
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

Discretely Presented Component Unit Cash Flow 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, 2007
(With Comparative Totals at September 30, 2006)
(\$000s)**

	2007	2006
ASSETS		
Cash and cash equivalents (unrestricted)	\$ 602,923	\$ 362,193
Investments	-	5,000
Receivables (net of allowances for uncollectibles):		
Taxes	288,700	274,748
Accounts	29,670	96,696
Intergovernmental	18,317	9,966
Due from component units	5,165	4,762
Interfund	368,507	645,351
Inventories	15,998	9,640
Other current assets	3,435	2,612
Cash and cash equivalents (restricted)	947,030	783,705
Investments (restricted)	-	28,782
Total current assets	<u>2,279,745</u>	<u>2,223,455</u>
Long Term Assets:		
Loans	<u>6,704</u>	<u>8,177</u>
Total assets	<u>\$ 2,286,449</u>	<u>\$ 2,231,632</u>
LIABILITIES AND FUND BALANCE		
Liabilities:		
Payables:		
Accounts	\$ 402,870	\$ 400,617
Compensation:		
Salaries and wages	86,047	116,716
Employee benefits	6,414	610
Payroll taxes	14,533	12,561
Other deductions	2,651	3,226
Due to component units	15,785	20,535
Interfund	30,409	11,668
Accrued liabilities:		
Grant disallowances	1,300	11,529
Medicaid	59,107	46,984
Tax refunds	54,956	54,534
Deferred revenue:		
Property taxes	75,117	78,001
Other	36,003	31,982
Other current liabilities	<u>7,257</u>	<u>7,527</u>
Total liabilities	<u>792,449</u>	<u>796,490</u>
Fund Balance:		
Reserved	1,135,459	1,045,560
Unreserved	<u>358,541</u>	<u>389,582</u>
Total fund balance	<u>1,494,000</u>	<u>1,435,142</u>
Total liabilities and fund balance	<u>\$ 2,286,449</u>	<u>\$ 2,231,632</u>

See Accompanying Independent Auditors' Report

Exhibit A-2

GENERAL FUND
SCHEDULE OF REVENUES, EXPENDITURES
AND CHANGES IN FUND BALANCE
Year Ended September 30, 2007
(With Comparative Totals for the Year Ended September 30, 2006)
(\$000s)

	2007	2006
Revenues:		
Taxes	\$ 5,146,007	\$ 4,472,845
Licenses and permits	89,072	81,222
Fines and forfeits	101,971	112,919
Charges for services:		
Public	135,834	122,865
Intergovernmental	6,049	8,214
Miscellaneous:		
Public	315,477	290,352
Investment income	89,425	63,655
Operating grants	2,539	-
Total revenues	<u>5,886,374</u>	<u>5,152,072</u>
Expenditures:		
Current:		
Governmental direction and support	532,140	499,289
Economic development and regulation	323,267	218,210
Public safety and justice	960,766	896,460
Public education system	1,250,769	1,177,362
Human support services	1,512,095	1,532,296
Public works	223,891	176,027
Public transportation	198,484	187,615
Debt service:		
Principal	216,198	193,715
Interest	193,808	181,590
Fiscal charges	15,002	18,514
Total expenditures	<u>5,426,420</u>	<u>5,081,078</u>
EXCESS OF REVENUES OVER EXPENDITURES	<u>459,954</u>	<u>70,994</u>
Other Financing Sources (Uses):		
Debt issuance	256,595	133,937
Premium on sale of bonds	16,063	18,232
Payment to refunded bond escrow agent	(264,334)	(122,141)
Transfers in	88,759	91,675
Transfers out	(501,509)	(342,238)
Sale of capital assets	12,168	-
Total other financing sources (uses)	<u>(392,258)</u>	<u>(220,535)</u>
Special item-real property loss	<u>(8,838)</u>	<u>-</u>
EXCESS (DEFICIENCY) OF REVENUES AND OTHER SOURCES OVER (UNDER) EXPENDITURES AND OTHER USES	58,858	(149,541)
Fund Balance at October 1	<u>1,435,142</u>	<u>1,584,683</u>
Fund Balance at September 30	<u>\$ 1,494,000</u>	<u>\$ 1,435,142</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, 2007
(With Comparative Totals for the Year Ended September 30, 2006)
(\$000s)

Function and Subfunction	Personal Services	Contractual Services	Supplies	Occupancy	Miscellaneous *	Totals	
						2007	2006
Governmental Direction and Support:							
Legislative	\$ 15,902	\$ 1,679	\$ 175	\$ 391	\$ 1,651	\$ 19,798	\$ 18,977
Executive	70,556	42,781	345	5,728	16,149	135,559	125,869
Finance	77,001	39,714	759	12,155	95,888	225,517	207,724
Personnel	11,995	19,853	196	2,337	2,269	36,650	30,666
Administrative	40,149	24,916	448	16,889	24,756	107,158	110,016
Elections	4,194	2,370	184	528	182	7,458	6,037
Total	<u>219,797</u>	<u>131,313</u>	<u>2,107</u>	<u>38,028</u>	<u>140,895</u>	<u>532,140</u>	<u>499,289</u>
Economic Development and Regulation:							
Community development	13,519	12,924	217	1,580	146,494	174,734	91,425
Economic regulation	50,571	14,632	678	10,949	1,449	78,279	78,049
Employment services	15,462	11,788	392	8,307	34,305	70,254	48,736
Total	<u>79,552</u>	<u>39,344</u>	<u>1,287</u>	<u>20,836</u>	<u>182,248</u>	<u>323,267</u>	<u>218,210</u>
Public Safety and Justice:							
Police	403,110	53,831	5,474	18,553	104,500	585,468	554,743
Fire	157,782	5,778	2,449	5,209	40,421	211,639	190,401
Corrections	67,840	71,040	2,508	5,663	617	147,668	136,083
Protection	5,826	2,189	91	2,290	191	10,587	9,303
Law	4,506	246	66	135	77	5,030	5,580
Judicial	300	57	1	3	13	374	350
Total	<u>639,364</u>	<u>133,141</u>	<u>10,589</u>	<u>31,853</u>	<u>145,819</u>	<u>960,766</u>	<u>896,460</u>
Public Education System:							
Schools	520,000	74,466	20,373	50,061	518,572	1,183,472	1,121,859
Culture	29,092	9,164	609	3,478	24,954	67,297	55,503
Total	<u>549,092</u>	<u>83,630</u>	<u>20,982</u>	<u>53,539</u>	<u>543,526</u>	<u>1,250,769</u>	<u>1,177,362</u>
Human Support Services:							
Health and welfare	261,150	242,963	9,492	68,421	824,559	1,406,585	1,296,179
Human relations	3,832	1,949	88	249	16,831	22,949	20,654
Employment benefits	-	-	-	-	34,801	34,801	171,807
Recreation	30,486	10,337	936	5,342	659	47,760	43,656
Total	<u>295,468</u>	<u>255,249</u>	<u>10,516</u>	<u>74,012</u>	<u>876,850</u>	<u>1,512,095</u>	<u>1,532,296</u>
Public Works	<u>106,755</u>	<u>76,151</u>	<u>3,008</u>	<u>18,503</u>	<u>19,474</u>	<u>223,891</u>	<u>176,027</u>
Public Transportation	-	-	-	-	198,484	198,484	187,615
Debt Service	-	-	-	-	425,007	425,007	393,819
Net Financing Uses	-	-	-	-	401,096	401,096	220,535
Total expenditures and net sources	<u>\$ 1,890,028</u>	<u>\$ 718,828</u>	<u>\$ 48,489</u>	<u>\$ 236,771</u>	<u>\$ 2,933,399</u>	<u>\$ 5,827,515</u>	<u>\$ 5,301,613</u>

See Accompanying Independent Auditors' Report.

*Miscellaneous column includes transfers, subsidies and other payments totaling \$2,397,716.

Transfers to: Convention Center [\$83,312], Charter Schools [\$277,159], UDC [\$62,636], Baseball [\$45,952], PAYGO [\$218,861], TIF [\$21,531], DC Contribution to Retirement Pension Plans for Police, Fire & Teachers [\$154,700], Mass Transit [\$198,484], Other Post Employment Benefits [\$4,700], Housing Production [\$134,747], Motor Fuel [\$26,776], Other [\$21,091], Taxes imposed for Capital Projects [\$32,550], Housing Authority [\$22,730], Anacostia Waterfront [\$13,653]

Payments for: Medicaid & Other Human Support Services [\$790,062], Medicaid Reserve [\$13,930], Special Education [\$163,938], Economic Development [\$57,950], Youth Rehabilitation Services [\$19,502], Disability Compensation [\$14,168], Dept. of the Environment [\$10,446], Fraudulent Taxes Loss [\$8,838]

Exhibit A-4

GENERAL FUND
SCHEDULE OF LOCAL SOURCE REVENUES
BUDGET AND ACTUAL (BUDGETARY BASIS)
Year Ended September 30, 2007
(\$000s)

Source	Budget		Actual	Variance Positive (Negative)
	Original	Revised		
Taxes:				
Property:				
Real	\$ 1,311,082	1,364,820	1,443,601	78,781
Personal	55,165	57,083	57,395	312
Total	<u>1,366,247</u>	<u>1,421,903</u>	<u>1,500,996</u>	<u>79,093</u>
Sales and use:				
General	753,866	716,660	717,089	429
Alcoholic beverages	4,977	4,977	5,150	173
Cigarette	19,724	21,234	21,205	(29)
Motor vehicles	46,431	46,303	43,681	(2,622)
Total	<u>824,998</u>	<u>789,174</u>	<u>787,125</u>	<u>(2,049)</u>
Income and franchise:				
Individual income	1,236,486	1,210,306	1,313,826	103,520
Corporation franchise	219,064	252,702	255,511	2,809
Unincorporated business	138,264	173,420	167,024	(6,396)
Total	<u>1,593,814</u>	<u>1,636,428</u>	<u>1,736,361</u>	<u>99,933</u>
Gross receipts:				
Public utility	156,739	147,239	153,289	6,050
Toll telecommunication	51,447	54,967	56,786	1,819
Insurance companies	56,500	56,500	55,016	(1,484)
Total	<u>264,686</u>	<u>258,706</u>	<u>265,091</u>	<u>6,385</u>
Other:				
Deed recordation	214,414	177,108	226,743	49,635
Deed transfers	183,511	114,123	152,411	38,288
Inheritance and estate	20,072	55,575	54,250	(1,325)
Economic interests	8,000	52,111	64,794	12,683
Total	<u>425,997</u>	<u>398,917</u>	<u>498,198</u>	<u>99,281</u>
Total taxes	<u>4,475,742</u>	<u>4,505,128</u>	<u>4,787,771</u>	<u>282,643</u>
Licenses and Permits:				
Business licenses	39,658	40,951	49,848	8,897
Nonbusiness permits	31,187	31,190	28,435	(2,755)
Total	<u>70,845</u>	<u>72,141</u>	<u>78,283</u>	<u>6,142</u>
Fines and Forfeits	<u>107,336</u>	<u>111,920</u>	<u>101,436</u>	<u>(10,484)</u>
Charges for Services:				
Right of way	-	-	50	50
Other	53,218	49,846	52,371	2,525
Total	<u>53,218</u>	<u>49,846</u>	<u>52,421</u>	<u>2,575</u>
Miscellaneous:				
Interest	38,000	41,800	82,505	40,705
Other	64,458	61,854	109,230	47,376
Total	<u>102,458</u>	<u>103,654</u>	<u>191,735</u>	<u>88,081</u>
Total local revenues	<u>4,809,599</u>	<u>4,842,689</u>	<u>5,211,646</u>	<u>368,957</u>
Transfers and Other sources:				
General obligation bonds	30,000	30,000	6,335	(23,665)
Fund balance released from restrictions	176,330	261,342	39,467	(221,875)
Interfund transfer	72,100	72,100	80,247	8,147
Total transfers and other sources	<u>278,430</u>	<u>363,442</u>	<u>126,049</u>	<u>(237,393)</u>
Total Local Revenues and Sources	<u>\$ 5,088,029</u>	<u>5,206,131</u>	<u>5,337,695</u>	<u>131,564</u>

See Accompanying Independent Auditors' Report.

GENERAL FUND
 SCHEDULE OF BUDGETARY BASIS REVENUES AND EXPENDITURES BY SOURCE OF FUNDS
 Year Ended September 30, 2007
 (\$000s)

	Local Source				Other Source				Totals			
	Original Budget	Revised Budget	Actual	Variance	Original Budget	Revised Budget	Actual	Variance	Original Budget	Revised Budget	Actual	Variance
Revenues and Sources:												
Taxes												
Property	\$ 1,366,247	1,421,903	1,500,996	79,093	-	-	-	-	1,366,247	1,421,903	1,500,996	79,093
Sales and uses	824,998	789,174	787,125	(2,049)	-	-	-	-	824,998	789,174	787,125	(2,049)
Income and franchise	1,593,814	1,636,428	1,736,361	99,933	-	-	-	-	1,593,814	1,636,428	1,736,361	99,933
Gross receipts and other taxes	690,683	657,623	763,289	105,666	-	-	-	-	690,683	657,623	763,289	105,666
Total taxes	4,475,742	4,505,128	4,787,771	282,643	-	-	-	-	4,475,742	4,505,128	4,787,771	282,643
Licenses and permits	70,845	72,141	78,283	6,142	-	-	-	-	70,845	72,141	78,283	6,142
Fines and forfeits	107,336	111,920	101,436	(10,484)	-	-	-	-	107,336	111,920	101,436	(10,484)
Charges for services	53,218	49,846	52,421	2,575	-	-	-	-	53,218	49,846	52,421	2,575
Miscellaneous	102,458	103,654	191,735	88,081	-	-	-	-	102,458	103,654	191,735	88,081
Other	-	-	-	-	525,614	446,201	366,511	(79,690)	525,614	446,201	366,511	(79,690)
General obligation bonds	30,000	30,000	6,335	(23,665)	-	-	-	-	30,000	30,000	6,335	(23,665)
Fund balance released from restrictions	176,330	261,342	39,467	(221,875)	-	82,945	82,945	-	176,330	344,287	122,412	(221,875)
Interfund transfer-from lottery and games	72,100	72,100	65,376	(6,724)	-	-	-	-	72,100	72,100	65,376	(6,724)
Interfund transfer-from baseball project	-	-	14,871	14,871	-	-	-	-	-	-	14,871	14,871
Total Revenues and Sources	5,088,029	5,206,131	5,337,695	131,564	525,614	529,146	449,456	(79,690)	5,613,643	5,735,277	5,787,151	51,874
Expenditures and Uses:												
Governmental direction and support	330,100	345,085	334,990	10,095	103,658	87,441	31,268	56,173	433,758	432,526	366,258	66,268
Economic development and regulation	194,206	212,257	205,850	6,407	215,188	225,688	174,773	50,915	409,394	437,945	380,623	57,322
Public safety and justice	888,003	921,770	912,310	9,460	55,290	55,290	49,119	6,171	943,293	977,060	961,429	15,631
Public education system	1,203,492	1,147,103	1,141,029	6,074	20,479	27,357	14,600	12,757	1,223,971	1,174,460	1,155,629	18,831
Public education AY08 expenditure	-	85,047	85,047	-	-	-	-	-	-	85,047	85,047	-
Human support services	1,369,566	1,488,529	1,472,405	16,124	53,572	44,705	33,484	11,221	1,423,138	1,533,234	1,505,889	27,345
Write off mental health receivable	-	-	6,813	(6,813)	-	-	-	-	-	-	6,813	(6,813)
Public works	351,396	359,882	353,590	6,292	53,922	87,910	76,381	11,529	405,318	447,792	429,971	17,821
Workforce investments	38,500	7,873	-	7,873	-	-	-	-	38,500	7,873	-	7,873
Wilson building	4,211	3,961	3,763	198	-	-	-	-	4,211	3,961	3,763	198
Repay bonds and interest	405,114	389,016	386,245	2,771	-	-	-	-	405,114	389,016	386,245	2,771
Repay revenue bonds and interest	6,000	4,750	-	4,750	-	-	-	-	6,000	4,750	-	4,750
Bond fiscal charge	30,000	30,000	6,406	23,594	-	-	-	-	30,000	30,000	6,406	23,594
Interest on short term borrowing	8,000	8,460	8,455	5	-	-	-	-	8,000	8,460	8,455	5
Certificates of participation	31,225	30,575	30,448	127	-	-	-	-	31,225	30,575	30,448	127
Settlements and judgments fund	15,655	25,047	25,029	18	-	-	-	-	15,655	25,047	25,029	18
Real property tax loss	-	-	8,838	(8,838)	-	-	-	-	-	-	8,838	(8,838)
Equipment lease operating	43,955	22,028	21,893	135	-	-	-	-	43,955	22,028	21,893	135
Pay-go capital	87,987	118,861	118,861	-	-	-	-	-	87,987	118,861	118,861	-
Schools modernization fund	1,650	-	-	-	-	-	-	-	1,650	-	-	-
District retiree health contribution	4,700	4,700	4,700	-	-	-	-	-	4,700	4,700	4,700	-
Cash reserve	50,000	500	-	500	-	-	-	-	50,000	500	-	500
Non-departmental agency	22,437	191	-	191	23,505	755	-	755	45,942	946	-	946
Total Expenditures and Uses	5,086,197	5,205,635	5,126,672	78,963	525,614	529,146	379,625	149,521	5,611,811	5,734,781	5,506,297	228,484
Excess of Revenues and Sources Over Expenditures and Uses												
	\$ 1,832	496	211,023	210,527	-	-	69,831	69,831	1,832	496	280,854	280,358

See Accompanying Independent Auditors' Report.

Exhibit A-6

GENERAL FUND
SCHEDULE OF BUDGETARY BASIS REVENUES AND EXPENDITURES
Year Ended September 30, 2007
(\$000s)

	Original Budget	Revisions	Revised Budget	Actual	Variance (Actual To Original Budget)
Revenues and Sources:					
Taxes:					
Property	\$ 1,366,247	55,656	1,421,903	1,500,996	134,749
Sales and use	824,998	(35,824)	789,174	787,125	(37,873)
Income and franchise	1,593,814	42,614	1,636,428	1,736,361	142,547
Other taxes	690,683	(33,060)	657,623	763,289	72,606
Total taxes	<u>4,475,742</u>	<u>29,386</u>	<u>4,505,128</u>	<u>4,787,771</u>	<u>312,029</u>
Licenses and permits	70,845	1,296	72,141	78,283	7,438
Fines and forfeits	107,336	4,584	111,920	101,436	(5,900)
Charges for services	53,218	(3,372)	49,846	52,421	(797)
Miscellaneous	102,458	1,196	103,654	191,735	89,277
Other	525,614	(79,413)	446,201	366,511	(159,103)
General obligation bonds	30,000	-	30,000	6,335	(23,665)
Fund balance released from restriction	176,330	167,957	344,287	122,412	(53,918)
Interfund transfer-from lottery and game	72,100	-	72,100	65,376	(6,724)
Interfund transfer-from baseball project	-	-	-	14,871	14,871
Total Revenues and Sources	<u>5,613,643</u>	<u>121,634</u>	<u>5,735,277</u>	<u>5,787,151</u>	<u>173,508</u>
Expenditures and Uses:					
Governmental direction and support	433,758	(1,232)	432,526	366,258	67,500
Economic development and regulation	409,394	28,551	437,945	380,623	28,771
Public safety and justice	943,293	33,767	977,060	961,429	(18,136)
Public education system	1,223,971	(49,511)	1,174,460	1,155,629	68,342
Public education AY08 expenditure	-	85,047	85,047	85,047	(85,047)
Human support services	1,423,138	110,096	1,533,234	1,505,889	(82,751)
Write off mental health receivable	-	-	-	6,813	(6,813)
Public works	405,318	42,474	447,792	429,971	(24,653)
Workforce investments	38,500	(30,627)	7,873	-	38,500
Wilson building	4,211	(250)	3,961	3,763	448
Repay bonds and interest	405,114	(16,098)	389,016	386,245	18,869
Repay revenue bonds and interest	6,000	(1,250)	4,750	-	6,000
Bond fiscal charge	30,000	-	30,000	6,406	23,594
Interest on short term borrowing	8,000	460	8,460	8,455	(455)
Certificates of participation	31,225	(650)	30,575	30,448	777
Settlements and judgments fund	15,655	9,392	25,047	25,029	(9,374)
Real property tax loss	-	-	-	8,838	(8,838)
Equipment lease operating	43,955	(21,927)	22,028	21,893	22,062
Pay-go capital	87,987	30,874	118,861	118,861	(30,874)
Schools modernization fund	1,650	(1,650)	-	-	1,650
District retiree health contribution	4,700	-	4,700	4,700	-
Cash reserve	50,000	(49,500)	500	-	50,000
Non-departmental agency	45,942	(44,996)	946	-	45,942
Total Expenditures and Uses	<u>5,611,811</u>	<u>122,970</u>	<u>5,734,781</u>	<u>5,506,297</u>	<u>105,514</u>
Excess of Revenues and Sources Over Expenditures and Uses	<u>\$ 1,832</u>	<u>(1,336)</u>	<u>496</u>	<u>280,854</u>	<u>279,022</u>

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. These activities support new economic development projects.

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

The **Community Health Care Financing Fund** is used to reserve funding to construct health care facilities, a comprehensive assessment to improve the District's urgent and emergent care delivery system and to recommend investments in that system.

The **Housing Production Trust Fund** is to provide financial assistance to non-profit and for-profit developers for the planning and production of low, very low, and extremely low income housing and related facilities.

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, 2007
(With Comparative Totals at September 30, 2006)
(\$000s)**

	Special Revenue Funds						Capital Project Fund	Totals	
	Tax Increment Financing Program	Tobacco Settlement Financing Corporation	Community Health Care Financing	Housing Production Trust	Baseball Project	Debt Service Fund	Highway Trust	2007	2006
ASSETS									
Current Assets:									
Cash and cash equivalents	\$ -	\$ -	\$ -	\$ -	\$ -	\$ -	\$ -	\$ -	\$ 1,287
Receivables (net of allowances for uncollectibles):									
Accounts	17	33,750	-	-	1,055	-	-	34,822	30,820
Due from other District entities	-	-	-	-	87	-	-	87	490
Interfund	2,230	-	45,195	11,563	3,865	-	6,660	69,513	11,881
Accrued interest	-	116	-	-	-	-	-	116	108
Other current assets	-	-	-	-	-	-	-	-	127
Restricted cash and cash equivalents	20,822	71,479	-	88,964	50,137	-	19,565	250,967	134,694
Other long term assets	-	-	-	92,961	-	-	-	92,961	-
Total assets	<u>\$ 23,069</u>	<u>\$ 105,345</u>	<u>\$ 45,195</u>	<u>\$ 193,488</u>	<u>\$ 55,144</u>	<u>\$ -</u>	<u>\$ 26,225</u>	<u>\$ 448,466</u>	<u>\$ 179,407</u>
LIABILITIES AND FUND BALANCE									
Current Liabilities:									
Payables:									
Accounts	\$ 1,889	\$ -	\$ -	\$ 546	\$ -	\$ -	\$ 6,798	\$ 9,233	\$ 7,680
Compensation payable	-	-	-	20	-	-	195	215	133
Deferred revenue	-	-	-	92,961	450	-	168	93,579	219
Due to other funds	-	-	-	-	-	-	845	845	3,538
Accrued liabilities	-	68	-	-	-	-	-	68	68
Total liabilities	<u>1,889</u>	<u>68</u>	<u>-</u>	<u>93,527</u>	<u>450</u>	<u>-</u>	<u>8,006</u>	<u>103,940</u>	<u>11,638</u>
Fund Balance:									
Reserved for special revenue funds	21,180	105,277	45,195	99,961	54,694	-	-	326,307	160,568
Reserved for capital project fund	-	-	-	-	-	-	18,219	18,219	7,201
Total fund balances	<u>21,180</u>	<u>105,277</u>	<u>45,195</u>	<u>99,961</u>	<u>54,694</u>	<u>-</u>	<u>18,219</u>	<u>344,526</u>	<u>167,769</u>
Total liabilities and fund balances	<u>\$ 23,069</u>	<u>\$ 105,345</u>	<u>\$ 45,195</u>	<u>\$ 193,488</u>	<u>\$ 55,144</u>	<u>\$ -</u>	<u>\$ 26,225</u>	<u>\$ 448,466</u>	<u>\$ 179,407</u>

See Accompanying Independent Auditors' Report.

NONMAJOR GOVERNMENTAL FUNDS
COMBINING STATEMENT OF REVENUES, EXPENDITURES
AND CHANGES IN FUND BALANCES
Year Ended September 30, 2007
(With Comparative Totals for the Year Ended September 30, 2006)
(\$000s)

	Special Revenue Funds						Capital Project Fund	Totals	
	Tax Increment Financing Program	Tobacco Settlement Financing Corporation	Community Health Care Financing	Housing Production Trust	Baseball Project	Debt Service Fund	Highway Trust	2007	2006
Revenues:									
Interest	\$ 937	\$ 3,452	\$ -	\$ 7,440	\$ 1,118	\$ -	\$ 857	\$ 13,804	\$ 7,135
Other	1,422	43,779	-	3,115	-	-	6,716	55,032	49,781
Total revenues	<u>2,359</u>	<u>47,231</u>	<u>-</u>	<u>10,555</u>	<u>1,118</u>	<u>-</u>	<u>7,573</u>	<u>68,836</u>	<u>56,916</u>
Expenditures:									
Governmental direction and support	-	160	-	-	-	-	-	160	158
Capital outlay	-	-	-	-	-	-	44,422	44,422	45,520
Bond principal payment	4,666	5,215	-	-	-	6,310	-	16,191	11,939
Interest	5,042	31,929	-	-	-	27,990	-	64,961	43,605
Fiscal charges	-	-	-	-	27	66	-	93	13,444
Other	8,247	-	-	69,742	422	-	-	78,411	1,105
Total expenditures	<u>17,955</u>	<u>37,304</u>	<u>-</u>	<u>69,742</u>	<u>449</u>	<u>34,366</u>	<u>44,422</u>	<u>204,238</u>	<u>115,771</u>
EXCESS (DEFICIENCY) OF REVENUES OVER (UNDER) EXPENDITURES	<u>(15,596)</u>	<u>9,927</u>	<u>-</u>	<u>(59,187)</u>	<u>669</u>	<u>(34,366)</u>	<u>(36,849)</u>	<u>(135,402)</u>	<u>(58,855)</u>
Other Financing Sources (Uses):									
Bond issuance	-	-	-	-	-	-	-	-	267,546
Premium on sale of bonds	-	-	-	-	-	-	-	-	8,314
Other charge	-	-	-	-	-	-	-	-	(13,996)
Transfers in	21,531	-	45,195	159,148	45,952	34,366	47,867	354,059	81,233
Transfers out	-	-	-	-	(41,900)	-	-	(41,900)	(269,168)
Total other financing sources	<u>21,531</u>	<u>-</u>	<u>45,195</u>	<u>159,148</u>	<u>4,052</u>	<u>34,366</u>	<u>47,867</u>	<u>312,159</u>	<u>73,929</u>
EXCESS OF REVENUES AND OTHER FINANCING SOURCES OVER EXPENDITURES	<u>5,935</u>	<u>9,927</u>	<u>45,195</u>	<u>99,961</u>	<u>4,721</u>	<u>-</u>	<u>11,018</u>	<u>176,757</u>	<u>15,074</u>
Fund Balances at October 1	<u>15,245</u>	<u>95,350</u>	<u>-</u>	<u>-</u>	<u>49,973</u>	<u>-</u>	<u>7,201</u>	<u>167,769</u>	<u>152,695</u>
Fund Balances at September 30	<u>\$ 21,180</u>	<u>\$ 105,277</u>	<u>\$ 45,195</u>	<u>\$ 99,961</u>	<u>\$ 54,694</u>	<u>\$ -</u>	<u>\$ 18,219</u>	<u>\$344,526</u>	<u>\$ 167,769</u>

See Accompanying Independent Auditors' Report.



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FIDUCIARY FUNDS
(Combining Statements)

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 **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 **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, 2007
(With Comparative Totals at September 30, 2006)
(\$000s)

	Police and Fire	Teachers	Totals	
			2007	2006 Restated
ASSETS				
Current Assets:				
Cash and cash equivalents - restricted	\$ 96,915	\$ 51,606	\$ 148,521	\$ 147,585
Investments - restricted	3,088,203	1,644,442	4,732,645	3,897,684
Receivables:				
Benefit contribution	1,052	1,419	2,471	10,049
Other current assets	-	6	6	-
Due from other funds	11	7,464	7,475	170
Capital assets	15	9	24	81
Total assets	3,186,196	1,704,946	4,891,142	4,055,569
LIABILITIES				
Current Liabilities:				
Payables:				
Accounts	16,880	18,273	35,153	30,527
Securities lending	311,864	166,852	478,716	428,228
Due to other funds	3,844	2,056	5,900	-
Total liabilities	332,588	187,181	519,769	458,755
NET ASSETS				
Net Assets				
Held in trust for pension benefits	\$ 2,853,608	\$ 1,517,765	\$ 4,371,373	\$ 3,596,814

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, 2007
(With Comparative Totals for the Year Ended September 30, 2006)
(\$000s)

	Police and Fire	Teachers	Totals	
			2007	2006 Restated
Additions:				
Benefit contributions:				
Employer	\$ 140,100	\$ 14,600	\$ 154,700	\$ 133,000
Plan members	27,489	26,793	54,282	50,949
Investment income:				
<i>From investment activities</i>				
Interest and dividends	72,403	38,419	110,822	107,836
Net appreciation in fair value of investments	335,006	183,224	518,230	234,259
Less - investment expenses	(8,170)	(4,373)	(12,543)	(10,828)
Net income from investing activities	<u>399,239</u>	<u>217,270</u>	<u>616,509</u>	<u>331,267</u>
<i>From securities lending activities</i>				
Securities lending income	17,438	9,326	26,764	20,164
Less: securities lending expenses	(16,244)	(8,865)	(25,109)	(19,228)
Net income from securities lending activities	<u>1,194</u>	<u>461</u>	<u>1,655</u>	<u>936</u>
Total net investment income	<u>400,433</u>	<u>217,731</u>	<u>618,164</u>	<u>332,203</u>
Total additions	<u>568,022</u>	<u>259,124</u>	<u>827,146</u>	<u>516,152</u>
Deductions:				
Administrative expenses	4,037	2,161	6,198	2,827
Benefit payments	20,588	25,801	46,389	39,588
Total deductions	<u>24,625</u>	<u>27,962</u>	<u>52,587</u>	<u>42,415</u>
Change in net assets	543,397	231,162	774,559	473,737
Net assets held in trust for pension benefits:				
October 1, as restated	<u>2,310,211</u>	<u>1,286,603</u>	<u>3,596,814</u>	<u>3,123,077</u>
September 30	<u>\$ 2,853,608</u>	<u>\$ 1,517,765</u>	<u>\$ 4,371,373</u>	<u>\$ 3,596,814</u>

See Accompanying Independent Auditors' Report.

Exhibit C-3

SCHEDULE OF CHANGES IN ASSETS AND LIABILITIES
AGENCY FUNDS
For the Year Ended September 30, 2007
(\$000s)

	Balance October 1 2006	Additions	Deductions	Balance September 30 2007
ASSETS				
Cash and cash equivalents - restricted	\$ 279,095	\$ 1,008,156	\$ 1,130,403	\$ 156,848
Due from other funds	2,639	2,057	2	4,694
Other receivables	523	761,080	761,300	303
Total assets	<u>\$ 282,257</u>	<u>\$ 1,771,293</u>	<u>\$ 1,891,705</u>	<u>\$ 161,845</u>
LIABILITIES				
Accounts payable	\$ 152,554	\$ 36,952	\$ 179,148	\$ 10,358
Due to other funds	-	81	81	-
Other current liabilities	129,703	349,217	327,433	151,487
Total liabilities	<u>\$ 282,257</u>	<u>\$ 386,250</u>	<u>\$ 506,662</u>	<u>\$ 161,845</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, 2007
 (\$000s)

	Budget		Actual	Variance
	Original	Revised		
Governmental direction and support:				
City Council	\$ 14,667	17,154	16,665	489
DC Auditor	2,178	2,178	1,949	229
Advisory neighborhood commissions	994	997	883	114
Mayor	63,501	62,014	15,462	46,552
Executive secretary	4,294	4,022	3,515	507
Citywide call center	363	402	246	156
City administrator	151,550	124,156	114,590	9,566
Risk management	1,567	1,650	1,550	100
Personnel	11,608	11,887	9,427	2,460
Human resource development	2,073	2,103	1,804	299
Finance and resource management	11,087	8,134	8,120	14
Contracts and procurement	12,221	12,548	12,185	363
Chief technology officer	38,015	38,960	38,140	820
Property management	24,386	27,751	26,045	1,706
Contract appeals	849	871	776	95
Elections and ethics	5,210	6,708	6,342	366
Campaign finance	1,502	1,543	1,495	48
Public employee relations	881	897	807	90
Employee appeals	1,677	1,722	1,652	70
Council of governments	421	421	421	-
Corporation counsel	77,863	80,259	71,346	8,913
Inspector general	13,727	14,613	13,706	907
Chief financial officer	150,870	134,280	134,115	165
Total governmental direction and support	591,504	555,270	481,241	74,029
Economic development and regulation:				
Business services and economic development	85,661	97,622	71,214	26,408
Office of planning	7,088	7,545	7,055	490
Local business development	2,662	3,000	2,047	953
Motion picture and television development	594	630	543	87
Office of zoning	2,998	3,064	3,055	9
Housing and community development	108,713	116,806	95,946	20,860
Alcoholic beverage regulation administration	4,533	4,283	3,523	760
Employment services	98,439	119,761	100,262	19,499
Real property assessment and appeals	563	578	519	59
Consumer and regulatory affairs	38,693	44,354	41,690	2,664
Commission on arts & humanities	10,697	11,168	10,643	525
Anacostia waterfront corp	5,000	5,000	5,000	-
Public services commission	8,000	8,036	7,917	119
Office of people's counsel	4,596	4,596	4,384	212
Insurance regulation	16,184	16,334	13,971	2,363
Housing authority subsidy	22,730	22,730	22,730	-
Housing production trust fund subsidy	120,418	105,411	105,411	-
Office of cable TV	5,566	7,566	6,565	1,001
Total economic development and regulation	543,135	578,484	502,475	76,009
Public safety and justice:				
Police	434,563	453,677	448,227	5,450
Fire and emergency medical services	169,231	174,200	172,775	1,425
Police and firefighter retirement contribution	140,100	140,100	140,100	-
Corrections	137,147	147,650	147,162	488
National guard	4,493	5,567	4,920	647
Emergency preparedness	6,696	5,377	5,120	257
Judicial disabilities and tenure	233	264	238	26
Judicial nomination	131	144	135	9
Citizen complaint review board	2,312	2,384	2,191	193
Advisory commission on sentencing	700	716	643	73
Office of the chief medical examiner	8,989	8,989	8,338	651
Office of administrative hearings	6,171	6,775	5,031	1,744
Corrections information council	118	105	-	105
Criminal justice coordinating council	1,576	2,071	1,726	345
Forensic health and science laboratory	1,238	838	811	27
Office of unified communications	36,981	37,860	32,064	5,796
Total public safety and justice	950,679	986,717	969,481	17,236

(Continued)

Exhibit D-1

FINANCIAL REPORTING ENTITY
SCHEDULE OF BUDGETARY BASIS EXPENDITURES
Year Ended September 30, 2007
(\$000s)

	Budget		Actual	Variance
	Original	Revised		
Public education system:				
Public schools	991,970	985,895	968,472	17,423
AY08 public school expenditure	-	4,956	4,956	-
Teachers' retirement system	14,600	14,600	14,540	60
State education office	99,761	127,803	85,217	42,586
Public charter schools	266,066	199,645	197,068	2,577
AY08 public charter school expenditure	-	80,091	80,091	-
Public education facilities modernization	-	2,569	1,281	1,288
University	59,546	62,636	62,636	-
Public library	41,998	44,654	43,695	959
Total public education system	1,473,941	1,522,849	1,457,956	64,893
Human support services:				
Human development	443,566	466,946	450,142	16,804
Child and family services	209,673	214,847	214,078	769
Dept of mental health	181,818	201,543	193,805	7,738
Health	1,879,758	1,849,170	1,801,550	47,620
Recreation and parks	44,718	50,198	48,643	1,555
Aging	23,220	23,547	23,132	415
Unemployment compensation contribution	5,800	5,800	5,250	550
Employee disability compensation	30,280	24,851	24,851	-
Human rights	2,725	2,908	2,731	177
Children investment trust	8,507	13,092	13,092	-
Latino affairs	4,247	4,285	4,130	155
Energy	21,548	-	(1)	1
Asian and pacific islander affairs	813	858	815	43
Veterans' affairs	302	326	306	20
Medical reserve	-	26,927	26,927	-
Depart of youth rehabilitation services	67,929	74,644	73,936	708
Write off mental health receivable	-	-	6,813	(6,813)
Total human support services	2,924,904	2,959,942	2,890,200	69,742
Public works:				
Public works	109,116	118,289	113,659	4,630
Department of transportation	63,056	60,716	60,145	571
Department of motor vehicles	42,931	43,536	38,015	5,521
Taxicab commission	1,515	1,515	1,266	249
Washington metropolitan area transit commission	110	110	110	-
Washington metropolitan area transit authority	198,487	198,487	198,484	3
Department of environment	25,314	48,792	40,853	7,939
School transit subsidy	5,169	5,169	5,092	77
Total public works	445,698	476,614	457,624	18,990
Other:				
Repay revenue bonds and interest	6,000	4,750	-	4,750
Repayment of bonds and interest	405,114	389,016	386,245	2,771
Bond fiscal charge paid from bond proceeds	30,000	30,000	6,406	23,594
Interest on short term borrowing	8,000	8,460	8,455	5
Certificates of participation	31,225	30,575	30,448	127
Settlements and judgments	15,655	25,047	25,029	18
Emergency planning and security costs	-	4,691	4,691	-
Wilson Building	4,211	3,961	3,763	198
Workforce investment	38,500	7,873	-	7,873
One-time expenditures	-	-	8,838	(8,838)
Equipment lease operating	43,955	22,028	21,893	135
Pay-go capital	87,987	118,861	118,861	-
Schools modernization fund	1,650	-	-	-
District retiree health contribution	4,700	4,700	4,700	-
Cash reserve	50,000	500	-	500
Non-departmental agency	45,942	946	-	946
Storm water	7,000	-	-	-
Retirement board administration	34,423	34,423	22,960	11,463
Housing finance agency	6,529	6,529	-	6,529
National capital revitalization corporation	51,592	51,592	-	51,592
Total other	872,483	743,952	642,289	101,663
Total budget	\$ 7,802,344	7,823,828	7,401,266	422,562

See Accompanying Independent Auditors' Report.

Exhibit D-2

**FINANCIAL REPORTING ENTITY
SCHEDULE OF BUDGETARY BASIS OPERATIONS BY SOURCE OF FUNDS
Year Ended September 30, 2007
(S000s)**

	Local Source				Federal Source			
	Original Budget	Revised Budget	Actual	Variance	Original Budget	Revised Budget	Actual	Variance
Governmental direction and support:								
City Council	\$ 14,667	17,154	16,665	489	-	-	-	-
DC Auditor	2,178	2,178	1,949	229	-	-	-	-
Advisory neighborhood commissions	994	997	883	114	-	-	-	-
Mayor	8,409	10,026	8,841	1,185	6,092	2,935	2,764	171
Executive secretary	3,878	3,592	3,247	345	-	-	(5)	5
Citywide call center	363	402	246	156	-	-	-	-
City administrator	10,673	12,567	11,447	1,120	132,726	99,738	96,955	2,783
Risk management	1,567	1,650	1,550	100	-	-	-	-
Personnel	11,031	11,310	9,386	1,924	-	-	-	-
Human resource development	2,073	2,103	1,804	299	-	-	-	-
Finance and resource management	8,046	8,134	8,120	14	-	-	-	-
Contracts and procurement	11,337	11,664	11,523	141	-	-	-	-
Chief technology officer	38,015	38,764	38,140	624	-	-	-	-
Property management	19,888	21,758	21,577	181	-	-	-	-
Contract appeals	849	871	776	95	-	-	-	-
Elections and ethics	5,210	6,308	5,964	344	-	400	378	22
Campaign finance	1,502	1,543	1,495	48	-	-	-	-
Public employee relations	881	897	807	90	-	-	-	-
Employee appeals	1,677	1,722	1,652	70	-	-	-	-
Council of governments	421	421	421	-	-	-	-	-
Corporation counsel	55,189	57,292	55,291	2,001	16,641	16,934	12,656	4,278
Inspector general	12,372	12,779	12,365	414	1,355	1,834	1,341	493
Chief financial officer	118,880	120,953	120,841	112	932	836	836	-
Total governmental direction and support	330,100	345,085	334,990	10,095	157,746	122,677	114,925	7,752
Economic development and regulation:								
Business services and economic development	13,050	25,486	24,273	1,213	350	213	47	166
Office of planning	6,623	6,897	6,563	334	450	633	492	141
Local business development	2,662	2,662	1,860	802	-	-	-	-
Motion picture and television development	594	630	543	87	-	-	-	-
Office of zoning	2,998	3,064	3,055	9	-	-	-	-
Housing and community development	2,186	2,240	1,734	506	98,019	98,058	90,403	7,655
Alcoholic beverage regulation administration	-	-	-	-	-	-	-	-
Employment services	37,120	48,007	46,115	1,892	34,039	40,474	30,010	10,464
Real property assessment and appeals	563	578	519	59	-	-	-	-
Consumer and regulatory affairs	25,574	26,085	24,695	1,390	-	-	-	-
Commission on arts & humanities	9,368	10,147	10,032	115	529	621	611	10
Anacostia waterfront corp	5,000	5,000	5,000	-	-	-	-	-
Public services commission	-	-	-	-	137	173	158	15
Office of people's counsel	-	-	-	-	-	-	-	-
Insurance regulation	-	-	-	-	-	-	-	-
Housing authority subsidy	22,730	22,730	22,730	-	-	-	-	-
Housing production trust fund subsidy	65,738	58,731	58,731	-	-	-	-	-
Office of cable TV	-	-	-	-	-	-	-	-
Total economic development and regulation	194,206	212,257	205,850	6,407	133,524	140,172	121,721	18,451
Public safety and justice:								
Police	420,044	436,487	434,599	1,888	2,345	4,725	3,877	848
Fire and emergency medical services	169,202	174,171	172,775	1,396	-	-	-	-
Police and firefighter retirement contribution	140,100	140,100	140,100	-	-	-	-	-
Corrections	111,392	121,864	121,417	447	-	31	31	-
National guard	2,657	3,244	2,846	398	1,836	2,323	2,074	249
Emergency preparedness	4,792	4,992	4,739	253	1,904	385	381	4
Judicial disabilities and tenure	228	259	238	21	-	-	-	-
Judicial nomination	131	144	135	9	-	-	-	-
Citizen complaint review board	2,312	2,384	2,191	193	-	-	-	-
Advisory commission on sentencing	700	716	643	73	-	-	-	-
Office of the Chief Medical Examiner	8,854	8,854	8,219	635	-	-	-	-
Office of administrative hearings	5,988	6,592	4,848	1,744	-	-	-	-
Corrections information council	118	105	-	105	-	-	-	-
Criminal justice coordinating council	289	307	285	22	1,287	1,638	1,410	228
Forensic health and science laboratory	1,238	838	811	27	-	-	-	-
Office of unified communications	19,958	20,713	18,464	2,249	-	-	-	-
Total public safety and justice	888,003	921,770	912,310	9,460	7,372	9,102	7,773	1,329

(Continued)

Exhibit D-2

FINANCIAL REPORTING ENTITY
SCHEDULE OF BUDGETARY BASIS OPERATIONS BY SOURCE OF FUNDS
Year Ended September 30, 2007
(\$000s)

	Private Grants				Other Source			
	Original Budget	Revised Budget	Actual	Variance	Original Budget	Revised Budget	Actual	Variance
Governmental direction and support:								
City Council	\$ -	-	-	-	-	-	-	-
DC Auditor	-	-	-	-	-	-	-	-
Advisory neighborhood commissions	-	-	-	-	-	-	-	-
Mayor	-	53	52	1	49,000	49,000	3,805	45,195
Executive secretary	-	14	6	8	416	416	267	149
Citywide call center	-	-	-	-	-	-	-	-
City administrator	-	-	-	-	8,151	11,851	6,188	5,663
Risk management	-	-	-	-	-	-	-	-
Personnel	-	-	-	-	577	577	41	536
Human resource development	-	-	-	-	-	-	-	-
Finance and resource management	-	-	-	-	3,041	-	-	-
Contracts and procurement	-	-	-	-	884	884	662	222
Chief technology officer	-	-	-	-	-	196	-	196
Property management	-	-	-	-	4,498	5,993	4,468	1,525
Contract appeals	-	-	-	-	-	-	-	-
Elections and ethics	-	-	-	-	-	-	-	-
Campaign finance	-	-	-	-	-	-	-	-
Public employee relations	-	-	-	-	-	-	-	-
Employee appeals	-	-	-	-	-	-	-	-
Council of governments	-	-	-	-	-	-	-	-
Corporation counsel	-	-	-	-	6,033	6,033	3,399	2,634
Inspector general	-	-	-	-	-	-	-	-
Chief financial officer	-	-	-	-	31,058	12,491	12,438	53
Total governmental direction and support	-	67	58	9	103,658	87,441	31,268	56,173
Economic development and regulation:								
Business services and economic development	-	-	-	-	72,261	71,923	46,894	25,029
Office of planning	-	-	-	-	15	15	-	15
Local business development	-	-	-	-	-	338	187	151
Motion picture and television development	-	-	-	-	-	-	-	-
Office of zoning	-	-	-	-	-	-	-	-
Housing and community development	-	-	-	-	8,508	16,508	3,809	12,699
Alcoholic beverage regulation administration	-	-	-	-	4,533	4,283	3,523	760
Employment services	80	80	-	80	27,200	31,200	24,137	7,063
Real property assessment and appeals	-	-	-	-	-	-	-	-
Consumer and regulatory affairs	-	-	-	-	13,119	18,269	16,995	1,274
Commission on arts & humanities	-	-	-	-	800	400	-	400
Anacostia waterfront corp	-	-	-	-	-	-	-	-
Public services commission	137	137	131	6	7,726	7,726	7,628	98
Office of people's counsel	-	-	-	-	4,596	4,596	4,384	212
Insurance regulation	-	150	-	150	16,184	16,184	13,971	2,213
Housing authority subsidy	-	-	-	-	-	-	-	-
Housing production trust fund subsidy	-	-	-	-	54,680	46,680	46,680	-
Office of cable TV	-	-	-	-	5,566	7,566	6,565	1,001
Total economic development and regulation	217	367	131	236	215,188	225,688	174,773	50,915
Public safety and justice:								
Police	-	291	248	43	12,174	12,174	9,503	2,671
Fire and emergency medical services	9	9	-	9	20	20	-	20
Police and firefighter retirement contribution	-	-	-	-	-	-	-	-
Corrections	-	-	-	-	25,755	25,755	25,714	41
National guard	-	-	-	-	-	-	-	-
Emergency preparedness	-	-	-	-	-	-	-	-
Judicial disabilities and tenure	5	5	-	5	-	-	-	-
Judicial nomination	-	-	-	-	-	-	-	-
Citizen complaint review board	-	-	-	-	-	-	-	-
Advisory commission on sentencing	-	-	-	-	-	-	-	-
Office of the Chief Medical Examiner	-	-	-	-	135	135	119	16
Office of administrative hearings	-	-	-	-	183	183	183	-
Corrections information council	-	-	-	-	-	-	-	-
Criminal justice coordinating council	-	126	31	95	-	-	-	-
Forensic health and science laboratory	-	-	-	-	-	-	-	-
Office of unified communications	-	124	-	124	17,023	17,023	13,600	3,423
Total public safety and justice	14	555	279	276	55,290	55,290	49,119	6,171

(Continued)

Exhibit D-2

**FINANCIAL REPORTING ENTITY
SCHEDULE OF BUDGETARY BASIS OPERATIONS BY SOURCE OF FUNDS
Year Ended September 30, 2007
(\$000s)**

	Local Source				Federal Source			
	Original Budget	Revised Budget	Actual	Variance	Original Budget	Revised Budget	Actual	Variance
Public education system:								
Public schools	\$ 808,331	809,752	808,946	806	168,930	148,980	137,416	11,564
AY08 public school expenditure	-	4,956	4,956	-	-	-	-	-
Teachers' retirement contribution	14,600	14,600	14,540	60	-	-	-	-
State education office	14,507	15,072	14,423	649	75,465	102,892	70,589	32,303
Public charter schools	266,066	199,645	197,068	2,577	-	-	-	-
AY08 public charter school expenditure	-	80,091	80,091	-	-	-	-	-
Public education facilities modernization	-	2,569	1,281	1,288	-	-	-	-
University	59,546	62,636	62,636	-	-	-	-	-
Public library	40,442	42,829	42,135	694	790	848	711	137
Total public education system	1,203,492	1,232,150	1,226,076	6,074	245,185	252,720	208,716	44,004
Human support services:								
Human development	244,776	278,198	272,198	6,000	191,936	180,494	174,110	6,384
Child and family services	173,702	181,298	181,226	72	35,203	32,607	31,950	657
Dept of mental health	173,304	188,022	186,058	1,964	4,706	9,629	4,217	5,412
Health	594,624	623,881	618,367	5,514	1,253,358	1,195,422	1,159,041	36,381
Recreation and parks	42,085	47,065	46,431	634	-	-	-	-
Aging	16,729	16,784	16,460	324	6,491	6,763	6,672	91
Unemployment compensation contribution	5,800	5,800	5,250	550	-	-	-	-
Employee disability compensation	30,280	24,851	24,851	-	-	-	-	-
Human rights	2,487	2,499	2,359	140	238	409	372	37
Children investment trust	8,507	13,092	13,092	-	-	-	-	-
Latino affairs	4,247	4,285	4,130	155	-	-	-	-
Energy	3,981	-	-	-	8,700	-	-	-
Asian and pacific islander affairs	813	857	814	43	-	-	-	-
Veterans' affairs	302	326	306	20	-	-	-	-
Depart of youth rehabilitation services	67,929	74,644	73,936	708	-	-	-	-
Medical reserve	-	26,927	26,927	-	-	-	-	-
Write off mental health receivable	-	-	6,813	(6,813)	-	-	-	-
Total human support services	1,369,566	1,488,529	1,479,218	9,311	1,500,632	1,425,324	1,376,362	48,962
Public works:								
Public works	105,361	109,534	106,156	3,378	-	-	-	-
Department of transportation	-	-	(6)	6	28,504	13,286	13,277	9
Department of motor vehicles	32,658	32,798	31,528	1,270	-	465	465	-
Taxicab commission	837	857	805	52	-	-	-	-
Washington metropolitan area transit commission	110	110	110	-	-	-	-	-
Washington metropolitan area transit authority	198,487	198,487	198,484	3	-	-	-	-
Department of environment	8,754	12,927	11,421	1,506	11,176	15,071	13,911	1,160
School transit subsidy	5,169	5,169	5,092	77	-	-	-	-
Total public works	351,396	359,882	353,590	6,292	39,680	28,822	27,653	1,169
Other:								
Repay revenue bonds and interest	6,000	4,750	-	4,750	-	-	-	-
Repayment of bonds and interest	405,114	389,016	386,245	2,771	-	-	-	-
Bond fiscal charge paid from bond proceeds	30,000	30,000	6,406	23,594	-	-	-	-
Interest on short term borrowing	8,000	8,460	8,455	5	-	-	-	-
Certificates of participation	31,225	30,575	30,448	127	-	-	-	-
Settlements and judgments	15,655	25,047	25,029	18	-	-	-	-
Emergency planning and security costs	-	-	-	-	-	4,691	4,691	-
Wilson Building	4,211	3,961	3,763	198	-	-	-	-
Workforce investment	38,500	7,873	-	7,873	-	-	-	-
One-time expenditures	-	-	8,838	(8,838)	-	-	-	-
Equipment lease operating	43,955	22,028	21,893	135	-	-	-	-
Pay-go capital	87,987	118,861	118,861	-	-	-	-	-
Schools modernization fund	1,650	-	-	-	-	-	-	-
District retiree health contribution	4,700	4,700	4,700	-	-	-	-	-
Cash reserve	50,000	500	-	500	-	-	-	-
Non-departmental agency	22,437	191	-	191	-	-	-	-
Storm water	-	-	-	-	-	-	-	-
Retirement board administration	-	-	-	-	-	-	-	-
Housing finance agency	-	-	-	-	-	-	-	-
National capital revitalization corporation	-	-	-	-	-	-	-	-
Total other	749,434	645,962	614,638	31,324	-	4,691	4,691	-
Total budget	\$ 5,086,197	5,205,635	5,126,672	78,963	2,084,139	1,983,508	1,861,841	121,667

See Accompanying Independent Auditors' Report.

Exhibit D-2

FINANCIAL REPORTING ENTITY
SCHEDULE OF BUDGETARY BASIS OPERATIONS BY SOURCE OF FUNDS
Year Ended September 30, 2007
(\$000s)

	Private Grants				Other Source			
	Original Budget	Revised Budget	Actual	Variance	Original Budget	Revised Budget	Actual	Variance
Public education system:								
Public schools	\$ 4,675	10,251	8,216	2,035	10,034	16,912	13,894	3,018
AY08 public school expenditure	-	-	-	-	-	-	-	-
Teachers' retirement contribution	-	-	-	-	-	-	-	-
State education office	-	50	50	-	9,789	9,789	155	9,634
Public charter schools	-	-	-	-	-	-	-	-
AY08 public charter school expenditure	-	-	-	-	-	-	-	-
Public education facilities modernization	-	-	-	-	-	-	-	-
University	-	-	-	-	-	-	-	-
Public library	110	321	298	23	656	656	551	105
Total public education system	4,785	10,622	8,564	2,058	20,479	27,357	14,600	12,757
Human support services:								
Human development	83	83	71	12	6,771	8,171	3,763	4,408
Child and family services	18	192	152	40	750	750	750	-
Dept of mental health	-	84	8	76	3,808	3,808	3,522	286
Health	-	91	74	17	31,776	29,776	24,068	5,708
Recreation and parks	1,033	933	831	102	1,600	2,200	1,381	819
Aging	-	-	-	-	-	-	-	-
Unemployment compensation contribution	-	-	-	-	-	-	-	-
Employee disability compensation	-	-	-	-	-	-	-	-
Human rights	-	-	-	-	-	-	-	-
Children investment trust	-	-	-	-	-	-	-	-
Latino affairs	-	-	-	-	-	-	-	-
Energy	-	-	(1)	1	8,867	-	-	-
Asian and pacific islander affairs	-	1	1	-	-	-	-	-
Veterans' affairs	-	-	-	-	-	-	-	-
Department of youth rehabilitation services	-	-	-	-	-	-	-	-
Medical reserve	-	-	-	-	-	-	-	-
Write off mental health receivable	-	-	-	-	-	-	-	-
Total human support services	1,134	1,384	1,136	248	53,572	44,705	33,484	11,221
Public works:								
Public works	-	-	-	-	3,755	8,755	7,503	1,252
Department of transportation	700	-	-	-	33,852	47,430	46,874	556
Department of motor vehicles	-	-	-	-	10,273	10,273	6,022	4,251
Taxicab commission	-	-	-	-	658	658	461	197
Washington metropolitan area transit commission	-	-	-	-	-	-	-	-
Washington metropolitan area transit authority	-	-	-	-	-	-	-	-
Department of environment	-	-	-	-	5,384	20,794	15,521	5,273
School transit subsidy	-	-	-	-	-	-	-	-
Total public works	700	-	-	-	53,922	87,910	76,381	11,529
Other:								
Repay revenue bonds and interest	-	-	-	-	-	-	-	-
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	-	-	-	-	-	-	-	-
One-time expenditures	-	-	-	-	-	-	-	-
Equipment lease operating	-	-	-	-	-	-	-	-
Pay-go capital	-	-	-	-	-	-	-	-
Schools modernization fund	-	-	-	-	-	-	-	-
District retiree health contribution	-	-	-	-	-	-	-	-
Cash reserve	-	-	-	-	-	-	-	-
Non-departmental agency	-	-	-	-	23,505	755	-	755
Storm water	-	-	-	-	7,000	-	-	-
Retirement board administration	-	-	-	-	34,423	34,423	22,960	11,463
Housing finance agency	-	-	-	-	6,529	6,529	-	6,529
National capital revitalization corporation	-	-	-	-	51,592	51,592	-	51,592
Total other	-	-	-	-	123,049	93,299	22,960	70,339
Total budget	\$ 6,850	12,995	10,168	2,827	625,158	621,690	402,585	219,105

Exhibit D-3

**FINANCIAL REPORTING ENTITY
SCHEDULE OF BUDGET REVISIONS
Year Ended September 30, 2007
(\$000s)**

	Local Source			Federal Resources		
	Original Budget	Repro- gramming	Revised Budget	Original Budget	Repro- gramming	Revised Budget
Revenues and Sources:						
Taxes:						
Property taxes	\$ 1,366,247	55,656	1,421,903	-	-	-
Sales and use taxes	824,998	(35,824)	789,174	-	-	-
Income taxes	1,593,814	42,614	1,636,428	-	-	-
Other taxes	690,683	(33,060)	657,623	-	-	-
Total taxes	4,475,742	29,386	4,505,128	-	-	-
Licenses and permits	70,845	1,296	72,141	-	-	-
Fines and forfeits	107,336	4,584	111,920	-	-	-
Charges for services	53,218	(3,372)	49,846	-	-	-
Miscellaneous	102,458	1,196	103,654	-	-	-
Other	-	-	-	-	-	-
Federal contributions	-	-	-	82,618	4,232	86,850
Operating grant	-	-	-	2,001,521	(122,700)	1,878,821
General obligation bonds	30,000	-	30,000	-	-	-
Fund balance released from restrictions	176,330	85,012	261,342	-	17,837	17,837
Transfer in from Lottery Board	72,100	-	72,100	-	-	-
Total revenues and sources	5,088,029	118,102	5,206,131	2,084,139	(100,631)	1,983,508
Expenditures and Uses:						
Governmental direction and support	330,100	14,985	345,085	157,746	(35,069)	122,677
Economic development and regulation	194,206	18,051	212,257	133,524	6,648	140,172
Public safety and justice	888,003	33,767	921,770	7,372	1,730	9,102
Public education system	1,203,492	(56,389)	1,147,103	245,185	7,535	252,720
Public education AY08 expenditure	-	85,047	85,047	-	-	-
Human support services	1,369,566	118,963	1,488,529	1,500,632	(75,308)	1,425,324
Public works	351,396	8,486	359,882	39,680	(10,858)	28,822
Workforce investments	38,500	(30,627)	7,873	-	-	-
Wilson Building	4,211	(250)	3,961	-	-	-
Repay revenue bonds and interest	6,000	(1,250)	4,750	-	-	-
Repayment of bonds and interest	405,114	(16,098)	389,016	-	-	-
Bond fiscal charge paid from bond proceeds	30,000	-	30,000	-	-	-
Interest on short term borrowing	8,000	460	8,460	-	-	-
Certificates of participation	31,225	(650)	30,575	-	-	-
Equipment lease operating	43,955	(21,927)	22,028	-	-	-
Pay-go capital	87,987	30,874	118,861	-	-	-
Schools modernization fund	1,650	(1,650)	-	-	-	-
District retiree health contribution	4,700	-	4,700	-	-	-
Cash reserve	50,000	(49,500)	500	-	-	-
Non departmental	22,437	(22,246)	191	-	-	-
Emergency planning and security costs	-	-	-	-	4,691	4,691
Storm water	-	-	-	-	-	-
Retirement board administration	-	-	-	-	-	-
Housing finance agency	-	-	-	-	-	-
Settlements and judgments	15,655	9,392	25,047	-	-	-
National capital revitalization corporation	-	-	-	-	-	-
Total expenditures and uses	5,086,197	119,438	5,205,635	2,084,139	(100,631)	1,983,508
Excess (Deficiency) of Revenues and Sources Over (Under) Expenditures and Uses	\$ 1,832	(1,336)	496	-	-	-

See Accompanying Independent Auditors' Report.

Exhibit D-3

**FINANCIAL REPORTING ENTITY
SCHEDULE OF BUDGET REVISIONS
Year Ended September 30, 2007
(\$000s)**

	Private and Other			Totals		
	Original Budget	Repro- gramming	Revised Budget	Original Budget	Repro- gramming	Revised Budget
Revenues and Sources:						
Taxes:						
Property taxes	\$ -	-	-	1,366,247	55,656	1,421,903
Sales and use taxes	-	-	-	824,998	(35,824)	789,174
Income taxes	-	-	-	1,593,814	42,614	1,636,428
Other taxes	-	-	-	690,683	(33,060)	657,623
Total taxes	-	-	-	4,475,742	29,386	4,505,128
Licenses and permits	-	-	-	70,845	1,296	72,141
Fines and forfeits	-	-	-	107,336	4,584	111,920
Charges for services	-	-	-	53,218	(3,372)	49,846
Miscellaneous	-	-	-	102,458	1,196	103,654
Other	625,158	(86,413)	538,745	625,158	(86,413)	538,745
Federal contributions	-	-	-	82,618	4,232	86,850
Operating grant	6,850	6,145	12,995	2,008,371	(116,555)	1,891,816
General obligation bonds	-	-	-	30,000	-	30,000
Fund balance released from restrictions	-	82,945	82,945	176,330	185,794	362,124
Transfer in from Lottery Board	-	-	-	72,100	-	72,100
Total revenues and sources	632,008	2,677	634,685	7,804,176	20,148	7,824,324
Expenditures and Uses:						
Governmental direction and support	103,658	(16,150)	87,508	591,504	(36,234)	555,270
Economic development and regulation	215,405	10,650	226,055	543,135	35,349	578,484
Public safety and justice	55,304	541	55,845	950,679	36,038	986,717
Public education system	25,264	12,715	37,979	1,473,941	(36,139)	1,437,802
Public education FY08 expenditure	-	-	-	-	85,047	85,047
Human support services	54,706	(8,617)	46,089	2,924,904	35,038	2,959,942
Public works	54,622	33,288	87,910	445,698	30,916	476,614
Workforce investments	-	-	-	38,500	(30,627)	7,873
Wilson Building	-	-	-	4,211	(250)	3,961
Repay revenue bonds and interest	-	-	-	6,000	(1,250)	4,750
Repayment of bonds and interest	-	-	-	405,114	(16,098)	389,016
Bond fiscal charge paid from bond proceeds	-	-	-	30,000	-	30,000
Interest on short term borrowing	-	-	-	8,000	460	8,460
Certificates of participation	-	-	-	31,225	(650)	30,575
Equipment lease operating	-	-	-	43,955	(21,927)	22,028
Pay-go capital	-	-	-	87,987	30,874	118,861
Schools modernization fund	-	-	-	1,650	(1,650)	-
District retiree health contribution	-	-	-	4,700	-	4,700
Cash reserve	-	-	-	50,000	(49,500)	500
Non departmental	23,505	(22,750)	755	45,942	(44,996)	946
Emergency planning and security costs	-	-	-	-	4,691	4,691
Storm water	7,000	(7,000)	-	7,000	(7,000)	-
Retirement board administration	34,423	-	34,423	34,423	-	34,423
Housing finance agency	6,529	-	6,529	6,529	-	6,529
Settlements and judgments	-	-	-	15,655	9,392	25,047
National capital revitalization corporation	51,592	-	51,592	51,592	-	51,592
Total expenditures and uses	632,008	2,677	634,685	7,802,344	21,484	7,823,828
Excess (Deficiency) of Revenues and Sources Over (Under)						
Expenditures and Uses	\$ -	-	-	1,832	(1,336)	496



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DISCRETELY PRESENTED COMPONENT UNIT CASH FLOW SCHEDULES

These cash flow schedules are for the component units NCRC and EDFC which did not issue separately audited financial statements.

Exhibit E-1

District of Columbia
Discretely Presented Component Units
Statement of Cash Flows
For the Year Ended September 30, 2007
(\$000s)

	<u>National Capital Revitalization</u>	<u>Economic Development</u>	<u>Total</u>
Operating activities:			
Cash receipts from customers	\$ 13,330	\$ (91)	\$ 13,239
Other cash receipts	49	-	49
Cash payments to vendors	(14,260)	(16)	(14,276)
Other cash payments	(19,307)	-	(19,307)
Net cash used in operating activities	<u>(20,188)</u>	<u>(107)</u>	<u>(20,295)</u>
Noncapital financing activities:			
Payments of long term debt	(5,729)	-	(5,729)
Payments for noncurrent assets	17,870	-	17,870
Transfer to other funds	(279)	-	(279)
Net cash provided by noncapital financing activities	<u>11,862</u>	<u>-</u>	<u>11,862</u>
Capital and related financing activities:			
Acquisitions of capital assets	<u>(14,961)</u>	<u>-</u>	<u>(14,961)</u>
Net cash used in capital and related financing activities	<u>(14,961)</u>	<u>-</u>	<u>(14,961)</u>
Investing activities:			
Receipts of interest and dividends	<u>2,580</u>	<u>163</u>	<u>2,743</u>
Net cash provided by investing activities	<u>2,580</u>	<u>163</u>	<u>2,743</u>
INCREASE (DECREASE) IN CASH AND CASH EQUIVALENTS	(20,707)	56	(20,651)
Cash and cash equivalents at October 1	<u>39,043</u>	<u>3,253</u>	<u>42,296</u>
Cash and cash equivalents at September 30	<u>\$ 18,336</u>	<u>\$ 3,309</u>	<u>\$ 21,645</u>
Reconciliation of operating income (loss) to net cash used in operating activities:			
Operating income (loss)	\$ (5,022)	\$ 155	\$ (4,867)
Depreciation/amortization expenses	329	-	329
Miscellaneous nonoperating revenues	(19,307)	(163)	(19,470)
Decrease (increase) in assets:			
Accounts receivable	5,662	(91)	5,571
Other current assets	49	-	49
Increase (decrease) in liabilities:			
Accounts payable	(333)	(8)	(341)
Accrued liabilities	(307)	-	(307)
Deferred revenue	(1,259)	-	(1,259)
Net cash used in operating activities:	<u>\$ (20,188)</u>	<u>\$ (107)</u>	<u>\$ (20,295)</u>

The accompanying notes are an integral part of this statement.