</b>	<b>2,478</b>

(Continued)

Exhibit D-2

**FINANCIAL REPORTING ENTITY  
SCHEDULE OF BUDGETARY BASIS OPERATIONS BY SOURCE OF FUNDS  
Year Ended September 30, 2006  
(\$000s)**

	Local Source				Federal Source			
	Original Budget	Revised Budget	Actual	Variance	Original Budget	Revised Budget	Actual	Variance
<b>Public education system:</b>								
Public schools	\$ 794,245	816,346	812,830	3,516	173,347	131,520	123,653	7,867
AY07 public school expenditure	-	2,943	2,943	-	-	-	-	-
Teachers' retirement contribution	15,500	15,500	15,431	69	-	-	-	-
State education office	13,085	13,004	12,684	320	73,609	76,881	71,448	5,433
Public charter schools	239,284	167,076	161,069	6,007	-	-	-	-
AY07 public charter school expenditure	-	66,121	66,121	-	-	-	-	-
University	57,873	61,266	61,266	-	-	-	-	-
Public library	32,412	34,502	34,465	37	1,000	826	826	-
District educational investment fund	21,000	-	-	-	-	-	-	-
District charter schools investment fund	4,200	1,090	-	1,090	-	-	-	-
<b>Total public education system</b>	<b>1,177,599</b>	<b>1,177,848</b>	<b>1,166,809</b>	<b>11,039</b>	<b>247,956</b>	<b>209,227</b>	<b>195,927</b>	<b>13,300</b>
<b>Human support services:</b>								
Human development	224,433	253,922	253,856	66	186,385	176,983	176,041	942
Child and family services	152,843	166,525	165,874	651	38,470	29,814	26,694	3,120
Dept of mental health	179,767	196,798	196,723	75	3,052	3,396	2,783	613
Health	546,305	564,728	561,762	2,966	1,149,553	1,184,450	1,088,156	96,294
Recreation and parks	41,349	42,771	42,674	97	-	121	119	2
Aging	14,744	14,808	14,681	127	6,446	6,784	6,784	-
Unemployment compensation contribution	7,125	6,349	5,056	1,293	-	-	-	-
Employee disability compensation	30,281	28,751	28,751	-	-	-	-	-
Human rights	2,285	2,399	2,322	77	2,747	1,120	702	418
Children investment trust	8,068	9,249	9,249	-	-	-	-	-
Latino affairs	3,655	3,679	3,652	27	-	-	-	-
Energy	2,940	2,944	2,934	10	7,863	9,683	9,488	195
Asian and pacific islander affairs	540	625	606	19	-	-	-	-
Veterans' affairs	251	292	266	26	-	-	-	-
Depart of youth rehabilitation services	59,090	69,101	68,157	944	-	-	-	-
<b>Total human support services</b>	<b>1,273,676</b>	<b>1,362,941</b>	<b>1,356,563</b>	<b>6,378</b>	<b>1,394,516</b>	<b>1,412,351</b>	<b>1,310,767</b>	<b>101,584</b>
<b>Public works:</b>								
Public works	91,572	97,622	97,588	34	-	-	-	-
Department of transportation	-	1,805	1,805	-	8,375	7,316	5,961	1,355
Department of motor vehicles	31,069	31,669	29,327	2,342	-	637	637	-
Taxicab commission	822	849	658	191	-	-	-	-
Washington metropolitan area transit commission	110	110	110	-	-	-	-	-
Washington metropolitan area transit authority	187,632	187,632	187,615	17	-	-	-	-
School transit subsidy	5,169	5,169	5,169	-	-	-	-	-
<b>Total public works</b>	<b>316,374</b>	<b>324,856</b>	<b>322,272</b>	<b>2,584</b>	<b>8,375</b>	<b>7,953</b>	<b>6,598</b>	<b>1,355</b>
<b>Other:</b>								
Repayment of bonds and interest	370,778	370,163	370,128	35	-	-	-	-
Bond fiscal charge paid from bond proceeds	40,000	40,000	9,196	30,804	-	-	-	-
Interest on short term borrowing	5,500	6,650	6,650	-	-	-	-	-
Certificates of participation	11,000	11,000	10,941	59	-	-	-	-
Settlements and judgments	20,655	29,956	29,956	-	-	-	-	-
Emergency planning and security costs	-	-	-	-	-	4,196	4,196	-
Wilson Building	3,740	4,050	3,830	220	-	-	-	-
Workforce investment	61,110	9,562	-	9,562	-	-	-	-
Tax increment financing	-	1,468	1,423	45	-	-	-	-
Equipment lease operating	27,441	26,090	24,574	1,516	-	-	-	-
Pay-go capital	260,883	265,023	265,023	-	-	-	-	-
Schools modernization fund	12,208	8	-	8	-	-	-	-
District retiree health contribution	138,000	138,000	138,000	-	-	-	-	-
Cash reserve	50,000	2,269	-	2,269	-	-	-	-
Non-departmental agency	12,462	572	-	572	-	-	-	-
Storm water	-	-	-	-	-	-	-	-
Retirement board administration	-	-	-	-	-	-	-	-
Housing finance agency	-	-	-	-	-	-	-	-
National capital revitalization corporation	-	-	-	-	-	-	-	-
<b>Total other</b>	<b>1,013,777</b>	<b>904,811</b>	<b>859,721</b>	<b>45,090</b>	<b>-</b>	<b>4,196</b>	<b>4,196</b>	<b>-</b>
<b>Total budget</b>	<b>\$ 4,949,471</b>	<b>5,053,590</b>	<b>4,966,641</b>	<b>86,949</b>	<b>1,951,578</b>	<b>2,001,110</b>	<b>1,766,919</b>	<b>234,191</b>

See Accompanying Independent Auditors' Report.



Exhibit D-2

**FINANCIAL REPORTING ENTITY  
SCHEDULE OF BUDGETARY BASIS OPERATIONS BY SOURCE OF FUNDS  
Year Ended September 30, 2006  
(\$000s)**

	Private Grants				Other Source			
	Original Budget	Revised Budget	Actual	Variance	Original Budget	Revised Budget	Actual	Variance
<b>Public education system:</b>								
Public schools	\$ 4,666	6,481	5,704	777	6,780	6,780	3,450	3,330
AY07 public school expenditure	-	-	-	-	-	-	-	-
Teachers' retirement contribution	-	-	-	-	-	-	-	-
State education office	-	4	4	-	4,293	4,293	71	4,222
Public charter schools	-	-	-	-	-	-	-	-
AY07 public charter school expenditure	-	-	-	-	-	-	-	-
University	-	-	-	-	-	-	-	-
Public library	110	297	15	282	631	631	373	258
District educational investment fund	-	-	-	-	-	-	-	-
District charter schools investment fund	-	-	-	-	-	-	-	-
<b>Total public education system</b>	<b>4,776</b>	<b>6,782</b>	<b>5,723</b>	<b>1,059</b>	<b>11,704</b>	<b>11,704</b>	<b>3,894</b>	<b>7,810</b>
<b>Human support services:</b>								
Human development	-	-	-	-	3,000	10,847	8,477	2,370
Child and family services	414	838	684	154	750	750	750	-
Dept of mental health	-	60	16	44	3,808	3,808	2,351	1,457
Health	95	211	127	84	24,532	33,745	20,345	13,400
Recreation and parks	941	1,090	1,069	21	1,600	1,600	1,019	581
Aging	-	-	-	-	-	-	-	-
Unemployment compensation contribution	-	-	-	-	-	-	-	-
Employee disability compensation	-	-	-	-	-	-	-	-
Human rights	-	-	-	-	-	-	-	-
Children investment trust	-	-	-	-	-	-	-	-
Latino affairs	-	-	-	-	-	-	-	-
Energy	9,853	8,503	8,372	131	164	164	70	94
Asian and pacific islander affairs	-	-	-	-	-	-	-	-
Veterans' affairs	-	-	-	-	-	-	-	-
Depart of youth rehabilitation services	-	-	-	-	-	-	-	-
<b>Total human support services</b>	<b>11,303</b>	<b>10,702</b>	<b>10,268</b>	<b>434</b>	<b>33,854</b>	<b>50,914</b>	<b>33,012</b>	<b>17,902</b>
<b>Public works:</b>								
Public works	-	-	-	-	3,472	4,743	3,045	1,698
Department of transportation	-	470	470	-	30,416	30,416	29,898	518
Department of motor vehicles	-	-	-	-	15,299	13,522	8,092	5,430
Taxicab commission	-	-	-	-	540	540	491	49
Washington metropolitan area transit commission	-	-	-	-	-	-	-	-
Washington metropolitan area transit authority	-	-	-	-	-	-	-	-
School transit subsidy	-	-	-	-	-	-	-	-
<b>Total public works</b>	<b>-</b>	<b>470</b>	<b>470</b>	<b>-</b>	<b>49,727</b>	<b>49,221</b>	<b>41,526</b>	<b>7,695</b>
<b>Other:</b>								
Repayment of bonds and interest	-	-	-	-	-	-	-	-
Bond fiscal charge paid from bond proceeds	-	-	-	-	-	-	-	-
Interest on short term borrowing	-	-	-	-	-	-	-	-
Certificates of participation	-	-	-	-	-	-	-	-
Settlements and judgments	-	-	-	-	-	-	-	-
Emergency planning and security costs	-	-	-	-	-	-	-	-
Wilson Building	-	-	-	-	-	-	-	-
Workforce investment	-	-	-	-	-	-	-	-
Tax increment financing	-	-	-	-	-	-	-	-
Equipment lease operating	-	-	-	-	-	-	-	-
Pay-go capital	-	-	-	-	-	-	-	-
Schools modernization fund	-	-	-	-	-	-	-	-
District retiree health contribution	-	-	-	-	-	-	-	-
Cash reserve	-	-	-	-	-	-	-	-
Non-departmental agency	-	-	-	-	23,824	2,694	-	2,694
Storm water	-	-	-	-	6,673	6,673	-	6,673
Retirement board administration	-	-	-	-	30,078	30,078	17,559	12,519
Housing finance agency	-	-	-	-	-	6,070	-	6,070
National capital revitalization corporation	-	-	-	-	-	52,731	-	52,731
<b>Total other</b>	<b>-</b>	<b>-</b>	<b>-</b>	<b>-</b>	<b>60,575</b>	<b>98,246</b>	<b>17,559</b>	<b>80,687</b>
<b>Total budget</b>	<b>16,213</b>	<b>19,259</b>	<b>17,119</b>	<b>2,140</b>	<b>483,867</b>	<b>541,959</b>	<b>314,772</b>	<b>227,187</b>

## Exhibit D-3

**FINANCIAL REPORTING ENTITY**  
**SCHEDULE OF BUDGET REVISIONS**  
**Year Ended September 30, 2006**  
**(\$000s)**

	Local Source			Federal Resources		
	Original Budget	Reprogramming	Revised Budget	Original Budget	Reprogramming	Revised Budget
<b>Revenues and Sources:</b>						
Taxes:						
Property taxes	\$ 1,222,165	(58,498)	1,163,667	-	-	-
Sales and use taxes	866,129	(3,970)	862,159	-	-	-
Income taxes	1,391,345	174,359	1,565,704	-	-	-
Other taxes	577,255	(11,911)	565,344	-	-	-
Total taxes	4,056,894	99,980	4,156,874	-	-	-
Licenses and permits	66,470	1,938	68,408	-	-	-
Fines and forfeits	114,901	(4,264)	110,637	-	-	-
Charges for services	44,173	6,340	50,513	-	-	-
Miscellaneous	88,276	(2,608)	85,668	-	-	-
Other	-	-	-	-	-	-
Federal contributions	-	-	-	45,738	31,259	76,997
Operating grant	-	-	-	1,905,840	18,273	1,924,113
General obligation bonds	40,000	-	40,000	-	-	-
Fund balance released from restrictions	466,930	37,509	504,439	-	-	-
Transfer in from Lottery Board	73,100	(1,100)	72,000	-	-	-
Total revenues and sources	4,950,744	137,795	5,088,539	1,951,578	49,532	2,001,110
<b>Expenditures and Uses:</b>						
Governmental direction and support	296,631	15,554	312,185	171,975	16,458	188,433
Economic development and regulation	101,629	23,525	125,154	118,187	47,042	165,229
Public safety and justice	769,785	76,010	845,795	10,569	3,152	13,721
Public education system	1,177,599	(68,815)	1,108,784	247,956	(38,729)	209,227
Public education AY07 expenditure	-	69,064	69,064	-	-	-
Human support services	1,273,676	89,265	1,362,941	1,394,516	17,835	1,412,351
Public works	316,374	8,482	324,856	8,375	(422)	7,953
Workforce investments	61,110	(51,548)	9,562	-	-	-
Wilson Building	3,740	310	4,050	-	-	-
Repayment of bonds and interest	370,778	(615)	370,163	-	-	-
Bond fiscal charge paid from bond proceeds	40,000	-	40,000	-	-	-
Interest on short term borrowing	5,500	1,150	6,650	-	-	-
Certificates of participation	11,000	-	11,000	-	-	-
Tax increment financing	-	1,468	1,468	-	-	-
Equipment lease operating	27,441	(1,351)	26,090	-	-	-
Pay-go capital	260,883	4,140	265,023	-	-	-
Schools modernization fund	12,208	(12,200)	8	-	-	-
District retiree health contribution	138,000	-	138,000	-	-	-
Cash reserve	50,000	(47,731)	2,269	-	-	-
Non departmental	12,462	(11,890)	572	-	-	-
Emergency planning and security costs	-	-	-	-	4,196	4,196
Storm water	-	-	-	-	-	-
Retirement board administration	-	-	-	-	-	-
Housing finance agency	-	-	-	-	-	-
Settlements and judgments	20,655	9,301	29,956	-	-	-
National capital revitalization corporation	-	-	-	-	-	-
Total expenditures and uses	4,949,471	104,119	5,053,590	1,951,578	49,532	2,001,110
<b>Excess of Revenues and Sources Over Expenditures and Uses</b>	\$ 1,273	33,676	34,949	-	-	-

See Accompanying Independent Auditors' Report.

Exhibit D-3

**FINANCIAL REPORTING ENTITY  
SCHEDULE OF BUDGET REVISIONS  
Year Ended September 30, 2006  
(\$000s)**

	Private and Other			Totals		
	Original Budget	Repro- gramming	Revised Budget	Original Budget	Repro- gramming	Revised Budget
<b>Revenues and Sources:</b>						
Taxes:						
Property taxes	\$ -	-	-	1,222,165	(58,498)	1,163,667
Sales and use taxes	-	-	-	866,129	(3,970)	862,159
Income taxes	-	-	-	1,391,345	174,359	1,565,704
Other taxes	-	-	-	577,255	(11,911)	565,344
Total taxes	-	-	-	4,056,894	99,980	4,156,874
Licenses and permits	-	-	-	66,470	1,938	68,408
Fines and forfeits	-	-	-	114,901	(4,264)	110,637
Charges for services	-	-	-	44,173	6,340	50,513
Miscellaneous	-	-	-	88,276	(2,608)	85,668
Other	304,760	213,206	517,966	304,760	213,206	517,966
Federal contributions	-	-	-	45,738	31,259	76,997
Operating grant	16,213	3,046	19,259	1,922,053	21,319	1,943,372
General obligation bonds	-	-	-	40,000	-	40,000
Fund balance released from restrictions	179,107	(155,114)	23,993	646,037	(117,605)	528,432
Transfer in from Lottery Board	-	-	-	73,100	(1,100)	72,000
<b>Total revenues and sources</b>	<b>500,080</b>	<b>61,138</b>	<b>561,218</b>	<b>7,402,402</b>	<b>248,465</b>	<b>7,650,867</b>
<b>Expenditures and Uses:</b>						
Governmental direction and support	44,227	(5,967)	38,260	512,833	26,045	538,878
Economic development and regulation	226,654	10,246	236,900	446,470	80,813	527,283
Public safety and justice	57,260	759	58,019	837,614	79,921	917,535
Public education system	16,480	2,006	18,486	1,442,035	(105,538)	1,336,497
Public education FY07 expenditure	-	-	-	-	69,064	69,064
Human support services	45,157	16,459	61,616	2,713,349	123,559	2,836,908
Public works	49,727	(36)	49,691	374,476	8,024	382,500
Workforce investments	-	-	-	61,110	(51,548)	9,562
Wilson Building	-	-	-	3,740	310	4,050
Repayment of bonds and interest	-	-	-	370,778	(615)	370,163
Bond fiscal charge paid from bond proceeds	-	-	-	40,000	-	40,000
Interest on short term borrowing	-	-	-	5,500	1,150	6,650
Certificates of participation	-	-	-	11,000	-	11,000
Tax increment financing	-	-	-	-	1,468	1,468
Equipment lease operating	-	-	-	27,441	(1,351)	26,090
Pay-go capital	-	-	-	260,883	4,140	265,023
Schools modernization fund	-	-	-	12,208	(12,200)	8
District retiree health contribution	-	-	-	138,000	-	138,000
Cash reserve	-	-	-	50,000	(47,731)	2,269
Non departmental	23,824	(21,130)	2,694	36,286	(33,020)	3,266
Emergency planning and security costs	-	-	-	-	4,196	4,196
Storm water	6,673	-	6,673	6,673	-	6,673
Retirement board administration	30,078	-	30,078	30,078	-	30,078
Housing finance agency	-	6,070	6,070	-	6,070	6,070
Settlements and judgments	-	-	-	20,655	9,301	29,956
National capital revitalization corporation	-	52,731	52,731	-	52,731	52,731
<b>Total expenditures and uses</b>	<b>500,080</b>	<b>61,138</b>	<b>561,218</b>	<b>7,401,129</b>	<b>214,789</b>	<b>7,615,918</b>
<b>Excess of Revenues and Sources Over Expenditures and Uses</b>	<b>\$ -</b>	<b>-</b>	<b>-</b>	<b>1,273</b>	<b>33,676</b>	<b>34,949</b>

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