
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

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, 2008
(With Comparative Totals at September 30, 2007)
(\$000s)**

	2008	2007
ASSETS		
Cash and cash equivalents (unrestricted)	\$ 484,115	\$ 602,923
Receivables (net of allowances for uncollectibles):		
Taxes	305,169	288,700
Accounts	87,251	29,670
Intergovernmental	12,947	18,317
Due from component units	14,339	5,165
Interfund	432,253	368,507
Inventories	15,869	15,998
Other current assets	690	3,435
Cash and cash equivalents (restricted)	605,913	947,030
Investments (restricted)	154,002	-
Total current assets	<u>2,112,548</u>	<u>2,279,745</u>
Long term assets	64,499	6,704
Total assets	\$ <u>2,177,047</u>	\$ <u>2,286,449</u>
LIABILITIES AND FUND BALANCE		
Liabilities:		
Payables:		
Accounts	\$ 343,268	\$ 402,870
Compensation:		
Salaries and wages	118,310	86,047
Employee benefits	11,136	6,414
Payroll taxes	281	14,533
Other deductions	2,837	2,651
Due to component units	12,456	15,785
Interfund	55,250	30,409
Accrued liabilities:		
Claims and judgments	70	-
Grant disallowances	764	1,300
Medicaid	104,079	59,107
Tax refunds	72,962	54,956
Deferred revenue:		
Property taxes	103,192	75,117
Other	67,965	36,003
Other current liabilities	39,755	7,257
Total liabilities	<u>932,325</u>	<u>792,449</u>
Fund Balance:		
Reserved	957,977	1,135,459
Unreserved	286,745	358,541
Total fund balance	<u>1,244,722</u>	<u>1,494,000</u>
Total liabilities and fund balance	\$ <u>2,177,047</u>	\$ <u>2,286,449</u>

See Accompanying Independent Auditors' Report

Exhibit A-2

GENERAL FUND
SCHEDULE OF REVENUES, EXPENDITURES
AND CHANGES IN FUND BALANCE
Year Ended September 30, 2008
(With Comparative Totals for the Year Ended September 30, 2007)
(\$000s)

	2008	2007
Revenues:		
Taxes	\$ 5,333,118	\$ 5,146,007
Licenses and permits	94,988	89,072
Fines and forfeits	99,452	101,971
Charges for services:		
Public	172,928	135,834
Intergovernmental	7,686	6,049
Miscellaneous:		
Public	335,384	315,477
Investment income	70,528	89,425
Operating grants	1,865	2,539
Total revenues	6,115,949	5,886,374
Expenditures:		
Current:		
Governmental direction and support	663,674	532,140
Economic development and regulation	361,866	323,267
Public safety and justice	1,044,456	960,766
Public education system	1,457,941	1,250,769
Human support services	1,718,912	1,512,095
Public works	262,044	223,891
Public transportation	214,905	198,484
Debt service:		
Principal	229,953	216,198
Interest	219,196	193,808
Fiscal charges	25,025	15,002
Total expenditures	6,197,972	5,426,420
EXCESS (DEFICIENCY) OF REVENUES OVER EXPENDITURES	(82,023)	459,954
Other Financing Sources (Uses):		
Debt issuance	2,360	5,440
Refunding debt issuance	675,895	251,155
Premium on sale of bonds	19,773	16,063
Payment to refunded bond escrow agent	(675,385)	(264,334)
Transfers in	74,088	88,759
Transfers out	(323,707)	(501,509)
Sale of capital assets	726	12,168
Total other financing sources (uses)	(226,250)	(392,258)
Special item	58,995	(8,838)
EXCESS (DEFICIENCY) OF REVENUES AND OTHER SOURCES OVER (UNDER) EXPENDITURES AND OTHER USES	(249,278)	58,858
Fund Balance at October 1	1,494,000	1,435,142
Fund Balance at September 30	\$ 1,244,722	\$ 1,494,000

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, 2008
(With Comparative Totals for the Year Ended September 30, 2007)
(\$000s)

Function and Subfunction	Personal Services	Contractual Services	Supplies	Occupancy	Miscellaneous *	Totals	
						2008	2007
Governmental Direction and Support:							
Legislative	\$ 17,120	\$ 2,784	\$ 230	\$ 519	\$ 1,534	\$ 22,187	\$ 19,798
Executive	73,234	40,646	398	6,441	82,949	203,668	135,559
Finance	85,875	47,950	728	12,879	123,635	271,067	225,517
Personnel	13,752	16,536	148	1,935	153	32,524	36,650
Administrative	42,024	39,374	428	11,980	33,588	127,394	107,158
Elections	4,298	1,672	156	645	63	6,834	7,458
Total	<u>236,303</u>	<u>148,962</u>	<u>2,088</u>	<u>34,399</u>	<u>241,922</u>	<u>663,674</u>	<u>532,140</u>
Economic Development and Regulation:							
Community development	18,588	20,616	194	2,329	127,885	169,612	174,734
Economic regulation	54,172	11,050	612	11,789	2,291	79,914	78,279
Employment services	18,987	10,461	682	8,233	73,977	112,340	70,254
Total	<u>91,747</u>	<u>42,127</u>	<u>1,488</u>	<u>22,351</u>	<u>204,153</u>	<u>361,866</u>	<u>323,267</u>
Public Safety and Justice:							
Police	435,798	59,282	5,280	28,718	116,093	645,171	585,468
Fire	171,220	6,853	4,427	5,049	39,288	226,837	211,639
Corrections	66,591	75,019	3,079	5,622	3,486	153,797	147,668
Protection	6,984	1,633	227	1,993	387	11,224	10,587
Law	5,648	358	48	926	96	7,076	5,030
Judicial	300	41	2	5	3	351	374
Total	<u>686,541</u>	<u>143,186</u>	<u>13,063</u>	<u>42,313</u>	<u>159,353</u>	<u>1,044,456</u>	<u>960,766</u>
Public Education System:							
Schools	574,574	211,275	27,671	50,088	436,143	1,299,751	1,183,472
Culture	49,750	33,213	989	6,412	67,826	158,190	67,297
Total	<u>624,324</u>	<u>244,488</u>	<u>28,660</u>	<u>56,500</u>	<u>503,969</u>	<u>1,457,941</u>	<u>1,250,769</u>
Human Support Services:							
Health and welfare	282,808	232,045	16,617	72,888	892,094	1,496,452	1,406,585
Human relations	3,990	2,848	154	275	16,657	23,924	22,949
Employment benefits	-	-	-	-	145,586	145,586	34,801
Recreation	36,753	8,739	1,565	5,159	734	52,950	47,760
Total	<u>323,551</u>	<u>243,632</u>	<u>18,336</u>	<u>78,322</u>	<u>1,055,071</u>	<u>1,718,912</u>	<u>1,512,095</u>
Public Works	<u>116,314</u>	<u>88,172</u>	<u>4,218</u>	<u>21,687</u>	<u>31,653</u>	<u>262,044</u>	<u>223,891</u>
Public Transportation	-	-	-	-	214,905	214,905	198,484
Debt Service	-	-	-	-	474,174	474,174	425,007
Net Financing Uses and special item	-	-	-	-	167,255	167,255	401,096
Total expenditures and net sources	<u>\$ 2,078,780</u>	<u>\$ 910,567</u>	<u>\$ 67,853</u>	<u>\$ 255,572</u>	<u>\$ 3,052,455</u>	<u>\$ 6,365,227</u>	<u>\$ 5,827,515</u>

See Accompanying Independent Auditors' Report.

*Miscellaneous column includes transfers, subsidies and other payments totaling \$2,693,923.

Transfers to: Convention Center [\$91,493], Charter Schools [\$316,675], UDC [\$62,770], Baseball [\$49,140], PAYGO [\$61,737], TIF [\$24,635], DC Contribution to Retirement Pension Plans for Police, Fire & Teachers [\$142,964], Mass Transit [\$214,905], Other Post Employment Benefits [\$110,907], Housing Production [\$68,077], Motor Fuel [\$41,898], Taxes imposed for Highway Trust Fund [\$10,813], Taxes imposed for DDOT Operating Fund [\$7,886], Taxes imposed for Capital Projects [\$78,220], Housing Authority [\$30,983]

Payments for: Medicaid & Other Human Support Services [\$985,696], Special Education [\$14,597], State Education [\$88,699], Arts and Humanities [\$8,670], Employment Services [\$76,632], Economic Development [\$81,449], Housing Community Development [\$14,629], Dept. of Transportation [\$83,706], Dept. of the Environment [\$26,742]

Exhibit A-4

GENERAL FUND
SCHEDULE OF LOCAL SOURCE REVENUES
BUDGET AND ACTUAL (BUDGETARY BASIS)
Year Ended September 30, 2008
(\$000s)

Source	Budget		Actual	Variance Positive (Negative)
	Original	Revised		
Taxes:				
Property:				
Real	\$ 1,588,382	1,696,694	1,666,315	(30,379)
Personal	67,620	60,000	59,690	(310)
Total	1,656,002	1,756,694	1,726,005	(30,689)
Sales and use:				
General	887,656	868,138	862,819	(5,319)
Alcoholic beverages	4,944	5,087	5,190	103
Cigarette	19,223	20,990	23,900	2,910
Motor vehicles	48,599	45,571	40,160	(5,411)
Total	960,422	939,786	932,069	(7,717)
Income and franchise:				
Individual income	1,294,711	1,355,947	1,342,799	(13,148)
Corporation franchise	259,021	255,210	286,204	30,994
Unincorporated business	187,084	144,432	126,891	(17,541)
Total	1,740,816	1,755,589	1,755,894	305
Gross receipts:				
Public utility	156,699	153,501	178,532	25,031
Toll telecommunication	58,190	56,637	65,741	9,104
Insurance companies	48,500	48,500	52,636	4,136
Health care providers	11,000	11,000	5,964	(5,036)
Baseball gross receipts	14,000	23,930	-	(23,930)
Total	288,389	293,568	302,873	9,305
Other:				
Deed recordation	190,747	123,786	155,974	32,188
Deed transfers	119,474	100,925	112,434	11,509
Inheritance and estate	31,650	65,742	66,899	1,157
Economic interests	8,000	54,000	54,815	815
Total	349,871	344,453	390,122	45,669
Total taxes	4,995,500	5,090,090	5,106,963	16,873
Licenses and Permits:				
Business licenses	38,045	45,308	48,756	3,448
Nonbusiness permits	31,190	30,582	36,165	5,583
Total	69,235	75,890	84,921	9,031
Fines and Forfeits				
	118,170	97,420	98,932	1,512
Charges for Services:				
Right of way	-	-	40	40
Other	46,291	48,857	43,453	(5,404)
Total	46,291	48,857	43,493	(5,364)
Miscellaneous:				
Interest	46,749	46,750	62,710	15,960
Other	51,916	69,629	95,800	26,171
Total	98,665	116,379	158,510	42,131
Total local revenues	5,327,861	5,428,636	5,492,819	64,183
Transfers and Other sources:				
General obligation bonds	60,000	60,000	16,216	(43,784)
Fund balance released from restrictions	280,980	426,550	426,550	-
Interfund transfer	100,460	98,360	79,384	(18,976)
Total transfers and other sources	441,440	584,910	522,150	(62,760)
Total Local Revenues and Sources	\$ 5,769,301	6,013,546	6,014,969	1,423

See Accompanying Independent Auditors' Report.

GENERAL FUND
SCHEDULE OF BUDGETARY BASIS REVENUES AND EXPENDITURES BY SOURCE OF FUNDS
 Year Ended September 30, 2008
 (\$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	\$ 1,656,002	1,756,694	1,726,005	(30,689)	-	-	-	-	1,656,002	1,756,694	1,726,005	(30,689)
Sales and uses	960,422	939,786	932,069	(7,717)	-	-	-	-	960,422	939,786	932,069	(7,717)
Income and franchise	1,740,816	1,755,589	1,755,894	305	-	-	-	-	1,740,816	1,755,589	1,755,894	305
Gross receipts and other taxes	638,260	638,021	692,995	54,974	-	-	-	-	638,260	638,021	692,995	54,974
Total taxes	4,995,500	5,090,090	5,106,963	16,873	-	-	-	-	4,995,500	5,090,090	5,106,963	16,873
Licenses and permits	69,235	75,890	84,921	9,031	-	-	-	-	69,235	75,890	84,921	9,031
Fines and forfeits	118,170	97,420	98,932	1,512	-	-	-	-	118,170	97,420	98,932	1,512
Charges for services	46,291	48,857	43,493	(5,364)	-	-	-	-	46,291	48,857	43,493	(5,364)
Miscellaneous	98,665	116,379	158,510	42,131	-	-	-	-	98,665	116,379	158,510	42,131
Other	-	-	-	-	496,804	510,542	448,972	(61,570)	496,804	510,542	448,972	(61,570)
General obligation bonds	60,000	60,000	16,216	(43,784)	-	-	-	-	60,000	60,000	16,216	(43,784)
Fund balance released from restrictions	280,980	426,550	426,550	-	59,009	46,833	46,833	-	339,989	473,383	473,383	-
Interfund transfer-from lottery and games	72,100	70,000	70,300	300	-	-	-	-	72,100	70,000	70,300	300
Interfund transfer-others	28,360	28,360	9,084	(19,276)	-	-	-	-	28,360	28,360	9,084	(19,276)
Total Revenues and Sources	5,769,301	6,013,546	6,014,969	1,423	555,813	557,375	495,805	(61,570)	6,325,114	6,570,921	6,510,774	(60,147)
Expenditures and Uses:												
Governmental direction and support	337,175	361,460	354,402	7,058	50,468	42,487	27,669	14,818	387,643	403,947	382,071	21,876
Economic development and regulation	241,756	320,210	304,405	15,805	199,385	199,896	134,364	65,532	441,141	520,106	438,769	81,337
Public safety and justice	963,107	977,836	976,359	1,477	73,557	78,026	68,104	9,922	1,036,664	1,055,862	1,044,463	11,399
Public education system	1,284,308	1,347,098	1,322,403	24,695	22,313	23,313	6,629	16,684	1,306,621	1,370,411	1,329,032	41,379
Public education AY09 expenditure	-	91,829	91,829	-	-	-	-	-	-	91,829	91,829	-
Public schools medicaid write off	-	-	26,601	(26,601)	-	-	-	-	-	-	26,601	(26,601)
Human support services	1,541,417	1,536,943	1,497,740	39,203	32,388	35,934	26,364	9,570	1,573,805	1,572,877	1,524,104	48,773
Child & family services medicaid write of	-	-	82,875	(82,875)	-	-	-	-	-	-	82,875	(82,875)
Public works	409,247	412,114	408,983	3,131	163,822	169,713	154,794	14,919	573,069	581,827	563,777	18,050
Workforce investments	21,044	11,927	-	11,927	-	-	-	-	21,044	11,927	-	11,927
Wilson building	4,190	4,190	4,147	43	-	-	-	-	4,190	4,190	4,147	43
Repay bonds and interest	440,707	421,552	420,827	725	-	-	-	-	440,707	421,552	420,827	725
Repay revenue bonds and interest	12,000	12,000	2,512	9,488	-	-	-	-	12,000	12,000	2,512	9,488
Bond fiscal charge	60,000	60,000	16,216	43,784	-	-	-	-	60,000	60,000	16,216	43,784
Interest on short term borrowing	13,334	7,849	7,849	-	-	-	-	-	13,334	7,849	7,849	-
Certificates of participation	32,288	32,288	30,664	1,624	-	-	-	-	32,288	32,288	30,664	1,624
Settlements and judgments fund	21,015	21,015	21,015	-	-	-	-	-	21,015	21,015	21,015	-
Baseball tax transfer	46,397	46,397	46,397	-	-	-	-	-	46,397	46,397	46,397	-
Equipment lease operating	43,755	32,971	29,896	3,075	-	-	-	-	43,755	32,971	29,896	3,075
Pay-go capital	108,152	139,488	139,488	-	-	1,249	1,249	-	108,152	140,737	140,737	-
Schools modernization fund	6,435	4,735	4,716	19	-	-	-	-	6,435	4,735	4,716	19
District retiree health contribution	110,907	110,907	110,907	-	-	-	-	-	110,907	110,907	110,907	-
Cash reserve	50,000	36,525	-	36,525	-	-	-	-	50,000	36,525	-	36,525
Non-departmental agency	20,609	11,073	-	11,073	13,880	6,757	-	6,757	34,489	17,830	-	17,830
Total Expenditures and Uses	5,767,843	6,000,407	5,900,231	100,176	555,813	557,375	419,173	138,202	6,323,656	6,557,782	6,319,404	238,378
Excess of Revenues and Sources Over Expenditures and Uses	\$ 1,458	13,139	114,738	101,599	-	-	76,632	76,632	1,458	13,139	191,370	178,231

See Accompanying Independent Auditors' Report.

Exhibit A-6

GENERAL FUND
SCHEDULE OF BUDGETARY BASIS REVENUES AND EXPENDITURES
Year Ended September 30, 2008
(\$000s)

	Original Budget	Revisions	Revised Budget	Actual	Variance (Actual To Original Budget)
Revenues and Sources:					
Taxes:					
Property	\$ 1,656,002	100,692	1,756,694	1,726,005	70,003
Sales and use	960,422	(20,636)	939,786	932,069	(28,353)
Income and franchise	1,740,816	14,773	1,755,589	1,755,894	15,078
Other taxes	638,260	(239)	638,021	692,995	54,735
Total taxes	4,995,500	94,590	5,090,090	5,106,963	111,463
Licenses and permits	69,235	6,655	75,890	84,921	15,686
Fines and forfeits	118,170	(20,750)	97,420	98,932	(19,238)
Charges for services	46,291	2,566	48,857	43,493	(2,798)
Miscellaneous	98,665	17,714	116,379	158,510	59,845
Other	496,804	13,738	510,542	448,972	(47,832)
General obligation bonds	60,000	-	60,000	16,216	(43,784)
Fund balance released from restriction	339,989	133,394	473,383	473,383	133,394
Interfund transfer-from lottery and game	72,100	(2,100)	70,000	70,300	(1,800)
Interfund transfer-others	28,360	-	28,360	9,084	(19,276)
Total Revenues and Sources	6,325,114	245,807	6,570,921	6,510,774	185,660
Expenditures and Uses:					
Governmental direction and support	387,643	16,304	403,947	382,071	5,572
Economic development and regulation	441,141	78,965	520,106	438,769	2,372
Public safety and justice	1,036,664	19,198	1,055,862	1,044,463	(7,799)
Public education system	1,306,621	63,790	1,370,411	1,329,032	(22,411)
Public education AY09 expenditure	-	91,829	91,829	91,829	(91,829)
Public schools medicaid write off	-	-	-	26,601	(26,601)
Human support services	1,573,805	(928)	1,572,877	1,524,104	49,701
Child & family services medicaid write	-	-	-	82,875	(82,875)
Public works	573,069	8,758	581,827	563,777	9,292
Workforce investments	21,044	(9,117)	11,927	-	21,044
Wilson building	4,190	-	4,190	4,147	43
Repay bonds and interest	440,707	(19,155)	421,552	420,827	19,880
Repay revenue bonds and interest	12,000	-	12,000	2,512	9,488
Bond fiscal charge	60,000	-	60,000	16,216	43,784
Interest on short term borrowing	13,334	(5,485)	7,849	7,849	5,485
Certificates of participation	32,288	-	32,288	30,664	1,624
Settlements and judgments fund	21,015	-	21,015	21,015	-
Baseball tax transfer	46,397	-	46,397	46,397	-
Equipment lease operating	43,755	(10,784)	32,971	29,896	13,859
Pay-go capital	108,152	32,585	140,737	140,737	(32,585)
Schools modernization fund	6,435	(1,700)	4,735	4,716	1,719
District retiree health contribution	110,907	-	110,907	110,907	-
Cash reserve	50,000	(13,475)	36,525	-	50,000
Non-departmental agency	34,489	(16,659)	17,830	-	34,489
Total Expenditures and Uses	6,323,656	234,126	6,557,782	6,319,404	4,252
Excess of Revenues and Sources Over Expenditures and Uses	\$ 1,458	11,681	13,139	191,370	189,912

See Accompanying Independent Auditors' Report.

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 **PILOT Special Revenue Fund** is used to account for the proceeds of revenue bonds issued by the Anacostia Waterfront Corporation (AWC) to finance the development costs associated with park and infrastructure projects along the Anacostia River Waterfront.

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, 2008
(With Comparative Totals at September 30, 2007)
(\$000s)**

	Special Revenue Funds							Capital Project Fund	Totals	
	Tax Increment Financing Program	Tobacco Settlement Financing Corporation	Community Health Care Financing	Housing Production Trust	PILOT Special Revenue	Baseball Project	Debt Service Fund	Highway Trust	2008	2007
ASSETS										
Current Assets:										
Receivables (net of allowances for uncollectibles):										
Accounts	\$ 17	\$ 32,469	\$ -	\$ -	\$ -	\$ -	\$ -	\$ 358	\$ 32,844	\$ 34,822
Due from other District entities	-	-	-	-	-	-	-	-	-	87
Interfund	-	-	-	39,087	-	4,202	-	4,934	48,223	69,513
Accrued interest	-	171	-	-	-	-	-	-	171	116
Other current assets	-	41	-	-	-	-	-	188	229	-
Restricted cash and cash equivalents	31,970	73,770	37,817	54,169	123,482	21,011	-	24,203	366,422	250,967
Other long term assets	-	-	-	126,829	-	-	-	-	126,829	92,961
Total assets	\$ 31,987	\$ 106,451	\$ 37,817	\$ 220,085	\$ 123,482	\$ 25,213	\$ -	\$ 29,683	\$ 574,718	\$ 448,466
LIABILITIES AND FUND BALANCE										
Current Liabilities:										
Payables:										
Accounts	\$ 1,889	\$ -	\$ 1,350	\$ 5,003	\$ -	\$ -	\$ -	\$ 5,663	\$ 13,905	\$ 9,233
Compensation payable	-	-	-	59	-	-	-	224	283	215
Deferred revenue	-	-	-	126,829	-	259	-	527	127,615	93,579
Due to other funds	-	-	-	28,131	-	-	-	-	28,131	845
Accrued liabilities	-	80	-	-	-	-	-	-	80	68
Total liabilities	1,889	80	1,350	160,022	-	259	-	6,414	170,014	103,940
Fund Balance:										
Reserved for special revenue funds	30,098	106,371	36,467	60,063	123,482	24,954	-	-	381,435	326,307
Reserved for capital project fund	-	-	-	-	-	-	-	23,269	23,269	18,219
Total fund balances	30,098	106,371	36,467	60,063	123,482	24,954	-	23,269	404,704	344,526
Total liabilities and fund balances	\$ 31,987	\$ 106,451	\$ 37,817	\$ 220,085	\$ 123,482	\$ 25,213	\$ -	\$ 29,683	\$ 574,718	\$ 448,466

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, 2008
(With Comparative Totals for the Year Ended September 30, 2007)
(\$000s)**

	Special Revenue Funds							Capital Project Fund	Totals	
	Tax Increment Financing Program	Tobacco Settlement Financing Corporation	Community Health Care Financing	Housing Production Trust	PILOT Special Revenue	Baseball Project	Debt Service Fund	Highway Trust	2008	2007
Revenues:										
Interest	\$ 976	\$ 3,117	\$ -	\$ 2,223	\$ -	\$ 1,841	\$ -	\$ 886	\$ 9,043	\$ 13,804
Other	1,122	42,335	-	4,782	13,568	-	-	12,635	74,442	55,032
Total revenues	<u>2,098</u>	<u>45,452</u>	<u>-</u>	<u>7,005</u>	<u>13,568</u>	<u>1,841</u>	<u>-</u>	<u>13,521</u>	<u>83,485</u>	<u>68,836</u>
Expenditures:										
Governmental direction and support	-	170	-	-	-	-	-	-	170	160
Capital outlay	-	-	-	-	-	-	-	50,369	50,369	44,422
Bond principal payment	4,565	12,585	-	-	2,820	-	2,075	-	22,045	16,191
Interest	5,147	31,603	-	-	3,471	-	27,937	-	68,158	64,961
Fiscal charges	264	-	-	-	-	-	41	-	305	93
Other	7,839	-	8,728	114,980	50	687	-	-	132,284	78,411
Total expenditures	<u>17,815</u>	<u>44,358</u>	<u>8,728</u>	<u>114,980</u>	<u>6,341</u>	<u>687</u>	<u>30,053</u>	<u>50,369</u>	<u>273,331</u>	<u>204,238</u>
EXCESS (DEFICIENCY) OF REVENUES OVER (UNDER) EXPENDITURES	<u>(15,717)</u>	<u>1,094</u>	<u>(8,728)</u>	<u>(107,975)</u>	<u>7,227</u>	<u>1,154</u>	<u>(30,053)</u>	<u>(36,848)</u>	<u>(189,846)</u>	<u>(135,402)</u>
Other Financing Sources (Uses):										
Transfers in	24,635	-	-	68,077	-	49,140	30,053	41,898	213,803	354,059
Transfers out	-	-	-	-	-	(80,034)	-	-	(80,034)	(41,900)
Total other financing sources	<u>24,635</u>	<u>-</u>	<u>-</u>	<u>68,077</u>	<u>-</u>	<u>(30,894)</u>	<u>30,053</u>	<u>41,898</u>	<u>133,769</u>	<u>312,159</u>
Special item	<u>-</u>	<u>-</u>	<u>-</u>	<u>-</u>	<u>116,255</u>	<u>-</u>	<u>-</u>	<u>-</u>	<u>116,255</u>	<u>-</u>
EXCESS (DEFICIENCY) OF REVENUES AND OTHER FINANCING SOURCES OVER (UNDER) EXPENDITURES	<u>8,918</u>	<u>1,094</u>	<u>(8,728)</u>	<u>(39,898)</u>	<u>123,482</u>	<u>(29,740)</u>	<u>-</u>	<u>5,050</u>	<u>60,178</u>	<u>176,757</u>
Fund Balances at October 1	<u>21,180</u>	<u>105,277</u>	<u>45,195</u>	<u>99,961</u>	<u>-</u>	<u>54,694</u>	<u>-</u>	<u>18,219</u>	<u>344,526</u>	<u>167,769</u>
Fund Balances at September 30	<u>\$ 30,098</u>	<u>\$ 106,371</u>	<u>\$ 36,467</u>	<u>\$ 60,063</u>	<u>\$ 123,482</u>	<u>\$ 24,954</u>	<u>\$ -</u>	<u>\$ 23,269</u>	<u>\$404,704</u>	<u>\$ 344,526</u>

See Accompanying Independent Auditors' Report.

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 **Other Post Employment Benefit (OPEB) Trust Fund** is used to account for the receipt of monies for post-employment healthcare and life insurance benefits provided under the Post-Retirement Health and Life Insurance Benefit Plan. Annual District contributions are actuarially determined and paid accordingly. No employee contributions are required prior to retirement to fund the OPEB plan; however, retirees make contributions as required by the associated substantive 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, 2008
(With Comparative Totals at September 30, 2007)
(\$000s)

	Pension Trust Funds		Other Postemployment Benefit (OPEB) Trust Fund	Totals	
	Police & Fire	Teachers	Trust Fund	2008	2007*
ASSETS					
Current Assets:					
Cash and cash equivalents - restricted	\$ 49,904	\$ 25,211	\$ 1,603	\$ 76,718	\$ 151,243
Investments - restricted	2,555,332	1,290,920	218,082	4,064,334	4,627,031
Receivables:					
Accounts	-	7,464	-	7,464	7,464
Due from federal government	1,099	560	-	1,659	1,123
Benefit contribution	1,338	1,160	-	2,498	2,471
Other current assets	291,082	147,051	-	438,133	262,561
Collateral from securities lending transaction	311,603	157,359	-	468,962	534,994
Due from other funds	11	546	-	557	17
Capital assets	26	14	-	40	24
Total assets	3,210,395	1,630,285	219,685	5,060,365	5,586,928
LIABILITIES					
Current Liabilities:					
Payables:					
Accounts	6,194	5,079	-	11,273	36,277
Securities lending	311,603	157,359	-	468,962	534,994
Due to other funds	733	370	-	1,103	5,900
Other current liabilities	415,139	209,723	-	624,862	474,203
Total liabilities	733,669	372,531	-	1,106,200	1,051,374
NET ASSETS					
Net Assets					
Held in trust for pension benefits	\$ 2,476,726	\$ 1,257,754	\$ 219,685	\$ 3,954,165	\$ 4,535,554

* Numbers adjusted to reflect changes in agency presentation from prior year.

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, 2008
(With Comparative Totals for the Year Ended September 30, 2007)
(\$000s)

	<u>Pension Trust Funds</u>		<u>Other</u>	<u>Totals</u>	
	<u>Police & Fire</u>	<u>Teachers</u>	<u>Postemployment Benefit Trust Fund (OPEB)</u>	<u>2008</u>	<u>2007*</u>
Additions:					
Benefit contributions:					
Employer	\$ 137,000	\$ 6,000	\$ 110,907	\$ 253,907	\$ 301,899
Plan members	31,718	25,919	-	57,637	54,282
Investment income (loss):					
<i>From investment activities</i>					
Interest and dividends	74,197	37,270	6,495	117,962	122,350
Net appreciation (depreciation) in fair value of investments	(585,796)	(294,079)	(58,715)	(938,590)	524,381
Other revenue	1,952	990	-	2,942	-
Less - investment expenses	(8,233)	(4,214)	-	(12,447)	(13,240)
Net income (loss) from investing activities	<u>(517,880)</u>	<u>(260,033)</u>	<u>(52,220)</u>	<u>(830,133)</u>	<u>633,491</u>
<i>From securities lending activities</i>					
Securities lending income	14,184	7,163	-	21,347	26,764
Less: securities lending expenses	(10,790)	(5,449)	-	(16,239)	(25,109)
Net income from securities lending activities	<u>3,394</u>	<u>1,714</u>	<u>-</u>	<u>5,108</u>	<u>1,655</u>
Total net investment income (loss)	<u>(514,486)</u>	<u>(258,319)</u>	<u>(52,220)</u>	<u>(825,025)</u>	<u>635,146</u>
Total additions (deductions)	<u>(345,768)</u>	<u>(226,400)</u>	<u>58,687</u>	<u>(513,481)</u>	<u>991,327</u>
Deductions:					
Administrative expenses	5,750	2,919	1,250	9,919	6,198
Benefit payments	<u>25,364</u>	<u>30,692</u>	<u>1,933</u>	<u>57,989</u>	<u>46,389</u>
Total deductions	<u>31,114</u>	<u>33,611</u>	<u>3,183</u>	<u>67,908</u>	<u>52,587</u>
Change in net assets	(376,882)	(260,011)	55,504	(581,389)	938,740
Net assets held in trust for pension benefits:					
October 1	<u>2,853,608</u>	<u>1,517,765</u>	<u>164,181</u>	<u>4,535,554</u>	<u>3,596,814</u>
September 30	<u>\$ 2,476,726</u>	<u>\$ 1,257,754</u>	<u>\$ 219,685</u>	<u>\$ 3,954,165</u>	<u>\$ 4,535,554</u>

* Numbers adjusted to reflect changes in agency presentation from prior year.

See Accompanying Independent Auditors' Report.

Exhibit C-3

SCHEDULE OF CHANGES IN ASSETS AND LIABILITIES
AGENCY FUNDS
For the Year Ended September 30, 2008
(\$000s)

	Balance October 1 2007	Additions	Deductions	Balance September 30 2008
ASSETS				
Cash and cash equivalents - restricted	\$ 156,848	\$ 771,803	\$ 800,090	\$ 128,561
Due from other funds	4,694	2,891	1,499	6,086
Other receivables	303	521,472	518,149	3,626
Total assets	<u>\$ 161,845</u>	<u>\$ 1,296,166</u>	<u>\$ 1,319,738</u>	<u>\$ 138,273</u>
LIABILITIES				
Accounts payable	\$ 10,358	\$ 34,348	\$ 36,205	\$ 8,501
Due to other funds	-	17	-	17
Other current liabilities	151,487	313,926	335,658	129,755
Total liabilities	<u>\$ 161,845</u>	<u>\$ 348,291</u>	<u>\$ 371,863</u>	<u>\$ 138,273</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, 2008
(\$000s)

	Budget		Actual	Variance
	Original	Revised		
Governmental direction and support:				
City council	\$ 16,651	19,201	18,824	377
DC auditor	2,517	3,267	2,419	848
Advisory neighborhood commissions	1,089	1,089	945	144
Mayor	6,630	7,238	6,848	390
Executive secretary	3,756	3,720	3,287	433
City administrator	6,979	6,946	6,507	439
Risk management	1,669	1,851	1,800	51
Personnel	9,810	9,710	8,883	827
Finance and resource management	4,878	5,017	4,971	46
Contracts and procurement	6,348	6,348	6,057	291
Chief technology officer	61,867	64,591	64,060	531
Property management	25,072	25,825	21,470	4,355
Contract appeals	999	999	940	59
Elections and ethics	5,254	7,858	7,492	366
Campaign finance	1,720	1,720	1,589	131
Public employee relations	964	988	922	66
Employee appeals	1,858	1,858	1,775	83
Council of governments	381	381	381	-
Corporation counsel	81,136	87,244	82,699	4,545
Office of community affair	2,996	2,996	2,702	294
Serve DC	3,486	3,319	3,265	54
Office of disability right	882	882	566	316
Section 103 expenditures	-	10,000	10,000	-
Inspector general	16,099	17,140	16,565	575
Chief financial officer	148,846	142,241	131,724	10,517
Total governmental direction and support	411,887	432,429	406,692	25,737
Economic development and regulation:				
Business services and economic development	138,546	140,000	99,480	40,520
Office of planning	9,351	9,453	8,472	981
Local business development	4,719	5,194	4,493	701
Motion picture and television development	653	922	841	81
Office of zoning	3,150	3,150	3,094	56
Housing and community development	131,628	138,398	89,387	49,011
Alcoholic beverage regulation administration	6,833	6,833	5,275	1,558
Employment services	115,874	161,060	141,284	19,776
Real property assessment and appeals	727	731	693	38
Consumer and regulatory affairs	40,476	40,825	37,398	3,427
Commission on arts & humanities	11,411	11,202	10,483	719
Public services commission	8,645	8,836	8,695	141
Office of people's counsel	4,883	4,883	4,865	18
Insurance regulation	17,744	17,894	14,651	3,243
Housing authority subsidy	30,983	30,983	30,983	-
Housing production trust fund subsidy	46,533	76,533	70,589	5,944
Office of tenant advocate	1,824	1,824	1,523	301
Office of cable TV	7,246	7,756	6,942	814
Total economic development and regulation	581,226	666,477	539,148	127,329
Public safety and justice:				
Police	482,946	488,990	486,395	2,595
Fire and emergency medical services	178,111	189,051	188,977	74
Police and firefighter retirement contribution	137,000	137,000	137,000	-
Corrections	153,271	153,411	152,744	667
National guard	7,363	5,651	4,822	829
Emergency preparedness	95,494	50,456	46,869	3,587
Judicial disabilities and tenure	248	264	249	15
Judicial nomination	144	144	103	41
Citizen complaint review board	2,473	2,334	2,283	51
Advisory commission on sentencing	723	623	583	40
Office of the chief medical examiner	10,633	9,223	9,166	57
Office of administrative hearings	7,751	7,153	7,077	76
Corrections information council	115	57	-	57
Criminal justice coordinating council	1,684	2,350	1,864	486
Forensic health and science laboratory	5,686	1,481	1,476	5
Office of victim services	13,813	16,787	11,301	5,486
Office of justice grant administration	5,766	5,442	5,442	-
Section 103 expenses	-	3,773	3,773	-
Office of unified communications	45,055	44,520	40,578	3,942
Total public safety and justice	1,148,276	1,118,710	1,100,702	18,008

(Continued)

Exhibit D-1

FINANCIAL REPORTING ENTITY
SCHEDULE OF BUDGETARY BASIS EXPENDITURES

Year Ended September 30, 2008
(\$000s)

	Budget		Actual	Variance
	Original	Revised		
Public education system:				
Public schools	817,865	894,487	878,522	15,965
AY09 public school expenditure	-	517	517	-
Public schools medicaid write off	-	-	26,601	(26,601)
Teachers' retirement system	6,000	6,000	5,964	36
State education office	318,552	367,478	264,766	102,712
Public charter schools	320,366	232,274	225,363	6,911
AY09 public charter school expenditure	-	91,312	91,312	-
Public education facilities modernization	6,000	35,118	34,981	137
University	62,570	62,770	62,770	-
Public library	46,809	46,866	45,925	941
DC public charter school board	3,069	3,069	1,719	1,350
Section 103 expenses	-	1,435	1,435	-
Special education tran AY09	-	171	171	-
Arts and humanities	2,442	6,942	2,467	4,475
Total public education system	1,583,673	1,748,439	1,642,513	105,926
Human support services:				
Human development	346,438	298,874	286,910	11,964
Child and family services	218,963	239,109	230,579	8,530
Child & family services medicaid write off	-	-	82,875	(82,875)
Dept of mental health	216,213	220,686	214,519	6,167
Health	1,966,784	2,018,781	1,815,701	203,080
Recreation and parks	50,786	54,336	54,133	203
Aging	23,858	25,254	23,767	1,487
Unemployment compensation contribution	5,800	6,459	6,459	-
Employee disability compensation	30,280	28,220	28,220	-
Human rights	3,193	3,761	3,246	515
Children investment trust	14,030	20,811	20,811	-
Latino affairs	4,123	4,149	4,120	29
Asian and pacific islander affairs	939	966	940	26
Veterans' affairs	350	350	295	55
Depart of youth rehabilitation services	79,705	85,612	84,463	1,149
Depart on disability services	112,560	109,852	107,910	1,942
Total human support services	3,074,022	3,117,220	2,964,948	152,272
Public works:				
Public works	129,313	130,173	129,293	880
Department of transportation	131,898	141,359	141,016	343
Department of motor vehicles	45,103	42,737	38,668	4,069
Taxicab commission	2,184	2,184	1,620	564
Washington metropolitan area transit commission	113	113	113	-
Washington metropolitan area transit authority	214,909	214,909	214,905	4
Department of environment	65,771	68,328	55,395	12,933
School transit subsidy	5,420	5,420	5,420	-
Total public works	594,711	605,223	586,430	18,793
Other:				
Repay revenue bonds and interest	12,000	12,000	2,512	9,488
Repayment of bonds and interest	440,707	421,552	420,827	725
Bond fiscal charge paid from bond proceeds	60,000	60,000	16,216	43,784
Interest on short term borrowing	13,334	7,849	7,849	-
Certificates of participation	32,288	32,288	30,664	1,624
Settlements and judgments	21,015	21,015	21,015	-
Emergency planning and security costs	-	11,215	11,215	-
Wilson Building	4,190	4,190	4,147	43
Workforce investment	21,044	11,927	-	11,927
Equipment lease operating	43,755	32,971	29,896	3,075
Baseball dedicated tax transfer	46,397	46,397	46,397	-
Pay-go capital	108,152	140,737	140,737	-
Schools modernization fund	6,435	4,735	4,716	19
District retiree health contribution	110,907	110,907	110,907	-
Cash reserve	50,000	36,525	-	36,525
Non-departmental agency	34,489	17,830	-	17,830
Retirement board administration	33,249	33,249	20,943	12,306
Housing finance agency	7,207	7,207	-	7,207
Total other	1,045,169	1,012,594	868,041	144,553
Total budget	\$ 8,438,964	8,701,092	8,108,474	592,618

See Accompanying Independent Auditors' Report.

Exhibit D-2

**FINANCIAL REPORTING ENTITY
SCHEDULE OF BUDGETARY BASIS OPERATIONS BY SOURCE OF FUNDS
Year Ended September 30, 2008
(\$000s)**

	Local Source				Federal Source			
	Original Budget	Revised Budget	Actual	Variance	Original Budget	Revised Budget	Actual	Variance
Governmental direction and support:								
City council	\$ 16,651	19,201	18,824	377	-	-	-	-
DC auditor	2,517	3,267	2,419	848	-	-	-	-
Advisory neighborhood commissions	1,089	1,089	945	144	-	-	-	-
Mayor	6,630	7,235	6,847	388	-	-	-	-
Executive secretary	3,341	3,141	2,796	345	-	-	-	-
City administrator	6,979	6,846	6,507	339	-	-	-	-
Risk management	1,669	1,851	1,800	51	-	-	-	-
Personnel	9,251	9,151	8,694	457	-	-	-	-
Finance and resource management	4,878	5,017	4,971	46	-	-	-	-
Contracts and procurement	5,568	5,568	5,414	154	-	-	-	-
Chief technology officer	61,767	64,491	64,054	437	-	-	-	-
Property management	16,677	17,430	16,491	939	-	-	-	-
Contract appeals	999	999	940	59	-	-	-	-
Elections and ethics	5,254	5,554	5,245	309	-	2,304	2,247	57
Campaign finance	1,720	1,720	1,589	131	-	-	-	-
Public employee relations	964	988	922	66	-	-	-	-
Employee appeals	1,858	1,858	1,775	83	-	-	-	-
Council of governments	381	381	381	-	-	-	-	-
Corporation counsel	58,670	62,759	61,899	860	18,260	20,279	16,888	3,391
Office of community affair	2,996	2,996	2,702	294	-	-	-	-
Serve DC	279	346	328	18	3,207	2,971	2,935	36
Office of disability right	882	882	566	316	-	-	-	-
Section 103 expenditures	-	10,000	10,000	-	-	-	-	-
Inspector general	14,199	15,214	14,886	328	1,900	1,926	1,679	247
Chief financial officer	111,956	113,476	113,406	70	877	877	857	20
Total governmental direction and support	337,175	361,460	354,402	7,058	24,244	28,357	24,606	3,751
Economic development and regulation:								
Business services and economic development	64,468	66,968	63,129	3,839	350	-	-	-
Office of planning	8,760	8,750	8,034	716	576	663	430	233
Local business development	4,219	4,447	3,932	515	-	-	-	-
Motion picture and television development	653	922	841	81	-	-	-	-
Office of zoning	3,150	3,150	3,094	56	-	-	-	-
Housing and community development	1,967	3,426	3,346	80	100,764	106,075	69,948	36,127
Alcoholic beverage regulation administration	1,000	1,000	342	658	-	-	-	-
Employment services	46,119	89,918	86,415	3,503	37,524	38,611	29,293	9,318
Real property assessment and appeals	727	731	693	38	-	-	-	-
Consumer and regulatory affairs	21,774	22,123	22,115	8	-	-	-	-
Commission on arts & humanities	10,379	10,235	9,887	348	632	592	581	11
Public services commission	-	-	-	-	159	200	127	73
Office of people's counsel	-	-	-	-	-	-	-	-
Insurance regulation	-	-	-	-	-	150	-	150
Housing authority subsidy	30,983	30,983	30,983	-	-	-	-	-
Housing production trust fund subsidy	46,533	76,533	70,589	5,944	-	-	-	-
Office of tenant advocate	1,024	1,024	1,005	19	-	-	-	-
Office of cable TV	-	-	-	-	-	-	-	-
Total economic development and regulation	241,756	320,210	304,405	15,805	140,005	146,291	100,379	45,912
Public safety and justice:								
Police	466,816	472,693	471,889	804	2,397	3,007	2,594	413
Fire and emergency medical services	178,111	187,875	187,868	7	-	376	376	-
Police and firefighter retirement contribution	137,000	137,000	137,000	-	-	-	-	-
Corrections	117,171	116,871	116,648	223	-	440	-	440
National guard	3,824	2,842	2,828	14	3,539	2,809	1,994	815
Emergency preparedness	5,014	4,755	4,639	116	90,480	45,701	42,230	3,471
Judicial disabilities and tenure	248	264	249	15	-	-	-	-
Judicial nomination	144	144	103	41	-	-	-	-
Citizen complaint review board	2,473	2,332	2,282	50	-	-	-	-
Advisory commission on sentencing	723	623	583	40	-	-	-	-
Office of the chief medical examiner	10,468	9,058	9,005	53	-	-	-	-
Office of administrative hearings	7,701	7,103	7,078	25	-	-	-	-
Corrections information council	115	57	-	57	-	-	-	-
Criminal justice coordinating council	384	402	398	4	1,300	1,757	1,367	390
Forensic health and science laboratory	1,686	1,481	1,476	5	4,000	-	-	-
Office of victim services	2,505	2,105	2,094	11	4,022	2,927	2,136	791
Office of justice grant administration	92	222	222	-	5,674	5,220	5,220	-
Section 103 expenses	-	3,773	3,773	-	-	-	-	-
Office of unified communications	28,632	28,236	28,224	12	-	-	-	-
Total public safety and justice	963,107	977,836	976,359	1,477	111,412	62,237	55,917	6,320

(Continued)

Exhibit D-2

FINANCIAL REPORTING ENTITY
SCHEDULE OF BUDGETARY BASIS OPERATIONS BY SOURCE OF FUNDS
Year Ended September 30, 2008
(\$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	-	3	1	2	-	-	-	-
Executive secretary	-	20	12	8	415	559	479	80
City administrator	-	100	-	100	-	-	-	-
Risk management	-	-	-	-	-	-	-	-
Personnel	-	-	-	-	559	559	189	370
Finance and resource management	-	-	-	-	-	-	-	-
Contracts and procurement	-	-	-	-	780	780	643	137
Chief technology officer	-	-	-	-	100	100	6	94
Property management	-	-	-	-	8,395	8,395	4,979	3,416
Contract appeals	-	-	-	-	-	-	-	-
Elections and ethics	-	-	-	-	-	-	-	-
Campaign finance	-	-	-	-	-	-	-	-
Public employee relations	-	-	-	-	-	-	-	-
Employee appeals	-	-	-	-	-	-	-	-
Council of governments	-	-	-	-	-	-	-	-
Corporation counsel	-	-	-	-	4,206	4,206	3,912	294
Office of community affair	-	-	-	-	-	-	-	-
Serve DC	-	2	2	-	-	-	-	-
Office of disability right	-	-	-	-	-	-	-	-
Section 103 expenditures	-	-	-	-	-	-	-	-
Inspector general	-	-	-	-	-	-	-	-
Chief financial officer	-	-	-	-	36,013	27,888	17,461	10,427
Total governmental direction and support	-	125	15	110	50,468	42,487	27,669	14,818
Economic development and regulation:								
Business services and economic development	-	-	-	-	73,728	73,032	36,351	36,681
Office of planning	-	-	-	-	15	40	8	32
Local business development	-	-	-	-	500	747	561	186
Motion picture and television development	-	-	-	-	-	-	-	-
Office of zoning	-	-	-	-	-	-	-	-
Housing and community development	-	-	-	-	28,897	28,897	16,093	12,804
Alcoholic beverage regulation administration	-	-	-	-	5,833	5,833	4,933	900
Employment services	80	80	-	80	32,151	32,451	25,576	6,875
Real property assessment and appeals	-	-	-	-	-	-	-	-
Consumer and regulatory affairs	-	-	-	-	18,702	18,702	15,283	3,419
Commission on arts & humanities	-	-	-	-	400	375	15	360
Public services commission	-	-	-	-	8,486	8,636	8,568	68
Office of people's counsel	-	-	-	-	4,883	4,883	4,865	18
Insurance regulation	-	-	-	-	17,744	17,744	14,651	3,093
Housing authority subsidy	-	-	-	-	-	-	-	-
Housing production trust fund subsidy	-	-	-	-	-	-	-	-
Office of tenant advocate	-	-	-	-	800	800	518	282
Office of cable TV	-	-	-	-	7,246	7,756	6,942	814
Total economic development and regulation	80	80	-	80	199,385	199,896	134,364	65,532
Public safety and justice:								
Police	200	357	222	135	13,533	12,933	11,690	1,243
Fire and emergency medical services	-	-	-	-	-	800	733	67
Police and firefighter retirement contribution	-	-	-	-	-	-	-	-
Corrections	-	-	-	-	36,100	36,100	36,096	4
National guard	-	-	-	-	-	-	-	-
Emergency preparedness	-	-	-	-	-	-	-	-
Judicial disabilities and tenure	-	-	-	-	-	-	-	-
Judicial nomination	-	-	-	-	-	-	-	-
Citizen complaint review board	-	2	1	1	-	-	-	-
Advisory commission on sentencing	-	-	-	-	-	-	-	-
Office of the chief medical examiner	-	-	-	-	165	165	161	4
Office of administrative hearings	-	-	-	-	50	50	(1)	51
Corrections information council	-	-	-	-	-	-	-	-
Criminal justice coordinating council	-	191	99	92	-	-	-	-
Forensic health and science laboratory	-	-	-	-	-	-	-	-
Office of victim services	-	-	-	-	7,286	11,755	7,071	4,684
Office of justice grant administration	-	-	-	-	-	-	-	-
Section 103 expenses	-	-	-	-	-	-	-	-
Office of unified communications	-	61	-	61	16,423	16,223	12,354	3,869
Total public safety and justice	200	611	322	289	73,557	78,026	68,104	9,922

(Continued)

Exhibit D-2

**FINANCIAL REPORTING ENTITY
SCHEDULE OF BUDGETARY BASIS OPERATIONS BY SOURCE OF FUNDS
Year Ended September 30, 2008
(\$000s)**

	Local Source				Federal Source			
	Original Budget	Revised Budget	Actual	Variance	Original Budget	Revised Budget	Actual	Variance
Public education system:								
Public schools	\$ 778,067	847,582	841,023	6,559	23,832	28,721	25,233	3,488
AY09 public school expenditure	-	517	517	-	-	-	-	-
Public schools medicaid write off	-	-	26,601	(26,601)	-	-	-	-
Teachers' retirement contribution	6,000	6,000	5,964	36	-	-	-	-
State education office	61,905	108,899	102,998	5,901	246,325	248,257	161,622	86,635
Public charter schools	320,366	232,274	225,363	6,911	-	-	-	-
AY09 public charter school expenditure	-	91,312	91,312	-	-	-	-	-
Public education facilities modernization	6,000	35,118	34,981	137	-	-	-	-
University	62,570	62,770	62,770	-	-	-	-	-
Public library	45,239	45,239	44,563	676	842	959	923	36
DC public charter school board	1,719	1,719	1,719	-	-	-	-	-
Section 103 expenses	-	384	384	-	-	1,051	1,051	-
Special education tran AY09	-	171	171	-	-	-	-	-
Arts and humanities	2,442	6,942	2,467	4,475	-	-	-	-
Total public education system	1,284,308	1,438,927	1,440,833	(1,906)	270,999	278,988	188,829	90,159
Human support services:								
Human development	179,567	140,001	137,874	2,127	163,588	155,588	146,194	9,394
Child and family services	188,306	195,136	191,390	3,746	29,884	42,191	37,692	4,499
Child & family services medicaid write off	-	-	82,875	(82,875)	-	-	-	-
Dept of mental health	209,980	209,980	207,627	2,353	2,425	6,880	4,285	2,595
Health	677,613	692,534	664,808	27,726	1,272,733	1,306,991	1,138,591	168,400
Recreation and parks	47,358	49,070	49,029	41	-	-	(24)	24
Agung	17,443	17,668	17,198	470	6,415	7,586	6,569	1,017
Unemployment compensation contribution	5,800	6,459	6,459	-	-	-	-	-
Employee disability compensation	30,280	28,220	28,220	-	-	-	-	-
Human rights	2,839	2,914	2,605	309	354	847	641	206
Children investment trust	14,030	20,811	20,811	-	-	-	-	-
Latino affairs	4,123	4,149	4,120	29	-	-	-	-
Asian and pacific islander affairs	939	955	930	25	-	-	-	-
Veterans' affairs	350	350	295	55	-	-	-	-
Dept of youth rehabilitation services	79,705	85,612	84,463	1,149	-	-	-	-
Dept on disability services	83,084	83,084	81,911	1,173	23,776	21,968	21,934	34
Total human support services	1,541,417	1,536,943	1,580,615	(43,672)	1,499,175	1,542,051	1,355,882	186,169
Public works:								
Public works	118,792	119,652	119,618	34	-	-	-	-
Department of transportation	17,667	18,523	18,450	73	2,890	4,051	3,966	85
Department of motor vehicles	32,618	30,091	28,426	1,665	-	161	-	161
Taxicab commission	1,574	1,574	1,335	239	-	-	-	-
Washington metropolitan area transit commission	113	113	113	-	-	-	-	-
Washington metropolitan area transit authority	214,909	214,909	214,905	4	-	-	-	-
Department of environment	18,154	21,832	20,716	1,116	18,252	17,972	17,475	497
School transit subsidy	5,420	5,420	5,420	-	-	-	-	-
Total public works	409,247	412,114	408,983	3,131	21,142	22,184	21,441	743
Other:								
Repay revenue bonds and interest	12,000	12,000	2,512	9,488	-	-	-	-
Repayment of bonds and interest	440,707	421,552	420,827	725	-	-	-	-
Bond fiscal charge paid from bond proceeds	60,000	60,000	16,216	43,784	-	-	-	-
Interest on short term borrowing	13,334	7,849	7,849	-	-	-	-	-
Certificates of participation	32,288	32,288	30,664	1,624	-	-	-	-
Settlements and judgments	21,015	21,015	21,015	-	-	-	-	-
Emergency planning and security costs	-	-	-	-	-	11,215	11,215	-
Wilson Building	4,190	4,190	4,147	43	-	-	-	-
Workforce investment	21,044	11,927	-	11,927	-	-	-	-
Equipment lease operating	43,755	32,971	29,896	3,075	-	-	-	-
Baseball dedicated tax transfer	46,397	46,397	46,397	-	-	-	-	-
Pay-go capital	108,152	139,488	139,488	-	-	-	-	-
Schools modernization fund	6,435	4,735	4,716	19	-	-	-	-
District retiree health contribution	110,907	110,907	110,907	-	-	-	-	-
Cash reserve	50,000	36,525	-	36,525	-	-	-	-
Non-departmental agency	20,609	11,073	-	11,073	-	-	-	-
Retirement board administration	-	-	-	-	-	-	-	-
Housing finance agency	-	-	-	-	-	-	-	-
Total other	990,833	952,917	834,634	118,283	-	11,215	11,215	-
Total budget	\$ 5,767,843	6,000,407	5,900,231	100,176	2,066,977	2,091,323	1,758,269	333,054

See Accompanying Independent Auditors' Report.

Exhibit D-2

FINANCIAL REPORTING ENTITY
SCHEDULE OF BUDGETARY BASIS OPERATIONS BY SOURCE OF FUNDS
Year Ended September 30, 2008
(\$000s)

	Private Grants				Other Source			
	Original Budget	Revised Budget	Actual	Variance	Original Budget	Revised Budget	Actual	Variance
Public education system:								
Public schools	\$ 5,962	7,180	6,194	986	10,004	11,004	6,072	4,932
AY09 public school expenditure	-	-	-	-	-	-	-	-
Public schools medicaid write off	-	-	-	-	-	-	-	-
Teachers' retirement contribution	-	-	-	-	-	-	-	-
State education office	-	-	-	-	10,322	10,322	146	10,176
Public charter schools	-	-	-	-	-	-	-	-
AY09 public charter school expenditure	-	-	-	-	-	-	-	-
Public education facilities modernization	-	-	-	-	-	-	-	-
University	-	-	-	-	-	-	-	-
Public library	91	31	28	3	637	637	411	226
DC public charter school board	-	-	-	-	1,350	1,350	-	1,350
Section 103 expenses	-	-	-	-	-	-	-	-
Special education tran AY09	-	-	-	-	-	-	-	-
Arts and humanities	-	-	-	-	-	-	-	-
Total public education system	6,053	7,211	6,222	989	22,313	23,313	6,629	16,684
Human support services:								
Human development	83	85	66	19	3,200	3,200	2,776	424
Child and family services	23	444	309	135	750	1,338	1,188	150
Child & family services medicaid write off	-	-	-	-	-	-	-	-
Dept of mental health	-	18	18	-	3,808	3,808	2,589	1,219
Health	-	560	551	9	16,438	18,696	11,751	6,945
Recreation and parks	936	1,174	1,133	41	2,492	4,092	3,995	97
Aging	-	-	-	-	-	-	-	-
Unemployment compensation contribution	-	-	-	-	-	-	-	-
Employee disability compensation	-	-	-	-	-	-	-	-
Human rights	-	-	-	-	-	-	-	-
Children investment trust	-	-	-	-	-	-	-	-
Latino affairs	-	-	-	-	-	-	-	-
Asian and pacific islander affairs	-	11	10	1	-	-	-	-
Veterans' affairs	-	-	-	-	-	-	-	-
Depart of youth rehabilitation services	-	-	-	-	-	-	-	-
Depart on disability services	-	-	-	-	5,700	4,800	4,065	735
Total human support services	1,042	2,292	2,087	205	32,388	35,934	26,364	9,570
Public works:								
Public works	-	-	-	-	10,521	10,521	9,675	846
Department of transportation	500	758	758	-	110,841	118,027	117,842	185
Department of motor vehicles	-	-	-	-	12,485	12,485	10,242	2,243
Taxicab commission	-	-	-	-	610	610	285	325
Washington metropolitan area transit commission	-	-	-	-	-	-	-	-
Washington metropolitan area transit authority	-	-	-	-	-	-	-	-
Department of environment	-	454	454	-	29,365	28,070	16,750	11,320
School transit subsidy	-	-	-	-	-	-	-	-
Total public works	500	1,212	1,212	-	163,822	169,713	154,794	14,919
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	-	-	-	-	-	-	-	-
Equipment lease operating	-	-	-	-	-	-	-	-
Baschall dedicated tax transfer	-	-	-	-	-	-	-	-
Pay-go capital	-	-	-	-	-	1,249	1,249	-
Schools modernization fund	-	-	-	-	-	-	-	-
District retiree health contribution	-	-	-	-	-	-	-	-
Cash reserve	-	-	-	-	-	-	-	-
Non-departmental agency	-	-	-	-	13,880	6,757	-	6,757
Retirement board administration	-	-	-	-	33,249	33,249	20,943	12,306
Housing finance agency	-	-	-	-	7,207	7,207	-	7,207
Total other	-	-	-	-	54,336	48,462	22,192	26,270
Total budget	\$ 7,875	11,531	9,858	1,673	596,269	597,831	440,116	157,715

Exhibit D-3

**FINANCIAL REPORTING ENTITY
SCHEDULE OF BUDGET REVISIONS
Year Ended September 30, 2008
(\$000s)**

	Local Source			Federal Resources		
	Original Budget	Repro- gramming	Revised Budget	Original Budget	Repro- gramming	Revised Budget
Revenues and Sources:						
Taxes:						
Property taxes	\$ 1,656,002	100,692	1,756,694	-	-	-
Sales and use taxes	960,422	(20,636)	939,786	-	-	-
Income taxes	1,740,816	14,773	1,755,589	-	-	-
Other taxes	638,260	(239)	638,021	-	-	-
Total taxes	4,995,500	94,590	5,090,090	-	-	-
Licenses and permits	69,235	6,655	75,890	-	-	-
Fines and forfeits	118,170	(20,750)	97,420	-	-	-
Charges for services	46,291	2,566	48,857	-	-	-
Miscellaneous	98,665	17,714	116,379	-	-	-
Other	-	-	-	-	-	-
Federal contributions	-	-	-	67,652	22,996	90,648
Operating grant	-	-	-	1,999,325	(13,386)	1,985,939
General obligation bonds	60,000	-	60,000	-	-	-
Fund balance released from restrictions	280,980	145,570	426,550	-	14,736	14,736
Transfer in from Lottery Board	72,100	(2,100)	70,000	-	-	-
Transfer in-others	28,360	-	28,360	-	-	-
Total revenues and sources	5,769,301	244,245	6,013,546	2,066,977	24,346	2,091,323
Expenditures and Uses:						
Governmental direction and support	337,175	24,285	361,460	24,244	4,113	28,357
Economic development and regulation	241,756	78,454	320,210	140,005	6,286	146,291
Public safety and justice	963,107	14,729	977,836	111,412	(49,175)	62,237
Public education system	1,284,308	62,790	1,347,098	270,999	7,989	278,988
Public education AY09 expenditure	-	91,829	91,829	-	-	-
Human support services	1,541,417	(4,474)	1,536,943	1,499,175	42,876	1,542,051
Public works	409,247	2,867	412,114	21,142	1,042	22,184
Workforce investments	21,044	(9,117)	11,927	-	-	-
Wilson Building	4,190	-	4,190	-	-	-
Repay revenue bonds and interest	12,000	-	12,000	-	-	-
Repayment of bonds and interest	440,707	(19,155)	421,552	-	-	-
Bond fiscal charge paid from bond proceeds	60,000	-	60,000	-	-	-
Interest on short term borrowing	13,334	(5,485)	7,849	-	-	-
Certificates of participation	32,288	-	32,288	-	-	-
Equipment lease operating	43,755	(10,784)	32,971	-	-	-
Baseball dedicated tax transfer	46,397	-	46,397	-	-	-
Pay-go capital	108,152	31,336	139,488	-	-	-
Schools modernization fund	6,435	(1,700)	4,735	-	-	-
District retiree health contribution	110,907	-	110,907	-	-	-
Cash reserve	50,000	(13,475)	36,525	-	-	-
Non departmental	20,609	(9,536)	11,073	-	-	-
Emergency planning and security costs	-	-	-	-	11,215	11,215
Retirement board administration	-	-	-	-	-	-
Housing finance agency	-	-	-	-	-	-
Settlements and judgments	21,015	-	21,015	-	-	-
Total expenditures and uses	5,767,843	232,564	6,000,407	2,066,977	24,346	2,091,323
Excess (Deficiency) of Revenues and Sources Over (Under) Expenditures and Uses	\$ 1,458	11,681	13,139	-	-	-

See Accompanying Independent Auditors' Report.

Exhibit D-3

**FINANCIAL REPORTING ENTITY
SCHEDULE OF BUDGET REVISIONS
Year Ended September 30, 2008
(\$000s)**

	Private and Other			Totals		
	Original Budget	Repro- gramming	Revised Budget	Original Budget	Repro- gramming	Revised Budget
Revenues and Sources:						
Taxes:						
Property taxes	\$ -	-	-	1,656,002	100,692	1,756,694
Sales and use taxes	-	-	-	960,422	(20,636)	939,786
Income taxes	-	-	-	1,740,816	14,773	1,755,589
Other taxes	-	-	-	638,260	(239)	638,021
Total taxes	-	-	-	4,995,500	94,590	5,090,090
Licenses and permits	-	-	-	69,235	6,655	75,890
Fines and forfeits	-	-	-	118,170	(20,750)	97,420
Charges for services	-	-	-	46,291	2,566	48,857
Miscellaneous	-	-	-	98,665	17,714	116,379
Other	537,260	13,738	550,998	537,260	13,738	550,998
Federal contributions	-	-	-	67,652	22,996	90,648
Operating grant	7,875	3,656	11,531	2,007,200	(9,730)	1,997,470
General obligation bonds	-	-	-	60,000	-	60,000
Fund balance released from restrictions	59,009	(12,176)	46,833	339,989	148,130	488,119
Transfer in from Lottery Board	-	-	-	72,100	(2,100)	70,000
Transfer in-others	-	-	-	28,360	-	28,360
Total revenues and sources	604,144	5,218	609,362	8,440,422	273,809	8,714,231
Expenditures and Uses:						
Governmental direction and support	50,468	(7,856)	42,612	411,887	20,542	432,429
Economic development and regulation	199,465	511	199,976	581,226	85,251	666,477
Public safety and justice	73,757	4,880	78,637	1,148,276	(29,566)	1,118,710
Public education system	28,366	2,158	30,524	1,583,673	72,937	1,656,610
Public education FY09 expenditure	-	-	-	-	91,829	91,829
Human support services	33,430	4,796	38,226	3,074,022	43,198	3,117,220
Public works	164,322	6,603	170,925	594,711	10,512	605,223
Workforce investments	-	-	-	21,044	(9,117)	11,927
Wilson Building	-	-	-	4,190	-	4,190
Repay revenue bonds and interest	-	-	-	12,000	-	12,000
Repayment of bonds and interest	-	-	-	440,707	(19,155)	421,552
Bond fiscal charge paid from bond proceeds	-	-	-	60,000	-	60,000
Interest on short term borrowing	-	-	-	13,334	(5,485)	7,849
Certificates of participation	-	-	-	32,288	-	32,288
Equipment lease operating	-	-	-	43,755	(10,784)	32,971
Baseball dedicated tax transfer	-	-	-	46,397	-	46,397
Pay-go capital	-	1,249	1,249	108,152	32,585	140,737
Schools modernization fund	-	-	-	6,435	(1,700)	4,735
District retiree health contribution	-	-	-	110,907	-	110,907
Cash reserve	-	-	-	50,000	(13,475)	36,525
Non departmental	13,880	(7,123)	6,757	34,489	(16,659)	17,830
Emergency planning and security costs	-	-	-	-	11,215	11,215
Retirement board administration	33,249	-	33,249	33,249	-	33,249
Housing finance agency	7,207	-	7,207	7,207	-	7,207
Settlements and judgments	-	-	-	21,015	-	21,015
Total expenditures and uses	604,144	5,218	609,362	8,438,964	262,128	8,701,092
Excess (Deficiency) of Revenues and Sources Over (Under)						
Expenditures and Uses	\$ -	-	-	1,458	11,681	13,139