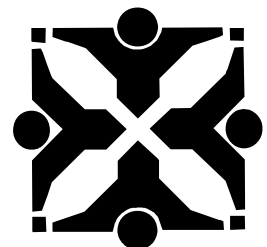


CITY OF COLUMBIA, MISSOURI

Comprehensive Annual Financial Report

For the Fiscal Year
October 1, 2006 - September 30, 2007

Department of Finance
Lori B. Fleming, Director



CITY OF COLUMBIA, MISSOURI

**Comprehensive
Annual Financial Report**

For the Fiscal Year
October 1, 2006 - September 30, 2007

Department of Finance
Lori B. Fleming, Director

CITY OF COLUMBIA, MISSOURI

Table of Contents

	Page
INTRODUCTORY SECTION:	
Transmittal Letter	i-v
Certificate of Achievement	vii
Organizational Chart	viii-ix
List of Officials	xi
FINANCIAL SECTION:	
Independent Auditors' Report	5-6
Management's Discussion and Analysis	9-17
Basic Financial Statements	
Government-Wide Financial Statements	
Statement of Net Assets	21
Statement of Activities	22-23
Fund Financial Statements	
Governmental Funds Financial Statements	
Balance Sheet	24
Reconciliation of the Governmental Funds Balance Sheet to the Statement of Net Assets	25
Statement of Revenues, Expenditures, and Changes in Fund Balances	26
Reconciliation of the Statement of Revenues, Expenditures, and Changes in Fund Balances of Governmental Funds to the Statement of Activities	27
Proprietary Funds Financial Statements	
Statement of Net Assets	28-29
Statement of Revenues, Expenses, and Changes in Fund Net Assets	30-31
Statement of Cash Flows	32-33
Fiduciary Fund Financial Statements	
Statement of Fiduciary Net Assets	35
Statement of Changes in Fiduciary Net Assets	37
Notes to the Basic Financial Statements	43-78

(Continued)

CITY OF COLUMBIA, MISSOURI

Table of Contents

	Page
Required Supplementary Information - Unaudited	
Budgetary Comparison Schedules – Governmental	
General Fund	81
Transportation Sales Tax Fund	82
Notes to the Budgetary Comparison Schedules	83
Pension Trust Funds Information	
Schedule of Funding Progress	84
Schedule of Employer Contributions	85
Supplementary Information	
Combining Fund Financial Statements and Schedule	
Non-major Governmental Funds	
Combining Balance Sheet	95
Combining Balance Sheet – Non-major Special Revenue Funds	97-99
Combining Balance Sheet – Non-major Debt Service Funds	101
Combining Statement of Revenues, Expenditures, and Changes In Fund Balances	103
Combining Statement of Revenues, Expenditures, and Changes In Fund Balances – Non-major Special Revenue Funds	105-107
Combining Statement of Revenues, Expenditures, and Changes In Fund Balances – Non-major Debt Service Funds	109
Budgetary Comparison Schedule – Non-major Governmental Funds	110-115
Non-major Enterprise Funds	
Combining Statement of Net Assets	119
Combining Statement of Revenues, Expenses, and Changes in Net Assets	121
Combining Statement of Cash Flows	123
Internal Service Funds	
Combining Statement of Net Assets	128-129
Combining Statement of Revenues, Expenses, and Changes in Net Assets	130-131
Combining Statement of Cash Flows	132-133
Fiduciary Funds	
Combining Statement of Fiduciary Net Assets	138-139
Combining Statement of Changes in Fiduciary Net Assets	140-141

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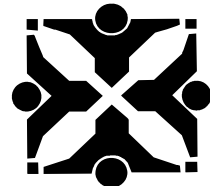
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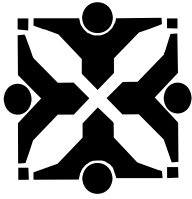
Table of Contents

	Table	Page
STATISTICAL SECTION:		
Net Assets by Component – Last Six Fiscal Years	1	145
Changes in Net Assets – Last Six Fiscal Years	2	146
Fund Balance – Governmental Funds – Last Six Fiscal Years	3	147
Changes in Fund Balances – Governmental Funds – Last Six Fiscal Years	4	148
Assessed Value and Estimated Actual Value of Taxable Property – Last Ten Fiscal Years	5	149
Property Tax Rates and Tax Levies – Direct and Overlapping Governments – Last Ten Fiscal Years	6	150-151
Principal Taxpayers – Current and Nine Years Ago	7	153
General Fund – Property Tax Levies and Tax Collections – Last Ten Fiscal Years	8	154-155
Schedule of Electric Service Rates – Last Ten Fiscal Years	9	156-157
Schedule of Electric Service Rates – Last Ten Fiscal Years	10	158-159
Schedule of Water Service Rates – Last Ten Fiscal Years	11	160-161
Schedule of Sanitary Sewer Service Rates – Last Ten Fiscal Years	12	162
Schedule of Marketable Securities and Investments	13	163-165
Federal and State Grants	14	166
Ratios of Outstanding Debt by Type – Last Seven Fiscal Years	15	167
Ratio of Net General Bonded Debt to Assessed Value and Per Capita – Last Ten Fiscal Years	16	168
Direct and Overlapping Governmental Activities Debt	17	169
Legal Debt Margin Information – Last Ten Fiscal Years	18	170-171
Water and Electric Utility Revenue Bond Coverage – Last Ten Fiscal Years	19	172
Sanitary Sewer Utility Revenue Bond Coverage – Last Ten Fiscal Years	20	173
Parking Revenue Bond Coverage – Last Ten Fiscal Years	21	174
Property Value, Construction, and Bank Deposits – Last Ten Fiscal Years	22	175
Largest Electric Utility Customers	23	176
Largest Water Utility Customers	24	177
Demographic Statistics – Last Ten Fiscal Years	25	178
Principal Employers	26	179
Full-Time Equivalent City Government Employees by Function/Program – Last Ten Fiscal Years	27	180
Operating Indicators by Function/Program – Last Ten Fiscal Years	28	181
Capital Asset Statistics by Function/Program – Last Two Fiscal Years	29	182
Insurance in Force	30	184-185
Salaries of Principal Officials	31	186

CITY OF COLUMBIA, MISSOURI

INTRODUCTORY SECTION





CITY OF COLUMBIA, MISSOURI

FINANCE DEPARTMENT
ADMINISTRATION

February 11, 2008

Honorable Mayor, City Council, City Manager, and the Citizens of the City of Columbia:

Introduction

Management Responsibility

The Comprehensive Annual Financial Report (CAFR) of the City of Columbia, Missouri (the City) is submitted for your review in compliance with the provisions of Article II, Section 17 of the City Charter. This CAFR was prepared by the staff of the Finance Department in close cooperation with the external auditor, KPMG LLP. Responsibility for both the accuracy of the data and the completeness and fairness of the presentation, including all disclosures, rests with the City. We believe the data, as presented, is accurate in all material aspects, that it is presented in a manner designed to fairly set forth the financial activity of its various funds and that all disclosures necessary to enable the reader to gain the maximum understanding of the City's financial affairs have been included.

The Financial Reporting Entity

The Governmental Accounting Standards Board has established the criteria to determine the financial reporting entity for a municipal government's financial report. Therefore, the City used these criteria to examine the relationship of the City to other associated but legally separate entities, to determine if their inclusion in this report would be necessary to fairly present the financial position of the City. This criteria generally has to do with financial benefit or burden, and levels of influence over the activities of these organizations.

The financial reporting entity includes all funds of the City. This financial report does not include the Columbia Regional Library District, the Columbia Housing Authority or the City of Columbia New Century Fund, Inc. For a more detailed explanation of the relationship to these entities, refer to footnote number one in the Notes to the Basic Financial Statements on page 43.

Government Structure

The City of Columbia is a constitutional home rule charter city and was organized in 1892 pursuant to the laws of the State of Missouri. The City is governed by a home rule charter and has a Council-Manager, non-partisan form of government which was adopted in 1949. The Mayor and six council members are elected for three year staggered terms with two council members elected each year. The City is divided into six wards, with one council member representing each ward and the Mayor being elected at large.

Columbia is a full service City which provides not only the traditional basic services such as public safety, public works and planning, but also a wide variety of enterprise activities. Columbia provides a majority of utility services including water, electricity, solid waste, and sanitary sewers. Additionally, Columbia operates three transportation enterprises: the regional airport, public transportation and railroad operations. It is this comprehensive service approach that allows Columbia to be responsive to the community while managing growth in a professional and fiscally responsible manner.

Economic Condition and Outlook

The City of Columbia is located in Boone County in the central portion of the State of Missouri. The City's central location serves as a crossroad for travelers going east and west on Interstate 70 and north and south on U.S. 63. Columbia has excellent transportation resources being serviced by the Columbia Regional Airport, Columbia Terminal Railroad,

701 E. BROADWAY ~ P.O. BOX 6015 ~ COLUMBIA, MISSOURI 65205-6015
(573) 874-7365 ~ FAX (573) 874-7761 ~ TTY (573) 874-7625

Columbia Area Transit System and four intrastate bus services. The City encompasses approximately 60 square miles and has a current estimated population of 94,645. Columbia continues to enjoy a steady growth rate, increasing 9,353 from the 2000 census figures.

The City is the location of the main campus of the University of Missouri, Columbia College, and Stephens College. Approximately 41,432 students attend these institutions of higher education during the regular school year. In addition to higher education, Columbia is also a regional medical center with eight hospitals. Insurance is a major business operation in the City with home offices of Shelter Insurance Companies, the Columbia Insurance Group, and a regional office of State Farm Insurance Company. Columbia is a regional shopping area for central Missouri with 16 shopping centers. Other area industry consists of printing, structural metal fabrication, structural materials production, electronic products, auto parts and food processing.

All of these activities have given Columbia a very stable employment base. Public education (including the University) and government comprise over 32% of all non-farm employment and are three of the top ten employers in the Columbia area. Service industries provide approximately 36% of non-farm employment with the medical industry comprising two of the top ten employers. The retailing industry is also strong providing approximately 16% of the employment in the area. The unemployment rate in Columbia, approximately 3.7% in 2007, has been well below the national average of approximately 4.7%.

Major Initiatives

Columbia City Manager, Bill Watkins, completed his first full year as City Manager during fiscal year 2007. During this time, he has started several new initiatives to support and direct public resources to seven community assets:

- ◆ Our vision and planning process
- ◆ Energy
- ◆ Basic infrastructure
- ◆ The central city and downtown
- ◆ City of Columbia employees
- ◆ The environment
- ◆ The local economy

During 2007, the City completed its community visioning project. A consultant assisted in a community-wide discussion where all citizens helped to create a shared vision for Columbia's future. The final product was a community vision of Columbia through the next fifteen years. A core group of citizens have worked on an implementation plan that will be presented to the City Council.

As a growing community, it is important for the City's utilities to maintain the ability to provide service to all customers. Independent rate studies were conducted by consultants during 2007 for the electric, water, sewer and solid waste utilities. These studies provide models city staff can use to continually update conditions and assure that our fee structure stays in line with the cost of providing services.

Efforts to create a partnership with the University of Missouri, Stephens College and the City of Columbia moved forward during 2007 with the completion of the Sasaki Study of the downtown area. Sasaki Associates has identified opportunities for local consideration. Elm Street could be an east-west axis of opportunity for mixed uses, including commercial and residential properties. Cultural and hotel facilities could fill in the core and finally make the Avenue of the Columns a stand-out landmark.

Staff continued work on the City's pay and classification plan for employees during 2007 during which time the City completely revised its employee evaluation process. New evaluation forms and supervisor training will occur early in 2008. The new process will allow supervisors to better evaluate employees and provide criteria for greater opportunities for increased pay for excellent performance.

Financial Trend Monitoring System

The purpose in developing the City of Columbia's Financial Trend Monitoring System (CFTMS) was to enable the City to better understand the factors which affect the City's financial condition, and to present a clear picture of the City's financial strengths and weaknesses for review by City management, credit rating agencies and others with a need to know. The ICMA Financial Trend Monitoring System was modified by the City's Finance Department to apply not only to governmental funds, but also to include the City's diverse enterprise operations. The system monitors the indicators organized around environmental and financial factors such as external economic conditions, intergovernmental constraints, revenues, expenditures, operating position, debt structure, and the condition of capital plant. In order to use the Financial Trend Monitoring System, the City of Columbia began constructing indicators based upon five-year data for fiscal years 1977-81 and has been continually updated through fiscal year 2007. The data collection effort has permitted an assessment of current financial condition, and will be updated each year to provide continuing assessments. In 1997, the Financial Trend Monitoring System Manual, the General Government Manual and the Enterprise and Internal Service Funds Manual were all combined into one manual entitled "City of Columbia Ten Year Revenues, Expenditures and Financial Trends Manual."

Financial Information

Internal Control Structure and Budgetary Controls

The City's government-wide financial statements are prepared on an accrual basis of accounting, which is similar to the basis of accounting followed by many businesses. The government-wide statements distinguish between those activities of the City that are governmental and those that are considered business-type activities.

The fund financial statements present information for individual major funds rather than by fund type. Non-major funds are presented in total in one column. The City's general government operations are maintained on a modified accrual basis of accounting. This means that revenues are recorded when they are measurable and they are available to finance expenditures of the current period. Expenditures are recorded when the goods or services are received and the liabilities are incurred. The City's proprietary funds (enterprise funds and internal service funds) and fiduciary funds are maintained on a full accrual accounting basis. This means that revenues and expenses are recorded essentially in the same manner as in commercial accounting.

In recording the financial transactions for the City, and in developing this financial report, consideration is given to the adequacy of internal accounting controls. The controls are designed to provide reasonable, but not absolute, assurance the transactions are recorded correctly, and the financial reports are reliable. This concept of reasonable assurance recognizes the cost of a control should not exceed the benefits likely to be derived from the control. All internal control evaluations occur within the above framework. We believe the City's internal accounting controls adequately safeguard assets and provide reasonable assurance of proper recording of financial transactions.

The City's annual budget is prepared under the modified accrual basis of accounting. The primary basis of budgetary control is at the department level. Any increase in appropriations during the fiscal year must be approved by the City Council. Interdepartmental transfers are made with City Council approval. All remaining unencumbered appropriations lapse at fiscal year end. Capital Projects, however, remain appropriated until completed or until the City Council decides to eliminate the project.

Single Audit

The City is required to undergo an annual single audit in conformity with the provisions of the Single Audit Act Amendments of 1996 and the United States Office of Management and Budget Circular A-133, *Audits of States, Local Governments and Non-profit Organizations*. Information related to this single audit is included in a separate report.

Fiduciary Operations

Primary fiduciary operations of the City consist of the pension trust funds for the Firefighters and Police Retirement Plans. All full-time police officers and full-time firefighters are participants in their respective plans. The plans are financed by

employer and employee contributions, which are actuarially determined. The latest actuarial valuations were made as of September 30, 2006. These plans are discussed in detail in the notes to the financial statements.

A detailed five-year experience study was completed in 1996. The results of this study were used to make minor adjustments to the actuarial assumptions used for each plan.

The Police and Firefighters' Retirement Funds' resources are generally invested in U.S. Treasury, Agency and Instrumentality Obligations, Corporate Bonds, Preferred stock, and Common stock. As of September 30, 2007, the portfolio had a fair value of \$84,461,872 with maturities of overnight to 28 years. Interest received on investments in this portfolio is higher than the Pooled Cash portfolio because the scope of investments is broader.

Cash Management

The primary responsibility of the Treasury Management Division of the Finance Department is to manage the investment portfolios and cash flow of the City. The City's investments are held in several portfolios that have a total cost of \$278,989,253 and a fair value of \$302,368,018 as of September 30, 2007. The City has adopted a comprehensive investment policy which authorizes the Finance Director to invest all City funds in any of the investment instruments outlined in the ordinance. In addition, the Police and Fire Pension Boards have adopted an asset allocation to be used specifically for the pension fund investments.

The City continues to manage a pooled funds investment program for all cash not restricted. By investing available fund balances as part of the pooled cash account, the City receives more favorable interest rates. The pooled cash portfolio has a cost of \$206,963,043 and a fair value of \$210,830,550. Approximately 72% of the pooled cash portfolio is in U.S. government and agency securities. Twenty-four percent of the pooled cash portfolio is in a money market fund. A detailed listing of the securities held in the pooled cash portfolio can be found on pages 163 and 164.

The Self-insurance Reserve portfolio's primary purpose is to provide adequate reserves for the City's property, casualty and workers' compensation self-insurance program. This program was established and funded through the issuance of taxable and tax-exempt bonds in June 1988, which were fully retired in September 2002. This portfolio now consists of investments with a cost of \$7,064,505 and a fair value of \$7,075,596. A detailed listing of the securities held in this portfolio can be found on page 165.

Due to the compatible investment objectives of the funds, the City pools the Police and Firefighters' Retirement Funds portfolio. The portfolio had a cost of \$64,961,705 and a fair value of \$84,461,872 on September 30, 2007. As provided for in the current investment policies and guidelines, approximately 61% of the funds' assets are held in common stock and mutual funds. Remaining funds are allocated between corporate bonds, U.S. government and agency securities and a money market fund. A detailed listing of the securities held in this portfolio can be found on page 165.

Risk Management

In June of 1988, the City established a self-insurance program to provide for the City's property, casualty and workers' compensation claims. This program was initially funded through the issuance of taxable and tax-exempt bonds. Annual contributions of \$2,498,220 have been made to the Self-insurance Fund by the City. These contributions, plus interest on the self-insurance portfolio are used to meet the normal expenses of the self-insurance program.

Other Information

Independent Audit

The State of Missouri statutes require an annual audit of all funds of the City. The firm of KPMG LLP has included its opinion in this report.

Certificate of Achievement

We believe this report meets and conforms to the very high standards of the Government Finance Officers Association (GFOA) of the United States and Canada for financial reporting of state and local governments. The City of Columbia,

Missouri has received a Certificate of Achievement for Excellence in Financial Reporting for each of the last twenty-eight years, and we believe our current report continues to conform to the Certificate of Achievement Program requirements.

We will be submitting this report to GFOA to determine its eligibility for another certificate because a Certificate of Achievement is valid for a one-year period only. In order to be awarded a Certificate, the financial report must satisfy accounting principles and must be organized to strict program standards. Such reports must also satisfy applicable legal requirements.

Finally, I would like to say the preparation of the Comprehensive Annual Financial Report could not have been accomplished without the dedicated staff of the Finance Department, especially personnel in the Accounting Division who actually compiled the report. Appreciation is also extended to the Mayor, the City Council, and the City Manager, for their part in planning and conducting the financial operations of the City in a responsible and progressive manner.

Respectfully submitted,

Lori B. Fleming
Director of Finance

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Certificate of Achievement for Excellence in Financial Reporting

Presented to

City of Columbia
Missouri

For its Comprehensive Annual
Financial Report
for the Fiscal Year Ended
September 30, 2006

A Certificate of Achievement for Excellence in Financial Reporting is presented by the Government Finance Officers Association of the United States and Canada to government units and public employee retirement systems whose comprehensive annual financial reports (CAFRs) achieve the highest standards in government accounting and financial reporting.



Charles S. Cox

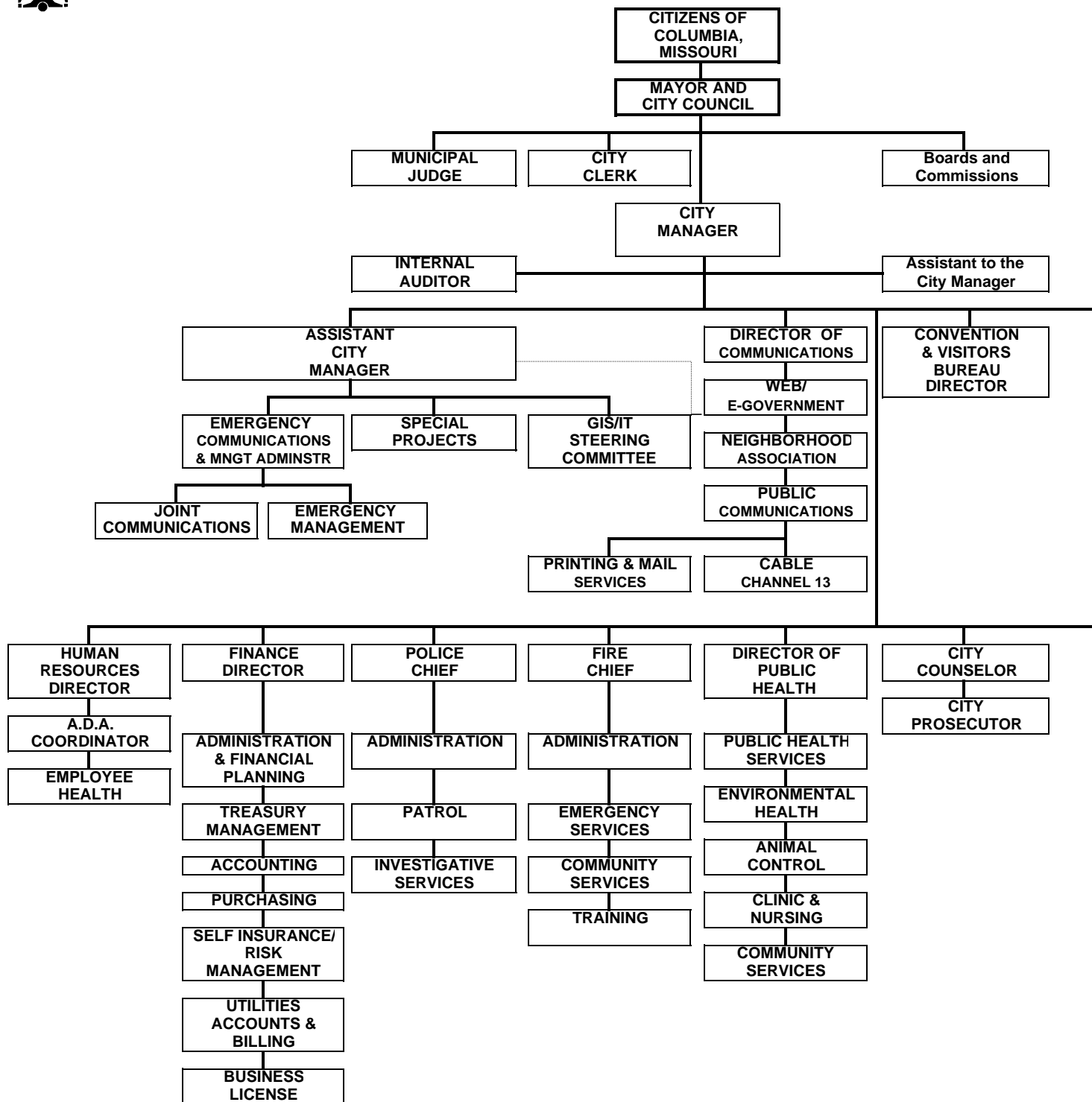
President

Jeffrey R. Emer

Executive Director

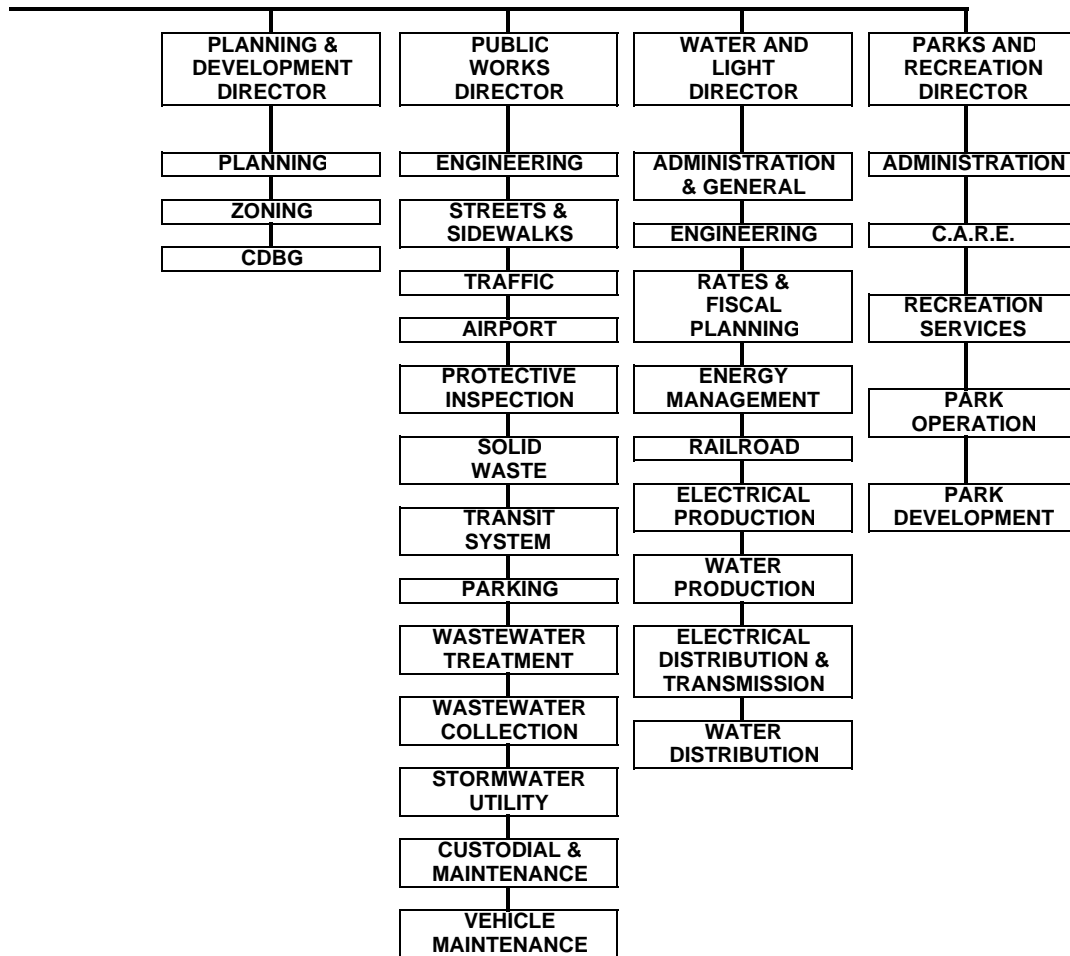
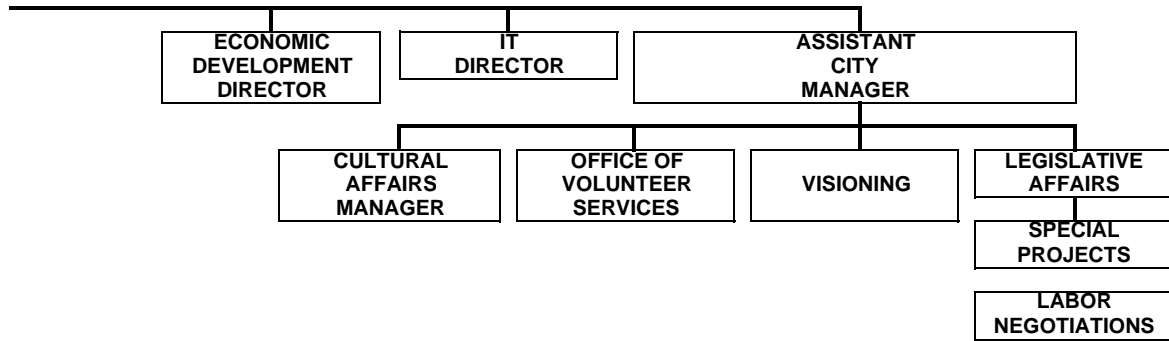


FUNCTIONAL ORGANIZATIONAL CHART



Approved _____
date

City Manager



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CITY OF COLUMBIA OFFICIALS

MAYOR

Darwin Hindman

CITY COUNCIL

Almeta Crayton
Christopher Janku
Karl Skala

Jerry Wade
Laura Nauser
Barbara Hoppe

CITY MANAGER

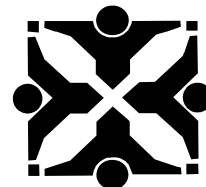
H. William (Bill) Watkins

DIRECTOR OF FINANCE

Lori B. Fleming

INDEPENDENT AUDITORS

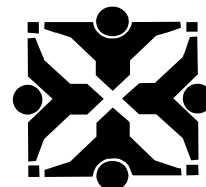
KPMG LLP



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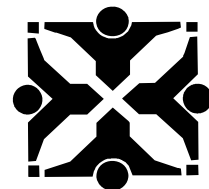
CITY OF COLUMBIA, MISSOURI

FINANCIAL SECTION



CITY OF COLUMBIA, MISSOURI

INDEPENDENT AUDITORS' REPORT





KPMG LLP
Suite 900
10 South Broadway
St. Louis, MO 63102-1761

Independent Auditors' Report

The Honorable Mayor and Members
of the City Council
City of Columbia, Missouri:

We have audited the accompanying financial statements of the governmental activities, the business-type activities, each major fund, and the aggregate remaining fund information of the City of Columbia, Missouri as of and for the year ended September 30, 2007, which collectively comprise the City of Columbia, Missouri's basic financial statements as listed in the accompanying table of contents. These financial statements are the responsibility of the City of Columbia, Missouri's management. Our responsibility is to express opinions on these financial statements based on our audit.

We conducted our audit in accordance with auditing standards generally accepted in the United States of America and the standards applicable to financial audits contained in *Government Auditing Standards*, issued by the Comptroller General of the United States. Those standards require that we plan and perform the audit to obtain reasonable assurance about whether the financial statements are free of material misstatement. An audit includes consideration of internal control over financial reporting as a basis for designing audit procedures that are appropriate in the circumstances, but not for the purpose of expressing an opinion on the effectiveness of the City of Columbia, Missouri's internal control over financial reporting. Accordingly, we express no such opinion. An audit also includes examining, on a test basis, evidence supporting the amounts and disclosures in the financial statements, assessing the accounting principles used and significant estimates made by management, as well as evaluating the overall financial statement presentation. We believe that our audit provides a reasonable basis for our opinions.

In our opinion, the financial statements referred to above present fairly, in all material respects, the respective financial position of the governmental activities, the business-type activities, each major fund, and the aggregate remaining fund information of the City of Columbia, Missouri, as of September 30, 2007, and the respective changes in financial position, and where applicable, cash flows, thereof for the year then ended in conformity with U.S. generally accepted accounting principles.

In accordance with *Government Auditing Standards*, we also have issued our report dated February 11, 2008 on our consideration of the City of Columbia, Missouri's internal control over financial reporting and on our tests of its compliance with certain provisions of laws, regulations, contracts, and grant agreements and other matters. The purpose of that report is to describe the scope of our testing of internal control over financial reporting and compliance and the results of that testing, and not to provide an opinion on the internal control over financial reporting or on compliance. That report is an integral part of an audit performed in accordance with *Government Auditing Standards* and should be considered in assessing the results of our audit.

The Management's Discussion and Analysis on pages 9 through 17, the Budgetary Comparison Schedules and Notes on pages 81 through 83, and Schedules of Funding Progress and Employer Contributions on pages 84 through 85, are not a required part of the basic financial statements, but are supplementary information required by U.S. generally accepted accounting principles. We have applied certain limited procedures, which consisted principally of inquiries of management regarding the methods of measurement and presentation of the required supplementary information. However, we did not audit the information and express no opinion on it.

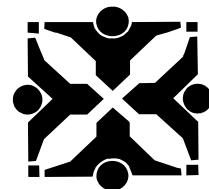
Our audit was conducted for the purpose of forming opinions on the financial statements that collectively comprise the City of Columbia, Missouri's basic financial statements. The combining fund financial statements and schedules are presented for purposes of additional analysis and are not a required part of the basic financial statements. Such information has been subjected to the auditing procedures applied in the audit of the basic financial statements and, in our opinion, is fairly stated, in all material respects, in relation to the basic financial statements taken as a whole. The introductory section and statistical section have not been subjected to the auditing procedures applied in the audit of the basic financial statements and, accordingly, we express no opinion on them.

KPMG LLP

St. Louis, Missouri
February 11, 2008

CITY OF COLUMBIA, MISSOURI

MANAGEMENT'S DISCUSSION AND ANALYSIS



City of Columbia, Missouri Management's Discussion and Analysis

This discussion and analysis is meant to provide an objective and easily readable analysis of the City's financial activities based on current facts and conditions. Please read this in conjunction with the accompanying transmittal letter and basic financial statements.

Fiscal Year Highlights

Columbia continues to be a growing city. Revenue growth has slowed due to the recent economic downturn. The City provides a full range of governmental and proprietary services that include nine enterprise activities.

- The City completed a citizen visioning process in fiscal year 2007 and is currently working with participants to develop a plan to implement the recommendations of the process. The results of the visioning process are available on the City's web site at www.gocolumbiamo.com.
- The City's total net assets increased \$74,746,335 or 12.6%. Governmental activities net assets increased \$47,474,100 while business-type activities net assets increased \$27,272,235. Total unrestricted net assets increased \$18,095,152. Governmental activities unrestricted net assets increased \$2,818,217 while business-type activities increased \$15,276,935 with the majority of the increase occurring in the Water & Electric Fund and Sanitary Sewer Fund.
- Growth in governmental revenues slowed in fiscal year 2007, particularly in sales taxes and construction fees. Spending controls were implemented to minimize the effect of sales taxes not meeting budget projections. Spending controls continue as we monitor economic conditions, especially in light of the recent layoffs at the 3M plant in Columbia. Increases in revenues from the telephone gross receipts tax have helped to offset the effect of lower than anticipated revenue growth.
- City staff and retirees worked with consultants during the year to develop a health insurance rate structure that will limit the City's post employment benefit liability and still provide affordable health insurance for employees and retirees.
- The City continues to improve the capital improvement programming process by formalizing both internal and external coordination. The City developed a plan for the use of a \$22 million grant that was awarded for non-motorized transportation. The majority of the grant will be utilized for capital projects. However, staff has been hired for the coordination and educational components of the grant.
- The City contracted for cost of service studies for the Electric, Water, Sewer and Solid Waste utilities. These studies are being used to set rates and develop funding plans for necessary capital improvements.

The Comprehensive Annual Financial Report

This comprehensive annual financial report consists of six parts:

- Introductory section, which includes the transmittal letter and general information,
- Management's discussion and analysis (this part),
- The basic financial statements, which include the government-wide and the fund financial statements, along with the notes to the basic financial statements,
- Required supplementary information,
- Combining statements for non-major governmental funds, non-major enterprise funds, internal service funds, and fiduciary funds, and
- Statistical section

The basic financial statements present two kinds of information. The government-wide financial statements provide both long-term and short-term information about the City's overall financial status. These statements are prepared on a full accrual basis to present information in a more corporate-like presentation. Fund financial statements are still included to provide useful information on individual parts of the government. More relevant detail is provided by distinct presentation of major funds in the basic financial statements, rather than summaries by total fund types.

Government-Wide Financial Statements

The basic financial statements include two government-wide financial statements: the statement of net assets and the statement of activities. These statements can be found on pages 21 to 23. The government-wide financial statements report information about the City as a whole using accounting methods similar to those used by the private sector.

The statement of net assets and statement of activities divide the City into the following:

- **Governmental activities** – All of the City's basic services are considered to be governmental activities, including public safety, public works, health, parks, planning, cultural and economic development and general administration. These activities are supported primarily with general City revenue such as sales taxes, gross receipts taxes, P.I.L.O.T., property taxes, fines and specific program revenue like permit fees and grants.
- **Business-type activities** – All the City's enterprise activities are included here. These operations derive revenues from charges for services that are intended to recoup the full cost of operations. Three of these operations require subsidies from tax revenue (airport, transit and recreation services).

The City does not include any component units in its financial statements.

Fund Financial Statements

Another major section of the basic financial statements is the fund financial statements. These statements are on pages 24 to 37. The fund financial statements provide detailed information about each of the City's most significant funds, called "major funds". All "non-major" funds are summarized and presented in a single column.

The City has three kinds of funds:

- **Governmental funds** – Most of the City's basic services are included in governmental funds. These fund statements are prepared on a modified accrual basis, which means they measure only current financial resources and uses. Capital assets and other long-lived assets, along with long-term liabilities, are not presented in the governmental fund statements. Because this information does not encompass the long-term focus of the government-wide financial statements, additional information is provided on pages 25 and 27 to explain the differences between them.
- **Proprietary funds** – These statements include both enterprise funds and internal service funds. Statements are prepared on the full accrual basis and include all their assets and liabilities, current and long-term. This is the same basis used in the government-wide financial statements.
- **Fiduciary funds** - These statements include activity of funds that report trust responsibilities of the City. These funds are summarized by type; pension and private purpose trust. These assets are restricted in purpose and do not represent discretionary assets of the City. Therefore, these assets are not presented as a part of the government-wide financial statements.

Schedule of Net Assets

The following table reflects the condensed schedule of net assets as of September 30, 2007 and 2006:

A review of the government-wide financial statement of net assets reveals the following:

City of Columbia's Net Assets

	Governmental Activities		Business-type Activities		Total	
	2007	2006	2007	2006	2007	2006
Current and other assets	\$ 134,882,616	133,916,627	\$ 146,773,233	158,301,112	\$ 281,655,849	292,217,739
Capital assets	220,184,170	168,557,945	398,125,985	366,027,958	618,310,155	534,585,903
Total assets	355,066,786	302,474,572	544,899,218	524,329,070	899,966,004	826,803,642
Long-term liabilities	36,140,188	32,977,766	166,222,199	172,143,246	202,362,387	205,121,012
Other liabilities	7,993,971	6,038,279	20,236,427	21,017,467	28,230,398	27,055,746
Total liabilities	44,134,159	39,016,045	186,458,626	193,160,713	230,592,785	232,176,758
Net assets						
Invested in capital assets, net						
of related debt	216,858,792	167,789,506	272,485,494	261,159,491	489,344,286	428,948,997
Restricted	45,493,328	49,906,731	11,602,491	10,933,194	57,095,819	60,839,925
Unrestricted	48,580,507	45,762,290	74,352,607	59,075,672	122,933,114	104,837,962
Total net assets	\$ 310,932,627	263,458,527	\$ 358,440,592	331,168,357	\$ 669,373,219	594,626,884

Total assets for the City as a whole are \$899,966,004, an increase of 73,162,362. Governmental activities total assets increased \$52,592,214 due to an increase in capital assets of over \$51 million most of which were streets donated by developers and a major land purchase for a second regional park. Business-type activities total assets increased \$20,570,148. Business-type activities current and other assets decreased approximately \$11.5 million, most of which is from bond proceeds that were spent in the current year. Total net capital assets increased \$83,724,252. Of this amount, \$51,626,225 was in governmental activities (primarily in street infrastructure and park land) and \$32,098,027 for business-type activities (primarily in Water and Electric and Sanitary Sewer funds).

Overall the City experienced a slight decrease in liabilities of \$1,583,973. Long-term liabilities decreased over \$2.7 million due to scheduled principal payments on debt and only a small bank qualified note issue for park land and a small Sewer bond issue. The bank qualified note accounts for the increase in long-term debt for governmental activities. Other liabilities increased \$1.175 million most of which occurred in governmental activities accounts payable. Other liabilities decreased for business-type activities by \$781,040, which is a result of minor fluctuations in various accounts.

Total net assets for the City as a whole are \$669,373,219, an increase of \$74,746,335 or 12.6%. Governmental activities total net assets increased \$47,474,100 and business-type activities total net assets increased \$27,272,235, increases of 18.0% and 8.2%, respectively. Business-type net assets invested in capital assets net of related debt increased \$11.3 million. Governmental net assets invested in capital assets net of related debt increased in excess of \$49 million, due primarily to streets donated by developers. Restricted net assets decreased approximately \$3.7 million. Total unrestricted net assets increased \$18,095,152. Business-type activities unrestricted net assets increased \$15,276,935, and unrestricted net assets for governmental activities increased \$2,818,217.

Schedule of Activities

The following table reflects the revenues and expenses for the City's activities for the year ended September 30, 2007 and 2006:

City of Columbia's Schedule of Activities

	Governmental Activities		Business-type Activities		Total	
	2007	2006	2007	2006	2007	2006
Revenues:						
Program revenues:						
Charges for services	\$ 9,998,846	9,999,694	\$ 148,538,323	136,791,449	\$ 158,537,169	146,791,143
Grants and contributions	6,019,212	5,423,564	1,532,740	1,706,958	7,551,952	7,130,522
Capital grants and contributions	37,822,556	37,383,705	9,643,692	10,546,398	47,466,248	47,930,103
General revenues:						
Property taxes	10,301,967	9,818,770	-	-	10,301,967	9,818,770
Sales tax	38,745,372	38,290,388	-	-	38,745,372	38,290,388
Other taxes	11,157,118	10,995,778	-	-	11,157,118	10,995,778
Investment revenue	6,518,778	3,944,122	6,689,670	4,283,787	13,208,448	8,227,909
Other	1,994,256	1,579,152	3,974,057	2,004,838	5,968,313	3,583,990
Total revenues	<u>122,558,105</u>	<u>117,435,173</u>	<u>170,378,482</u>	<u>155,333,430</u>	<u>292,936,587</u>	<u>272,768,603</u>
Expenses:						
Policy development and admin.	16,162,970	13,915,063	-	-	16,162,970	13,915,063
Public safety	34,547,514	32,400,614	-	-	34,547,514	32,400,614
Transportation	9,989,096	8,186,751	-	-	9,989,096	8,186,751
Health and environment	8,343,812	7,815,601	-	-	8,343,812	7,815,601
Personal development	9,832,710	9,041,120	-	-	9,832,710	9,041,120
Interest on long-term debt	1,189,668	458,311	-	-	1,189,668	458,311
Electric Utility	-	-	84,599,965	85,180,682	84,599,965	85,180,682
Water Utility	-	-	13,783,103	12,708,293	13,783,103	12,708,293
Sanitary Sewer Utility	-	-	10,475,106	10,200,386	10,475,106	10,200,386
Regional Airport	-	-	2,064,326	1,915,995	2,064,326	1,915,995
Public Transportation	-	-	4,501,492	4,125,604	4,501,492	4,125,604
Solid Waste Utility	-	-	12,505,734	11,480,727	12,505,734	11,480,727
Parking Facilities	-	-	1,362,421	1,664,290	1,362,421	1,664,290
Recreation Services	-	-	6,433,091	6,359,714	6,433,091	6,359,714
Railroad	-	-	954,111	885,845	954,111	885,845
Storm Water Utility	-	-	1,445,133	1,325,696	1,445,133	1,325,696
Total expenses	<u>80,065,770</u>	<u>71,817,460</u>	<u>138,124,482</u>	<u>135,847,232</u>	<u>218,190,252</u>	<u>207,664,692</u>
Increase in assets before transfers	42,492,335	45,617,713	32,254,000	19,486,198	74,746,335	65,103,911
Transfers	4,981,765	3,075,173	(4,981,765)	(3,075,173)	-	-
Increase in net assets	47,474,100	48,692,886	27,272,235	16,411,025	74,746,335	65,103,911
Net assets, beginning	263,458,527	214,765,641	331,168,357	314,757,332	594,626,884	529,522,973
Net assets, ending	<u>\$ 310,932,627</u>	<u>263,458,527</u>	<u>\$ 358,440,592</u>	<u>331,168,357</u>	<u>\$ 669,373,219</u>	<u>594,626,884</u>

The government-wide statement of activities indicates the major sources of program revenues are charges for services which increased by 8%. Rate increases and continued customer growth in the City's Water, Electric and Sewer Utilities account for most of this increase. The City's enterprise operations continue to experience growth in their customer bases. Charges for services for governmental activities remained fairly constant, decreasing only \$848.

Operating grants and contributions for fiscal year 2007 are 5.9% higher than in fiscal year 2006. Most of this increase is in governmental activities for public safety. Government-wide, capital grants and contributions decreased \$463,855. Governmental activities include an increase in streets donated by developers of approximately \$700,000 and a decrease in parkland donation from FY 2006 of approximately \$1.5 million. Governmental activities accepted almost \$33 million in capital contributions in FY 2007. The value of donated sewer lines declined significantly from 2006. The value of donated sewer lines in 2006 was unusually high due to lines in several large subdivisions being accepted.

Total revenues grew 7.4% for 2007. General revenues experienced growth in almost all areas with a total increase of 11.9%. Investment revenue increased 60.5% due to improving market conditions and larger balances to invest. Sales tax is the most significant general revenue. Columbia experienced only moderate sales tax growth for 2007 at 1.2%. Staff continues to closely monitor the monthly sales tax files provided by the state. Business-type revenues grew 9.7%, with charges for service growing 8.6%.

Eight of the ten business-type activities show program revenue in excess of expenditures. The City budgets for subsidies or transfers for all of these activities. All of these funds except recreation services have a positive result of operations when including general revenues and transfers. The City experienced no significant variance from projected revenues for FY 2007.

Total program expenses for FY 2007 are \$218,190,252, an increase of 5.1%. The majority of these expenses, \$138,124,482, are for business-type activities. Business-type activity expenses increased only slightly at 1.7%. The most significant change is the decrease in purchase power cost for the electric utility that allowed over-all expenses to decrease 0.7%. Solid waste expenses increased 8.9% due to a change in closure and post closure costs. In 2006, expenses had a large decrease due to a change in methodology for the calculation of total closure and post closure costs. Governmental activity expenses of \$80,065,770 increased 11.5%. The most significant increase is in interest on long term debt. This increase of \$731,357 or 160% is for special obligation bonds that were issued mid year in 2006 to finance the capital improvements authorized by voters with the capital improvement sales tax. The 2007 amount includes a full year's interest. Policy development and administration expenses increased 16.2% which includes the cost for the City's first community wide visioning process, a review of the city's pay for performance system and a one time write off of bad debt for right of way usage.

Net transfers from business-type activities to governmental activities were \$4,981,765. However, the City transfers over \$4.2 million in general funds and transportation sales tax funds to support the operations of various business-type activities. For purposes of the government-wide financial statements, almost \$10.3 million in payment in lieu of tax funds that are paid by the Water and Electric Utilities to the general fund are included as transfers. Detail of individual transfers can be found in the notes to the financial statements.

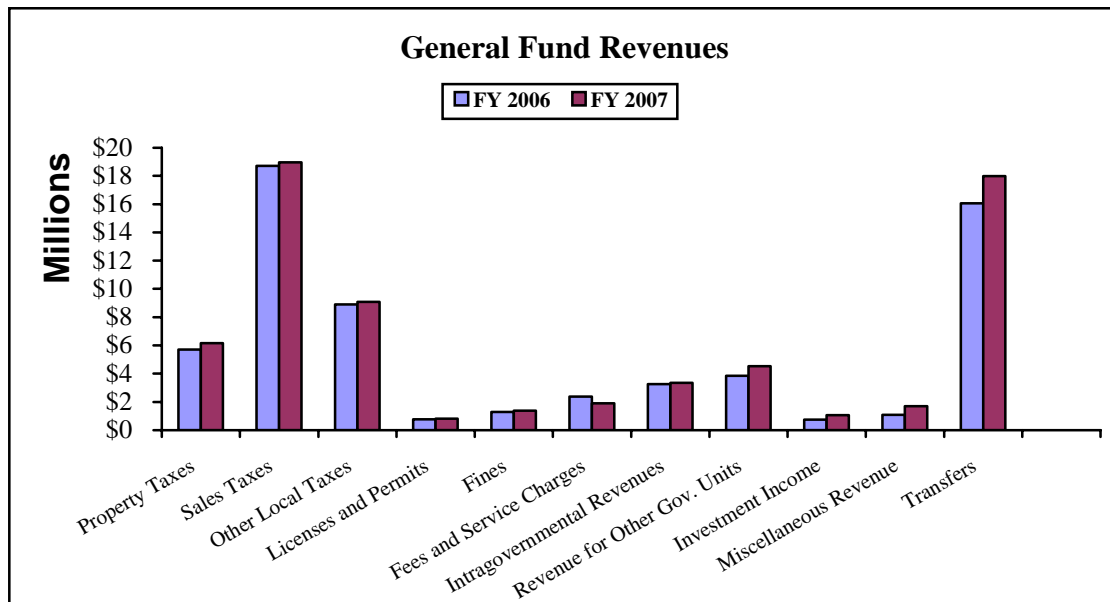
The City did not have any special or extraordinary items in FY 2007.

Fund Statements

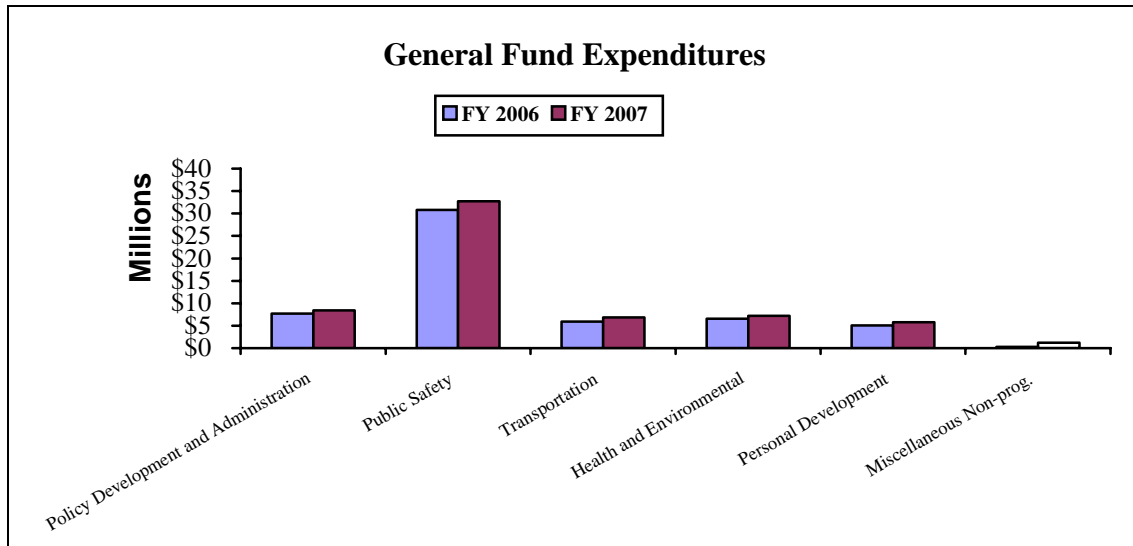
The City's fund statements can be found on pages 24 to 37 of the basic financial statements. A reconciliation to the government-wide financial statements has been provided with these fund statements. Both governmental funds and proprietary funds ended FY 2007 with an increase in fund balance and net assets.

Undesignated general fund balance is 16.9% of expenditures and transfers, in line with the 16% target set by Council policy. This amount is smaller than in previous years due to an approximate \$2.3 million encumbrance for a contract that will be reimbursed with non motorized grant funds. The city does not recognize a receivable for this grant until the funds are actually expended. Without this encumbrance, undesignated general fund balance would be in excess of 20%. It is the City's policy to designate the portion of fund balance that has been appropriated as revenue for the FY 2008 budget. The City had budgeted for the use of over \$3.7 million in appropriated fund balance for FY 2007 and designated \$3.4 million for use in FY 2008. Care is taken to identify capital or other one time uses when the amount of appropriated fund balance increases substantially.

Overall revenues and transfers into the general fund were below the budgeted amount by \$32,261. However, non motorized grant revenue of \$2.3 million was budgeted but will not be received until 2008 due to a delay in spending. It should be noted that for budget purposes, Payment in Lieu of Tax from the Water & Electric fund is treated as a revenue, while generally accepted accounting principles require that it be recognized as a transfer from other funds. General fund revenues excluding appropriated fund balance and transfers increased \$2,242,040 or 4.8%. The overall property tax rate remained constant at 41 cents. The City experienced sluggish growth in sales tax over FY 2006 at only 1.3% as well as other taxes, which increased only 2.1%. Significant increases occurred in investment revenues due to market conditions and revenues from other governmental units due to disaster preparedness and non motorized grant receipts.

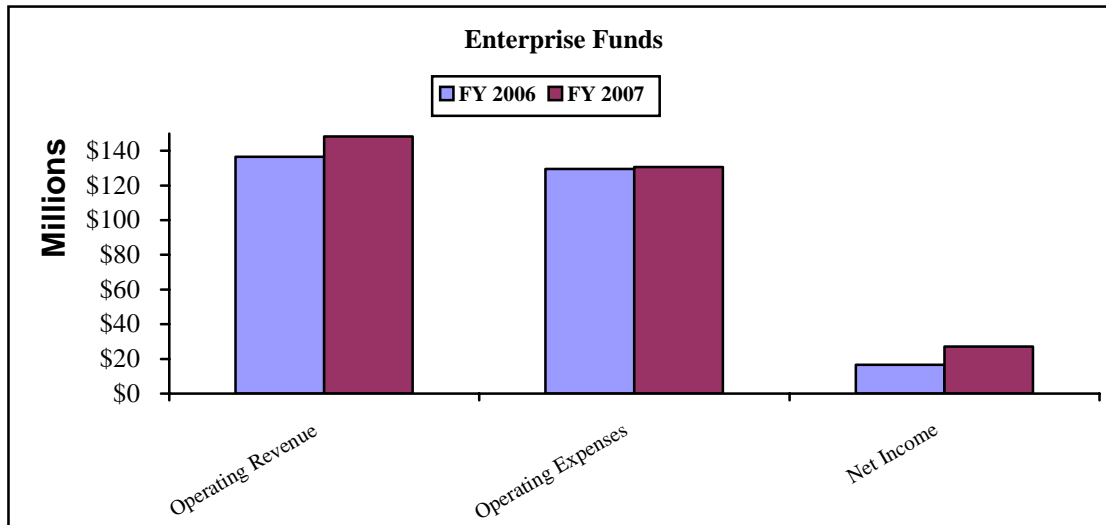


General fund expenditures were \$5.7 million under budget for FY 2007 with over \$2.4 in public works administration related to the non motorized grant activity. Of the total amount, over \$3.7 has been encumbered to be spent in FY 2008. General fund expenditures, including transfers, increased \$4.9 million or 8%. The largest dollar increase was in the area of public safety at \$1.9 million mostly in personnel costs. The largest percentage increases were in policy development and administration and miscellaneous non-programmed which increased a combined total of 20% and includes cost for visioning, bad debt expense and administration of the non motorized grant activities.



Overall, other governmental funds fund balance decreased by \$2,160,101, primarily due to a decrease of approximately \$3.5 million in funds set aside for capital projects. Several special revenue funds had large changes in fund balance, with a net increase of approximately \$765,000. Decreases in fund balance occurred in the special road district tax fund and parks sales tax fund due to transfers to capital projects. The transportation sales tax fund and capital improvement sales tax fund accumulated over \$1 million and \$1.8 million for use in future years for capital projects.

A review of the net assets of the proprietary funds indicates that all funds have positive unrestricted net assets. Operating revenues and operating expenses increased for the City's enterprise funds in FY 2007 by 8.6% and 0.58%, respectively. A reduction in purchased power costs for the electric utility accounts for the nominal increase in operating expenditures. The change in net assets of \$27,525,705 was a 66% increase from last year's amount. The City's enterprise funds continue to experience growth in customer base. Several of the City's internal service funds experienced losses for FY 2007. All of the losses were budgeted as the accumulated balances were above those required to operate on a break even basis. Rate increases to user departments were budgeted in FY 2008 for both the self insurance fund and the employee benefit fund to ensure net assets remain at appropriate levels.



The City implemented an 8% rate increase in electric rates, a 9% increase in water rates, a 3% increase in sewer rates as well as a \$1.75 a month increase in refuse rates in 2007. Total production cost for the electric utility decreased slightly due to a reduction in the cost of power purchased on the open market in 2007. Columbia continues to have very competitive utility rates for our region. Actual operating expenses increased for solid waste operations by 9.7%. A change in the method, called "phase opening" approved by the Missouri Department of Natural Resources, used to calculate the city's post closure liability reduced the 2006 expenses and the related liability by \$1,422,558 on a one time basis. The amount recognized for 2007 is more in line with normal operating costs.

Budget Variances

It is the City's policy to allow departments to carry forward the budget allocation for project funds or for items that are encumbered at fiscal year end and will be expensed in the subsequent fiscal year. The FY 2007 final budget for the general fund includes approximately \$1.4 million of funds carried forward from FY 2006. The remaining increases in the FY 2007 budget were for grants and contributions received during the year. These grants and contributions also increased the general fund revenue budget for FY 2007. These changes are not expected to affect future budgets.

Overall, the general fund ended FY 2007 with favorable budget variances for both revenues, expenditures and transfers of \$5.7 million. As stated earlier, sluggish economic conditions caused sales taxes to not meet budget projections. Revenues from other governmental units were below budget due to the non motorized grant discussed earlier. General property taxes and other local tax revenues ended the year with a 6.5% favorable variance with the largest variance in gross receipts tax on telephone. A recent interpretation of legislation has some telephone companies paying the tax on cellular revenues. The courts are clarifying this legislation. Amounts paid under protest have not been recognized as revenues in 2007. Investment revenue ended the year \$341,281 over budget due to favorable market conditions. Fines did not meet budget expectation due to smaller case load.

General fund expenditures were \$5.7 million under budget for FY 2007 with over \$2.4 million in public works administration related to the non motorized grant activity. Of the total amount, over \$3.7 million has been encumbered to be spent in FY 2008. Typically, the City anticipates expenditures to end the year between 3% and 6% below budget.

Capital Assets

City of Columbia Capital Assets (net of accumulated depreciation)

	Governmental Activities		Business-type Activities		Total	
	2007	2006	2007	2006	2007	2006
Land	\$ 37,590,419	27,992,388	\$ 9,719,233	9,236,922	\$ 47,309,652	37,229,310
Buildings	18,073,578	15,298,011	-	-	18,073,578	15,298,011
Improvements other than buildings	12,950,493	9,798,891	-	-	12,950,493	9,798,891
Structures and improvements	-	-	204,527,166	197,164,486	204,527,166	197,164,486
Furniture, fixtures and equipment	11,878,884	11,440,506	160,789,144	138,577,052	172,668,028	150,017,558
Infrastructure	130,158,947	98,169,465	-	-	130,158,947	98,169,465
Construction in progress	9,531,849	5,858,684	23,090,442	21,049,498	32,622,291	26,908,182
Total	\$ 220,184,170	168,557,945	\$ 398,125,985	366,027,958	\$ 618,310,155	534,585,903

Major Capital Asset Events FY07

- Gentry Building renovation was completed enabling staff to be relocated and the Gates/Rader buildings demolished making way for the municipal building expansion
- Renovations on the first floor of the Daniel Boone Building were well underway at year end
- The extension of Southampton Drive from Nifong Blvd. to State Farm was completed at a cost of about \$1.8 million
- 320 acres of land for a southeast Columbia regional park were purchased for \$8 million, funded by the Parks Sales Tax
- Wabash Station renovations were nearly completed at year end creating a more efficient hub for Public Transportation. Renovations cost approximately \$3.5 million partially funded by a federal grant of \$2.8 million
- Sewer line expansion continued with completion of the H-17S South Fork Grindstone project and installation of a new centrifuge at the sewer plant

Additional information on the City's capital assets can be found in Note VI on pages 56-58 of this report.

Debt Administration

The City's debt issues are discussed in Note IX on pages 62-70 of this report. Please refer to it for additional information. The City had two debt issuances in 2007. One issue was bank qualified notes in the amount of \$3,740,000 for the acquisition of regional park property in the southeast area of Columbia. Parks sales tax funds will be used to repay these notes over a 4 year period. The other issue was a Sewer bond issue in the amount of \$915,000. This issue was for a sewer extension in east Columbia and will be repaid by net revenues of the Sewer system over a 20 year period.

City of Columbia Net Outstanding Debt

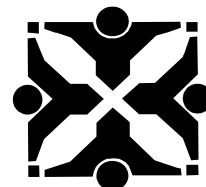
	<u>FY 2007</u>	<u>FY 2006</u>
<u>Governmental Activities</u>		
Special Obligation Bonds/Notes	\$ <u>28,152,957</u>	\$ <u>26,629,413</u>
	\$ <u><u>28,152,957</u></u>	\$ <u><u>26,629,413</u></u>
<u>Business-type Activities</u>		
Revenue Bonds	\$ 95,788,888	\$ 99,658,387
Special Obligation Bonds	<u>64,705,863</u>	<u>66,116,207</u>
	\$ <u><u>160,494,751</u></u>	\$ <u><u>165,774,594</u></u>

Financial Contact

The City's financial statements are designed to present users (citizens, taxpayers, customers, investors and creditors) with a general overview of the City's finances and to demonstrate the City's accountability. Any questions regarding the report or request for additional information should be directed to the Director of Finance, 701 East Broadway, Columbia, Missouri 65201. Financial reports may also be found on the City's web site at www.GoColumbiaMo.com.

CITY OF COLUMBIA, MISSOURI

BASIC FINANCIAL STATEMENTS



CITY OF COLUMBIA, MISSOURI
STATEMENT OF NET ASSETS
SEPTEMBER 30, 2007

	Governmental Activities	Business-type Activities	Total
ASSETS			
Cash and cash equivalents	\$ 100,423,475	\$ 61,528,876	\$ 161,952,351
Investments	7,075,596	-	7,075,596
Receivables (net of allowance for uncollectibles)	21,584,658	21,678,003	43,262,661
Internal balances	2,456,533	(2,456,533)	-
Inventories	615,975	8,201,712	8,817,687
Deferred charges	239,826	2,101,696	2,341,522
Other assets	84	41,474	41,558
Restricted assets:			
Cash and cash equivalents	1,743,936	-	1,743,936
Bond covenant account cash	-	48,882,666	48,882,666
Closure and postclosure reserve	-	2,113,667	2,113,667
Customer security and escrow cash	-	3,302,648	3,302,648
Grants receivable	742,533	1,379,024	2,121,557
Capital assets:			
Non depreciable	47,122,268	32,809,674	79,931,942
Depreciable, net	173,061,902	365,316,311	538,378,213
Total Assets	355,066,786	544,899,218	899,966,004
LIABILITIES			
Accounts payable	4,417,597	6,554,138	10,971,735
Accrued payroll and payroll taxes	1,423,673	867,140	2,290,813
Accrued interest payable	209,058	2,971,280	3,180,338
Due to other governments	-	322,079	322,079
Unearned revenue	152,060	77,528	229,588
Construction contracts payable	-	5,801,871	5,801,871
Customer security and escrow deposits	-	3,302,648	3,302,648
Other liabilities	1,791,583	339,743	2,131,326
Long-term liabilities:			
Due within one year:			
Accrued compensated absences	1,911,272	1,088,543	2,999,815
Revenue bonds payable	-	5,000,000	5,000,000
Special obligation bonds and notes payable	3,070,000	1,410,000	4,480,000
Claims payable - health insurance	887,087	-	887,087
Claims payable - worker's compensation and general liability	3,777,907	-	3,777,907
Other long-term liabilities	-	860,798	860,798
Due in more than one year:			
Accrued compensated absences	502,469	286,175	788,644
Revenue bonds payable	-	90,788,888	90,788,888
Special obligation bonds and notes payable	25,082,957	63,295,863	88,378,820
Claims payable - worker's compensation and general liability	908,496	-	908,496
Other long-term liabilities	-	3,491,932	3,491,932
Total Liabilities	44,134,159	186,458,626	230,592,785
NET ASSETS			
Invested in capital assets, net of related debt	216,858,792	272,485,494	489,344,286
Restricted for:			
Debt service	3,076,665	8,112,494	11,189,159
Capital projects	22,792,647	1,379,024	24,171,671
Statutory restrictions	19,624,016	2,110,973	21,734,989
Unrestricted	48,580,507	74,352,607	122,933,114
Total Net Assets	\$ 310,932,627	\$ 358,440,592	\$ 669,373,219

The notes to the financial statements are an integral part of this statement.

**CITY OF COLUMBIA, MISSOURI
STATEMENT OF ACTIVITIES
FOR THE YEAR ENDED SEPTEMBER 30, 2007**

Functions/Programs	Expenses	Program Revenues	
		Charges for Services	Operating Grants and Contributions
Governmental activities:			
Policy development and administration	\$ 16,162,970	\$ 6,601,539	\$ -
Public safety	34,547,514	1,698,523	1,947,861
Transportation	9,989,096	428,045	1,812,390
Health and environment	8,343,812	1,270,739	2,136,870
Personal development	9,832,710	-	122,091
Interest on long-term debt	1,189,668	-	-
Total governmental activities	80,065,770	9,998,846	6,019,212
Business-type activities:			
Electric Utility	84,599,965	100,857,750	-
Water Utility	13,783,103	16,071,201	-
Sanitary Sewer Utility	10,475,106	9,071,132	-
Regional Airport	2,064,326	462,054	7,717
Public Transportation	4,501,492	1,172,095	1,240,975
Solid Waste Utility	12,505,734	12,966,592	249,233
Parking Facilities	1,362,421	1,562,110	-
Recreation Services	6,433,091	3,952,786	-
Railroad	954,111	1,042,370	-
Storm Water Utility	1,445,133	1,380,233	34,815
Total business-type activities	138,124,482	148,538,323	1,532,740
Total City	\$ 218,190,252	\$ 158,537,169	\$ 7,551,952

General revenues:
Property taxes
Sales tax
Gasoline tax
Cigarette tax
Motor vehicle tax
Utilities tax
Gross receipts tax
Investment revenue
Miscellaneous
Transfers
Total general revenues and transfers
Change in net assets
Net assets - beginning
Net assets - ending

The notes to the financial statements are an integral part of this statement.

Program Revenues	Net (Expense) Revenue and Changes in Net Assets		
	Governmental Activities	Business-type Activities	Total
Capital Grants and Contributions			
\$ -	\$ (9,561,431)	\$ -	\$ (9,561,431)
18,000	(30,883,130)	-	(30,883,130)
34,733,665	26,985,004	-	26,985,004
1,425,777	(3,510,426)	-	(3,510,426)
1,645,114	(8,065,505)	-	(8,065,505)
-	(1,189,668)	-	(1,189,668)
37,822,556	(26,225,156)	-	(26,225,156)
-	-	16,257,785	16,257,785
1,629,382	-	3,917,480	3,917,480
3,979,760	-	2,575,786	2,575,786
1,144,507	-	(450,048)	(450,048)
2,757,874	-	669,452	669,452
-	-	710,091	710,091
-	-	199,689	199,689
-	-	(2,480,305)	(2,480,305)
-	-	88,259	88,259
132,169	-	102,084	102,084
9,643,692	-	21,590,273	21,590,273
\$ 47,466,248	(26,225,156)	21,590,273	(4,634,883)
	10,301,967	-	10,301,967
	38,745,372	-	38,745,372
	2,470,496	-	2,470,496
	666,131	-	666,131
	1,159,953	-	1,159,953
	5,089,100	-	5,089,100
	1,771,438	-	1,771,438
	6,518,778	6,689,670	13,208,448
	1,994,256	3,974,057	5,968,313
	4,981,765	(4,981,765)	-
	73,699,256	5,681,962	79,381,218
	47,474,100	27,272,235	74,746,335
	263,458,527	331,168,357	594,626,884
	\$ 310,932,627	\$ 358,440,592	\$ 669,373,219

The notes to the financial statements are an integral part of this statement.

**CITY OF COLUMBIA, MISSOURI
BALANCE SHEET
GOVERNMENTAL FUNDS
SEPTEMBER 30, 2007**

	Major Funds			Non-Major	Total
	General	Transportation Sales Tax	Capital Projects	Funds	Governmental Funds
ASSETS					
Cash and cash equivalents	\$ 17,966,376	\$ 447,293	\$ 57,863,782	\$ 18,447,414	\$ 94,724,865
Accounts receivable	320,606	-	25,527	1,502,399	1,848,532
Taxes receivable, net	7,124,709	920,160	-	4,383,288	12,428,157
Grants receivable	506,978	-	-	225,721	732,699
Rehabilitation loans receivable, net	-	-	-	5,572,145	5,572,145
Accrued interest	62,068	2,106	196,486	170,012	430,672
Due from other funds	1,386,262	-	1,071	-	1,387,333
Advances to other funds	-	-	-	1,941,281	1,941,281
Restricted assets:					
Cash and cash equivalents	-	-	-	1,743,936	1,743,936
Grants receivable	-	-	742,533	-	742,533
Total assets	\$ 27,366,999	\$ 1,369,559	\$ 58,829,399	\$ 33,986,196	\$ 121,552,153
LIABILITIES					
Accounts payable	\$ 1,012,298	\$ -	\$ 2,419,500	\$ 254,171	\$ 3,685,969
Accrued payroll and payroll taxes	1,255,907	-	6,025	20,866	1,282,798
Due to other funds	-	-	-	2,544	2,544
Advances from other funds	-	-	869,537	-	869,537
Deferred revenue	4,704,435	-	-	2,688,887	7,393,322
Other liabilities	1,701,466	-	-	847	1,702,313
Total liabilities	8,674,106	-	3,295,062	2,967,315	14,936,483
FUND BALANCES					
Reserved:					
Reserved for encumbrances	3,765,930	-	7,708,569	464,287	11,938,786
Reserved for development charges	-	-	-	1,386,613	1,386,613
Reserved for hotel/motel tax	-	-	-	357,323	357,323
Reserved for loans receivable	-	-	-	5,572,145	5,572,145
Reserved for contributions	-	-	-	1,500,000	1,500,000
Reserved for advances to other funds	-	-	-	1,941,281	1,941,281
Unreserved:					
Designated - appropriated	3,373,205	-	20,995,172	-	24,368,377
Special revenue funds	-	-	-	499,807	499,807
Designated - Cultural Affairs	145,457	-	-	-	145,457
Designated - unrealized gains	165,486	-	216,924	-	382,410
Special revenue funds	-	-	-	79,631	79,631
Debt service funds	-	-	-	24,610	24,610
Undesignated	11,242,815	1,369,559	26,613,672	-	39,226,046
Undesignated, reported in non-major:					
Special revenue funds	-	-	-	12,232,966	12,232,966
Debt service funds	-	-	-	3,052,055	3,052,055
Permanent fund	-	-	-	3,908,163	3,908,163
Total fund balances	18,692,893	1,369,559	55,534,337	31,018,881	106,615,670
Total liabilities and fund balances	\$ 27,366,999	\$ 1,369,559	\$ 58,829,399	\$ 33,986,196	\$ 121,552,153

The notes to the financial statements are an integral part of this statement.

CITY OF COLUMBIA, MISSOURI
RECONCILIATION OF THE GOVERNMENTAL FUNDS BALANCE SHEET
TO THE STATEMENT OF NET ASSETS
SEPTEMBER 30, 2007

Amounts reported for governmental activities in the statement of net assets are different because:

Total fund balance - total governmental funds		\$ 106,615,670
Capital assets used in governmental activities, including applicable internal service funds, are not current financial resources, and therefore, are not reported in the governmental funds.		
Governmental capital assets	\$ 273,775,440	
Less accumulated depreciation	<u>(53,591,270)</u>	
		220,184,170
Internal service funds are used by management to charge the costs of custodial maintenance, information services, public communications, fleet operations, self insurance, and employee benefits; and, therefore, the assets and liabilities of the internal service funds are included in governmental activities in the statement of net assets, net of capital assets. (see page 50)		7,204,080
Long-term liabilities, including special obligation bonds and notes, and accrued compensated absences, are not due and payable in the current period, and therefore, are not reported as liabilities in the governmental funds.		
Accrued compensated absences	\$ (2,190,366)	
Special Obligation Bonds, including unamortized bond premium and deferred amount on refunding	(24,412,957)	
Special Obligation Notes	(3,740,000)	
Accrued interest payable	<u>(209,058)</u>	
		(30,552,381)
Unamortized issue costs for special obligation debt issues are not financial resources and are not reported in the funds		239,826
Some of the City's taxes will be collected after year-end, but are not available soon enough to pay for the current period's expenditures, and therefore, are reported as deferred revenue in the funds.		7,241,262
Net Assets of Governmental Activities		<u><u>\$ 310,932,627</u></u>

The notes to the financial statements are an integral part of this statement.

CITY OF COLUMBIA, MISSOURI
STATEMENT OF REVENUES, EXPENDITURES AND CHANGES IN FUND BALANCES
GOVERNMENTAL FUNDS
FOR THE YEAR ENDED SEPTEMBER 30, 2007

	Major Funds			Non-Major Funds	Total Governmental Funds
	General	Transportation Sales Tax	Capital Projects		
REVENUES					
General property taxes	\$ 6,168,905	\$ -	\$ -	\$ 3,798,434	\$ 9,967,339
Sales tax	18,947,028	9,495,176	-	10,303,168	38,745,372
Other local taxes	9,085,680	-	-	1,771,438	10,857,118
Licenses and permits	812,113	-	-	21,134	833,247
Fines	1,387,447	-	-	-	1,387,447
Fees and service charges	1,894,103	-	-	485,742	2,379,845
Special assessment taxes	-	-	81,412	-	81,412
Intragovernmental revenue	3,353,142	-	-	-	3,353,142
Revenue from other governmental units	4,521,170	-	3,449,029	2,923,819	10,894,018
Investment revenue	1,066,281	28,481	3,422,333	1,353,468	5,870,563
Miscellaneous	1,696,570	-	123,614	174,072	1,994,256
Total Revenues	<u>48,932,439</u>	<u>9,523,657</u>	<u>7,076,388</u>	<u>20,831,275</u>	<u>86,363,759</u>
EXPENDITURES					
Current:					
Policy development and administration	8,380,791	-	-	2,009,683	10,390,474
Public safety	32,751,068	-	-	-	32,751,068
Transportation	6,880,329	-	-	-	6,880,329
Health and environment	7,206,000	-	-	1,065,922	8,271,922
Personal development	5,772,408	-	-	3,480,621	9,253,029
Misc. nonprogrammed activities	1,200,495	-	-	-	1,200,495
Capital outlay	1,404,365	-	23,170,147	-	24,574,512
Debt service:					
Redemption of serial bonds	-	-	-	2,110,000	2,110,000
Interest	-	-	-	1,266,232	1,266,232
Fiscal agent fees	-	-	-	37,180	37,180
Total Expenditures	<u>63,595,456</u>	<u>-</u>	<u>23,170,147</u>	<u>9,969,638</u>	<u>96,735,241</u>
Excess (Deficiency) of Revenues over Expenditures	<u>(14,663,017)</u>	<u>9,523,657</u>	<u>(16,093,759)</u>	<u>10,861,637</u>	<u>(10,371,482)</u>
OTHER FINANCING SOURCES (USES)					
Transfers in	17,988,356	251,802	13,273,041	3,393,733	34,906,932
Transfers out	(2,838,223)	(8,709,000)	(649,505)	(17,751,707)	(29,948,435)
Issuance of 2007A S.O. Notes	-	-	-	3,740,000	3,740,000
Total Other Financing Sources (Uses)	<u>15,150,133</u>	<u>(8,457,198)</u>	<u>12,623,536</u>	<u>(10,617,974)</u>	<u>8,698,497</u>
Net Change in Fund Balances	487,116	1,066,459	(3,470,223)	243,663	(1,672,985)
FUND BALANCE - BEGINNING	<u>18,205,777</u>	<u>303,100</u>	<u>59,004,560</u>	<u>30,775,218</u>	<u>108,288,655</u>
FUND BALANCE - ENDING	<u>\$ 18,692,893</u>	<u>\$ 1,369,559</u>	<u>\$ 55,534,337</u>	<u>\$ 31,018,881</u>	<u>\$ 106,615,670</u>

The notes to the financial statements are an integral part of this statement.

CITY OF COLUMBIA, MISSOURI
RECONCILIATION OF THE STATEMENT OF REVENUES,
EXPENDITURES, AND CHANGES IN FUND BALANCES OF GOVERNMENTAL FUNDS
TO THE STATEMENT OF ACTIVITIES
FOR THE YEAR ENDED SEPTEMBER 30, 2007

Amounts reported for governmental activities in the statement of activities are different because:

Net change in fund balances - total governmental funds		\$ (1,672,985)
Governmental funds report capital outlays as expenditures. However, in the statement of activities the cost of those assets is allocated over their estimated useful lives and reported as depreciation expense.		18,678,475
Contributed capital assets are not reported in governmental funds. However, in the statement of activities the contribution of such capital assets is reported as revenues.		32,947,750
Revenues in the statement of activities that do not provide current financial resources are not reported as revenues in the funds.		334,628
The repayment of the principal of long-term debt consumes the current financial resources of governmental funds.		2,110,000
Note proceeds provide current financial resources to governmental funds; however issuing debt increases long-term liabilities in the Statement of Net Assets:		
Notes Payable	(3,740,000)	
Unamortized issue costs	33,693	
Amortized deferred amount on refunding	(12,496)	
Amortized issue costs on Bonds Payable	(24,735)	
Amortized premium on Bonds Payable	<u>118,951</u>	
		(3,624,587)
In the Statement of Activities compensated absences is accrued whereas in the Governmental Funds an expenditure is reported when due and matured.		(264,754)
In the Statement of Activities interest is accrued whereas in the Governmental Funds an expenditure is reported when due.		2,266
Internal service funds are used by the City to charge the costs of custodial maintenance, information services, public communications, fleet operations, self insurance, and employee benefits to individual funds. The net revenue of certain activities of internal service funds is reported with governmental activities. (see page 50)		<u>(1,036,693)</u>
Change in net assets of governmental activities		<u>\$ 47,474,100</u>

The notes to the financial statement are an integral part of this statement.

**CITY OF COLUMBIA, MISSOURI
STATEMENT OF NET ASSETS
PROPRIETARY FUNDS
SEPTEMBER 30, 2007**

	Major Enterprise Funds		
	Water and Electric Utility	Sanitary Sewer Utility	Solid Waste Utility
ASSETS			
Current assets:			
Cash and cash equivalents	\$ 29,554,794	\$ 10,830,212	\$ 4,804,600
Investments	-	-	-
Receivables (net of allowance for uncollectibles)	17,552,995	1,283,362	1,679,500
Grants receivable	-	-	80,185
Accrued interest	229,571	48,923	28,408
Loans receivable from other funds	123,831	-	-
Inventories	7,775,957	-	267,137
Other assets	40,736	-	-
Total current assets	<u>55,277,884</u>	<u>12,162,497</u>	<u>6,859,830</u>
Noncurrent assets:			
Restricted assets:			
Bond covenant account cash	41,258,887	5,344,237	1,237,318
Closure and postclosure reserve	-	-	2,113,667
Customer security and escrow cash	2,455,558	420,356	426,734
Grants receivable	-	-	-
Total restricted assets	<u>43,714,445</u>	<u>5,764,593</u>	<u>3,777,719</u>
Deferred charges	1,469,487	465,381	114,293
Loans receivable from other funds	790,681	-	-
Capital assets:			
Land	2,586,153	2,244,482	251,071
Structures and improvements	33,461,541	169,532,672	11,406,732
Furniture, fixtures and equipment	254,073,438	6,168,963	12,713,488
Construction in progress	16,655,844	1,281,140	2,940,759
Less accumulated depreciation	<u>(116,451,743)</u>	<u>(41,111,478)</u>	<u>(16,333,289)</u>
Total capital assets (net of accumulated depreciation)	<u>190,325,233</u>	<u>138,115,779</u>	<u>10,978,761</u>
Total noncurrent assets	<u>236,299,846</u>	<u>144,345,753</u>	<u>14,870,773</u>
Total Assets	<u>291,577,730</u>	<u>156,508,250</u>	<u>21,730,603</u>
LIABILITIES			
Current liabilities:			
Accounts payable	5,960,527	113,220	189,812
Accrued payroll and payroll taxes	402,030	89,558	128,163
Accrued compensated absences	568,963	114,165	112,883
Accrued sales taxes	322,079	-	-
Due to other funds	1,383,718	-	-
Loan payable to other funds - current maturities	-	-	-
Deferred revenue	-	-	-
Other liabilities	813,198	1,274	364,832
Construction contracts payable	3,622,744	359,222	520,428
Accrued interest	2,529,511	337,601	59,708
Revenue bonds payable - current maturities	3,755,000	1,245,000	-
Special obligation bonds payable - current maturities	-	395,000	525,000
Customer security and escrow deposits	2,455,558	420,356	426,734
Advances from other funds	-	507,500	-
Total current liabilities	<u>21,813,328</u>	<u>3,582,896</u>	<u>2,327,560</u>
Noncurrent liabilities:			
Accrued compensated absences	149,579	30,014	29,677
Loans payable to other funds	-	-	-
Revenue bonds payable	73,349,088	17,439,800	-
Special obligation bonds payable	39,889,817	9,917,322	7,828,812
Other long-term liabilities	1,668,688	-	1,823,244
Total noncurrent liabilities	<u>115,057,172</u>	<u>27,387,136</u>	<u>9,681,733</u>
Total Liabilities	<u>136,870,500</u>	<u>30,970,032</u>	<u>12,009,293</u>
NET ASSETS			
Invested in capital assets, net of related debt	103,723,866	112,915,331	3,452,559
Restricted for:			
Debt service	6,836,838	598,989	350,000
Capital projects	-	-	-
Statutory restrictions	1,500,000	610,973	-
Unrestricted	<u>42,646,526</u>	<u>11,412,925</u>	<u>5,918,751</u>
Total Net Assets	<u>\$ 154,707,230</u>	<u>\$ 125,538,218</u>	<u>\$ 9,721,310</u>

The notes to the financial statements are an integral part of this statement.

Major Enterprise Funds			Non-Major Enterprise Funds	Total Enterprise Funds	Internal Service Funds
Parking Facilities	Recreation Services	Storm Water Utility			
\$ 6,510,765	\$ 2,989,288	\$ 2,583,731	\$ 3,535,175	\$ 60,808,565	\$ 6,418,921
-	-	-	-	-	7,075,596
84,541	42,681	108,614	313,881	21,065,574	693,241
-	-	-	26,258	106,443	-
26,153	8,572	8,964	12,062	362,653	22,545
-	-	-	-	123,831	-
-	28,689	-	129,929	8,201,712	615,975
-	600	-	138	41,474	84
<u>6,621,459</u>	<u>3,069,830</u>	<u>2,701,309</u>	<u>4,017,443</u>	<u>90,710,252</u>	<u>14,826,362</u>
1,042,224	-	-	-	48,882,666	-
-	-	-	-	2,113,667	-
-	-	-	-	3,302,648	-
-	-	-	1,379,024	1,379,024	-
<u>1,042,224</u>	<u>-</u>	<u>-</u>	<u>1,379,024</u>	<u>55,678,005</u>	<u>-</u>
52,535	-	-	-	2,101,696	-
-	-	-	-	790,681	-
1,509,613	398,674	119,941	2,609,299	9,719,233	-
14,418,633	20,012,779	9,870,338	27,362,139	286,064,834	5,583,318
254,548	737,646	302,578	9,320,701	283,571,362	-
57,686	-	270,650	1,884,363	23,090,442	-
<u>(7,044,338)</u>	<u>(5,242,541)</u>	<u>(2,793,738)</u>	<u>(15,363,913)</u>	<u>(204,341,040)</u>	<u>(4,130,952)</u>
<u>9,196,142</u>	<u>15,906,558</u>	<u>7,769,769</u>	<u>25,812,589</u>	<u>398,104,831</u>	<u>1,452,366</u>
<u>10,290,901</u>	<u>15,906,558</u>	<u>7,769,769</u>	<u>27,191,613</u>	<u>456,675,213</u>	<u>1,452,366</u>
<u>16,912,360</u>	<u>18,976,388</u>	<u>10,471,078</u>	<u>31,209,056</u>	<u>547,385,465</u>	<u>16,278,728</u>
9,921	146,379	6,123	111,152	6,537,134	748,632
10,123	96,007	20,753	104,622	851,256	400,129
19,168	118,672	28,127	110,732	1,072,710	-
-	-	-	-	322,079	-
-	1,071	-	-	1,384,789	-
-	-	-	123,831	123,831	-
77,528	-	-	-	77,528	-
3,888	250	5,052	12,047	1,200,541	5,662,760
220	950	87,893	1,210,414	5,801,871	-
44,460	-	-	-	2,971,280	-
-	-	-	-	5,000,000	-
490,000	-	-	-	1,410,000	-
-	-	-	-	3,302,648	-
-	564,244	-	-	1,071,744	-
<u>655,308</u>	<u>927,573</u>	<u>147,948</u>	<u>1,672,798</u>	<u>31,127,411</u>	<u>6,811,521</u>
5,039	31,199	7,394	29,111	282,013	-
-	-	-	790,681	790,681	-
-	-	-	-	90,788,888	-
5,659,912	-	-	-	63,295,863	-
-	-	-	-	3,491,932	-
<u>5,664,951</u>	<u>31,199</u>	<u>7,394</u>	<u>819,792</u>	<u>158,649,377</u>	<u>-</u>
<u>6,320,259</u>	<u>958,772</u>	<u>155,342</u>	<u>2,492,590</u>	<u>189,776,788</u>	<u>6,811,521</u>
3,717,327	15,906,558	7,769,769	24,978,930	272,464,340	1,452,366
326,667	-	-	-	8,112,494	-
-	-	-	1,379,024	1,379,024	-
-	-	-	-	2,110,973	-
<u>6,548,107</u>	<u>2,111,058</u>	<u>2,545,967</u>	<u>2,358,512</u>	<u>73,541,846</u>	<u>8,014,841</u>
<u>\$ 10,592,101</u>	<u>\$ 18,017,616</u>	<u>\$ 10,315,736</u>	<u>\$ 28,716,466</u>	<u>357,608,677</u>	<u>\$ 9,467,207</u>

Some amounts reported for business-type activities in the Statement of Net Assets are different because certain internal service fund assets and liabilities are included with business-type activities.

	831,915
Net assets of business-type activities	<u>\$ 358,440,592</u>

CITY OF COLUMBIA, MISSOURI
STATEMENT OF REVENUES, EXPENSES, AND CHANGES IN FUND NET ASSETS
PROPRIETARY FUNDS
FOR THE YEAR ENDED SEPTEMBER 30, 2007

	Major Enterprise Funds		
	Water and Electric Utility	Sanitary Sewer Utility	Solid Waste Utility
OPERATING REVENUES			
Charges for services	\$ 116,758,098	\$ 9,023,901	\$ 12,920,160
OPERATING EXPENSES			
Personal services	13,550,405	3,128,554	4,545,160
Materials, supplies, and power	60,429,797	749,772	3,539,303
Travel and training	158,173	6,450	10,816
Intragovernmental	2,939,461	922,872	1,142,210
Utilities, services, and miscellaneous	6,977,341	1,587,987	1,639,355
Depreciation	8,680,523	2,696,801	1,170,783
Total Operating Expenses	92,735,700	9,092,436	12,047,627
Operating Income (Loss)	24,022,398	(68,535)	872,533
NONOPERATING REVENUES (EXPENSES)			
Investment revenue	3,912,379	1,289,960	545,535
Revenue from other governmental units	-	-	249,233
SO ₂ Allowances	2,033,626	-	-
Miscellaneous revenue	1,515,619	274,733	91,662
Interest expense	(5,189,803)	(1,173,189)	(332,877)
Loss on disposal of capital assets	(15,240)	(13,319)	(20,265)
Miscellaneous expense	(91,478)	(99,174)	(9,616)
Total Nonoperating Revenues (Expenses)	2,165,103	279,011	523,672
Income (Loss) Before Contributions and Transfers	26,187,501	210,476	1,396,205
Transfers in	-	-	-
Transfers out	(10,419,006)	(32,633)	(24,229)
Capital contributions	1,629,383	3,979,760	-
Total Net Transfers and Capital Contributions	(8,789,623)	3,947,127	(24,229)
Change in Net Assets	17,397,878	4,157,603	1,371,976
TOTAL NET ASSETS - BEGINNING	137,309,352	121,380,615	8,349,334
TOTAL NET ASSETS - ENDING	\$ 154,707,230	\$ 125,538,218	\$ 9,721,310

The notes to the financial statements are an integral part of this statement.

Major Enterprise Funds			Non-Major Enterprise Funds	Total Enterprise Funds	Internal Service Funds
Parking Facilities	Recreation Services	Storm Water Utility			
\$ 1,562,110	\$ 3,952,786	\$ 1,374,743	\$ 2,676,519	\$ 148,268,317	\$ 29,107,363
372,554	3,423,264	713,039	3,432,147	29,165,123	5,430,878
61,000	855,125	96,517	1,296,729	67,028,243	5,745,116
-	9,619	1,577	21,572	208,207	77,209
85,622	529,767	180,368	605,121	6,405,421	1,047,222
176,325	952,248	50,844	817,509	12,201,609	18,636,326
377,637	571,206	391,515	1,311,935	15,200,400	387,236
1,073,138	6,341,229	1,433,860	7,485,013	130,209,003	31,323,987
488,972	(2,388,443)	(59,117)	(4,808,494)	18,059,314	(2,216,624)
411,526	136,798	143,403	202,790	6,642,391	695,494
-	-	34,815	1,248,692	1,532,740	-
-	-	-	-	2,033,626	-
5,000	9,310	15,173	28,934	1,940,431	385,685
(283,813)	(28,497)	-	(28,192)	(7,036,371)	(4,135)
-	(16,985)	-	(6,724)	(72,533)	(6,028)
(5,470)	(46,380)	-	-	(252,118)	-
127,243	54,246	193,391	1,445,500	4,788,166	1,071,016
616,215	(2,334,197)	134,274	(3,362,994)	22,847,480	(1,145,608)
76,000	2,278,510	88,090	3,291,829	5,734,429	55,662
-	(1,500)	-	(222,529)	(10,699,897)	(48,691)
-	-	132,169	3,902,381	9,643,693	-
76,000	2,277,010	220,259	6,971,681	4,678,225	6,971
692,215	(57,187)	354,533	3,608,687	27,525,705	(1,138,637)
9,899,886	18,074,803	9,961,203	25,107,779		10,605,844
\$ 10,592,101	\$ 18,017,616	\$ 10,315,736	\$ 28,716,466		\$ 9,467,207

Some amounts reported for business-type activities in the Statement of Activities are different because the portion of the net income of certain internal service funds are reported with the business-type activities which those funds service.

(253,470)

Change in net assets of business-type activities:

\$ 27,272,235

CITY OF COLUMBIA, MISSOURI
STATEMENT OF CASH FLOWS
PROPRIETARY FUNDS
FOR THE YEAR ENDED SEPTEMBER 30, 2007

	Major Enterprise Funds		
	Water and Electric Utility Fund	Sanitary Sewer Utility Fund	Solid Waste Utility Fund
CASH FLOWS FROM OPERATING ACTIVITIES			
Cash received from customers (including other funds)	\$ 112,969,491	\$ 8,679,336	\$ 12,680,578
Cash received from other sources	3,549,245	274,733	91,662
Cash payments to suppliers	(69,952,305)	(2,381,208)	(5,641,294)
Cash payments to employees	(13,538,429)	(3,133,477)	(4,589,457)
Cash payments to other funds	(2,939,461)	(922,872)	(1,142,210)
Cash received (payments) for other expenses	392,350	-	-
Net cash provided (used) for operating activities	<u>30,480,891</u>	<u>2,516,512</u>	<u>1,399,279</u>
CASH FLOWS FROM NONCAPITAL FINANCING ACTIVITIES			
Transfers in	-	-	-
Transfers out	(10,419,006)	(32,633)	(24,229)
Payments of advances from other funds	-	(295,000)	-
Operating grants	-	-	249,233
Net cash provided (used) for noncapital financing activities	<u>(10,419,006)</u>	<u>(327,633)</u>	<u>225,004</u>
CASH FLOWS FROM CAPITAL AND RELATED FINANCING ACTIVITIES			
Proceeds from bonds, loans, and capital leases	-	944,723	-
Debt service - interest payments	(4,358,591)	(1,178,956)	(336,229)
Debt service - principal	(3,675,796)	(1,580,588)	(519,099)
Acquisition and construction of capital assets	(26,136,422)	(7,170,741)	(3,148,812)
Payment of construction contracts	(3,708,817)	(1,288,618)	(44,255)
Fiscal agent fees payments	(1,453)	(91,079)	(332)
Capital contributions	1,629,383	3,979,760	(80,185)
Net cash provided (used) for capital and related financing activities	<u>(36,251,696)</u>	<u>(6,385,499)</u>	<u>(4,128,912)</u>
CASH FLOWS FROM INVESTING ACTIVITIES			
Interest received	3,931,096	1,293,881	548,995
Purchase of investments	-	-	-
Sale of investments	-	-	-
Net cash provided (used) for investing activities	<u>3,931,096</u>	<u>1,293,881</u>	<u>548,995</u>
Net increase (decrease) in cash and cash equivalents	(12,258,715)	(2,902,739)	(1,955,634)
CASH AND CASH EQUIVALENTS AT BEGINNING OF PERIOD	<u>85,527,954</u>	<u>19,497,544</u>	<u>10,537,953</u>
CASH AND CASH EQUIVALENTS AT END OF PERIOD	<u>\$ 73,269,239</u>	<u>\$ 16,594,805</u>	<u>\$ 8,582,319</u>
Displayed as:			
Cash and cash equivalents	\$ 29,554,794	\$ 10,830,212	\$ 4,804,600
Restricted assets	43,714,445	5,764,593	3,777,719
	<u>\$ 73,269,239</u>	<u>\$ 16,594,805</u>	<u>\$ 8,582,319</u>
RECONCILIATION OF OPERATING INCOME (LOSS) TO NET CASH PROVIDED (USED) FOR OPERATING ACTIVITIES			
Operating income (loss)	\$ 24,022,398	\$ (68,535)	\$ 872,533
Adjustments to reconcile operating income (loss) to net cash provided (used) for operating activities			
Depreciation	8,680,523	2,696,801	1,170,783
Changes in assets and liabilities:			
(Increase)/decrease in receivable	(4,391,582)	(381,704)	(279,356)
(Increase)/decrease in loans receivable from other funds	(72,490)	-	-
(Increase)/decrease in inventory	540,724	-	(94,443)
(Increase)/decrease in other assets	353,460	-	-
Increase/(decrease) in accounts payable	(2,182,136)	(37,499)	(285,012)
Increase/(decrease) in accrued payroll and payroll taxes	11,976	(4,923)	(44,297)
Increase/(decrease) in accrued sales tax	38,890	-	-
Increase/(decrease) in due to other funds	408,643	-	-
Increase/(decrease) in loans payable to other funds	-	-	-
Increase/(decrease) in other liabilities	(478,760)	37,639	(32,591)
Increase (decrease) in claims payable - workers' compensation and general liability and health insurance	-	-	-
Other non-operating revenue	3,549,245	274,733	91,662
Net cash provided (used) for operating activities	<u>\$ 30,480,891</u>	<u>\$ 2,516,512</u>	<u>\$ 1,399,279</u>
NONCASH CAPITAL AND RELATED FINANCING ACTIVITIES			
Contributed water and sewer lines	\$ 1,629,383	\$ 3,979,760	\$ -
Change in fair value of investments and cash equivalents	463,548	106,515	62,269
Construction contracts payable	3,622,744	359,222	520,428
Total noncash capital and related financing activities	<u>\$ 5,715,675</u>	<u>\$ 4,445,497</u>	<u>\$ 582,697</u>

The notes to the financial statements are an integral part of this statement.

Major Enterprise Funds			Non-major Enterprise Funds	Total Enterprise Funds	Internal Service Funds
Parking Facilities Fund	Recreation Services Fund	Storm Water Utility Fund			
\$ 1,575,338	\$ 3,911,176	\$ 1,390,918	\$ 2,608,456	\$ 143,815,293	\$ 30,300,371
5,000	9,310	15,173	28,934	3,974,057	385,685
(225,617)	(1,755,329)	(150,800)	(2,094,752)	(82,201,305)	(24,427,571)
(369,970)	(3,429,751)	(710,005)	(3,437,120)	(29,208,209)	(5,450,706)
(85,622)	(529,767)	(180,368)	(588,801)	(6,389,101)	(1,047,222)
-	(532)	-	-	391,818	-
899,129	(1,794,893)	364,918	(3,483,283)	30,382,553	(239,443)
76,000	2,278,510	88,090	3,291,829	5,734,429	55,662
-	(1,500)	-	(222,529)	(10,699,897)	(48,691)
-	(103,786)	-	-	(398,786)	-
-	-	34,815	1,248,692	1,532,740	-
76,000	2,173,224	122,905	4,317,992	(3,831,514)	6,971
-	-	-	180,000	1,124,723	-
(286,880)	(28,497)	-	(28,192)	(6,217,345)	(4,135)
(449,083)	-	-	(132,697)	(6,357,263)	-
(105,102)	(292,877)	(603,068)	(4,118,991)	(41,576,013)	(537,866)
(2,627)	(6,689)	(103,234)	(47,084)	(5,201,324)	-
(96)	(46,380)	-	-	(139,340)	-
-	-	132,169	2,564,017	8,225,144	-
(843,788)	(374,443)	(574,133)	(1,582,947)	(50,141,418)	(542,001)
407,257	135,571	142,430	203,445	6,662,675	691,850
-	-	-	-	-	(1,812,996)
-	-	-	-	-	2,195,326
407,257	135,571	142,430	203,445	6,662,675	1,074,180
538,598	139,459	56,120	(544,793)	(16,927,704)	299,707
7,014,391	2,849,829	2,527,611	4,079,968	132,035,250	6,119,214
\$ 7,552,989	\$ 2,989,288	\$ 2,583,731	\$ 3,535,175	\$ 115,107,546	\$ 6,418,921
\$ 6,510,765	\$ 2,989,288	\$ 2,583,731	\$ 3,535,175	\$ 60,808,565	\$ 6,418,921
1,042,224	-	-	-	54,298,981	-
\$ 7,552,989	\$ 2,989,288	\$ 2,583,731	\$ 3,535,175	\$ 115,107,546	\$ 6,418,921
\$ 488,972	\$ (2,388,443)	\$ (59,117)	\$ (4,808,494)	\$ 18,059,314	\$ (2,216,624)
377,637	571,206	391,515	1,311,935	15,200,400	387,236
13,228	(42,681)	16,175	(68,063)	(5,133,983)	(40,004)
-	-	-	-	(72,490)	-
-	(1,984)	-	(22,833)	421,464	(111,984)
-	(532)	-	-	352,928	-
(5,886)	63,647	(1,862)	61,794	(2,386,954)	103,847
2,584	(6,487)	3,034	(4,973)	(43,086)	(19,828)
-	-	-	-	38,890	-
-	1,071	-	-	409,714	(130,548)
-	-	-	16,320	16,320	-
17,594	-	-	2,097	(454,021)	36,960
-	-	-	-	-	1,365,817
5,000	9,310	15,173	28,934	3,974,057	385,685
\$ 899,129	\$ (1,794,893)	\$ 364,918	\$ (3,483,283)	\$ 30,382,553	\$ (239,443)
\$ -	\$ -	\$ -	\$ -	\$ 5,609,143	\$ -
55,918	18,435	19,255	26,241	752,181	58,284
220	950	87,893	1,210,414	5,801,871	-
\$ 56,138	\$ 19,385	\$ 107,148	\$ 1,236,655	\$ 12,163,195	\$ 58,284

The notes to the financial statements are an integral part of this statement.

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CITY OF COLUMBIA, MISSOURI
STATEMENT OF FIDUCIARY NET ASSETS
FIDUCIARY FUNDS
SEPTEMBER 30, 2007

	Pension Trust Funds	Private Purpose Trust Funds
ASSETS		
Cash and cash equivalents	\$ 1,265,276	\$ 303,052
Accrued interest	145,743	1,032
Other assets	-	2,500
Investments, at fair value:		
Corporate bonds	10,049,011	-
Common stock and mutual funds	51,602,475	-
U.S. Government and agency securities	607,199	-
Money market	10,757,984	-
Asset-backed securities	11,445,203	-
Capital assets	11,688	-
Accumulated depreciation	(11,688)	-
Total Assets	<u>85,872,891</u>	<u>306,584</u>
LIABILITIES		
Accounts payable	1,917	13,311
Other liabilities	68,437	12,554
Total Liabilities	<u>70,354</u>	<u>25,865</u>
NET ASSETS		
Net assets held in trust	<u>85,802,537</u>	<u>280,719</u>
Total Net Assets	<u><u>\$ 85,802,537</u></u>	<u><u>\$ 280,719</u></u>

The notes to the financial statements are an integral part of this statement.

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CITY OF COLUMBIA, MISSOURI
STATEMENT OF CHANGES IN FIDUCIARY NET ASSETS
FIDUCIARY FUNDS
FOR THE YEAR ENDED SEPTEMBER 30, 2007

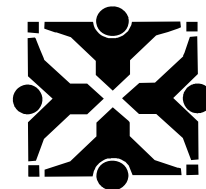
	Pension Trust Funds	Private Purpose Trust Funds
ADDITIONS		
Contributions:		
Private	\$ -	\$ 2,000
Chamber	-	116,050
City	5,161,073	20,000
County	-	35,000
University	-	15,000
Employee	1,378,184	-
Net investment revenue:		
Net appreciation in fair value of investments	3,783,045	-
Interest and dividends	5,823,279	20,604
Miscellaneous	-	3,013
Total Additions	16,145,581	211,667
DEDUCTIONS		
Health and environment:		
Services and miscellaneous	-	3,932
Policy development and administration:		
Materials and supplies	-	38,260
Travel and training	1,025	22,962
Intragovernmental	-	1,000
Utilities, services, and miscellaneous	28,358	145,256
Pension benefits	5,812,995	-
Refund of employees' contributions	20,979	-
Total Deductions	5,863,357	211,410
Change in net assets	10,282,224	257
NET ASSETS - BEGINNING	75,520,313	280,462
NET ASSETS - ENDING	<u><u>\$ 85,802,537</u></u>	<u><u>\$ 280,719</u></u>

The notes to the financial statements are an integral part of this statement.

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NOTES TO THE BASIC FINANCIAL STATEMENTS

The Notes to the Basic Financial Statements include a summary of accounting policies that are followed. They also include information used by the City that is judged to be the most appropriate for full disclosure in the preparation of the financial statements.



CITY OF COLUMBIA, MISSOURI

Notes to the Basic Financial Statements

September 30, 2007

Index

Topic	Page(s)
401(a) Retirement Plan	77
Advance Refunding	70
Amortization of Bond Costs	49
Annual Pension Cost	75
Basis of Accounting	44-46
Capital Assets	47, 56-58
Capital Contributions	49
Capitalization of Interest	49
Changes in Long-term Liabilities	62-64
City of Columbia New Century Fund, Inc.	43
Columbia Housing Authority	43
Columbia Regional Library District	43
Commitments	58-59
Compensated Absences	48
Conduit Debt - Industrial Revenue Bonds	70
Construction Commitments	58
Contingencies	72
Debt Service Requirement to Maturity	65
Deposits	51
Employee Retirement Systems and Plans	72-77
Employees' Health Plan	71
Equity in Pooled Cash and Investments, Cash, Investments, and Obligations Under Reverse Repurchase Agreements	51-54
Financial Statement Presentation	44-46
Funding Policy	74
Government-Wide and Fund Financial Accounting	43-44
Grants	72
Interfund Receivables, Payables, and Transfers	61-62
Intragovernmental Revenue	48
Inventories	47
Investments	51-54
Landfill Closure and Postclosure Care Costs	71-72
Legal Debt Margin	70
Litigation	72
Long-term Liabilities	62-70
Measurement Focus	44-46
Net Assets	48
New Accounting Pronouncements	48
Obligation to Purchase Coal	60
Obligation to Purchase Electric Power	59
Pension Trust Funds' Investments	47
Plan Descriptions - Deferred Retirement Option Program (DROP)	73
Plan Descriptions - LAGERS	74

CITY OF COLUMBIA, MISSOURI

Notes to the Basic Financial Statements

September 30, 2007

Index

Topic	Page(s)
Plan Descriptions - Police and Firefighter Pension	73
Pooled Cash and Marketable Securities	46
Post Employment Health Plan (PEHP)	77
Property Tax Revenue Recognition	48
Receivables and Payables	55
Reclassifications	49
Reconciliation of Government-Wide and Fund Financial Statements	50
Reporting Entity	43
Reverse Repurchase Agreements	54
Risk Management	70-71
Sanitary Sewer Revenue Bonds	68-70
Self Insurance	70-71
Special Obligation Refunding and Capital Improvement Bonds - Series 2006, 2006B and 2006C	66
Special Obligation Bonds, Series 2001A and 2001B	66-67
Statement of Cash Flows	51
Statements of Changes in Fiduciary Net Assets	77
Statements of Fiduciary Net Assets for the Firefighters' and Police Retirement Funds	76
Stewardship, Compliance, and Accountability	51
Subsequent Events	78
Summary of Significant Accounting Policies	43-49
Tax Bills Receivable	47
Unbilled Revenue	46
Use of Estimates	51
Water and Electric Revenue Bonds	67-68

CITY OF COLUMBIA, MISSOURI

Notes to the Basic Financial Statements September 30, 2007

I. SUMMARY OF SIGNIFICANT ACCOUNTING POLICIES

The following is a summary of significant accounting policies employed in the preparation of the accompanying financial statements.

A. Reporting Entity

The City of Columbia (the City) operates under a City Manager/Council, home rule charter form of government. The City's Basic Financial Statements include the accounts of all City operations: Policy Development and Administration, Public Safety, Transportation, Health and Environment, and Personal Development. Enterprise operations owned by the City include a Water and Electric Utility, Sanitary Sewer Utility, Regional Airport, Public Transportation System, Solid Waste Collection Operation, Parking Facilities, Recreation Services, Railroad System and Storm Water System.

The City's relationship to other legally separate organizations has been examined to determine if their inclusion in the City's basic financial statements is necessary to fairly present the financial position and activities of the City. The criteria used in this determination included an examination of the nature and significance of the organization's relationship with the City, financial benefit or burden to the City, the ability of the City Council to appoint members of the entity's governing board, and the level of influence the City has over the activities of the organization. Based on these criteria, the following related organizations have been excluded from the accompanying financial statements:

Columbia Regional Library District (Library District) - The City's Mayor appoints all members to the Library District's board on a staggering-term basis (appointments do not correspond to the mayoral term), and a board member cannot be removed except for specific acts (illegal acts, etc.). The Library District is able to establish and approve its own budget and legally set its own tax rates. Therefore, although the City appoints all members of the Library District's board, the entity is able to act independently without City oversight.

Columbia Housing Authority (Authority) - This entity is similar to the Columbia Regional Library District. The City's Mayor appoints members of the Authority's board with the same restrictions, and cannot remove members without cause. The Authority establishes its own budgets, and is financed with federal funds and rentals. Operations are administered by the Authority without City oversight.

City of Columbia New Century Fund, Inc. (Foundation) - The Foundation is a legally separate, tax-exempt entity that acts primarily as a fund-raising organization to solicit contributions for the betterment of the City. The five member Board is appointed by the City Council to serve a one-year term. No board member is allowed to serve more than five terms on the Board. Although the City does not control the timing or amount of receipts from the Foundation, the majority of resources, or incomes thereon that the Foundation holds and invests are restricted to the activities of the City by the donors. However, the accumulation of restricted resources and the support given during the current year are not significant to the City.

B. Government-Wide and Fund Financial Accounting

The government-wide financial statements (i.e., the statement of net assets and the statement of activities) report information on all of the non-fiduciary activities of the City. The effect of interfund activities has been removed from these statements. Governmental activities, which normally are supported by taxes, intergovernmental revenues, and other nonexchange transactions, are reported separately from business-type activities, which rely to a significant extent on fees and charges to external parties.

CITY OF COLUMBIA, MISSOURI

Notes to the Basic Financial Statements September 30, 2007

The statement of activities demonstrates the degree to which the direct expenses of a given function or segment is offset by program revenues. Direct expenses are those that are clearly identifiable with a specific function or segment. Program revenues include 1) charges to customers or applicants who purchase, use, or directly benefit from goods, services, or privileges provided by a given function or segment and 2) grants and contributions that are restricted to meeting the operational or capital requirements of a particular function or segment. Taxes and other items not properly included among program revenues are reported instead as general revenues.

Separate financial statements are provided for governmental funds, proprietary funds, and fiduciary funds, even though the latter are excluded from the government-wide financial statements. Major individual governmental funds and major individual enterprise funds are reported as separate columns in the fund financial statements.

C. Measurement Focus, Basis of Accounting, and Financial Statement Presentation

The government-wide financial statements are reported using the economic resources measurement focus and the accrual basis of accounting, as are the proprietary fund financial statements and the private purpose trust fund financial statements. Revenues are recorded when earned and expenses are recorded when a liability is incurred, regardless of the timing of related cash flows. Property taxes are recognized as revenues in the year for which they are levied. Grants and similar items are recognized as revenue as soon as all eligibility requirements imposed by the provider have been met.

The financial statements for the Police and Firefighters' Retirement Funds, pension trust funds, are prepared using economic resources measurement focus and the accrual basis of accounting. Plan member contributions are recognized in the period in which the contributions are due. Employer contributions to each plan are recognized when due, as the City has a formal commitment to provide the contributions. Benefits and refunds are recognized when due and payable in accordance with the terms of each plan.

Governmental fund financial statements are reported using the current financial resources measurement focus and the modified accrual basis of accounting. Revenues are recognized as soon as they are both measurable and available. Revenues are considered to be available when they are collected within the current period or soon enough thereafter to pay liabilities of the current period. For this purpose, the government considers revenues to be available if they are collected within 60 days of the end of the current fiscal period. Expenditures generally are recorded when a liability is incurred, as under accrual accounting. However, interest and principal on general long-term debt is recognized when due, or when payments are due early in the next fiscal year, and the advance of resources to the debt service fund is mandatory, and debt service expenditures are recognized before year-end to match the resources provided for these payments.

Property tax, sales tax, gasoline tax, motor vehicle tax, interest, and revenues from other governmental units associated with the current fiscal period are all considered to be susceptible to accrual and so they have been recognized as revenues of the current fiscal period. Only the portion of special assessments receivable due within the current fiscal period is considered to be susceptible to accrual as revenue of the current period. All other revenue items are considered to be measurable and available only when cash is received by the government.

The government reports the following major governmental funds:

The *general fund* is the government's primary operating fund. It accounts for all financial resources of the general government, except those required to be accounted for in another fund.

The *transportation sales tax fund*, a special revenue fund, accounts for City-enacted sales tax and expenditures for transportation purposes which include financial support of the public mass transportation system, construction and maintenance of streets, roads, bridges and airports to the extent of tax revenues.

CITY OF COLUMBIA, MISSOURI

Notes to the Basic Financial Statements September 30, 2007

The *capital projects fund* is used to account for the acquisition and construction of major capital facilities other than those financed by proprietary funds and trust funds.

The government reports the following major proprietary funds:

The *water and electric utility fund* accounts for the billing and collection of charges for water and electric service for most city residents. Revenues are used to pay for both operating expenses and capital expenditures to maintain these services.

The *sanitary sewer utility fund* is used to account for the provision of sanitary sewer services to the residents of the city and a limited number of customers outside the city limits. All activities necessary to provide such services are accounted for in this fund.

The *solid waste utility fund* accounts for the provision of solid waste collection and operation of the landfill and Material Recovery Facility.

The *parking facilities fund* is used to account for revenues and expenses resulting from the operation and maintenance of city parking lots, municipal garages, and parking meters.

The *recreation services fund* is used to account for revenues and expenses for various recreational services provided by the Parks and Recreation Department for which participants are charged fees.

The *storm water utility fund* accounts for storm water funding, implementation of storm water management projects, and to provide maintenance to existing drainage facilities.

Additionally, the government reports the following fund types:

Internal service funds account for custodial and maintenance services, utility customer services, information technologies, public communications, fleet operations, self-insurance reserves and employee benefits for covered employees, provided to other departments or agencies of the government, or to other governments, on a cost reimbursement basis.

The *pension trust funds* are used to account for the accumulation of resources for pension benefit payments to qualified police and firefighter personnel.

The *private purpose trust funds* are used to account for resources held by the City in a trustee capacity for the payment of food and medical expenses of indigent persons of the City and as an agent to account for REDI (Regional Economic Development, Inc.) transactions.

The City applies all applicable pronouncements of the Financial Accounting Standards Board (FASB) in accounting and reporting for proprietary activities issued on or before November 30, 1989, unless these pronouncements conflict with applicable Governmental Accounting Standards Board (GASB) guidance as prescribed by GASB Statement No. 20. No pronouncements of the FASB issued after November 30, 1989 have been adopted.

As a general rule, the effect of interfund activity has been eliminated from the government-wide financial statements except for interfund services provided and used.

Amounts reported as program revenues include 1) charges to customers or applications for goods, services, or privileges provided, 2) operating grants and contributions, and 3) capital grants and contributions, including special

CITY OF COLUMBIA, MISSOURI

Notes to the Basic Financial Statements September 30, 2007

assessments. Internally dedicated resources are reported as general revenues rather than as program revenues. Likewise, general revenues include all taxes.

Proprietary funds distinguish operating revenues and expenses from nonoperating items. Operating revenues and expenses generally result from providing services and producing and delivering goods in connection with a proprietary fund's principal ongoing operations. Federal SO₂ allowances that are sold represent allowances not required for use in the normal operation of the Electric Utility; therefore sales of allowances are classified as nonoperating revenue.

When both restricted and unrestricted resources are available for use, it is the government's policy to use restricted resources first, and then unrestricted resources as they are needed.

D. Assets, Liabilities, and Net Assets or Equity

1. Pooled Cash and Marketable Securities

Cash resources of certain individual funds are combined to form a pool of cash and investments. Interest income earned as a result of pooling is distributed to the appropriate funds based on the ending monthly balance of cash and marketable securities of each fund.

When a fund overdraws its share of pooled cash, the overdraft is reported as an interfund payable in that fund, and an interfund receivable in the General Fund. At September 30, 2007, there were no funds overdrawn.

Investments are reported at fair value in accordance with GASB Statement No. 31, *Accounting and Financial Reporting for Certain Investments and for External Investment Pools*, which establishes fair values for certain investments and in accordance with City policy. The fair values are based on quoted market prices.

Collateral is required for demand deposits and certificates of deposit. The fair value of the collateral must equal 100% of the value of the investment in excess of deposit insurance. Obligations that may be pledged as collateral are of the same type as authorized for investment by the City. All legal requirements were met during the year ended September 30, 2007.

Obligations pledged to secure deposits are delivered to the custodial bank. Written custodial agreements are required that provide that the collateral securities be held separate from the assets of the custodial bank.

Repurchase agreements are purchased from brokers and local banks. Securities underlying a repurchase agreement must have a fair value of at least 100% of the cost of the repurchase agreement. No substitution of securities is permitted. Securities underlying overnight repurchase agreements are held as collateral in the Federal Reserve Bank. For bank repurchase agreements, the securities are not held in the City's name but are pledged against the repurchase agreement pool held by the dealer bank. For broker repurchase agreements, the securities are held in the City's name.

2. Unbilled Revenue

The City records as accounts receivable in the Enterprise Fund financial statements the amount of accrued, but unbilled revenue for the Water and Electric Utility, Sanitary Sewer Utility, Solid Waste and Storm Water Utility Funds, determined by prorating actual subsequent billings.

CITY OF COLUMBIA, MISSOURI

Notes to the Basic Financial Statements September 30, 2007

3. Tax Bills Receivable

Special assessment tax bills are sold at book value, without recourse, to the Designated Loan and Special Tax Bill Investment Fund (a non-major governmental fund) when the special assessment project is completed. These tax bills are reported as tax bills receivable in the Designated Loan and Special Tax Bill Investment Fund.

4. Inventories

Inventories are adjusted to annual and periodic physical counts and are valued at cost utilizing the following methods of valuation:

Enterprise Funds - weighted average and first-in, first-out
Internal Service Funds - first-in, first-out

5. Pension Trust Funds' Investments

The Police and Firefighters' Retirement Funds, pension trust funds, are invested in U.S. Treasury, agency and instrumentalities obligations, government national mortgage certificates, and preferred and common stocks and bonds. These investments are reported at fair value, which is based on quoted market prices.

6. Capital Assets

Capital assets, which include property, plant, equipment, and infrastructure assets (e.g., roads, bridges, sidewalks, and similar items), are reported in the applicable governmental or business-type activities columns in the government-wide financial statements. Capital assets are defined as assets with an initial, individual cost of \$5,000 or more and an estimated useful life in excess of one year. Such assets are recorded at historical cost if purchased or constructed. Donated capital assets are recorded at estimated fair market value at the date of donation.

In accordance with GASB Statement No. 34, general government infrastructure assets (streets, bridges, sidewalks) have been capitalized retroactively to 1980 at historical cost.

The costs of normal maintenance and repairs that do not enhance functionality or materially extend the life of an asset are not capitalized.

Capital assets, with two exceptions, are depreciated using the straight-line method over the following estimated useful lives:

Buildings	40 years
Structures & Improvements	20-50 years
Air Easements	35 years
Mains & Sewers	99 years
Streets, Bridges, Sidewalks	50 years
Furniture and Other Equipment	10-20 years
Vehicles	2-10 years
Computer Equipment	5 years
Software	3 years

CITY OF COLUMBIA, MISSOURI

Notes to the Basic Financial Statements September 30, 2007

Water and Electric assets are depreciated using estimated useful lives established by the Federal Energy Regulatory Commission. Landfill cells are depreciated using the units of consumption method.

7. Property Tax Revenue Recognition

Property tax revenue is recognized independent of receivable recognition in the fiscal year for which the taxes have been levied (budgeted). Property tax revenue becomes available within the fiscal year of the levy. Delinquent taxes expected to be received later than 60 days after the close of the fiscal year are classified as deferred revenue within the governmental fund financial statements.

The City's property tax is levied each December 31 on the assessed valuation of property located within the City as of the preceding January 1, the lien date. Taxes are due in full on December 31, and become delinquent on January 1. The delinquent penalty for 2007 was 9% in January, increased by 2% in each succeeding month up through September for a maximum of 25%.

8. Intragovernmental Revenue

Several funds remit to the General Fund a budgeted fixed amount for management and accounting services rendered by the General Fund.

9. Compensated Absences

All vested or accumulated vacation and scheduled holiday leave is accrued when incurred in the government-wide and proprietary financial statements. Certain amounts have been recorded in the governmental fund financial statements as part of accrued payroll and payroll taxes, since such amounts came due (matured) during the fiscal year ended September 30, 2007.

10. Net Assets

In the government-wide and proprietary fund financial statements, equity is displayed in three components as follows:

Invested in Capital Assets, Net of Related Debt – This consists of capital assets, net of accumulated depreciation, less the outstanding balances of any bonds, notes, or other borrowings that are attributable to the acquisition, construction, or improvements of those assets.

Restricted – This consists of net assets that are legally restricted by outside parties or by law through constitutional provisions or enabling legislation. Net Assets Restricted for Statutory Restrictions is \$19,624,016 which is for restricted tax revenues.

Unrestricted – This consists of net assets that do not meet the definition of “restricted” or “invested in capital assets, net of related debt.”

11. New Accounting Pronouncements

This report does not incorporate GASB Statement No. 45, *Accounting and Financial Reporting by Employers for Postemployment Benefits Other Than Pension Plans*; GASB Statement No. 48, *Sales and Pledges of Receivables*

CITY OF COLUMBIA, MISSOURI

Notes to the Basic Financial Statements September 30, 2007

and Future Revenues and Intra-Entity Transfers of Assets and Future Revenues; GASB Statement No. 49, Accounting and Financial Reporting for Pollution Remediation Obligations; GASB Statement No. 50, Pension Disclosures-an amendment of GASB Statements No. 25 and No. 27; or GASB Statement No. 51, Accounting and Financial Reporting for Intangible Assets. The City will adopt and implement these statements at the required times.

12. Capitalization of Interest

Net interest costs on funds borrowed to finance the construction of capital assets are capitalized and depreciated over the life of the related asset for business-type activities and proprietary fund types. Interest is not capitalized for governmental activities or governmental fund types within the fund financial statements.

13. Capital Contributions

Capital contributions represent government grants and other aid used to fund capital projects. Capital contributions are recognized as revenue when the expenditure is made and amounts become subject to claim for reimbursement.

14. Amortization of Bond Costs

In the government-wide financial statements and the proprietary fund types in the fund financial statements, bond discounts and premiums are recorded as a reduction or addition to the debt obligation and bond issuance costs are recorded as deferred charges. Bond discounts and premiums and issuance costs are amortized using the straight-line method over the term of the related bonds. The loss on refunding is amortized as a component of interest expense over the remaining life of the bonds using the straight-line method.

15. Reclassifications

Certain amounts within the notes to the basic financial statements have been reclassified to conform with current year presentation.

CITY OF COLUMBIA, MISSOURI

Notes to the Basic Financial Statements September 30, 2007

II. RECONCILIATION OF GOVERNMENT-WIDE AND FUND FINANCIAL STATEMENTS

A. Explanation of certain differences between the governmental fund balance sheet and the government-wide statement of net assets

An element of that reconciliation states that “internal service funds are used by management to charge the costs of custodial maintenance, information technologies, public communications, fleet operations, self insurance, and employee benefits.” The assets (excluding capital assets) and liabilities of the internal service funds are therefore included in governmental activities in the following line items in the statement of net assets (excluding certain internal service fund assets and liabilities that are included with business-type activities):

Cash and cash equivalents	\$5,698,610
Accounts receivable	552,445
Accrued interest	20,008
Inventory	615,975
Other assets – current	84
Investments	7,075,596
Accounts payable	(731,628)
Accrued payroll and payroll taxes	(364,250)
Other liabilities – current	(89,270)
Claims payable – worker’s compensation and general liability	(4,686,403)
Claims payable – health insurance	<u>(887,087)</u>
Net adjustment to increase fund balance- total governmental funds to arrive at net assets-governmental activities	<u><u>\$7,204,080</u></u>

B. Explanation of certain differences between the governmental fund statement of revenues, expenditures, and changes in fund balances and the government-wide statement of activities

An element of that reconciliation states that “internal service funds are used by management to charge the costs of custodial maintenance, information technologies, public communications, fleet operations, self insurance, and employee benefits.” The portion of the net revenue (expense) of these internal service funds arising out of their transactions with governmental funds is reported with governmental activities, because they service those activities.

Change in Net Assets – all Internal Service Funds	(\$1,138,637)
Change in Net Assets of Internal Service Funds	
Reported with Business-Type Activities	253,470
Change in Capital Assets – all Internal Service Funds	(144,602)
Change in Capital Assets – Internal Service Funds	
Reported with Business-Type Activities	<u>(6,924)</u>
Net adjustment to increase net changes in fund balances-total governmental funds to arrive at changes in net assets of governmental activities	<u><u>(\$1,036,693)</u></u>

CITY OF COLUMBIA, MISSOURI

Notes to the Basic Financial Statements September 30, 2007

III. STEWARDSHIP, COMPLIANCE, AND ACCOUNTABILITY

A. Statement of Cash Flows

The City defines cash and cash equivalents used in the statement of cash flows as all cash and highly liquid investments with an original maturity of three months or less (both restricted and unrestricted).

The City incurs certain contractual liabilities with respect to enterprise fund construction projects, which do not result in cash inflows to the City. At September 30, 2007, \$5,801,871 in construction contracts payable was reported in the Enterprise Funds.

B. Use of Estimates

The preparation of financial statements in conformity with U.S. generally accepted accounting principles requires management to make estimates and assumptions that affect the reported amounts of assets and liabilities and disclosure of contingent assets and liabilities at the date of the financial statements, and the reported amounts of revenues, expenditures, and expenses during the reporting period. Actual results could differ from those estimates.

IV. EQUITY IN POOLED CASH AND INVESTMENTS, CASH, INVESTMENTS, AND OBLIGATIONS UNDER REVERSE REPURCHASE AGREEMENTS

The City maintains a cash and investment pool that is available for use by all funds. Each fund type's portion of the pool is displayed on the government-wide statement of net assets as "Cash and Cash Equivalents." The investments of the Police and Firefighters' Retirement Plans, pension trust funds, are held separately from those of other City funds.

A. Deposits

At year-end, the bank balances of the City's deposits were covered by federal depository insurance or by collateral held by the City's agent in the City's name. At September 30, 2007, the bank balances in the City's checking accounts were \$2,958,479.

B. Investments

Statutes, the City Charter, Policy Resolutions, and legal opinions authorize the City to invest in obligations of the U.S. Treasury, agencies, and instrumentalities; states, agencies and political subdivisions thereof; mutual funds containing authorized securities; certificates of deposit of banks and savings and loans in Missouri; and repurchase agreements. U.S. government agency securities consist of investments in FNMA, FHLMC, FFCB, FHLB and Government National Mortgage Association mortgage-backed securities. Mortgage-backed securities do not have a contractual maturity date and the City is subject to the risk of prepayment on these securities when changes in market interest rates occur. The City is also authorized to enter into reverse repurchase agreements. The assets of the Police and Firefighters' Retirement Funds may be invested, reinvested and managed by an investment fiduciary who shall "act with the same care, skill, prudence, and diligence under the circumstances then prevailing that a prudent person acting in a similar capacity and familiar with those matters would use in the conduct of a similar enterprise with similar aims." Money market mutual funds held by fiscal agents are classified as cash and cash equivalents on the balance sheet but as investments for custodial risk disclosure.

CITY OF COLUMBIA, MISSOURI

Notes to the Basic Financial Statements September 30, 2007

Interest Rate Risk

Interest rate risk is the risk that the fair value of investments will be adversely affected by a change in interest rates. The City does not have a formal interest rate risk policy.

As of September 30, 2007, the City had the following investments and maturities:

Investment Type	Fair Value	Investment Maturities (in years)			
		Less Than 1	1-5	6-10	More Than 10
U.S. Treasuries	\$ 1,456,133	\$ 1,200,121	\$ -	\$ 256,012	\$ -
Guaranteed U.S. Agencies	7,449,229	22,207	-	297,576	7,129,446
U.S. Agencies	157,688,148	8,207,096	19,318,396	57,778,625	72,384,031
Taxable Municipal Bonds	9,115,000	-	-	9,115,000	-
Corporate Bonds	10,049,011	251,442	3,632,018	1,938,480	4,227,071
Tax-Exempt Securities	794,839	-	-	794,839	-
Repurchase Agreements	137,000	137,000	-	-	-
Money Market Accounts	70,776,875	70,776,875	-	-	-
Mutual Funds	51,602,475	51,602,475	-	-	-
Guaranteed Invest. Contracts	460,816	-	11,349	38,603	410,864
Total	<u>\$ 309,529,526</u>	<u>\$ 132,197,216</u>	<u>\$ 22,961,763</u>	<u>\$ 70,219,135</u>	<u>\$ 84,151,412</u>

Credit Risk & Concentration of Credit Risk

Credit risk is the risk that an issuer or other counterparty to an investment will not fulfill its obligations. Credit risk is measured using credit quality ratings of investments in debt securities as described by nationally recognized rating agencies such as Standard & Poor's and Moody's. Concentration of credit risk is the risk of loss attributed to the magnitude of investment in a single issuer.

The City does not have a specific credit risk policy and there is no limit on the amount that may be invested in one issuer. The City's investments are to be purchased using the "Prudent Person" standard. Investments shall be made with judgment and care, under circumstances then prevailing, which persons of prudence, discretion and intelligence exercise in the management of their own affairs, not for speculation, but for investment, considering the probable safety of their capital as well as the probable income to be derived.

Of the City's total investments, 24.13% are issues of the Federal Home Loan Mortgage Corporation (FreddieMac), 13.82% are issues of the Federal National Mortgage Association (FannieMae) and 10.82% are issues of the Federal Home Loan Bank.

CITY OF COLUMBIA, MISSOURI

Notes to the Basic Financial Statements September 30, 2007

The following table lists the credit ratings per Moody's and/or Standard and Poor's of the City's investments as of September 30, 2007:

Investment Type	Fair Value	Quality Ratings			
		AAA	AA+	AA	AA-
U.S. Treasuries*	\$ 1,456,133	\$ -	\$ -	\$ -	\$ -
Guaranteed U.S. Agencies*	7,449,229	-	-	-	-
U.S. Agencies	157,688,148	157,688,148	-	-	-
Taxable Municipal Bonds	9,115,000	9,115,000	-	-	-
Corporate Bonds	10,049,011	4,732,856	1,690,423	463,515	275,738
Tax Exempt Securities	794,839	794,839	-	-	-
Repurchase Agreements	137,000	137,000	-	-	-
Money Market Accounts	70,776,875	-	-	-	-
Mutual Funds	51,602,475	-	-	-	-
Guaranteed Invest. Cont.	460,816	-	-	-	-
Total	\$ 309,529,526	\$ 172,467,843	\$ 1,690,423	\$ 463,515	\$ 275,738

continued below

Investment Type	Quality Ratings			
	A	A-	BBB	Unrated
U.S. Treasuries*	\$ -	\$ -	\$ -	\$ -
Guaranteed U.S. Agencies*	-	-	-	-
U.S. Agencies	-	-	-	-
Taxable Municipal Bonds	-	-	-	-
Corporate Bonds	2,195,385	251,442	439,652	-
Tax Exempt Securities	-	-	-	-
Repurchase Agreements	-	-	-	-
Money Market Accounts	-	-	-	70,776,875
Mutual Funds	-	-	-	51,602,475
Guaranteed Invest. Cont.	-	-	-	460,816
Total	\$ 2,195,385	\$ 251,442	\$ 439,652	\$ 122,840,166

* U.S. Treasury securities and certain U.S. Agency securities are explicitly guaranteed by the U.S. government and therefore do not require a rating.

CITY OF COLUMBIA, MISSOURI

Notes to the Basic Financial Statements September 30, 2007

A reconciliation of cash and cash equivalents as shown on the government-wide statement of net assets is as follows:

	Balance September 30, 2007
Fair value of investments	\$ 302,368,018
Investments with fiscal agents	7,161,508
Cash with fiscal agents	3,960,214
Cash on hand	23,717
Imprest accounts	(2,412,393)
Total	<u>\$ 311,101,064</u>

	Government- Wide Statement of Net Assets	Fiduciary Funds Statement of Net Assets	Total
Cash and cash equivalents	\$ 161,952,351	\$ 1,568,328	\$ 163,520,679
Investments	7,075,596	84,461,872	91,537,468
Restricted assets:			
Cash and cash equivalents	1,743,936	—	1,743,936
Bond covenant account cash	48,882,666	—	48,882,666
Closure and postclosure reserve	2,113,667	—	2,113,667
Customer security and escrow deposits	3,302,648	—	3,302,648
Total	<u>\$ 225,070,864</u>	<u>\$ 86,030,200</u>	<u>\$ 311,101,064</u>

The City generally intends to buy and hold the securities in its portfolios, and to sell only when a gain is present or when a swap that offers substantial economic gains is available. The City maintains a minimum of 5% of the pooled investment portfolio in cash and cash equivalents to reduce the likelihood of selling a security to meet cash requirements. During the next fiscal year, the City does not intend to sell any securities at a loss in order to meet cash requirements.

The City's investment policies require that securities underlying repurchase agreements must have a fair value of at least 100% of the cost of the repurchase agreement.

C. Reverse Repurchase Agreements

The City is permitted to enter into reverse repurchase agreements; that is, a sale of securities with a simultaneous agreement to repurchase them in the future at the same price plus a contracted rate of interest. The fair value of the securities underlying reverse repurchase agreements normally exceeds the cash received, providing the dealers a margin against a decline in fair value of the securities. If the dealers default on their obligations to resell these securities to the City or provide securities or cash of equal value, the City would suffer an economic loss equal to the difference between the fair value plus accrued interest of the underlying securities and the agreement obligation, including accrued interest. There were no defaults during the year, and there were no reverse repurchase agreements outstanding at year-end.

CITY OF COLUMBIA, MISSOURI

Notes to the Basic Financial Statements September 30, 2007

V. RECEIVABLES AND PAYABLES

Balances at September 30, 2007 were as follows:

	Accounts Receivable	Accrued Interest	Grants Receivable/ Rehabilitation Loan	Taxes	Total Receivables	Allowance for Doubtful Accounts	Receivables, Net
Governmental activities:							
General	\$ 320,606	\$ 62,068	\$ 506,978	\$ 7,141,109	\$ 8,030,761	\$ (16,400)	\$ 8,014,361
Transportation Sales Tax	-	2,106	-	920,160	922,266	-	922,266
Capital Projects	25,527	196,486	742,533	-	964,546	-	964,546
Non-major Governmental Funds	1,502,399	170,012	6,091,137	4,392,604	12,156,152	(302,587)	11,853,565
Internal Service Funds	552,445	20,008	-	-	572,453	-	572,453
Total - governmental activities	<u>\$ 2,400,977</u>	<u>\$ 450,680</u>	<u>\$ 7,340,648</u>	<u>\$ 12,453,873</u>	<u>\$ 22,646,178</u>	<u>\$ (318,987)</u>	<u>\$ 22,327,191</u>
Business-type activities:							
Water and Electric Utility	\$ 20,272,413	\$ 229,571	\$ -	\$ -	\$ 20,501,984	\$ (2,719,418)	\$ 17,782,566
Sanitary Sewer Utility	1,648,429	48,923	-	-	1,697,352	(365,067)	1,332,285
Solid Waste Utility	2,167,183	28,408	80,185	-	2,275,776	(487,683)	1,788,093
Parking Facilities	84,541	26,153	-	-	110,694	-	110,694
Recreation Services	42,681	8,572	-	-	51,253	-	51,253
Storm Water Utility	154,252	8,964	-	-	163,216	(45,638)	117,578
Non-major Enterprise Funds	313,881	12,062	1,405,282	-	1,731,225	-	1,731,225
Internal Service Funds	954,154	2,537	-	-	956,691	(813,358)	143,333
Total - business type activities	<u>\$ 25,637,534</u>	<u>\$ 365,190</u>	<u>\$ 1,485,467</u>	<u>\$ -</u>	<u>\$ 27,488,191</u>	<u>\$ (4,431,164)</u>	<u>\$ 23,057,027</u>

Accounts payable consist of amounts due to vendors and are expected to be paid within one year.

CITY OF COLUMBIA, MISSOURI

Notes to the Basic Financial Statements September 30, 2007

VI. CAPITAL ASSETS

Capital asset activity for the year ended September 30, 2007 was as follows:

	Balance October 1, 2006	Additions	Deductions	Balance September 30, 2007
Governmental activities:				
Capital assets, not being depreciated:				
Land	\$ 27,992,388	\$ 9,598,031	\$ —	\$ 37,590,419
Construction in process	5,858,684	23,170,147	(19,496,982)	9,531,849
Total capital assets, not being depreciated	<u>33,851,072</u>	<u>32,768,178</u>	<u>(19,496,982)</u>	<u>47,122,268</u>
Capital assets, being depreciated:				
Buildings	24,072,165	3,631,551	(361,780)	27,341,936
Improvements other than buildings	12,206,517	3,459,839	—	15,666,356
Furniture, fixtures and equipment	28,159,537	3,059,178	(1,150,552)	30,068,163
Infrastructure	<u>118,882,150</u>	<u>34,694,567</u>	<u>—</u>	<u>153,576,717</u>
Total capital assets being depreciated	<u>183,320,369</u>	<u>44,845,135</u>	<u>(1,512,332)</u>	<u>226,653,172</u>
Less accumulated depreciation for:				
Buildings	(8,774,154)	(560,079)	65,875	(9,268,358)
Improvements other than buildings	(2,407,626)	(308,237)	—	(2,715,863)
Furniture, fixtures and equipment	(16,719,031)	(2,282,964)	812,716	(18,189,279)
Infrastructure	<u>(20,712,685)</u>	<u>(2,705,085)</u>	<u>—</u>	<u>(23,417,770)</u>
Total accumulated depreciation	<u>(48,613,496)</u>	<u>(5,856,365)</u>	<u>878,591</u>	<u>(53,591,270)</u>
Total capital assets, being depreciated, net	<u>134,706,873</u>	<u>38,988,770</u>	<u>(633,741)</u>	<u>173,061,902</u>
Governmental activities capital assets, net	<u>\$ 168,557,945</u>	<u>\$ 71,756,948</u>	<u>\$ (20,130,723)</u>	<u>\$ 220,184,170</u>

CITY OF COLUMBIA, MISSOURI

Notes to the Basic Financial Statements September 30, 2007

	Balance October 1, 2006	Additions	Deductions	Balance September 30, 2007
Business-type activities:				
Capital assets, not being depreciated:				
Land and land rights	\$ 9,236,922	\$ 482,311	\$ —	\$ 9,719,233
Construction in progress	21,049,498	39,479,878	(37,438,935)	23,090,441
Total capital assets not being depreciated	30,286,420	39,962,189	(37,438,935)	32,809,674
Capital assets, being depreciated:				
Structures and improvements	273,336,837	12,763,074	(8,130)	286,091,781
Furniture, fixtures and equipment	252,027,005	32,105,301	(516,540)	283,615,766
Total capital assets being depreciated	525,363,842	44,868,375	(524,670)	569,707,547
Less accumulated depreciation for:				
Structures and improvements	(76,172,351)	(5,393,670)	1,406	(81,564,615)
Furniture, fixtures and equipment	(113,449,953)	(9,830,007)	453,339	(122,826,621)
Total accumulated depreciation	(189,622,304)	(15,223,677)	454,745	(204,391,236)
Total capital assets being depreciated, net	335,741,538	29,644,698	(69,925)	365,316,311
Business-type activities capital assets, net	\$ 366,027,958	\$ 69,606,887	\$ (37,508,860)	\$ 398,125,985

Depreciation expense was charged to functions/programs of the primary government as follows:

Business-type activities:

Major funds:

Water and Electric	\$ 8,680,523
Sanitary Sewer	2,696,801
Solid Waste	1,170,783
Parking Facilities	377,637
Recreational Services	571,206
Storm Water Utility	391,515
Non-major enterprise funds	1,311,935
Internal service funds	6,924
	<hr/>
Total depreciation expense - business-type activities	15,207,324
Accumulated depreciation for assets transferred from governmental-type activities	16,353
	<hr/>
Total Additions - Accumulated Depreciation	\$ 15,223,677
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CITY OF COLUMBIA, MISSOURI

Notes to the Basic Financial Statements September 30, 2007

Depreciation expense was charged to functions/programs of the primary government as follows:

Governmental activities:

Policy Development	
Public Safety	\$ 342,631
Transportation	1,402,831
Health and Environment	3,095,386
Personal Development	45,882
Capital assets held by the government's internal service funds are charged to the various functions based on their usage of the asset	574,181
	<u>380,312</u>
Total depreciation expense - governmental-type activities	5,841,223
Accumulated depreciation for assets transferred from business-type activities	<u>15,142</u>
Total Additions - Accumulated Depreciation	<u><u>\$ 5,856,365</u></u>

VII. COMMITMENTS

A. Construction Commitments

At September 30, 2007, construction contract commitments of the City were:

	<u>Amounts</u>
Major Governmental Fund:	
Capital Projects Fund	<u>\$ 2,114,881</u>
Enterprise Funds:	
Major Funds:	
Water and Electric Utility	3,791,385
Sanitary Sewer Utility	523,629
Solid Waste Utility	51,876
Recreation Services	18,050
Storm Water Utility	28,769
Nonmajor Funds	<u>690,649</u>
Total Enterprise Funds	<u>5,104,358</u>
Total	<u><u>\$ 7,219,239</u></u>

Construction contract commitments of the City will be paid from capital improvement sales tax, parks sales tax, federal and state grant revenues, county road tax, development fees, bond proceeds, enterprise revenues, and general revenues of the City.

CITY OF COLUMBIA, MISSOURI

Notes to the Basic Financial Statements September 30, 2007

B. Obligations to Purchase Electric Power

The Water and Electric Utility has an agreement with the Board of Municipal Utilities, Sikeston, Missouri, to purchase electric power effective through May 31, 2021. The City agreed to purchase 55 Megawatts at 110% of its proportionate share of monthly power costs (including debt service costs related to the revenue bond issue) as defined in the agreement. The City also contracted to purchase an additional 11 Megawatts from Sikeston commencing on June 1, 1992. The 11 Megawatts was purchased at \$4.50 per kilowatt per month until May 31, 2002. On June 1, 2002, the capacity charge for the 11 Megawatts changed to 100% of the fixed costs and the energy charge changed to 110% of the energy costs. In fiscal year 2006, the cost of maintenance and repairs for capital assets at the Sikeston plant resulted in an additional assessment of \$2,926,176. This assessment will be paid as follows: \$135,175 in FY06, \$551,939 in FY2007, \$570,375 in FY2008, \$589,425 in FY2009, \$609,113 in FY2010 and \$470,149 in FY2011. This assessment is to be paid to the Board during fiscal years 2006 to 2011, and is reported as part of other long-term liabilities.

The Water and Electric Utility has an agreement with the Kansas City, Kansas Board of Public Utilities (BPU) to purchase electric power effective through April 5, 2013. The City will purchase 8.51% (20 Megawatts) of the electric power and energy of the BPU 235 Megawatts coal-fired Nearman Creek Power Station No. 1. In fiscal year 2006, the City paid a demand charge of \$8.736 per kilowatt on 20,000 kilowatts per month. The demand charge may be increased in the event of certain capital expenditures at the Nearman Plant. In addition to the demand charge, the City is required to pay a monthly fuel charge, based on the amount of power actually taken in any month, equal to 105% of the Nearman Plant's fuel cost per kilowatt hour. The City must also pay an operation and maintenance charge based upon its reserved capacity and the amount of power actually taken, and must make a payment in lieu of taxes equal to 5.9% of gross billings. The demand charge, a portion of the operating and maintenance charge, and associated payments in lieu of taxes, must be paid regardless of whether the Nearman Plant is operating. The City may terminate the contract if the Nearman Plant becomes permanently inoperable.

The Water and Electric Utility has an agreement with Ameren Energy Marketing to purchase electric power effective through December 31, 2014. The City agreed to purchase 20 Megawatts during the period June 1, 2001, until December 31, 2001, 25 megawatts during the period January 1, 2002, until December 31, 2002, and 36 megawatts during the period January 1, 2003, until the end of the contract term. The City paid a capacity charge of \$5.25/kw-month through December 31, 2001. Effective January 1, 2002, and each subsequent contract year thereafter, the capacity charge shall increase by 2.5%. The City pays an energy charge each month for all energy deliveries calculated as follows: actual fuel cost + (variable operations and maintenance cost * energy delivered) + (start charges * the number of individual unit starts).

In September 2003, the Water and Electric Utility made an agreement with Ameren Energy Marketing to purchase power commencing on June 1, 2004, and terminating on December 31, 2007. Under the terms of the contract, capacity shall be 50 Mw at \$11.49/Kw-month in 2004, 52 Mw at \$10.67/Kw-month in 2005, 54 Mw at \$11.73/Kw-month in 2006, and 56 Mw at \$13.43/Kw-month in 2007. The energy cost will be a flat \$1.6 cents/Kw-hour.

In October 2003, the Water and Electric Utility made an agreement with Ameren Energy Marketing to purchase power commencing on June 1, 2004, and terminating on December 31, 2017. Under the terms of the contract, capacity shall be 22 Mw at \$5.65/Kw-month in June 2004 until December 2004, and will increase by 2.5% per year thereafter. Capacity shall be 23 Mw in 2005, 27 Mw in 2006, 34 Mw in 2007, and 36 Mw in January 2008 to the end of the contract.

The City made a power supply agreement with Ameren Energy Marketing in April 2007 that is effective June 1, 2008 through May 31, 2011. The City will purchase 60 MW during the first contract year at a price of \$49.35/MWh for energy, and \$0.85/kw-month capacity. June 1, 2009 through May 31, 2010, the City will purchase 65 MW at 49.75/MWh for energy, and a capacity charge of \$1.00/kw-month. During the final contract year, the City will purchase 70 MW at \$50.45/MWh and capacity at \$1.25/kw-month.

The City has a wind generation purchase and transmission service agreement with Associated Electric Coop., Inc. effective through June 2027. The City has been allocated 11.1% of the net energy and green tags produced by the

CITY OF COLUMBIA, MISSOURI

Notes to the Basic Financial Statements September 30, 2007

Bluegrass Ridge Wind Farm. The City pays an energy charge of \$55 per MWh during the term of this agreement, and receives transmission service from Associated Electric. The current transmission rate is \$1.72128 / kw-month.

The City has an agreement with the Missouri Joint Municipal Electric Utility Commission (MJMEUC) for the purchase of capacity and energy from the Prairie State Energy Campus. In June 2007, the MJMEUC Board of Directors gave final approval for the participation in the construction, operation, and financing of the Prairie State Energy Campus. MJMEUC's interests will be approximately 195 MW, and the City expects to receive approximately 26%, or about 50 MW from the units. The City's agreement with MJMEUC does not create any ownership rights on the part of the City to the Prairie State units. MJMEUC intends to capitalize its total costs incurred in connection with the development and construction of the Prairie State units and recover those costs through monthly capacity charges that will commence when the first PSEC unit enters commercial operation. Unit one of Prairie State is expected to be placed in service in August 2011 and unit two is expected to be placed in service in May 2012. However, the City has agreed to make payments to MJMEUC for costs associated with Prairie State that are not capitalized, or rolled into the financing of the project based on the City's purchase percentage. If either, or both units fail to achieve the expected commercial operation date on which MJMEUC's financing is based, and unless a decision is made to undertake continued financing, the City shall pay its pro-rata share of the capacity costs, and administrative costs associated with the unit(s) on an ongoing basis starting with the expected commercial operation date.

C. Obligation to Purchase Coal

The City has a purchase contract with Pontiki Coal, LLC to buy coal for the municipal electric generating plant. The City will require approximately 40,000 tons per year for the contract term beginning June 1, 2007, and ending May 31, 2009. The price per ton for the initial 12 month contract period, June 1 through May 31, 2008 is \$54.00 per ton. The price per ton for the second 12 month contract period, June 1, 2008 through May 31, 2009 is \$56.00 per ton. This price is adjusted monthly based on the average BTU/LB content for coal delivered during the month.

CITY OF COLUMBIA, MISSOURI

Notes to the Basic Financial Statements September 30, 2007

VIII. INTERFUND RECEIVABLES, PAYABLES, AND TRANSFERS

Interfund receivable and payable balances at September 30, 2007 are as follows:

	<u>Interfund receivables</u>	<u>Interfund payables</u>
Major Governmental Funds:		
General Fund	\$ 1,386,262	\$ —
Capital Projects Fund	1,071	869,537
Nonmajor governmental funds - permanent fund	1,941,281	2,544
Enterprise Funds:		
Major Funds:		
Water and Electric Utility	914,512	1,383,718
Recreation Services	—	565,315
Sanitary Sewer Utility	—	507,500
Nonmajor enterprise	—	914,512
Total	<u>\$ 4,243,126</u>	<u>\$ 4,243,126</u>

Advances at September 30, 2007 include \$564,244 in the Recreation Services Fund, and \$507,500 in the Sanitary Sewer Utility Fund that are classified as Current Liabilities Payable from Restricted Assets because the funds advanced from the Designated Loan Fund were restricted for use on capital projects. These advances generally are not scheduled to be repaid in the next fiscal year.

Advances of \$469,400 from the Designated Loan Fund to the Capital Projects Fund are for special assessment tax bills. These will be repaid when the associated capital projects are completed and the special assessment taxes are levied. Additional advances of \$400,137 will be repaid by Capital Projects fund or pledged donations.

Payment in lieu of taxes of \$1,383,718 is reported as a receivable in the General Fund and a payable in the Water and Electric Utility Fund.

Loans with a balance of \$914,512 from the Water and Electric Utility to the Railroad Fund relate to construction work and the purchase of a locomotive. The current portion of this loan is \$123,831 and will be payable within the next fiscal year.

CITY OF COLUMBIA, MISSOURI

Notes to the Basic Financial Statements September 30, 2007

Interfund transfers consisted of the following amounts:

	Transfer From										
	General Fund	Transportation Sales Tax	Capital Projects	Nonmajor Governmental	Water and Electric Utility	Sanitary Sewer Utility	Recreation Services	Solid Waste Utility	Non-Major Enterprise	Internal Service	Total
Major Governmental Funds:											
General Fund	\$ -	\$ 5,740,000	\$ 30,863	\$ 1,666,889	\$ 10,334,306	\$ -	\$ -	\$ -	\$ 200,000	\$ 16,297	\$ 17,988,355
Transportation Sales Tax	-	-	251,802	-	-	-	-	-	-	-	251,802
Capital Projects Fund	728,676	150,000	-	12,315,881	-	5,233	-	20,929	20,929	31,394	13,273,042
Nonmajor Governmental	314,625	-	-	3,079,108	-	-	-	-	-	-	3,393,733
Major Enterprise Funds:											
Parking Facilities	75,000	-	-	1,000	-	-	-	-	-	-	76,000
Recreation Services	1,652,510	-	-	626,000	-	-	-	-	-	-	2,278,510
Storm Water Utility	31,250	-	6,840	-	25,000	25,000	-	-	-	-	88,090
Nonmajor Enterprise	-	2,819,000	360,000	62,829	50,000	-	-	-	-	-	3,291,829
Internal Service	36,162	-	-	-	9,700	2,400	1,500	3,300	1,600	1,000	55,662
Total	\$ 2,838,223	\$ 8,709,000	\$ 649,505	\$ 17,751,707	\$ 10,419,006	\$ 32,633	\$ 1,500	\$ 24,229	\$ 222,529	\$ 48,691	\$ 40,697,023

Transfers are used to (1) move revenues from the fund that budgets or ordinance requires to collect them to the fund that budgets or ordinance requires to expend them, (2) move receipts restricted to debt service from the funds collecting the receipts to the debt service fund as debt service payments become due, and (3) use unrestricted revenues collected in the general fund to finance various programs accounted for in other funds in accordance with budgetary authorizations.

Included in the transfers schedule is a transfer from the Water and Electric Utilities Fund to the General Fund of \$10,309,306. The transfer represents PILOT payments.

IX. LONG-TERM LIABILITIES

A. Changes in Long-term Liabilities

Changes in long-term liabilities during the year ended September 30, 2007 were as follows:

	Balance October 1, 2006	Additions	Deductions	Balance September 30, 2007	Current Portion
Governmental Activities:					
Special Obligation Notes:					
2007A Series					
Regional Park Acquisition	\$ —	3,740,000	—	3,740,000	875,000
Total Special Obligation Notes	—	3,740,000	—	3,740,000	875,000
Special Obligation Bonds:					
2006B S.O. Capital Improvement	25,615,000	—	(2,110,000)	23,505,000	2,195,000
Premiums (Discounts)	1,110,211	—	(118,951)	991,260	—
Gain (Loss) on Refunding	(95,799)	—	12,496	(83,303)	—
Total Special Obligation Bonds	26,629,412	—	(2,216,455)	24,412,957	2,195,000
Accrued Compensated Absences	2,140,680	2,199,165	(1,926,104)	2,413,741	1,911,272
Claims Payable - Workers' Compensation and General Liability	3,322,843	3,368,668	(2,005,108)	4,686,403	3,777,907
Claims Payable - Health Insurance	884,830	8,080,107	(8,077,850)	887,087	887,087
Total Governmental Activities	\$ 32,977,765	\$ 17,387,940	\$ (14,225,517)	\$ 36,140,188	\$ 9,646,266

Accrued compensated absences are generally liquidated by the general fund.

CITY OF COLUMBIA, MISSOURI

Notes to the Basic Financial Statements September 30, 2007

	Balance October 1, 2006	Additions	Deductions	Balance September 30, 2007	Current Portion
Business-type Activities:					
Revenue Bonds:					
<i>Water & Electric Utility:</i>					
1998 Water and Electric	\$ 8,195,000	\$ —	\$ (1,550,000)	\$ 6,645,000	\$ 1,645,000
2002 Water and Electric	15,305,000	—	(465,000)	14,840,000	480,000
2003 Water and Electric	8,800,000	—	(770,000)	8,030,000	790,000
2004 Water and Electric	17,095,000	—	(480,000)	16,615,000	500,000
2005 Water and Electric	30,630,000	—	(330,000)	30,300,000	340,000
Premiums (Discounts)	1,692,943	—	(111,065)	1,581,878	—
Gain (Loss) on Refunding	(992,251)	—	84,461	(907,790)	—
Total Water & Electric Utility	<u>80,725,692</u>	<u>—</u>	<u>(3,621,604)</u>	<u>77,104,088</u>	<u>3,755,000</u>
<i>Sanitary Sewer Utility:</i>					
1992 Sanitary Sewer System Series B	430,000	—	(50,000)	380,000	55,000
1999 Sanitary Sewer System Series A	2,735,000	—	(170,000)	2,565,000	175,000
1999 Sanitary Sewer System Series B	1,045,000	—	(65,000)	980,000	65,000
2000 Sanitary Sewer System Series B	1,910,000	—	(110,000)	1,800,000	110,000
2002 Sanitary Sewer System Series A	1,930,000	—	(100,000)	1,830,000	100,000
2002 Sanitary Sewer System Refunding	7,060,000	—	(500,000)	6,560,000	515,000
2003 Sanitary Sewer System Series B	3,295,000	—	(160,000)	3,135,000	160,000
2004 Sanitary Sewer System Series B	625,000	—	(25,000)	600,000	25,000
2006 Sanitary Sewer System Series B	—	915,000	(25,000)	890,000	40,000
Premiums (Discounts)	(97,305)	29,723	12,382	(55,200)	—
Total Sanitary Sewer Utility	<u>18,932,695</u>	<u>944,723</u>	<u>(1,192,618)</u>	<u>18,684,800</u>	<u>1,245,000</u>
 Total Revenue Bonds	 <u>99,658,387</u>	 <u>944,723</u>	 <u>(4,814,222)</u>	 <u>95,788,888</u>	 <u>5,000,000</u>

CITY OF COLUMBIA, MISSOURI

Notes to the Basic Financial Statements September 30, 2007

	Balance October 1, 2006	Additions	Deductions	Balance September 30, 2007	Current Portion
Business-type Activities (con't):					
Special Obligation Bonds:					
<i>Electric Utility:</i>					
2006 Water and Electric	38,535,000	—	—	38,535,000	—
Premiums	1,409,009	—	(54,192)	1,354,817	—
Total Electric Utility	39,944,009	—	(54,192)	39,889,817	—
<i>Sanitary Sewer Utility:</i>					
2001 Sanitary Sewer	2,265,000	—	(115,000)	2,150,000	115,000
2006 Sanitary Sewer	8,380,000	—	(270,000)	8,110,000	280,000
Premiums	55,292	—	(2,970)	52,322	—
Total Sanitary Sewer Utility	10,700,292	—	(387,970)	10,312,322	395,000
<i>Solid Waste Utility:</i>					
2001 Refuse System	3,910,000	—	(195,000)	3,715,000	200,000
2006 Refuse System	4,915,000	—	(320,000)	4,595,000	325,000
Premiums/(Discounts)	116,859	—	(11,486)	105,373	—
Gain/(Loss) on Refunding	(68,948)	—	7,387	(61,561)	—
Total Solid Waste Utility	8,872,911	—	(519,099)	8,353,812	525,000
<i>Parking Facilities:</i>					
2006 Parking Facilities	6,710,000	—	(460,000)	6,250,000	490,000
Premiums/(Discounts)	174,674	—	(17,199)	157,475	—
Gain/(Loss) on Refunding	(285,679)	—	28,116	(257,563)	—
Total Parking Facilities	6,598,995	—	(449,083)	6,149,912	490,000
Total Special Obligation Bonds	66,116,207	—	(1,410,344)	64,705,863	1,410,000
Accrued Compensated Absences	1,252,743	1,351,660	(1,229,685)	1,374,718	1,088,543
Other long-term liabilities:					
Loan Payable Water and Electric	2,926,176	—	(687,113)	2,239,063	570,375
Accrued Landfill Closure/Post Closure Care Costs	2,189,733	—	(76,066)	2,113,667	290,423
Total Other Long-Term Liabilities	5,115,909	—	(763,179)	4,352,730	860,798
Total Revenue Bonds (from above)	99,658,387	944,723	(4,814,222)	95,788,888	5,000,000
Total Business-type Activities	\$ 172,143,246	\$ 2,296,383	\$ (8,217,430)	\$ 166,222,199	\$ 8,359,341

CITY OF COLUMBIA, MISSOURI

Notes to the Basic Financial Statements September 30, 2007

B. Debt Service Requirements to Maturity

The annual requirements to amortize all bonded debt outstanding as of September 30, 2007, including interest payments of \$282,261,210, are as follows:

Year ending September 30	Governmental Activities:		Business-type Activities:	
	Special Obligation 2006B and 2007A		Special Obligation 2001, 2006A and 2006C	
	Principal	Interest	Principal	Interest
2008	\$ 3,070,000	1,260,071	1,410,000	2,868,829
2009	3,205,000	1,110,087	1,470,000	2,812,035
2010	3,330,000	953,912	1,520,000	2,751,513
2011	3,470,000	791,419	1,590,000	2,688,444
2012	2,580,000	644,000	1,655,000	2,623,811
2013-2017	11,590,000	1,191,500	8,495,000	11,981,390
2018-2022	—	—	5,850,000	10,371,469
2023-2027	—	—	10,805,000	8,767,547
2028-2032	—	—	24,070,000	4,864,500
2033	—	—	6,490,000	146,025
	<u>\$ 27,245,000</u>	<u>\$ 5,950,989</u>	<u>\$ 63,355,000</u>	<u>\$ 49,875,563</u>

Business-type Activities: (continued)				
Revenue Bonds				
Year ending September 30	Sanitary Sewer Utility		Water and Electric	
	Principal	Interest	Principal	Interest
2008	\$ 1,245,000	810,919	3,755,000	3,244,750
2009	1,275,000	765,217	3,875,000	3,073,952
2010	1,300,000	715,970	4,020,000	2,905,270
2011	1,340,000	663,602	4,175,000	2,752,139
2012	1,365,000	606,881	4,330,000	2,585,069
2013-2017	7,070,000	2,116,413	19,200,000	10,494,454
2018-2022	4,230,000	659,487	18,060,000	6,483,004
2023-2027	915,000	59,265	14,670,000	2,491,031
2028-2032	—	—	4,345,000	237,235
2033	—	—	—	—
	<u>\$ 18,740,000</u>	<u>\$ 6,397,754</u>	<u>\$ 76,430,000</u>	<u>\$ 34,266,904</u>

TOTAL DEBT SERVICE REQUIREMENTS TO MATURITY		
Year ending September 30	Principal	Interest
2008	\$ 9,480,000	8,184,569
2009	9,825,000	7,761,291
2010	10,170,000	7,326,665
2011	10,575,000	6,895,604
2012	9,930,000	6,459,761
2013-2017	46,355,000	25,783,757
2018-2022	28,140,000	17,513,960
2023-2027	26,390,000	11,317,843
2028-2032	28,415,000	5,101,735
2033	6,490,000	146,025
	<u>\$ 185,770,000</u>	<u>\$ 96,491,210</u>

CITY OF COLUMBIA, MISSOURI

Notes to the Basic Financial Statements September 30, 2007

C. Special Obligation Notes, Series 2007A

In June 2007, the City issued \$3,740,000 2007A Special Obligation Notes for the acquisition of property for a southeast regional park. Interest is paid semi-annually on March 1 and September 1. Principal payments are due each March 1 with the final payment due March 1, 2011. These notes are not subject to optional redemption and payment prior to their stated maturity. The interest rate on this issue is 4.23%.

These notes are special obligations of the City payable solely from the annual appropriation of funds by the City for that purpose. It is intended that principal and interest payments will be paid from the Parks sales tax.

This debt was issued as “bank qualified” which limits the City to issue no more than \$10 million of debt in calendar year 2007.

D. Special Obligation Refunding and Capital Improvement Bonds—Series 2006, 2006B and 2006C

In September of 2006, the City issued \$38,535,000 of Special Obligation Electric Utility Improvement Bonds. The bonds are special obligations of the City payable solely from the annual appropriation of funds by the City for that purpose. The bonds are to be treated as utility revenue bonds of the Electric Utility, and are secured by pledged revenues of the Electric Utility. The bonds were issued for the purpose of providing funds to extend, expand, improve, repair, replace, and equip the Electric Utility. Interest is paid semiannually on April 1 and October 1. Principal maturities are to be paid October 1, 2023, and thereafter through October 1, 2032. At the option of the City, the Bonds may be subject to redemption and payment prior to maturity on or after October 1, 2016 on any interest payment date at the redemption price of 100% of the principal amount redeemed plus accrued interest to the redemption date. The interest rates on this issue range from 4.25% to 5.00%.

In June of 2006, the City issued \$25,615,000 of Special Obligation Revenue Refunding and Improvement Bonds for the purpose of i) advance refunding the Certificates of Participation (City of Columbia, Missouri, Lessee), Series 2001A, outstanding in the principal amount of \$2,085,000; ii) funding certain public safety and road capital improvements within the City; iii) making a deposit to the Debt Service Reserve Account; and iv) paying costs of issuance. Interest is paid semiannually on February 1 and August 1. Principal payments are due on February 1. The final payment is due February 1, 2016. The interest rate on this issue is 5%. The Bonds are special limited obligations of the City, payable solely from the annual appropriation of funds by the City for that purpose.

On February 1, 2006, the City issued \$20,005,000 of Special Obligation Revenue Refunding and Improvement Bonds for the purpose of i) currently refunding the outstanding portion of the City’s Special Obligation Refunding and Capital Improvement Bonds, Series 1996; ii) currently refunding the outstanding portion of the City’s Parking Utility Revenue Bonds, Series 1995; iii) construction, improving and extending the City-owned sanitary sewer utility; iv) construction and improving the City-owned solid waste utility; v) funding a debt service reserve account; vi) paying cost of issuance. Interest is paid semiannually on February 1 and August 1. Principal payments are due on February 1. The final payment is due February 1, 2026. Interest rates on this issue range from 4.00% to 5.00%. The Bonds are special limited obligations of the City, payable solely from the annual appropriation of funds by the City for that purpose.

E. Special Obligation Bonds, Series 2001A and 2001B

In November 2001, the City issued \$2,685,000 of Special Obligation Series A Bonds and \$4,640,000 of Special Obligation Series B Bonds for the purpose of acquisition, construction, improvement and extension of the City-owned sanitary sewer utility and the City’s solid waste utility. Interest is paid semiannually on February 1 and August 1. Principal payments are due on February 1. The final payment is due on February 1, 2021. Interest rates on this issue range from 3.65% to 4.80%.

The 2001 Series A Bonds, \$2,685,000, are reported in the Sanitary Sewer Utility Enterprise Fund and the 2001 Series B Bonds, \$4,640,000, are reported in the Solid Waste Utility Enterprise Fund.

CITY OF COLUMBIA, MISSOURI

Notes to the Basic Financial Statements September 30, 2007

The bonds are special obligations of the City payable solely from the annual appropriation of funds by the City for that purpose.

F. Water and Electric Revenue Bonds—2005 Series, 2004 Series, 2003 Series, 2002 Series, and 1998 Series

In May of 2005, the City issued \$30,630,000 of Water and Electric System Revenue Bonds. The bonds are to be paid by the net revenues of the system and are secured by a first lien on the revenues. \$19,425,000 of the bonds were issued to refund \$19,685,000 of the outstanding 1998 Water and Electric Revenue Bonds, and \$11,205,000 were issued to provide funding for improvements and additions to the City's waterworks and electric facilities. Interest is paid semiannually on April 1 and October 1. Principal is due each year on October 1 through October 1, 2029. Bonds maturing on October 1, 2016, and thereafter are subject to redemption prior to maturity at the option of the City at any time on or after October 1, 2015, at a redemption price of 100% of the principal amount redeemed plus accrued interest to the redemption date. The interest rates on this issue range from 3.00% to 5.25%.

In March of 2004, the City issued \$17,095,000 of Water and Electric System Revenue Bonds. The bonds are to be paid by the net revenues of the system and are secured by a first lien on the revenues. The bonds were issued to provide funding for improvements and additions to the City's waterworks facilities. Interest is paid semiannually on April 1 and October 1. Principal is due on April 1 and October 1 on maturities through October 1 2009, and thereafter on October 1 through October 1, 2028. Bonds maturing on October 1, 2015, and thereafter are subject to redemption prior to maturity at the option of the City at any time on or after October 1, 2014, at a redemption price of 100% of the principal amount redeemed plus accrued interest to the redemption date. The interest rates on this issue range from 2.00% to 4.25%.

In February of 2003, the City issued \$8,950,000 of Water and Electric System Revenue Bonds. The bonds are secured by a pledge of the revenues of the Water and Electric System. The bonds were issued for the purpose of refunding the City's Water and Electric System Revenue Bonds, 1985 Series B. Interest is paid semiannually on June 1 and December 1, and principal is due each year on December 1 through December 1, 2015. Bonds maturing on December 1, 2012, and thereafter are subject to redemption prior to maturity at the option of the City at any time on or after December 1, 2011, at a redemption price of 100% of the principal amount redeemed plus accrued interest to the redemption date. The interest rates on this issue range from 2.00% to 5.00%.

In February of 2002, the City issued \$16,490,000 of Water and Electric System Revenue Bonds. The bonds are to be paid by the net revenues of the system and are secured by a first lien on the revenues. The bonds were issued to provide funding for improvements and additions to the City's waterworks and electric facilities. Interest is paid semiannually on April 1 and October 1. Principal is due each year on October 1 through October 1, 2026. Bonds maturing on October 1, 2013, and thereafter are subject to redemption prior to maturity at the option of the City at any time on or after October 1, 2012, at a redemption price of 100% of the principal amount redeemed plus accrued interest to the redemption date. The interest rates on this issue range from 3.00% to 6.00%.

In March of 1998, the City issued \$28,295,000 of Water and Electric System Revenue Bonds. The bonds are to be paid by the net revenues of the system and are secured by a first lien on the revenues. \$5,535,000 of the bonds were issued to refund \$5,215,000 of the outstanding 1992 Water and Electric Revenue Bonds, and \$22,760,000 were issued to provide funding for improvements and additions to the City's waterworks and electric facilities. Interest is paid semiannually on April 1 and October 1. Principal is due each year on October 1 through October 1, 2022. Bonds maturing on October 1, 2009, and thereafter are subject to redemption prior to maturity at the option of the City at any time on or after October 1, 2008, at a redemption price of 100% of the principal amount redeemed plus accrued interest to the redemption date. The interest rates on this issue range from 3.75% to 6.00%.

The bond ordinances require 110% coverage of the aggregate debt service for each fiscal year. The Water and Electric Utility Fund is required to be accounted for in a separate enterprise fund under the bond ordinances. These ordinances also require that after sufficient current assets have been set aside to operate the fund, all remaining monies held by the fund be restricted in separate accounts in the following sequence:

CITY OF COLUMBIA, MISSOURI

Notes to the Basic Financial Statements September 30, 2007

Nature of accounts	Amount	Authorized expenditures
(a) Current bond maturities and interest	Monthly accumulations equal to semiannual debt service.	Paying current principal and interest on bonds.
(b) Revenue bond reserve	Amount equal to 1/60th of the debt service requirements until said account shall equal the debt reserve requirements in the amount of \$7,043,914.	Paying principal and interest in the event of a deficiency in the current bond maturities and interest account.
(c) Renewal and replacement account	Amount of \$25,000 per month. Such payments shall be continued until the amount deposited and held in said fund shall equal \$1,500,000.	Paying unforeseen contingencies and meeting emergencies arising in the operation of the system.
(d) Revenue bond construction	To account for revenue bond issue proceeds prior to their expenditure for construction of utility plant.	To provide funds to pay construction cost to the extent such monies are available.

G. Sanitary Sewer Revenue Bonds—2006 Series B, 2004 Series B, 2003 Series B, 2002 Refunding Series, 2002 Series A, 2000 Series B, 1999 Series A, 1999 Series B, and 1992 Series B

The City issued \$915,000 of Sewerage System Bonds, Series B in November of 2006. These bonds are to be paid by the net revenues of the system, and are secured by a first lien on the revenues of the system. These bonds were issued for extending and improving the sewerage system. Payments of principal are due on January 1 of each year, beginning in 2009, through January 1, 2028, and interest payments are due on January 1 and July 1. The bonds maturing on and after July 1, 2017, are redeemable on each June 1 and December 1, commencing on June 1, 2016, at par plus accrued interest. The interest rates range from 4.00% to 5.00% on this issue.

The City issued \$650,000 of Sewerage System Bonds, Series B in May of 2004. These bonds are to be paid by the net revenues of the system, and are secured by a first lien on the revenues of the system. These bonds were issued for extending and improving the sewerage system. Payments of principal are due on January 1 of each year through January 1, 2025, and interest payments are due on January 1 and July 1. The bonds maturing on and after January 1, 2015, are redeemable on each June 1 and December 1, commencing on June 1, 2014, at par plus accrued interest. The interest rates range from 2.00% to 5.25 % on this issue.

The City issued \$3,620,000 of Sewerage System Revenue Bonds, Series B in May of 2003. These bonds are to be paid by the net revenues of the system, and are secured by a first lien on the revenues of the system. These bonds were issued for extending and improving the sewerage system. Payments of principal are due on January 1 of each year through January 1, 2024, and interest payments are due on January 1 and July 1. The bonds maturing on and after January 1, 2014, are redeemable on each June 1 and December 1, commencing on December 1, 2012, at par plus accrued interest. The interest rates range from 2.00% to 5.25% on this issue.

The City issued \$7,940,000 of Sewerage System Revenue Refunding Bonds in September of 2002. These bonds are to be paid by the net revenues of the system, and are secured by a first lien on the revenues of the system. These bonds were issued to refund the 1992 Sewerage System Revenue Bonds. Payments of principal are due on October 1 of each year through October 1, 2017, and interest payments are due on October 1 and April 1. The bonds maturing on and after October 1, 2013, are redeemable on each October 1 and April 1, commencing on October 1, 2012, at par plus accrued interest. The interest rates range from 2.0% to 4.0% on this issue.

CITY OF COLUMBIA, MISSOURI

Notes to the Basic Financial Statements September 30, 2007

The City issued \$2,230,000 of Sewerage System Revenue Bonds, Series A in May of 2002. These bonds are to be paid by the net revenues of the system, and are secured by a first lien on the revenues of the system. These bonds were issued for extending and improving the sewerage system. Payments of principal are due on January 1 of each year through January 1, 2023, and interest payments are due on January 1 and July 1. The bonds maturing on and after January 1, 2013, are redeemable on each June 1 and December 1, commencing on June 1, 2012, at par plus accrued interest. The interest rates range from 3.0% to 5.375% on this issue.

The City issued \$2,445,000 of Sewerage System Revenue Bonds, Series B in November of 2000. These bonds are to be paid by the net revenues of the system, and are secured by a first lien on the revenues of the system. These bonds were issued for extending and improving the sewerage system. Payments of principal are due on July 1 of each year through July 1, 2021, and interest payments are due on January 1 and July 1. The bonds maturing on and after July 1, 2013, are redeemable on each June 1 and December 1, commencing on December 1, 2010, at par plus accrued interest. The interest rates range from 4.350% to 5.625% on this issue.

The City issued \$1,420,000 of Sewerage System Revenue Bonds, Series B in December of 1999. These bonds are to be paid by the net revenues of the system, and are secured by a first lien on the revenues of the system. These bonds were issued for extending and improving the sewerage system. Payments of principal are due on July 1 of each year through July 1, 2020, and interest payments are due on January 1 and July 1. The bonds maturing on and after July 1, 2011, are redeemable on each June 1 and December 1, commencing on June 1, 2010, at par plus accrued interest. The interest rates range from 4.125% to 6.000% on this issue.

The City issued \$3,730,000 of Sewerage System Revenue Bonds, Series A in June of 1999. These bonds are to be paid by the net revenues of the system, and are secured by a first lien on the revenues of the system. These bonds were issued for extending and improving the sewerage system. Payments of principal are due on January 1 of each year through January 1, 2020, and interest payments are due on January 1 and July 1. The bonds maturing on and after January 1, 2010, are redeemable on each June 1, and December 1, commencing on June 1, 2009, at par plus a premium of 1% reduced by .5% each year thereafter to June 1, 2011. The interest rates range from 3.625% to 5.25% on this issue.

The City issued \$870,000 of Sewerage System Series B Revenue Bonds in June of 1992. These bonds are to be paid by the net revenues of the system, and are secured by a first lien on the revenues of the system. These bonds were issued for extending and improving the sewerage system. Payments of principal are due on January 1 of each year through January 1, 2013, and interest payments are due on January 1 and July 1. The bonds maturing January 1, 2008, and January 1, 2013, are redeemable on each June 1, and December 1, commencing on June 1, 2002, at par plus a premium of 2% reduced by 1% each year thereafter to June 1, 2004. The interest rates range from 4.25% to 6.55% on this issue.

The bond ordinances require 110% coverage of the highest year's debt service. In compliance with the bond ordinances, the Sanitary Sewer Utility Fund is accounted for in a separate enterprise fund. Additional bond ordinance requirements provide for the restricting of operating revenues after current operating expenses have been met. These restrictions occur in the following sequence:

Nature of accounts	Amount	Authorized expenditures
(a) Operation and maintenance	Equal to one month's operating expenses of the utility.	Operating expenses when non-restricted current assets are not available for payment.
(b) Sinking fund (cash with fiscal agent)	Current fiscal year bond maturity and interest accumulated monthly.	Payment of current principal and interest on bonds.
(c) Revenue bond reserve	Amount equal to \$214,840 for the 2001 Special Obligation Series A Bonds. The 2002 Refunding Series included a premium paid of	Payment of principal and interest due on bonds when other funds are unavailable.

CITY OF COLUMBIA, MISSOURI

Notes to the Basic Financial Statements September 30, 2007

\$26,039 for a debt service reserve fund policy of \$743,963.

(d) Contingency	Amount of \$2,000 per month. Such payments shall continue until the amount deposited and held in said fund shall equal \$200,000.	Unforeseen contingencies; emergencies affecting operation and maintenance replacement for effective and efficient operation.
(e) Revenue bond construction	To account for revenue bond issue proceeds prior to expenditure for construction of utility plant additions.	Cost of construction projects.

H. Conduit Debt – Industrial Revenue Bonds

As of September 30, 2007, \$1,015,000 industrial revenue bonds are outstanding. The debt service on these issues is paid solely from the related lease agreements; these bonds do not constitute a liability of the City.

I. Legal Debt Margin

The City's legal debt margin is \$312,992,986. For more information on the legal debt margin, see Table 18 in the Statistical Section.

X. ADVANCE REFUNDING

The City has defeased certain revenue bonds and certificates of participation by placing the proceeds of new bonds in an irrevocable trust to provide for all future debt service payments on the old debt. Accordingly, the trust account assets and the liability for the defeased debts are not included in the City's government-wide financial statements. On September 30, 2007, \$21,670,000 of bonds and certificates of participation debt outstanding are considered defeased. The table below details these issues.

Issue	Outstanding at September 30, 2007
Business-type revenue bonds:	
Water and Electric 1998 series revenue bonds	\$ 19,685,000
Governmental activities certificates of participation:	
Certificates of participation, series 2001	<u>1,985,000</u>
Total	<u>\$ 21,670,000</u>

XI. RISK MANAGEMENT

A. Self-insurance

The City is exposed to various risks of loss related to torts; theft of, damage to and destruction of assets; errors and omissions; injuries to employees; and natural disasters. During fiscal year 1988, the City established a risk management program for workers' compensation, liability, and property losses with two issues of special obligation

CITY OF COLUMBIA, MISSOURI

Notes to the Basic Financial Statements September 30, 2007

bonds to establish reserves for self-insurance. An excess coverage insurance policy covers individual claims in excess of \$1,000,000 for liability, and property losses, and workers' compensation claims in excess of \$750,000. The City carries insurance policies with outside insurers for airport, railroad, health clinic, and boiler and explosion claims. There has been no significant change in insurance coverage from the previous fiscal year. Settled claims have not exceeded insurance coverage in any of the past three years.

All operations of the City participate in the program and make payments to the Self-insurance Reserve Internal Service Fund's Liquidity Reserve based on an estimate of the amounts needed to pay claims, and to meet the debt service requirements of the self-insurance bond issues. The claims liability of \$4,686,403 reported in the Self-insurance Reserve Fund at September 30, 2007 is based on the requirements of Governmental Accounting Standards Board Statement No. 10, which requires that a liability for claims be reported if information prior to the issuance of the financial statements indicates that it is probable that a liability has been incurred at the date of the financial statements and the amount of the loss can be reasonably estimated. None of the claims liability have been discounted. The City has not purchased annuity contracts from commercial insurers to satisfy liabilities for any claim, therefore, no liability for claims has been removed from the balance sheet. Changes in the claims liability amount in fiscal years 2006 and 2007 were:

		Beginning of fiscal year liability	Current year Claims and changes in estimates	Claim payments	Balance fiscal year-end
9/30/2006	\$	2,513,498	\$ 2,033,400	\$ (1,224,055)	\$ 3,322,843
9/30/2007	\$	3,322,843	\$ 3,368,668	\$ (2,005,108)	\$ 4,686,403

B. Employees' Health Plan

The Employee Benefit Internal Service Fund accounts for the transactions and reserves associated with the City's medical, dental, prescription drug, life, and long-term disability programs for City employees. Coverage for health, dental, and prescription drug plans are self-insured. The City has a stop-loss attachment point of \$100,000 per person. Other coverages are with commercial insurance carriers.

Incurred but not reported claims of \$887,087 are reported in the Employee Benefit Fund as of September 30, 2007. These medical and dental reserves are estimated based on submitted claim lag reports using a 15-month run-off, which are adjusted for inflation/utilization trends, plan design and population changes. Changes in the claims liability amount in fiscal years 2006 and 2007 were:

		Beginning of fiscal year liability	Current year claims and changes in estimates	Claim payments	Balance fiscal year-end
9/30/2006	\$	959,479	\$ 7,576,123	\$ (7,650,772)	\$ 884,830
9/30/2007	\$	884,830	\$ 8,080,107	\$ (8,077,850)	\$ 887,087

XII. LANDFILL CLOSURE AND POSTCLOSURE CARE COSTS

State and federal laws and regulations require that the City of Columbia place a final cover on its landfill when closed and perform certain maintenance and monitoring functions at the landfill site for thirty years after closure. During fiscal year 1994, the City adopted the provisions of Governmental Accounting Standards Board (GASB) Statement No. 18, *Accounting for Municipal Solid Waste Landfill Closure and Postclosure Care Costs*. GASB No. 18 requires that, in addition to recognizing operating expenses related to current activities of the landfill, an expense provision and related liability be recognized for future closure and postclosure care costs that will be incurred near

CITY OF COLUMBIA, MISSOURI

Notes to the Basic Financial Statements September 30, 2007

or after the date the landfill no longer accepts waste. The recognition of these landfill closure and postclosure care costs is accrued ratably over the useful life of the landfill based on the portion of the landfill used during the year and is being recorded in the Solid Waste Utility Enterprise Fund. As of September 30, 2007, the liability recorded for landfill closure and postclosure care costs was \$2,113,667, which is recorded as part of other liabilities and which is based on 45.91% usage of the landfill, less costs paid to date of \$2,694,720. The City will recognize the remaining costs of closure and postclosure care of \$2,107,906 as the remaining capacity is filled. The estimated total current costs of the landfill closure and postclosure care (\$6,916,293) is based on the amount that would be paid if all equipment, facilities, and services required to close, monitor and maintain the landfill were acquired as of September 30, 2007. However, the actual cost of closure and postclosure care may be higher due to inflation, changes in technology, or changes in landfill laws and regulations. The estimated remaining life of the landfill is approximately 18 years.

The City of Columbia has executed a contract of obligation with the Missouri Department of Natural Resources for landfill closure and postclosure care costs. This financial assurance instrument allows the Missouri Department of Natural Resources to collect the required amount from any state funds which could be dispersed to the City should the City fail to perform closure or postclosure care activities.

XIII. CONTINGENCIES

A. Grants

The City receives significant financial assistance from numerous federal, state, and local governmental agencies in the form of grants. The disbursement of funds received under these programs generally requires compliance with terms and conditions specified in the grant agreements and are subject to audit by the grantor agencies. Any disallowed claims resulting from such audits could become a liability of the General Fund or other applicable funds. However, in the opinion of management, any such disallowed claims will not have a material effect on any of the financial statements of the individual fund types included herein or on the overall financial position of the City at September 30, 2007.

B. Litigation

Various suits and claims against the City are presently pending involving claims for personal injury, tax appeals, and miscellaneous cases. In the opinion of management, both individually and in the aggregate, such suits or claims will not have a material effect on the financial position of the City.

XIV. EMPLOYEE RETIREMENT SYSTEMS AND PLANS

Except for Railroad employees, all full-time, regular employees of the City of Columbia participate in one of three retirement plans. The City administers two single-employer defined benefit pension plans, the Police Retirement Fund which covers full-time regular police officers, and the Firefighters' Retirement Fund which covers full-time regular firefighters. The Authority to provide pensions for Police and Firefighters is established in Revised Statutes of Missouri (RSMo) Section 86.583, and firefighters' retirement and relief systems for all municipalities in RSMo Section 87.005-87.105. Benefit provisions and contribution requirements are established by City ordinance, and may be amended by City ordinance. The City also participates in the Missouri Local Government Employees Retirement System (LAGERS), an agent, multi-employer statewide public employee retirement plan for units of local government established and is governed by provisions of the Revised Statutes of Missouri (RSMo) Section 70.600 - 70.755. As such, it is the system's responsibility to administer the law in accordance with the expressed intent of the General Assembly. LAGERS is a defined benefit pension plan which provides retirement, disability, and death benefits to plan members and beneficiaries and covers substantially all of the City's employees not covered by the Police or Firefighters Retirement Funds. The plan is qualified under the Internal Revenue Code Section 401a and it is tax exempt.

CITY OF COLUMBIA, MISSOURI

Notes to the Basic Financial Statements September 30, 2007

A. Plan Descriptions

Police and Firefighter Pension

Participants in the Police and the Firefighters' Retirement plans become fully vested at the completion of their probationary period, which is generally one year after employment. Participants are eligible for retirement benefits, payable monthly for life, upon reaching the age of 65, or 20 years of credited service. The plans also provide early retirement, death, and disability benefits. Benefits and refunds of the Police and the Firefighters' Retirement pension plans are recognized and payable when due.

Participants in the Police Retirement plan receive a normal benefit equal to 3.0% of their highest average salary multiplied by the number of years of active service up to 20 years, plus 2% of the highest average salary for each year of service in excess of 20 years, but not to exceed 70% of the highest average salary. This benefit shall continue for life. Participants in the police retirement plan employed as of October 1, 1991 could elect a second option. Under this option employees retiring after January 4, 1993 receive a benefit increase of 3% each year from retirement to age 62. When a covered employee reaches age 62, the retirement benefit shall equal 2.2% of the highest average salary times the years of service to a maximum of 52.5% of the highest average salary with 25 years of continuous service. The benefit calculated at age 62 is then increased by 2% for each year from retirement to age 61. This benefit is then payable from age 62 and increased in each future year by 2% of the preceding year's benefit.

Participants in the Firefighters' Retirement plan retiring after August 21, 1995 with 20 or more years of service receive a normal benefit equal to 70% of the highest annual salary plus 2% per year for each year in excess of 20 years, up to a maximum of 80% of the highest annual salary. The normal benefit is increased annually by 2%. A covered employee who has retired on account of age or length of service after September 30, 1984, but before January 4, 1993 after completing 25 or more years of service receives a normal benefit equal to 50% of the highest annual salary, plus an additional 2% increase in benefits to be paid on October 1 of each year ending in an even number, not to exceed 60% of the highest annual salary.

Financial Statements for the Police and Firefighters' Retirement Funds are presented within this document. There are no separately issued financial statements for the Police and Firefighters' Retirement Funds.

DROP

The Deferred Retirement Option Program (DROP), implemented on August 21, 2007, is a program that allows qualified employees to retire without terminating their employment for up to 5 years while their retirement benefits accumulate and earn interest compounded monthly at an effective annual rate of 4.0%. This program is available to eligible active members of the Columbia Police Department or the Columbia Fire Department who are in the Police Retirement Fund or Firefighters' Retirement Fund, respectively.

Eligible members of the Police Retirement Fund or Firefighters' Retirement Fund may participate in DROP when vested and they have reached their normal retirement date. In most cases an employee's normal retirement date is when vested and upon reaching age 65, or when they have completed 20 years of service, regardless of their age.

DROP eligibility begins the first month an employee reaches their normal retirement date. DROP participants must have written authorization from their employer and approval by the Administrator. In no event may the DROP period exceed 60 months.

If the qualified employee fails to terminate employment at the end of the DROP period, both the retirement and DROP participation will be voided, and the employer must pay any additional contributions that may be required to establish service credit for the time the participant was in DROP.

CITY OF COLUMBIA, MISSOURI

Notes to the Basic Financial Statements September 30, 2007

LAGERS

Participants in the LAGERS plan become fully vested after five years of service. Participants are eligible for a monthly defined service retirement benefit with full benefits for general and utility employees at age sixty. Actuarially reduced benefits are available for general and utility employees at age fifty-five. An alternate unreduced retirement provision is available based on age and service totaling 80 years. LAGERS also provides disability and death benefits.

The Missouri Local Government Employees Retirement System issues a publicly available financial report that includes financial statements and required supplementary information. That report may be obtained by writing to LAGERS, P.O. Box 1665, Jefferson City, MO 65102 or by calling 1-800-447-4334.

Membership of each plan consisted of the following at the date of the latest actuarial valuation:

	<u>Police Pension</u>	<u>Fire Pension</u>	<u>LAGERS</u>
Number of participants:			
Current membership (receiving benefits)	104	116	387
Terminated entitled, not yet receiving benefits	8	1	188
Current active members	149	130	876

B. Funding Policy

The City's Police and Fire pension contributions for the fiscal year ended September 30, 2007, were made in accordance with actuarially determined contribution requirements determined through actuarial valuation. The LAGERS contribution requirements of plan members are determined by the governing body of the political subdivision. The contribution provisions of the political subdivision are established by state statute.

The City's annual pension cost for the current year and the related information for each plan is as follows:

	<u>Police Plan</u>	<u>Fire Plan</u>	<u>LAGERS</u>
Contribution rates:			
City – general, utility	30.56%	41.00%	13.9%, 15.9%
Plan members – contributory	8.35%	16.32%	—
Plan members – noncontributory	3.50%	—	—
Annual pension cost	\$2,401,908	\$2,759,165	\$5,270,425
Contributions made	\$2,401,908	\$2,759,165	\$5,270,425
Actuarial valuation date	9/30/2006	9/30/2006	2/28/2007
Actuarial cost method	entry age normal	entry age normal	entry age normal
Amortization method	level % of pay–closed	level % of pay–closed	level % of pay–open
Remaining amortization period	21 years	21 years	15 years
Asset valuation method	smooth 4 year market	smooth 4 year market	smooth 5 year market
Actuarial assumptions:			
Investment rate of return	8%	8%	7.5%
Projected salary increases *	0% – 4.1%	0% – 4.1%	0% – 6.0%
* Includes inflation at	4%	4%	4%
Benefit increases	2% annually until attained age of 62; 2% thereafter	2% annually or biannually contingent upon years of service	6% maximum annually based on consumer price index

Prior to September 22, 1985, participants in the police retirement plan were able to elect to receive a higher salary and make a contribution to the plan or elect to receive a lower salary and not make a contribution.

CITY OF COLUMBIA, MISSOURI

Notes to the Basic Financial Statements September 30, 2007

C. Annual Pension Cost

LAGERS

Schedule of Employer Contributions

Fiscal year ending	Annual pension cost (APC)	Percentage of APC contributed	Net pension obligation
6/30/2005	\$ 4,499,040	100%	\$ —
6/30/2006	\$ 4,879,296	100%	\$ —
6/30/2007	\$ 5,270,425	100%	\$ —

Police and Firefighter Pension

Schedule of Employer Contributions

	Fiscal year ending	Annual pension cost (APC)	Percentage of APC contributed	Net pension obligation
Police	9/30/2005	\$ 2,113,978	100%	\$ —
	9/30/2006	\$ 2,232,864	100%	\$ —
	9/30/2007	\$ 2,401,908	100%	\$ —
Fire	9/30/2005	\$ 1,934,722	100%	\$ —
	9/30/2006	\$ 2,213,653	100%	\$ —
	9/30/2007	\$ 2,759,165	100%	\$ —

The City's funding policy provides for periodic employer contributions at actuarially determined rates that, expressed as percentages of annual covered payroll, are designed to accumulate sufficient assets to pay benefits when due. Administration costs are financed by the revenues of the Police and Firefighters' Retirement Funds.

There were no long-term contracts for contributions outstanding on September 30, 2007.

Although the assets of the plans are commingled for investment purposes, each plan's assets may be used only for the payment of benefits to the members of that plan, in accordance with the terms of the plan.

CITY OF COLUMBIA, MISSOURI

Notes to the Basic Financial Statements September 30, 2007

D. Statements of Fiduciary Net Assets for the Firefighters' and Police Retirement Funds as of September 30, 2007 are as follows:

	<u>Firefighters'</u> <u>Retirement Fund</u>	<u>Police</u> <u>Retirement Fund</u>	<u>Total</u>
ASSETS			
Cash and cash equivalents	\$ 754,885	\$ 510,391	\$ 1,265,276
Accrued interest	86,953	58,790	145,743
Investments	50,391,389	34,070,483	84,461,872
Capital assets	6,973	4,715	11,688
Accumulated depreciation	<u>(6,973)</u>	<u>(4,715)</u>	<u>(11,688)</u>
Total Assets	<u>51,233,227</u>	<u>34,639,664</u>	<u>85,872,891</u>
LIABILITIES			
Accounts payable	1,144	773	1,917
Other liabilities	<u>40,831</u>	<u>27,606</u>	<u>68,437</u>
Total Liabilities	<u>41,975</u>	<u>28,379</u>	<u>70,354</u>
NET ASSETS			
Net assets held in trust	<u>51,191,252</u>	<u>34,611,285</u>	<u>85,802,537</u>
Total Net Assets	<u><u>\$ 51,191,252</u></u>	<u><u>\$ 34,611,285</u></u>	<u><u>\$ 85,802,537</u></u>

CITY OF COLUMBIA, MISSOURI

Notes to the Basic Financial Statements September 30, 2007

E. Statements of Changes in Fiduciary Net Assets for the year ended September 30, 2007 are as follows:

	<u>Firefighters'</u> <u>Retirement Fund</u>	<u>Police</u> <u>Retirement Fund</u>	<u>Total</u>
ADDITIONS			
Contributions:			
City	\$ 2,759,165	\$ 2,401,908	\$ 5,161,073
Employee	1,098,281	279,903	1,378,184
Net investment income:			
Net appreciation			
in fair value of investments	2,235,823	1,547,222	3,783,045
Interest and dividends	3,477,988	2,345,291	5,823,279
Total additions	<u>9,571,257</u>	<u>6,574,324</u>	<u>16,145,581</u>
DEDUCTIONS			
Current:			
Policy development and administration:			
Training and schools	612	413	1,025
Utilities, services, and miscellaneous	16,937	11,421	28,358
Pension benefits	3,520,960	2,292,035	5,812,995
Refund of employee's contributions	-	20,979	20,979
Total deductions	<u>3,538,509</u>	<u>2,324,848</u>	<u>5,863,357</u>
Change in net assets	6,032,748	4,249,476	10,282,224
NET ASSETS - BEGINNING	<u>45,158,504</u>	<u>30,361,809</u>	<u>75,520,313</u>
NET ASSETS - ENDING	<u>\$ 51,191,252</u>	<u>\$ 34,611,285</u>	<u>\$ 85,802,537</u>

F. 401(a) Retirement Plan

The City sponsors and administers, through a contract with Boone County National Bank, a 401(a) plan which is a defined contribution plan established to provide benefits at retirement to permanent employees of the City. At September 30, 2007, there were 1,213 plan members. The City will contribute to the plan on behalf of each participant an amount equal to 2.0% of the participant's salary contingent upon the participant making a matching contribution to a Section 457 deferred compensation plan. For the year ended September 30, 2007, the City contributed \$846,030 to the plan. Plan provisions and contribution requirements are established and may be amended by the City Council.

G. Post Employment Health Plan (PEHP)

The City Council adopted a Post Employment Health Plan (PEHP), a defined contribution plan, in September 1997, which became effective in fiscal year 1998. The City administers the plan through a contract with Nationwide Retirement Solutions. All permanent City employees are eligible. At September 30, 2007, there were 1,299 plan members. The City contributes \$21.00 to individual employee accounts on a monthly basis. Upon retirement or separation, these funds are available to cover the cost of post-employment insurance premiums and medical expenses. In addition to the monthly contributions from the City, employees who terminate employment after 10 or more years of service may be eligible to convert unused sick leave hours (on a dollar-per-hour-basis) for deposit into the employee's PEHP account. For the year ended September 30, 2007, the City contributed \$358,659 to the plan.

CITY OF COLUMBIA, MISSOURI

Notes to the Basic Financial Statements September 30, 2007

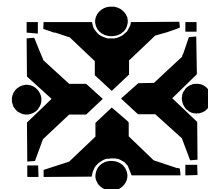
XV. SUBSEQUENT EVENTS

The City issued \$1,800,000 of Sewerage System Revenue Bonds on November 15, 2007. These bonds are to be paid by the net revenues of the system, and are secured by a first lien on the revenues of the system. These bonds were issued for extending and improving the sewerage system. Payments of principal are due on January 1 of each year, beginning January 1, 2009 through January 1, 2028 and interest payments are due on January 1 and July 1.

The City of Columbia received payments made under protest from numerous cell phone companies during FY 2007 in the amount of \$1,145,606. Under the City Code of Ordinances (Sec.26-121), "every person engaged in the business of supplying telephone service in the city for compensation for any purpose shall pay to the city a license tax in an amount equal to seven (7) per cent of the annual gross revenue received by such person for local exchange service from telephones located within the city limits". Lawsuits were filed against the City, challenging the applicability of the taxes to wireless phone companies. Under Missouri statutes, these tax payments cannot be spent, but must be placed in a separate account until tax litigation is decided. The City did not recognize the protested payments as revenue during FY 2007. Since October 1, 2007, the four major cell phone companies have reached tentative settlements (not final) with Columbia and other Missouri cities. These settlements should be finalized in FY 2008.

CITY OF COLUMBIA, MISSOURI

REQUIRED SUPPLEMENTARY INFORMATION



**CITY OF COLUMBIA, MISSOURI
REQUIRED SUPPLEMENTARY INFORMATION (UNAUDITED)
BUDGETARY COMPARISON SCHEDULE
GENERAL FUND
FOR THE YEAR ENDED SEPTEMBER 30, 2007**

	Budgeted Amounts		Actual Amounts	Variance with Final Budget - Positive (Negative)
	Original	Final		
REVENUES:				
General property taxes	5,939,000	5,939,000	6,168,905	229,905
Sales tax	19,269,000	19,269,000	18,947,028	(321,972)
Other local taxes	8,385,400	8,385,400	9,085,680	700,280
Licenses and permits	722,300	722,300	812,113	89,813
Fines	1,460,500	1,460,500	1,387,447	(73,053)
Fees and service charges	1,840,901	1,840,901	1,894,103	53,202
Intragovernmental revenue	13,313,141	13,313,141	3,353,142	(9,959,999)
Revenue from other governmental units	4,129,328	6,241,070	4,521,170	(1,719,900)
Investment revenue	725,000	725,000	1,066,281	341,281
Miscellaneous revenue	1,332,569	1,354,194	1,696,570	342,376
TOTAL REVENUES	57,117,139	59,250,506	48,932,439	(10,318,067)
EXPENDITURES:				
Current:				
Policy development and administration:				
City Council	248,801	251,811	218,006	33,805
City Clerk	140,347	146,577	139,976	6,601
City Manager	1,050,152	1,050,152	984,651	65,501
Election	118,430	112,200	82,468	29,732
Financial Services	3,253,659	3,265,106	3,078,028	187,078
Human Resources	806,708	806,708	773,344	33,364
Volunteer Services	191,156	193,674	185,778	7,896
City Counselor	511,149	545,321	507,237	38,084
Public Works Administration	2,433,813	4,924,125	2,440,735	2,483,390
Miscellaneous nonprogrammed activities	672,671	723,060	762,191	(39,131)
Total policy development and administration	9,426,886	12,018,734	9,172,414	2,846,320
Public safety:				
Police	16,925,377	17,204,053	17,101,045	103,008
City Prosecutor	401,596	408,406	395,972	12,434
Fire	12,691,666	12,991,753	12,460,527	531,226
Animal Control	442,193	457,454	431,211	26,243
Municipal Court	691,070	716,668	682,203	34,465
Emergency Management	201,846	218,062	187,349	30,713
Joint Communications	2,324,089	2,412,267	2,365,272	46,995
Miscellaneous nonprogrammed activities	347,384	373,407	393,615	(20,208)
Total public safety	34,025,221	34,782,070	34,017,194	764,876
Transportation:				
Streets and Sidewalks	4,856,900	5,468,936	4,726,116	742,820
Street Lighting	1,262,600	1,314,054	1,314,054	-
Traffic	1,126,840	1,200,751	1,018,313	182,438
Miscellaneous nonprogrammed activities	11,809	12,694	13,181	(487)
Total transportation	7,258,149	7,996,435	7,071,664	924,771
Health and environment:				
Health Services	4,771,794	5,163,937	5,001,268	162,669
Planning	835,735	854,888	694,381	160,507
Department of Economic Development	366,290	366,290	355,168	11,122
Protective Inspection	1,279,998	1,344,221	1,175,008	169,213
Miscellaneous nonprogrammed activities	22,953	24,672	26,008	(1,336)
Total health and environment	7,276,770	7,754,008	7,251,833	502,175
Personal development:				
Parks and Recreation	4,642,055	4,796,815	4,377,743	419,072
Cultural Affairs	372,130	384,343	369,288	15,055
Office of Community Services	358,801	374,794	230,939	143,855
Social Assistance	981,023	1,226,382	1,098,881	127,501
Miscellaneous nonprogrammed activities	4,854	5,217	5,500	(283)
Total personal development	6,358,863	6,787,551	6,082,351	705,200
TOTAL EXPENDITURES	64,345,889	69,338,798	63,595,456	5,743,342
DEFICIENCY OF REVENUES OVER EXPENDITURES	(7,228,750)	(10,088,292)	(14,663,017)	(4,574,725)
OTHER FINANCING SOURCES (USES):				
Transfers from other funds	7,497,322	7,702,550	17,988,356	10,285,806
Transfers to other funds	(2,825,446)	(2,827,961)	(2,838,223)	(10,262)
Appropriation of prior year fund balance	3,773,196	3,773,196	3,773,196	-
TOTAL OTHER FINANCING SOURCES (USES)	8,445,072	8,647,785	18,923,329	10,275,544
NET CHANGE IN FUND BALANCE	1,216,322	(1,440,507)	4,260,312	5,700,819
Effect of appropriation of prior year fund balance	(3,773,196)	(3,773,196)	(3,773,196)	-
FUND BALANCE, BEGINNING OF PERIOD	18,205,777	18,205,777	18,205,777	-
FUND BALANCE, END OF PERIOD	15,648,903	12,992,074	18,692,893	5,700,819

See Independent Auditors' Report.

CITY OF COLUMBIA, MISSOURI
REQUIRED SUPPLEMENTARY INFORMATION (UNAUDITED)
BUDGETARY COMPARISON SCHEDULE
TRANSPORTATION SALES TAX FUND
FOR THE YEAR ENDED SEPTEMBER 30, 2007

	Budgeted Amounts		Actual	Variance with
	Original	Final	Amounts	Final Budget -
				Positive
				(Negative)
REVENUES:				
Sales tax	\$ 9,572,000	\$ 9,572,000	\$ 9,495,176	\$ (76,824)
Revenue from other governmental units	-	-	-	-
Investment revenue	75,000	75,000	28,481	(46,519)
TOTAL REVENUES	<u>9,647,000</u>	<u>9,647,000</u>	<u>9,523,657</u>	<u>(123,343)</u>
OTHER FINANCING (USES):				
Transfers to other funds	(8,459,000)	(8,709,000)	(8,709,000)	-
Transfers from other funds	-	251,802	251,802	-
TOTAL OTHER FINANCING (USES)	<u>(8,459,000)</u>	<u>(8,457,198)</u>	<u>(8,457,198)</u>	<u>-</u>
NET CHANGE IN FUND BALANCE	1,188,000	1,189,802	1,066,459	(123,343)
FUND BALANCE, BEGINNING OF PERIOD	<u>3,660</u>	<u>303,100</u>	<u>303,100</u>	<u>-</u>
FUND BALANCE, END OF PERIOD	<u>\$ 1,191,660</u>	<u>\$ 1,492,902</u>	<u>\$ 1,369,559</u>	<u>\$ (123,343)</u>

See Independent Auditors' Report.

CITY OF COLUMBIA, MISSOURI
Required Supplementary Information (Unaudited)
Notes to the Budgetary Comparison Schedules
For The Year Ended September 30, 2007

Budgetary Information

An annual budget prepared under the modified accrual basis of accounting is adopted in September prior to the beginning of each fiscal year for all revenues and expenditures of the General Fund of the City. The primary basis of budgetary control is at the department level. Departments may not legally exceed their total appropriation without City Council approval. A review of the current year's budget is made by the departments in September of each year and interdepartmental transfers are made with City Council approval. Any remaining unencumbered appropriations lapse at fiscal year end. Any increase in appropriations during the fiscal year must be approved by the City Council. During the current budget year, supplemental budget appropriations were necessary to approve funding for new grant programs, as well as other approved City programs. These appropriations increased the General Fund budget by \$4,992,909, and this increase is reflected in the final budgeted amounts in the accompanying required supplemental information. A Budgetary Comparison Schedule for the Transportation Sales Tax Fund is also included in Required Supplementary Information.

Project budgets prepared under the modified accrual basis of accounting are adopted for the Capital Projects Fund. All projects remain appropriated until completed or until the City Council decides to eliminate the project. The Debt Service Funds are controlled by related bond ordinances.

CITY OF COLUMBIA, MISSOURI
Required Supplementary Information - Unaudited
Schedule of Funding Progress

LAGERS

Actuarial valuation date	(a) Actuarial value of assets	(b) Entry age actuarial accrued liability	(b-a) Unfunded accrued liability (UAL)	(a/b) Funded ratio	[c] Annual covered payroll	[(b-a)/c] UAL as a percentage of covered payroll
2/28/2005	\$ 76,251,746	90,165,333	13,913,587	85%	32,023,883	43%
2/28/2006	78,088,148	93,439,412	15,351,264	84%	33,400,576	46%
2/28/2007	85,845,307	99,928,652	14,083,345	86%	35,838,473	39%

Note: The assets and actuarial accrued liability do not include the assets and present value of benefits associated with the Benefit Reserve Fund and the Casualty Reserve Fund. The actuarial assumptions were changed in conjunction with the February 28, 2006 annual actuarial valuations. For a complete description of the actuarial assumptions used in the annual valuations, please contact the LAGERS office in Jefferson City.

Police Retirement Plan

Actuarial valuation date	Actuarial value of assets	Entry age actuarial accrued liability	Unfunded accrued liability (UAL)	Funded ratio	Annual covered payroll	UAL as a percentage of covered payroll
9/30/2001	\$ 23,329,556	32,593,716	9,264,160	72%	5,624,856	165%
9/30/2002	24,129,696	35,629,888	11,500,192	68%	6,102,665	188%
9/30/2003	24,801,737	38,602,193	13,800,456	64%	6,259,230	220%
9/30/2004	25,325,718	40,664,190	15,338,472	62%	6,468,124	237%
9/30/2005	28,309,356	44,232,822	15,923,466	64%	6,815,291	234%
9/30/2006	30,689,136	47,163,350	16,474,214	65%	7,435,393	222%

Firefighters' Retirement Plan

Actuarial valuation date	Actuarial value of assets	Entry age actuarial accrued liability	Unfunded accrued liability (UAL)	Funded ratio	Annual covered payroll	UAL as a percentage of covered payroll
9/30/2001	\$ 35,479,510	46,532,177	11,052,667	76%	5,140,736	215%
9/30/2002	36,819,272	51,148,331	14,329,059	72%	5,604,494	256%
9/30/2003	38,082,991	55,329,557	17,246,566	69%	5,833,970	296%
9/30/2004	38,790,024	59,513,851	20,723,827	65%	5,827,283	356%
9/30/2005	42,552,612	66,776,699	24,224,087	64%	6,064,685	399%
9/30/2006	45,651,998	71,509,818	25,857,820	64%	6,358,006	407%

CITY OF COLUMBIA, MISSOURI
Required Supplementary Information - Unaudited
Schedule of Employer Contributions

Police Retirement Plan

Year ended September 30	Annual required contributions	Percent contributed	Net pension obligation
2001	\$ 1,343,575	100%	-
2002	1,435,954	100%	-
2003	1,541,029	100%	-
2004	1,675,017	100%	-
2005	2,113,978	100%	-
2006	2,232,864	100%	-

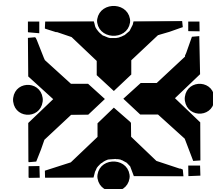
Firefighters' Retirement Plan

Year ended September 30	Annual required contributions	Percent contributed	Net pension obligation
2001	\$ 1,136,419	100%	-
2002	1,149,108	100%	-
2003	1,399,850	100%	-
2004	1,577,343	100%	-
2005	1,934,722	100%	-
2006	2,213,653	100%	-

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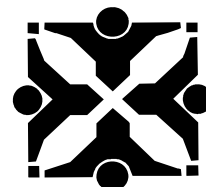
CITY OF COLUMBIA, MISSOURI

SUPPLEMENTARY INFORMATION



CITY OF COLUMBIA, MISSOURI

**COMBINING FUND
FINANCIAL STATEMENTS
AND SCHEDULE**



NON-MAJOR GOVERNMENTAL FUNDS

Special Revenue Funds

Special Revenue Funds are used to account for specific revenues that are legally restricted to expenditure for particular purposes.

Library Debt Fund - to account for the monies reserved for debt service of the Daniel Boone Regional Library.

Library Operating Fund - to account for the receipts from the general property taxes for the Daniel Boone Regional Library and disbursements to the Daniel Boone Regional Library.

Library Building Fund - to account for monies reserved for maintenance and repairs of the Daniel Boone Regional Library Building.

Special Road District Tax Fund - to account for the road and bridge tax revenues. These revenues are used to improve, maintain, construct and repair certain streets and roads within the City limits.

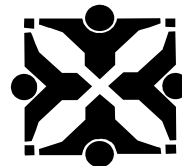
Cultural Affairs Fund - to account for monies reserved for cultural purposes. These monies are used to improve and sustain the cultural environment of the City by providing a system of support for area artists and cultural organizations. Effective in FY 2007, this fund is being accounted for as a department of the General Fund

Columbia Special Business District Fund - to account for the proceeds of property taxes levied on all property within the district for the purpose of providing promotion of the district as a shopping and entertainment area for the general public.

Convention and Tourism Fund - to account for the four percent tax levied on the gross daily rental receipts due from or paid by transient guests at hotels or motels. The revenues are used by the City for the purpose of promoting convention and tourism in the City.

Community Development Grant Fund - to account for all federal monies received by the City and disbursed on Community Development Grant projects.

Public Improvement Fund - to account for and disburse monies the City receives from the City sales tax. This fund receives a portion of the City sales tax and is allocated for a wide range of public improvements to the City which includes streets, sidewalks and parks.



NON-MAJOR GOVERNMENTAL FUNDS

Special Revenue Funds (continued)

Capital Improvement Sales Tax Fund - to account for the 1/4 cent sales tax approved by voters in November 2005, to be collected until December 31, 2015 for funding of capital improvement projects.

Park Sales Tax Fund - to account for the City-enacted 1/4 percent (to be reduced to 1/8 percent in 2011) sales tax and expenditures for funding of local parks.

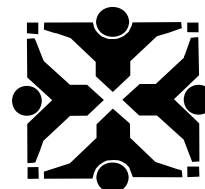
Contributions Fund - to account for all gifts, bequests, or other funds derived from property which may have been purchased or held in trust by or for the City of Columbia, Missouri.

Debt Service Funds

The Debt Service Funds are used to account for the accumulation of resources and payment of general obligation bond principal and interest from governmental resources and special assessment bond principal and interest from special assessment levies when the government is obligated in some manner for the payment.

2006B Special Obligation Revenue Refunding and Improvement Bonds - to accumulate monies for payment of Series 2006B \$25,615,000 5% Special Obligation Bonds with semi-annual installments of principal plus interest until maturity in 2016. Financing is to be provided by the Capital Improvement Sales Tax.

2007A Special Obligation Notes - to accumulate monies for payment of Series 2007A \$3,740,000 4.23% Special Obligation Notes with semi-annual installments of principal plus interest until maturity in 2011. Financing is to be provided by the Parks Sales Tax.

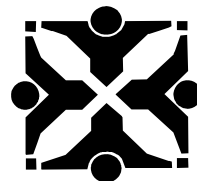


NON-MAJOR GOVERNMENTAL FUNDS

Permanent Fund

The Permanent Fund is used to report resources that are legally restricted to the extent that only earnings, not principal, may be used for purposes that support the reporting government's programs.

Designated Loan & Special Tax Bill Investment Fund - to account for the purchase of all special assessment tax bills. The fund also makes loans and advances to other funds.



**CITY OF COLUMBIA, MISSOURI
COMBINING BALANCE SHEET
NONMAJOR GOVERNMENTAL FUNDS
SEPTEMBER 30, 2007**

ASSETS	Special Revenue Funds	Debt Service Funds	Permanent Fund	Total Nonmajor Governmental Funds
Cash and cash equivalents	\$ 10,773,229	\$ 3,065,908	\$ 4,608,277	\$ 18,447,414
Accounts receivable	1,502,399	-	-	1,502,399
Taxes receivable, net	3,698,232	-	685,056	4,383,288
Grants receivable	225,721	-	-	225,721
Rehabilitation loans receivable	5,572,145	-	-	5,572,145
Accrued interest	44,425	10,757	114,830	170,012
Due from other funds	-	-	-	-
Advances to other funds	-	-	1,941,281	1,941,281
Restricted assets:				
Cash and cash equivalents	1,743,936	-	-	1,743,936
TOTAL ASSETS	\$ 23,560,087	\$ 3,076,665	\$ 7,349,444	\$ 33,986,196
LIABILITIES AND FUND BALANCE				
LIABILITIES:				
Accounts payable	\$ 254,171	\$ -	\$ -	\$ 254,171
Interest payable	-	-	-	-
Accrued payroll and payroll taxes	20,866	-	-	20,866
Due to other funds	2,544	-	-	2,544
Deferred revenue	2,688,887	-	-	2,688,887
Other liabilities	847	-	-	847
General obligation bonds payable	-	-	-	-
TOTAL LIABILITIES	2,967,315	-	-	2,967,315
FUND BALANCE:				
Reserve for encumbrances	464,287	-	-	464,287
Reserve for development charges	1,386,613	-	-	1,386,613
Reserve for hotel/motel tax	357,323	-	-	357,323
Reserve for loans receivable	5,572,145	-	-	5,572,145
Reserve for contributions	-	-	1,500,000	1,500,000
Reserve for advances to other funds	-	-	1,941,281	1,941,281
Unreserved:				
Designated – appropriated	499,807	-	-	499,807
Designated – unrealized gains	79,631	24,610	-	104,241
Undesignated	12,232,966	3,052,055	3,908,163	19,193,184
TOTAL FUND BALANCE	20,592,772	3,076,665	7,349,444	31,018,881
TOTAL LIABILITIES AND FUND BALANCE	\$ 23,560,087	\$ 3,076,665	\$ 7,349,444	\$ 33,986,196

See Independent Auditors' Report.

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**CITY OF COLUMBIA, MISSOURI
COMBINING BALANCE SHEET
NONMAJOR SPECIAL REVENUE FUNDS
SEPTEMBER 30, 2007**

ASSETS	Library Debt Fund	Library Operating Fund	Library Building Fund	Special Road District Tax Fund	Cultural Affairs Fund
Cash and cash equivalents	\$ 1,381,448	\$ 1,815,804	\$ 91,828	\$ 2,249,014	\$ -
Accounts receivable	-	-	-	1,498,042	-
Taxes receivable, net	1,134,118	1,462,584	-	-	-
Grants receivable	-	-	-	-	-
Rehabilitation loans receivable	-	-	-	-	-
Accrued interest	4,882	6,176	353	7,744	-
Other assets	-	-	-	-	-
Restricted assets:					
Cash and cash equivalents	-	-	-	-	-
TOTAL ASSETS	<u>\$ 2,520,448</u>	<u>\$ 3,284,564</u>	<u>\$ 92,181</u>	<u>\$ 3,754,800</u>	<u>\$ -</u>
LIABILITIES AND FUND BALANCE					
LIABILITIES:					
Accounts payable	\$ -	\$ 155,737	\$ -	\$ -	\$ -
Interest payable	-	-	-	-	-
Accrued payroll and payroll taxes	-	-	-	-	-
Due to other funds	-	-	-	-	-
Deferred revenue	1,129,430	1,456,581	-	-	-
Other liabilities	-	-	-	-	-
TOTAL LIABILITIES	<u>1,129,430</u>	<u>1,612,318</u>	<u>-</u>	<u>-</u>	<u>-</u>
FUND BALANCE:					
Reserve for encumbrances	-	-	-	-	-
Reserve for development charges	-	-	-	-	-
Reserve for hotel/motel tax	-	-	-	-	-
Reserve for loans receivable	-	-	-	-	-
Unreserved:					
Designated – appropriated	-	-	-	208,425	-
Designated – unrealized gains	-	23,612	-	18,462	-
Undesignated	1,391,018	1,648,634	92,181	3,527,913	-
TOTAL FUND BALANCE	<u>1,391,018</u>	<u>1,672,246</u>	<u>92,181</u>	<u>3,754,800</u>	<u>-</u>
TOTAL LIABILITIES AND FUND BALANCE	<u>\$ 2,520,448</u>	<u>\$ 3,284,564</u>	<u>\$ 92,181</u>	<u>\$ 3,754,800</u>	<u>\$ -</u>

See Independent Auditors' Report.

**CITY OF COLUMBIA, MISSOURI
COMBINING BALANCE SHEET
NONMAJOR SPECIAL REVENUE FUNDS
SEPTEMBER 30, 2007**

ASSETS	Columbia Special Business District Fund	Convention and Tourism Fund	Community Development Grant Fund	Public Improvement Fund
Cash and cash equivalents	\$ 48,174	\$ 830,721	\$ 25,717	\$ 1,276,978
Accounts receivable	-	-	-	3,590
Taxes receivable, net	102,922	-	-	78,363
Grants receivable	-	-	225,721	-
Rehabilitation loans receivable, net	-	-	5,572,145	-
Accrued interest	167	4,124	-	9,267
Other assets	-	-	-	-
Restricted assets:				
Cash and cash equivalents	-	357,323	-	1,386,613
TOTAL ASSETS	\$ 151,263	\$ 1,192,168	\$ 5,823,583	\$ 2,754,811
LIABILITIES AND FUND BALANCE				
LIABILITIES:				
Accounts payable	\$ -	\$ 79,304	\$ 19,130	\$ -
Interest payable	-	-	-	-
Accrued payroll and payroll taxes	-	13,099	7,767	-
Due to other funds	-	-	-	-
Deferred revenue	102,876	-	-	-
Other liabilities	-	-	847	-
TOTAL LIABILITIES	102,876	92,403	27,744	-
FUND BALANCE:				
Reserve for encumbrances	-	25,647	438,640	-
Reserve for development charges	-	-	-	1,386,613
Reserve for hotel/motel tax	-	357,323	-	-
Reserve for loans receivable	-	-	5,572,145	-
Unreserved:				
Designated – appropriated	-	-	-	233,835
Designated – unrealized gains	397	5,923	-	-
Undesignated	47,990	710,872	(214,946)	1,134,363
TOTAL FUND BALANCE	48,387	1,099,765	5,795,839	2,754,811
TOTAL LIABILITIES AND FUND BALANCE	\$ 151,263	\$ 1,192,168	\$ 5,823,583	\$ 2,754,811

See Independent Auditors' Report.

**CITY OF COLUMBIA, MISSOURI
COMBINING BALANCE SHEET
NONMAJOR SPECIAL REVENUE FUNDS
SEPTEMBER 30, 2007**

Capital Improvement Sales Tax Fund	Park Sales Tax Fund	Contributions Fund	Total Nonmajor Special Revenue Funds
\$ 2,147,573	\$ 167,111	\$ 738,861	\$ 10,773,229
-	-	767	1,502,399
460,081	460,164	-	3,698,232
-	-	-	225,721
-	-	-	5,572,145
7,579	1,552	2,581	44,425
-	-	-	-
-	-	-	1,743,936
<u>\$ 2,615,233</u>	<u>\$ 628,827</u>	<u>\$ 742,209</u>	<u>\$ 23,560,087</u>
\$ -	\$ -	-	\$ 254,171
-	-	-	-
-	-	-	20,866
-	-	2,544	2,544
-	-	-	2,688,887
-	-	-	847
-	-	2,544	2,967,315
-	-	-	464,287
-	-	-	1,386,613
-	-	-	357,323
-	-	-	5,572,145
47,750	9,797	-	499,807
31,237	-	-	79,631
2,536,246	619,030	739,665	12,232,966
2,615,233	628,827	739,665	20,592,772
<u>\$ 2,615,233</u>	<u>\$ 628,827</u>	<u>\$ 742,209</u>	<u>\$ 23,560,087</u>

See Independent Auditors' Report.

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**CITY OF COLUMBIA, MISSOURI
COMBINING BALANCE SHEET
NONMAJOR DEBT SERVICE FUNDS
SEPTEMBER 30, 2007**

ASSETS	2006 Special Obligation Bonds Debt Service Fund	2007 Special Obligation Notes Payable Debt Service Fund	Total Nonmajor Debt Service Funds
Cash and cash equivalents	3,035,935	29,973	\$ 3,065,908
Taxes receivable, net	-	-	-
Accrued interest	10,475	282	10,757
Restricted assets:			
Cash and cash equivalents	-	-	-
TOTAL ASSETS	<u>\$ 3,046,410</u>	<u>\$ 30,255</u>	<u>\$ 3,076,665</u>
 LIABILITIES AND FUND BALANCE			
LIABILITIES:			
Accounts payable	\$ -	\$ -	\$ -
Interest payable	-	-	-
Deferred revenue	-	-	-
General obligation bonds payable	-	-	-
TOTAL LIABILITIES	<u>-</u>	<u>-</u>	<u>-</u>
FUND BALANCE:			
Unreserved:			
Designated - unrealized gains	22,758	1,852	24,610
Undesignated	3,023,652	28,403	3,052,055
TOTAL FUND BALANCE	<u>3,046,410</u>	<u>30,255</u>	<u>3,076,665</u>
TOTAL LIABILITIES AND FUND BALANCE	<u>\$ 3,046,410</u>	<u>\$ 30,255</u>	<u>\$ 3,076,665</u>

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CITY OF COLUMBIA, MISSOURI
COMBINING STATEMENT OF REVENUES, EXPENDITURES, AND CHANGES IN FUND BALANCES
NONMAJOR GOVERNMENTAL FUNDS
FOR THE YEAR ENDED SEPTEMBER 30, 2007

	Special Revenue Funds	Debt Service Funds	Permanent Fund	Total Nonmajor Governmental Funds
REVENUES:				
General property taxes	\$ 3,798,434	\$ -	\$ -	\$ 3,798,434
Sales tax	10,303,168	-	-	10,303,168
Other local taxes	1,771,438	-	-	1,771,438
Licenses and permits	21,134	-	-	21,134
Fees and service charges	485,742	-	-	485,742
Revenue from other governmental units	2,923,819	-	-	2,923,819
Investment revenue	826,793	194,552	332,123	1,353,468
Miscellaneous	174,072	-	-	174,072
TOTAL REVENUES	<u>20,304,600</u>	<u>194,552</u>	<u>332,123</u>	<u>20,831,275</u>
EXPENDITURES:				
Current:				
Policy development and administration	2,008,723	-	960	2,009,683
Health and environment	1,065,922	-	-	1,065,922
Personal development	3,480,621	-	-	3,480,621
Capital outlay	-	-	-	-
Debt Service:				
Redemption of serial bonds	-	2,110,000	-	2,110,000
Interest	-	1,266,232	-	1,266,232
Fiscal agent fees	-	37,180	-	37,180
TOTAL EXPENDITURES	<u>6,555,266</u>	<u>3,413,412</u>	<u>960</u>	<u>9,969,638</u>
EXCESS (DEFICIENCY) OF REVENUES OVER EXPENDITURES	<u>13,749,334</u>	<u>(3,218,860)</u>	<u>331,163</u>	<u>10,861,637</u>
OTHER FINANCING SOURCES (USES):				
Transfers in	17,500	3,376,233	-	3,393,733
Transfers out	(14,048,687)	(3,703,020)	-	(17,751,707)
Issuance of 2007A S.O. Notes	-	3,740,000	-	3,740,000
TOTAL OTHER FINANCING SOURCES (USES)	<u>(14,031,187)</u>	<u>3,413,213</u>	<u>-</u>	<u>(10,617,974)</u>
NET CHANGE IN FUND BALANCE	(281,853)	194,353	331,163	243,663
FUND BALANCE, BEGINNING OF PERIOD	<u>20,874,625</u>	<u>2,882,312</u>	<u>7,018,281</u>	<u>30,775,218</u>
FUND BALANCE, END OF PERIOD	<u>\$ 20,592,772</u>	<u>\$ 3,076,665</u>	<u>\$ 7,349,444</u>	<u>\$ 31,018,881</u>

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CITY OF COLUMBIA, MISSOURI
COMBINING STATEMENT OF REVENUES, EXPENDITURES, AND CHANGES IN FUND BALANCES
NONMAJOR SPECIAL REVENUE FUNDS
FOR THE YEAR ENDED SEPTEMBER 30, 2007

	Library Debt Fund	Library Operating Fund	Library Building Fund	Special Road District Tax Fund	Cultural Affairs Fund
REVENUES:					
General property taxes	\$1,550,211	\$2,108,503	\$ -	\$ -	\$ -
Sales tax	-	-	-	-	-
Other local taxes	-	-	-	-	-
Licenses and permits	-	-	-	-	-
Fees and service charges	-	-	-	-	-
Revenue from other governmental units	-	-	-	1,498,042	-
Investment revenue	89,023	108,145	5,543	117,938	-
Miscellaneous	-	-	-	-	-
TOTAL REVENUES	1,639,234	2,216,648	5,543	1,615,980	-
EXPENDITURES:					
Current:					
Policy development and administration	-	-	-	-	-
Health and environment	-	-	-	-	-
Personal development	1,631,570	1,838,622	-	-	-
Capital outlay	-	-	-	-	-
TOTAL EXPENDITURES	1,631,570	1,838,622	-	-	-
EXCESS (DEFICIENCY) OF REVENUES OVER EXPENDITURES	7,664	378,026	5,543	1,615,980	-
OTHER FINANCING SOURCES (USES):					
Transfers in	-	-	-	-	-
Transfers out	-	-	-	(1,013,425)	(145,456)
TOTAL OTHER FINANCING SOURCES (USES)	-	-	-	(1,013,425)	(145,456)
NET CHANGE IN FUND BALANCE	7,664	378,026	5,543	602,555	(145,456)
FUND BALANCE, BEGINNING OF PERIOD	1,383,354	1,294,220	86,638	3,152,245	145,456
FUND BALANCE, END OF PERIOD	\$1,391,018	\$1,672,246	\$ 92,181	\$ 3,754,800	\$ -

See Independent Auditors' Report.

CITY OF COLUMBIA, MISSOURI
COMBINING STATEMENT OF REVENUES, EXPENDITURES, AND CHANGES IN FUND BALANCES
NONMAJOR SPECIAL REVENUE FUNDS
FOR THE YEAR ENDED SEPTEMBER 30, 2007

	Columbia Special Business District Fund	Convention and Tourism Fund	Community Development Grant Fund	Public Improvement Fund
REVENUES:				
General property taxes	\$ 139,720	\$ -	\$ -	\$ -
Sales tax	-	-	-	810,040
Other local taxes	-	1,771,438	-	-
Licenses and permits	21,134	-	-	-
Fees and service charges	-	-	-	485,742
Revenue from other governmental units	-	-	1,425,777	-
Investment revenue	2,950	67,970	11,735	149,799
Miscellaneous	-	52,381	10	-
TOTAL REVENUES	163,804	1,891,789	1,437,522	1,445,581
EXPENDITURES:				
Current:				
Policy development and administration	162,576	1,810,608	-	35,539
Health and environment	-	-	1,065,922	-
Personal development	-	-	-	-
Capital outlay	-	-	-	-
TOTAL EXPENDITURES	162,576	1,810,608	1,065,922	35,539
EXCESS (DEFICIENCY) OF REVENUES OVER EXPENDITURES	1,228	81,181	371,600	1,410,042
OTHER FINANCING SOURCES (USES):				
Transfers in	17,500	-	-	-
Transfers out	(7,500)	(22,400)	(345,043)	(1,385,241)
TOTAL OTHER FINANCING SOURCES (USES)	10,000	(22,400)	(345,043)	(1,385,241)
NET CHANGE IN FUND BALANCE	11,228	58,781	26,557	24,801
FUND BALANCE, BEGINNING OF PERIOD	37,159	1,040,984	5,769,282	2,730,010
FUND BALANCE, END OF PERIOD	<u>\$ 48,387</u>	<u>\$ 1,099,765</u>	<u>\$ 5,795,839</u>	<u>\$ 2,754,811</u>

See Independent Auditors' Report.

CITY OF COLUMBIA, MISSOURI
COMBINING STATEMENT OF REVENUES, EXPENDITURES, AND CHANGES IN FUND BALANCES
NONMAJOR SPECIAL REVENUE FUNDS
FOR THE YEAR ENDED SEPTEMBER 30, 2007

<u>Capital Improvement Sales Tax Fund</u>	<u>Park Sales Tax Fund</u>	<u>Contributions Fund</u>	<u>Total Nonmajor Special Revenue Funds</u>
\$ -	\$ -	\$ -	\$ 3,798,434
4,747,346	4,745,782	-	10,303,168
-	-	-	1,771,438
-	-	-	21,134
-	-	-	485,742
-	-	-	2,923,819
69,360	161,656	42,674	826,793
-	-	121,681	174,072
<u>4,816,706</u>	<u>4,907,438</u>	<u>164,355</u>	<u>20,304,600</u>
-	-	-	2,008,723
-	-	-	1,065,922
-	1,710	8,719	3,480,621
-	-	-	-
<u>-</u>	<u>1,710</u>	<u>8,719</u>	<u>6,555,266</u>
<u>4,816,706</u>	<u>4,905,728</u>	<u>155,636</u>	<u>13,749,334</u>
-	-	-	17,500
<u>(3,040,875)</u>	<u>(7,863,233)</u>	<u>(225,514)</u>	<u>(14,048,687)</u>
<u>(3,040,875)</u>	<u>(7,863,233)</u>	<u>(225,514)</u>	<u>(14,031,187)</u>
1,775,831	(2,957,505)	(69,878)	(281,853)
<u>839,402</u>	<u>3,586,332</u>	<u>809,543</u>	<u>20,874,625</u>
<u>\$ 2,615,233</u>	<u>\$ 628,827</u>	<u>\$ 739,665</u>	<u>\$ 20,592,772</u>

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CITY OF COLUMBIA, MISSOURI
COMBINING STATEMENT OF REVENUES, EXPENDITURES, AND CHANGES IN FUND BALANCES
NONMAJOR DEBT SERVICE FUNDS
FOR THE YEAR ENDED SEPTEMBER 30, 2007

	<u>2006 Special Obligation Bonds Debt Service Fund</u>	<u>2007 Special Obligation Notes Payable Debt Service Fund</u>	<u>Total Nonmajor Debt Service Funds</u>
REVENUES:			
General Property Taxes:			
Personal property	\$ -	\$ -	\$ -
Interest and penalties	-	-	-
Total General Property Taxes	-	-	-
Investment revenue	164,298	30,254	194,552
TOTAL REVENUES	164,298	30,254	194,552
EXPENDITURES:			
Debt Service:			
Redemption of serial bonds	2,110,000	-	2,110,000
Interest	1,228,000	38,232	1,266,232
Fiscal agent fees	200	36,980	37,180
TOTAL EXPENDITURES	3,338,200	75,212	3,413,412
EXCESS (DEFICIENCY) OF REVENUES OVER EXPENDITURES	(3,173,902)	(44,958)	(3,218,860)
OTHER FINANCING SOURCES (USES):			
Transfers in	3,338,000	38,233	3,376,233
Transfers out	-	(3,703,020)	(3,703,020)
Issuance of 2007A S.O. Notes	-	3,740,000	3,740,000
TOTAL OTHER FINANCING SOURCES (USES)	3,338,000	75,213	3,413,213
NET CHANGE IN FUND BALANCE	164,098	30,255	194,353
FUND BALANCE, BEGINNING OF PERIOD	2,882,312	-	2,882,312
FUND BALANCE, END OF PERIOD	\$ 3,046,410	\$ 30,255	\$ 3,076,665

See Independent Auditors' Report.

**CITY OF COLUMBIA, MISSOURI
BUDGETARY COMPARISON SCHEDULE
NONMAJOR GOVERNMENTAL FUNDS
FOR THE YEAR ENDED SEPTEMBER 30, 2007**

	Special Road District Tax Fund		
	Budgeted Amounts	Actual Amounts	Variance Positive (Negative)
REVENUES:			
General property taxes	\$ -	\$ -	\$ -
Sales tax	-	-	-
Other local taxes	-	-	-
Fees and service charges	-	-	-
Revenue from other governmental units	1,200,000	1,498,042	298,042
Investment revenue	50,000	117,938	67,938
Miscellaneous revenue	-	-	-
TOTAL REVENUES	1,250,000	1,615,980	365,980
EXPENDITURES:			
Current:			
Policy development and administration	-	-	-
Personal development	-	-	-
Miscellaneous nonprogrammed activities:			
Other	-	-	-
TOTAL EXPENDITURES	-	-	-
DEFICIENCY OF REVENUES OVER EXPENDITURES	1,250,000	1,615,980	365,980
OTHER FINANCING SOURCES (USES):			
Transfers from other funds	-	-	-
Transfers to other funds	(2,383,425)	(1,013,425)	1,370,000
Issuance of 2007A S.O. Notes	-	-	-
TOTAL OTHER FINANCING SOURCES (USES)	(2,383,425)	(1,013,425)	1,370,000
NET CHANGE IN FUND BALANCE	(1,133,425)	602,555	1,735,980
FUND BALANCE, BEGINNING OF PERIOD	2,154,666	3,152,245	997,579
FUND BALANCE, END OF PERIOD	\$ 1,021,241	\$ 3,754,800	\$ 2,733,559

See Independent Auditors' Report.

**CITY OF COLUMBIA, MISSOURI
BUDGETARY COMPARISON SCHEDULE
NONMAJOR GOVERNMENTAL FUNDS
FOR THE YEAR ENDED SEPTEMBER 30, 2007**

Cultural Affairs Fund			Convention and Tourism Fund		
Budgeted Amounts	Actual Amounts	Variance Positive (Negative)	Budgeted Amounts	Actual Amounts	Variance Positive (Negative)
\$ -	\$ -	\$ -	\$ -	\$ -	\$ -
-	-	-	-	-	-
-	-	-	1,700,330	1,771,438	71,108
-	-	-	-	-	-
-	-	-	-	-	-
-	-	-	45,000	67,970	22,970
-	-	-	17,900	52,381	34,481
-	-	-	1,763,230	1,891,789	128,559
-	-	-	-	-	-
-	-	-	2,009,967	1,810,608	199,359
-	-	-	-	-	-
-	-	-	-	-	-
-	-	-	2,009,967	1,810,608	199,359
-	-	-	(246,737)	81,181	327,918
-	-	-	-	-	-
(145,456)	(145,456)	-	(22,400)	(22,400)	-
-	-	-	-	-	-
(145,456)	(145,456)	-	(22,400)	(22,400)	-
(145,456)	(145,456)	-	(269,137)	58,781	327,918
145,456	145,456	-	1,161,910	1,040,984	(120,926)
\$ -	\$ -	\$ -	\$ 892,773	\$ 1,099,765	\$ 206,992

See Independent Auditors' Report.

**CITY OF COLUMBIA, MISSOURI
BUDGETARY COMPARISON SCHEDULE
NONMAJOR GOVERNMENTAL FUNDS
FOR THE YEAR ENDED SEPTEMBER 30, 2007**

	Public Improvement Fund		
	Budgeted Amounts	Actual Amounts	Variance Positive (Negative)
REVENUES:			
General property taxes	\$ -	\$ -	\$ -
Sales tax	815,000	810,040	(4,960)
Other local taxes	-	-	-
Fees and service charges	900,000	485,742	(414,258)
Revenue from other governmental units	-	-	-
Investment revenue	100,000	149,799	49,799
Miscellaneous revenue	-	-	-
TOTAL REVENUES	<u>1,815,000</u>	<u>1,445,581</u>	<u>(369,419)</u>
EXPENDITURES:			
Current:			
Policy development and administration	35,539	35,539	-
Personal development	-	-	-
Miscellaneous nonprogrammed activities:			
Other	-	-	-
TOTAL EXPENDITURES	<u>35,539</u>	<u>35,539</u>	<u>-</u>
DEFICIENCY OF REVENUES OVER EXPENDITURES	<u>1,779,461</u>	<u>1,410,042</u>	<u>(369,419)</u>
OTHER FINANCING SOURCES (USES):			
Transfers from other funds	-	-	-
Transfers to other funds	(2,011,241)	(1,385,241)	626,000
Issuance of 2007A S.O. Notes	-	-	-
TOTAL OTHER FINANCING SOURCES (USES)	<u>(2,011,241)</u>	<u>(1,385,241)</u>	<u>626,000</u>
NET CHANGE IN FUND BALANCE	(231,780)	24,801	256,581
FUND BALANCE, BEGINNING OF PERIOD	<u>2,640,921</u>	<u>2,730,010</u>	<u>89,089</u>
FUND BALANCE, END OF PERIOD	<u>\$ 2,409,141</u>	<u>\$ 2,754,811</u>	<u>\$ 345,670</u>

See Independent Auditors' Report.

**CITY OF COLUMBIA, MISSOURI
BUDGETARY COMPARISON SCHEDULE
NONMAJOR GOVERNMENTAL FUNDS
FOR THE YEAR ENDED SEPTEMBER 30, 2007**

Capital Improvement Sales Tax Fund			Park Sales Tax Fund		
Budgeted Amounts	Actual Amounts	Variance Positive (Negative)	Budgeted Amounts	Actual Amounts	Variance Positive (Negative)
\$ -	\$ -	\$ -	\$ -	\$ -	\$ -
4,776,000	4,747,346	(28,654)	4,776,000	4,745,782	(30,218)
-	-	-	-	-	-
-	-	-	-	-	-
-	-	-	-	-	-
60,000	69,360	9,360	75,000	161,656	86,656
-	-	-	-	-	-
<u>4,836,000</u>	<u>4,816,706</u>	<u>(19,294)</u>	<u>4,851,000</u>	<u>4,907,438</u>	<u>56,438</u>
-	-	-	-	-	-
-	-	-	1,710	1,710	-
-	-	-	-	-	-
<u>-</u>	<u>-</u>	<u>-</u>	<u>1,710</u>	<u>1,710</u>	<u>-</u>
<u>4,836,000</u>	<u>4,816,706</u>	<u>(19,294)</u>	<u>4,849,290</u>	<u>4,905,728</u>	<u>56,438</u>
-	-	-	-	-	-
(3,040,875)	(3,040,875)	-	(7,863,233)	(7,863,233)	-
-	-	-	-	-	-
<u>(3,040,875)</u>	<u>(3,040,875)</u>	<u>-</u>	<u>(7,863,233)</u>	<u>(7,863,233)</u>	<u>-</u>
1,795,125	1,775,831	(19,294)	(3,013,943)	(2,957,505)	56,438
705,025	839,402	134,377	3,437,299	3,586,332	149,033
<u>\$ 2,500,150</u>	<u>\$ 2,615,233</u>	<u>\$ 115,083</u>	<u>\$ 423,356</u>	<u>\$ 628,827</u>	<u>\$ 205,471</u>

See Independent Auditors' Report.

**CITY OF COLUMBIA, MISSOURI
BUDGETARY COMPARISON SCHEDULE
NONMAJOR GOVERNMENTAL FUNDS
FOR THE YEAR ENDED SEPTEMBER 30, 2007**

	Contributions Fund		
	Budgeted Amounts	Actual Amounts	Variance Positive (Negative)
REVENUES:			
General property taxes	\$ -	\$ -	\$ -
Sales tax	-	-	-
Other local taxes	-	-	-
Fees and service charges	-	-	-
Revenue from other governmental units	-	-	-
Investment revenue	30,000	42,674	12,674
Miscellaneous revenue	235,514	121,681	(113,833)
TOTAL REVENUES	265,514	164,355	(101,159)
EXPENDITURES:			
Current:			
Policy development and administration	-	-	-
Personal development	19,316	8,719	10,597
Miscellaneous nonprogrammed activities:			
Other	-	-	-
TOTAL EXPENDITURES	19,316	8,719	10,597
DEFICIENCY OF REVENUES OVER EXPENDITURES	246,198	155,636	(90,562)
OTHER FINANCING SOURCES (USES):			
Transfers from other funds	-	-	-
Transfers to other funds	(225,514)	(225,514)	-
Issuance of 2007A S.O. Notes	-	-	-
TOTAL OTHER FINANCING SOURCES (USES)	(225,514)	(225,514)	-
NET CHANGE IN FUND BALANCE	20,684	(69,878)	(90,562)
FUND BALANCE, BEGINNING OF PERIOD	668,911	809,543	140,632
FUND BALANCE, END OF PERIOD	\$ 689,595	\$ 739,665	\$ 50,070

See Independent Auditors' Report.

**CITY OF COLUMBIA, MISSOURI
BUDGETARY COMPARISON SCHEDULE
NONMAJOR GOVERNMENTAL FUNDS
FOR THE YEAR ENDED SEPTEMBER 30, 2007**

Debt Service Funds (Combined)		
Budgeted Amounts	Actual Amounts	Variance Positive (Negative)
\$ -	\$ -	\$ -
-	-	-
-	-	-
-	-	-
-	-	-
400,000	194,552	(205,448)
-	-	-
<u>400,000</u>	<u>194,552</u>	<u>(205,448)</u>
-	-	-
-	-	-
<u>3,413,412</u>	<u>3,413,412</u>	<u>-</u>
<u>3,413,412</u>	<u>3,413,412</u>	<u>-</u>
<u>(3,013,412)</u>	<u>(3,218,860)</u>	<u>(205,448)</u>
3,376,233	3,376,233	-
(3,703,020)	(3,703,020)	-
<u>3,740,000</u>	<u>3,740,000</u>	<u>-</u>
<u>3,413,213</u>	<u>3,413,213</u>	<u>-</u>
399,801	194,353	(205,448)
<u>2,397,514</u>	<u>2,882,312</u>	<u>484,798</u>
<u>\$ 2,797,315</u>	<u>\$ 3,076,665</u>	<u>\$ 279,350</u>

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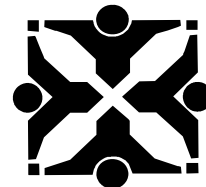
NON-MAJOR ENTERPRISE FUNDS

Enterprise Funds are used to account for operations that are financed and operated in a manner similar to private business enterprises-where the intent of the government's council is that the costs of providing goods or services to the general public on a continuing basis be financed or recovered primarily through user charges; or where the government's council has decided that periodic determination of net income is appropriate for accountability purposes.

Regional Airport Fund - to account for all the expenses incurred and revenues received by operations at the Columbia Regional Airport.

Public Transportation Fund - to account for all the expenses and revenues resulting from the provision of public transportation services by the Columbia Area Transportation System.

Railroad Fund - to account for revenues and expenses resulting from the operation of a railroad branch line which runs from a Norfolk and Southern main line in Centralia, Missouri to the City of Columbia.



CITY OF COLUMBIA, MISSOURI
COMBINING STATEMENT OF NET ASSETS
NONMAJOR ENTERPRISE FUNDS
SEPTEMBER 30, 2007

	Regional Airport Fund	Public Transportation Fund	Railroad Fund	Total Nonmajor Enterprise Funds
ASSETS				
Current assets:				
Cash and cash equivalents	\$ 732,191	\$ 2,178,160	\$ 624,824	\$ 3,535,175
Receivable, net	43,335	191,539	79,007	313,881
Grants receivable	-	26,258	-	26,258
Accrued interest	2,313	7,467	2,282	12,062
Inventory	-	59,436	70,493	129,929
Other assets	-	138	-	138
Total current assets	<u>777,839</u>	<u>2,462,998</u>	<u>776,606</u>	<u>4,017,443</u>
Noncurrent assets:				
Restricted assets:				
Grants receivable	1,081,665	297,359	-	1,379,024
Total restricted assets	<u>1,081,665</u>	<u>297,359</u>	<u>-</u>	<u>1,379,024</u>
Capital assets:				
Land	1,538,836	-	1,070,463	2,609,299
Structures and improvements	18,460,346	3,954,980	4,946,813	27,362,139
Furniture, fixtures and equipment	2,044,624	5,931,144	1,344,933	9,320,701
Construction in progress	1,271,688	-	612,675	1,884,363
Less accumulated depreciation	(9,581,720)	(3,142,947)	(2,639,246)	(15,363,913)
Total capital assets	<u>13,733,774</u>	<u>6,743,177</u>	<u>5,335,638</u>	<u>25,812,589</u>
Total noncurrent assets	<u>14,815,439</u>	<u>7,040,536</u>	<u>5,335,638</u>	<u>27,191,613</u>
Total Assets	<u>15,593,278</u>	<u>9,503,534</u>	<u>6,112,244</u>	<u>31,209,056</u>
LIABILITIES				
Current liabilities:				
Accounts payable	25,147	26,107	59,898	111,152
Accrued payroll and payroll taxes	25,701	71,469	7,452	104,622
Accrued compensated absences	51,825	47,368	11,539	110,732
Loans payable to other funds – current maturities	-	-	123,831	123,831
Other liabilities	9,047	600	2,400	12,047
Construction contracts payable	661,268	370,337	178,809	1,210,414
Advances from other funds	-	-	-	-
Total current liabilities	<u>772,988</u>	<u>515,881</u>	<u>383,929</u>	<u>1,672,798</u>
Noncurrent liabilities:				
Accrued compensated absences	13,625	12,453	3,033	29,111
Loans payable to other funds	-	-	790,681	790,681
Total noncurrent liabilities	<u>13,625</u>	<u>12,453</u>	<u>793,714</u>	<u>819,792</u>
Total Liabilities	<u>786,613</u>	<u>528,334</u>	<u>1,177,643</u>	<u>2,492,590</u>
NET ASSETS				
Invested in capital assets, net of related debt	13,733,774	6,743,177	4,501,979	24,978,930
Restricted for:				
Capital Projects	1,081,665	297,359	-	1,379,024
Unrestricted	(8,774)	1,934,664	432,622	2,358,512
Total Net Assets	<u>\$ 14,806,665</u>	<u>\$ 8,975,200</u>	<u>\$ 4,934,601</u>	<u>\$ 28,716,466</u>

See Independent Auditors' Report.

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CITY OF COLUMBIA, MISSOURI
COMBINING STATEMENT OF REVENUES, EXPENSES, AND CHANGES IN NET ASSETS
NONMAJOR ENTERPRISE FUNDS
FOR THE YEAR ENDED SEPTEMBER 30, 2007

	Regional Airport Fund	Public Transportation Fund	Railroad Fund	Total Nonmajor Enterprise Funds
OPERATING REVENUES:				
Charges for services	\$ 462,054	\$ 1,172,095	\$ 1,042,370	\$ 2,676,519
OPERATING EXPENSES:				
Personal services	929,131	2,245,296	257,720	3,432,147
Materials, supplies, and power	147,218	1,040,820	108,691	1,296,729
Travel and training	14,524	2,986	4,062	21,572
Intragovernmental	153,594	381,065	70,462	605,121
Utilities, services, and miscellaneous	242,406	360,452	214,651	817,509
Depreciation	577,367	461,392	273,176	1,311,935
Total Operating Expenses	2,064,240	4,492,011	928,762	7,485,013
Operating Income (Loss)	(1,602,186)	(3,319,916)	113,608	(4,808,494)
NONOPERATING REVENUES (EXPENSES):				
Investment revenue	37,490	140,865	24,435	202,790
Revenue from other governmental units	7,717	1,240,975	-	1,248,692
Miscellaneous revenue	6,425	18,052	4,457	28,934
Interest expense	(86)	(2,757)	(25,349)	(28,192)
Loss on disposal of capital assets	-	(6,724)	-	(6,724)
Miscellaneous expense	-	-	-	-
Total Nonoperating Revenues (Expenses)	51,546	1,390,411	3,543	1,445,500
Income (Loss) Before Contributions and Transfers	(1,550,640)	(1,929,505)	117,151	(3,362,994)
Transfers in	1,719,000	1,401,000	171,829	3,291,829
Transfers out	-	(222,529)	-	(222,529)
Capital contribution	1,144,507	2,757,874	-	3,902,381
Total Transfers & Contributions	2,863,507	3,936,345	171,829	6,971,681
Changes in Net Assets	1,312,867	2,006,840	288,980	3,608,687
TOTAL NET ASSETS- BEGINNING OF PERIOD	13,493,798	6,968,360	4,645,621	25,107,779
TOTAL NET ASSETS- END OF PERIOD	\$ 14,806,665	\$ 8,975,200	\$ 4,934,601	\$ 28,716,466

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CITY OF COLUMBIA, MISSOURI
COMBINING STATEMENT OF CASH FLOWS
NONMAJOR ENTERPRISE FUNDS
FOR THE YEAR ENDED SEPTEMBER 30, 2007

	Regional Airport Fund	Public Transportation Fund	Railroad Fund	Total Nonmajor Enterprise Funds
CASH FLOWS FROM OPERATING ACTIVITIES:				
Cash received from customers (including other funds)	\$ 479,184	\$ 1,079,484	\$ 1,049,788	\$ 2,608,456
Cash received from other sources	6,425	18,052	4,457	28,934
Cash payments to suppliers	(398,192)	(1,391,936)	(304,624)	(2,094,752)
Cash payments to employees	(930,787)	(2,253,727)	(252,606)	(3,437,120)
Cash payments to other funds	(153,594)	(381,065)	(54,142)	(588,801)
Net cash provided for (used for) operating activities	(996,964)	(2,929,192)	442,873	(3,483,283)
CASH FLOWS FROM NONCAPITAL FINANCING ACTIVITIES:				
Transfers from other funds	1,719,000	1,401,000	171,829	3,291,829
Transfers to other funds	-	(222,529)	-	(222,529)
Operating grants	7,717	1,240,975	-	1,248,692
Net cash provided for (used for) noncapital financing activities	1,726,717	2,419,446	171,829	4,317,992
CASH FLOWS FROM CAPITAL AND RELATED FINANCING ACTIVITIES:				
Proceeds from bonds, loans, and capital leases	-	-	180,000	180,000
Debt service – interest payments	(86)	(2,757)	(25,349)	(28,192)
Debt service – principal	(8,867)	-	(123,830)	(132,697)
Acquisition and construction of capital assets	(596,083)	(3,161,380)	(361,528)	(4,118,991)
Decrease in construction contracts	(21,535)	(22,849)	(2,700)	(47,084)
Capital contributions	86,826	2,477,191	-	2,564,017
Net cash provided for (used for) capital and related financing activities	(539,745)	(709,795)	(333,407)	(1,582,947)
CASH FLOWS FROM INVESTING ACTIVITIES –				
Interest received	36,632	143,649	23,164	203,445
Net cash provided for (used for) investing activities	36,632	143,649	23,164	203,445
Net increase (decrease) in cash and cash equivalents	226,640	(1,075,892)	304,459	(544,793)
CASH AND CASH EQUIVALENTS AT BEGINNING OF PERIOD				
	505,551	3,254,052	320,365	4,079,968
CASH AND CASH EQUIVALENTS AT END OF PERIOD				
	\$ 732,191	\$ 2,178,160	\$ 624,824	\$ 3,535,175
Displayed as:				
Cash and cash equivalents	\$ 732,191	\$ 2,178,160	\$ 624,824	\$ 3,535,175
	\$ 732,191	\$ 2,178,160	\$ 624,824	\$ 3,535,175
RECONCILIATION OF OPERATING INCOME TO NET CASH PROVIDED (USED) FOR OPERATING ACTIVITIES:				
Operating income (loss)	\$ (1,602,186)	\$ (3,319,916)	\$ 113,608	\$ (4,808,494)
Adjustments to reconcile operating income to net cash provided (used) for operating activities:				
Depreciation	577,367	461,392	273,176	1,311,935
Changes in assets and liabilities:				
Decrease (increase) in receivable	17,130	(92,611)	7,418	(68,063)
Decrease (increase) in inventory	-	-	(22,833)	(22,833)
Increase (decrease) in accounts payable	4,459	11,722	45,613	61,794
Increase (decrease) in accrued payroll	(1,656)	(8,431)	5,114	(4,973)
Increase (decrease) in loans payable to other funds	-	-	16,320	16,320
Increase (decrease) in other liabilities	1,497	600	-	2,097
Other nonoperating revenue	6,425	18,052	4,457	28,934
Net cash provided for (used for) operating activities	(996,964)	(2,929,192)	442,873	(3,483,283)
NONCASH CAPITAL AND RELATED FINANCING ACTIVITIES:				
Change in fair value of investments	\$ 5,164	\$ 16,574	\$ 4,503	\$ 26,241
Construction contracts payable	661,268	370,337	178,809	1,210,414
Total noncash capital and related financing activities	\$ 666,432	\$ 386,911	\$ 183,312	\$ 1,236,655

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INTERNAL SERVICE FUNDS

Internal Service Funds are used to account for the financing of goods or services provided by one department or agency to other departments or agencies of the government and to other government units, on a cost reimbursement basis.

Custodial and Maintenance Services Fund - to account for the provision of custodial services and building maintenance used by other City departments.

Utility Customer Services Fund - to account for utility accounts receivable billing and customer services provided by the Finance Department to the Water and Electric, Sanitary Sewer, Solid Waste and Storm Water utilities.

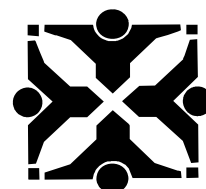
Information Technologies Fund - to account for the provision of hardware infrastructure to support the computing requirements of the City, as well as developing or implementing software to improve the operating efficiencies of the departments within the City.

Public Communications Fund - to account for the provision of printing press, xerox, interdepartmental mail, and postage services to other City departments, and cable television operations.

Fleet Operations Fund - to account for operating a maintenance facility for automotive equipment, and for fuel used by some City departments.

Self Insurance Reserve Fund - to account for the payment of property and casualty losses, and uninsured workers' compensation claims.

Employee Benefit Fund - to account for the City of Columbia's self-insurance program for health, disability and life insurance for covered City employees. Other employee benefits accounted for in this fund include; retirement sick leave, medical services, service awards, cafeteria plan and employee health/wellness.



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CITY OF COLUMBIA, MISSOURI
COMBINING STATEMENT OF NET ASSETS
INTERNAL SERVICE FUNDS
SEPTEMBER 30, 2007

ASSETS	Custodial and Maintenance Services Fund	Utility Customer Services Fund	Information Technologies Fund
CURRENT ASSETS:			
Cash and cash equivalents	\$ 605,280	\$ 720,311	\$ 913,065
Investments	-	-	-
Receivable, net	12	140,796	5,592
Grants receivable	-	-	-
Accrued interest	2,090	2,537	3,197
Due from other funds	-	-	-
Inventory	10,035	-	15,212
Other assets	-	-	-
Total Current Assets	617,417	863,644	937,066
CAPITAL ASSETS:			
Property, plant, and equipment	238,699	71,350	3,917,290
Construction in progress	-	-	-
Less accumulated depreciation	(66,084)	(50,196)	(3,207,328)
Total Capital Assets	172,615	21,154	709,962
TOTAL ASSETS	790,032	884,798	1,647,028
LIABILITIES AND NET ASSETS			
LIABILITIES:			
Current liabilities:			
Accounts payable	67,418	17,004	123,898
Accrued payroll and payroll taxes	28,051	35,879	163,331
Due to other funds	-	-	-
Claims payable - health insurance	-	-	-
Claims payable - worker's compensation and general liability	-	-	-
Other liabilities	-	-	-
Total current liabilities	95,469	52,883	287,229
Noncurrent liabilities:			
Claims payable - worker's compensation and general liability	-	-	-
Total noncurrent liabilities	-	-	-
Total Liabilities	95,469	52,883	287,229
NET ASSETS			
Invested in capital assets, net of related debt	172,615	21,154	709,962
Restricted for:			
Other purposes	-	-	-
Unrestricted	521,948	810,761	649,837
Total Net Assets	\$ 694,563	\$ 831,915	\$ 1,359,799

CITY OF COLUMBIA, MISSOURI
COMBINING STATEMENT OF NET ASSETS
INTERNAL SERVICE FUNDS
SEPTEMBER 30, 2007

Public Communications Fund	Fleet Operations Fund	Self Insurance Reserve Fund	Employee Benefit Fund	Total Internal Service Funds
\$ 1,558,662	\$ 465,194	\$ 338,975	\$ 1,817,434	\$ 6,418,921
-	-	7,075,596	-	7,075,596
142,280	21,497	-	383,064	693,241
-	-	-	-	-
5,409	1,747	1,377	6,188	22,545
-	-	-	-	-
44,672	546,056	-	-	615,975
-	84	-	-	84
<u>1,751,023</u>	<u>1,034,578</u>	<u>7,415,948</u>	<u>2,206,686</u>	<u>14,826,362</u>
699,406	623,223	33,350	-	5,583,318
-	-	-	-	-
<u>(517,966)</u>	<u>(256,528)</u>	<u>(32,850)</u>	<u>-</u>	<u>(4,130,952)</u>
<u>181,440</u>	<u>366,695</u>	<u>500</u>	<u>-</u>	<u>1,452,366</u>
<u>1,932,463</u>	<u>1,401,273</u>	<u>7,416,448</u>	<u>2,206,686</u>	<u>16,278,728</u>
10,305	333,036	21,728	175,243	748,632
39,935	104,156	13,110	15,667	400,129
-	-	-	-	-
-	-	-	887,087	887,087
-	-	3,777,907	-	3,777,907
-	57	-	89,213	89,270
<u>50,240</u>	<u>437,249</u>	<u>3,812,745</u>	<u>1,167,210</u>	<u>5,903,025</u>
-	-	908,496	-	908,496
-	-	908,496	-	908,496
<u>50,240</u>	<u>437,249</u>	<u>4,721,241</u>	<u>1,167,210</u>	<u>6,811,521</u>
181,440	366,695	500	-	1,452,366
-	-	-	-	-
<u>1,700,783</u>	<u>597,329</u>	<u>2,694,707</u>	<u>1,039,476</u>	<u>8,014,841</u>
<u>\$ 1,882,223</u>	<u>\$ 964,024</u>	<u>\$ 2,695,207</u>	<u>\$ 1,039,476</u>	<u>\$ 9,467,207</u>

See Independent Auditors' Report.

CITY OF COLUMBIA, MISSOURI
COMBINING STATEMENT OF REVENUES, EXPENSES, AND CHANGES IN NET ASSETS
INTERNAL SERVICE FUNDS
FOR THE YEAR ENDED SEPTEMBER 30, 2007

	<u>Custodial and Maintenance Services Fund</u>	<u>Utility Customer Services Fund</u>	<u>Information Technologies Fund</u>
OPERATING REVENUES:			
Charges for services and other benefits	<u>\$ 842,552</u>	<u>\$ 1,262,348</u>	<u>\$ 3,338,801</u>
OPERATING EXPENSES:			
Personal services	482,649	545,859	1,852,157
Materials and supplies	104,212	281,369	374,892
Travel and training	-	14,273	51,224
Intragovernmental	76,180	303,026	139,761
Utilities, services, and miscellaneous	243,647	695,754	885,255
Depreciation	<u>8,708</u>	<u>6,924</u>	<u>307,015</u>
TOTAL OPERATING EXPENSES	<u>915,396</u>	<u>1,847,205</u>	<u>3,610,304</u>
OPERATING INCOME (LOSS)	<u>(72,844)</u>	<u>(584,857)</u>	<u>(271,503)</u>
NONOPERATING REVENUES (EXPENSES):			
Investment revenue	35,900	47,279	52,951
Revenue from other governmental units	-	-	-
Miscellaneous revenue	2,001	300,405	9,682
Interest expense	-	-	-
Loss on disposal of fixed assets	<u>(1,600)</u>	<u>-</u>	<u>-</u>
TOTAL NONOPERATING REVENUES (EXPENSES)	<u>36,301</u>	<u>347,684</u>	<u>62,633</u>
INCOME (LOSS) BEFORE CONTRIBUTIONS AND TRANSFERS	(36,543)	(237,173)	(208,870)
Transfers in	-	-	-
Transfers out	<u>-</u>	<u>(16,297)</u>	<u>-</u>
CHANGES IN NET ASSETS	(36,543)	(253,470)	(208,870)
TOTAL NET ASSETS- BEGINNING OF PERIOD	<u>731,106</u>	<u>1,085,385</u>	<u>1,568,669</u>
TOTAL NET ASSETS- END OF PERIOD	<u><u>\$ 694,563</u></u>	<u><u>\$ 831,915</u></u>	<u><u>\$ 1,359,799</u></u>

CITY OF COLUMBIA, MISSOURI
COMBINING STATEMENT OF REVENUES, EXPENSES, AND CHANGES IN NET ASSETS
INTERNAL SERVICE FUNDS
FOR THE YEAR ENDED SEPTEMBER 30, 2007

Public Communications Fund	Fleet Operations Fund	Self Insurance Reserve Fund	Employee Benefit Fund	Total Internal Service Funds
<u>\$ 1,391,457</u>	<u>\$ 6,535,915</u>	<u>\$ 2,828,610</u>	<u>\$ 12,907,680</u>	<u>\$ 29,107,363</u>
672,556	1,471,985	174,017	231,655	5,430,878
234,625	4,724,760	2,924	22,334	5,745,116
2,553	2,775	5,910	474	77,209
137,269	308,365	31,923	50,698	1,047,222
110,438	51,567	4,255,250	12,394,415	18,636,326
34,325	24,264	6,000	-	387,236
<u>1,191,766</u>	<u>6,583,716</u>	<u>4,476,024</u>	<u>12,699,576</u>	<u>31,323,987</u>
<u>199,691</u>	<u>(47,801)</u>	<u>(1,647,414)</u>	<u>208,104</u>	<u>(2,216,624)</u>
83,175	24,063	374,810	77,316	695,494
-	-	-	-	-
153	68,107	-	5,337	385,685
-	(4,135)	-	-	(4,135)
<u>-</u>	<u>(4,428)</u>	<u>-</u>	<u>-</u>	<u>(6,028)</u>
<u>83,328</u>	<u>83,607</u>	<u>374,810</u>	<u>82,653</u>	<u>1,071,016</u>
283,019	35,806	(1,272,604)	290,757	(1,145,608)
10,262	-	-	45,400	55,662
<u>-</u>	<u>(32,394)</u>	<u>-</u>	<u>-</u>	<u>(48,691)</u>
293,281	3,412	(1,272,604)	336,157	(1,138,637)
<u>1,588,942</u>	<u>960,612</u>	<u>3,967,811</u>	<u>703,319</u>	<u>10,605,844</u>
<u><u>\$ 1,882,223</u></u>	<u><u>\$ 964,024</u></u>	<u><u>\$ 2,695,207</u></u>	<u><u>\$ 1,039,476</u></u>	<u><u>\$ 9,467,207</u></u>

**CITY OF COLUMBIA, MISSOURI
COMBINING STATEMENT OF CASH FLOWS
INTERNAL SERVICE FUNDS
FOR THE YEAR ENDED SEPTEMBER 30, 2007**

	Custodial and Maintenance Services Fund	Utility Customer Services Fund	Information Technologies Fund
CASH FLOWS FROM OPERATING ACTIVITIES			
Cash received from customers (including other funds)	\$ 842,540	\$ 1,290,519	\$ 3,338,801
Cash received from other sources	2,001	300,405	9,682
Cash payments to suppliers	(312,102)	(990,081)	(1,363,508)
Cash payments to employees	(488,690)	(543,820)	(1,870,409)
Cash payments to other funds	(76,180)	(303,026)	(139,761)
Net cash provided for (used for) operating activities	(32,431)	(246,003)	(25,195)
CASH FLOWS FROM NONCAPITAL FINANCING ACTIVITIES:			
Transfers in	-	-	-
Transfers out	-	(16,297)	-
Operating grants	-	-	-
Net cash provided for (used for) noncapital financing activities	-	(16,297)	-
CASH FLOWS FROM CAPITAL AND RELATED FINANCING ACTIVITIES			
Debt service – interest	-	-	-
Debt service – principal	-	-	-
Acquisition and construction of capital assets	(93,821)	-	(337,431)
Net cash provided for (used for) capital and related financing activities	(93,821)	-	(337,431)
CASH FLOWS FROM INVESTING ACTIVITIES			
Interest received	35,988	47,720	53,599
Purchase of investments	-	-	-
Sale of investments	-	-	-
Net cash provided for (used for) investing activities	35,988	47,720	53,599
Net increase (decrease) in cash and cash equivalents	(90,264)	(214,580)	(309,027)
CASH AND CASH EQUIVALENTS AT BEGINNING OF PERIOD	<u>695,544</u>	<u>934,891</u>	<u>1,222,092</u>
CASH AND CASH EQUIVALENTS AT END OF PERIOD	<u>\$ 605,280</u>	<u>\$ 720,311</u>	<u>\$ 913,065</u>
RECONCILIATION OF OPERATING INCOME TO NET CASH PROVIDED (USED) FOR OPERATING ACTIVITIES			
Operating income (loss)	\$ (72,844)	\$ (584,857)	\$ (271,503)
Adjustments to reconcile operating income (loss) to net cash provided (used) for operating activities:			
Depreciation	8,708	6,924	307,015
Changes in assets and liabilities:			
Decrease (increase) in receivables	(12)	28,171	-
Decrease (increase) in inventory	(2,771)	-	(7,243)
Decrease (increase) in other assets	-	-	-
Increase (decrease) in accounts payable	38,528	1,315	(44,894)
Increase (decrease) in accrued payroll	(6,041)	2,039	(18,252)
Increase (decrease) in due other funds	-	-	-
Increase (decrease) in other liabilities	-	-	-
Increase (decrease) in claims payable - workers' compensation and general liability and health insurance	-	-	-
Other nonoperating revenue	2,001	300,405	9,682
Net cash provided for (used for) operating activities	<u>\$ (32,431)</u>	<u>\$ (246,003)</u>	<u>\$ (25,195)</u>
NONCASH CAPITAL AND RELATED FINANCING ACTIVITIES:			
Change in fair value of investments	\$ 4,517	\$ 5,566	\$ 6,905
Total noncash capital and related financing activities	<u>\$ 4,517</u>	<u>\$ 5,566</u>	<u>\$ 6,905</u>

**CITY OF COLUMBIA, MISSOURI
COMBINING STATEMENT OF CASH FLOWS
INTERNAL SERVICE FUNDS
FOR THE YEAR ENDED SEPTEMBER 30, 2007**

Public Communications Fund	Fleet Operations Fund	Self Insurance Reserve Fund	Employee Benefit Fund	Total Internal Service Funds
\$ 1,381,171	\$ 6,535,174	\$ 4,061,622	\$ 12,850,544	\$ 30,300,371
153	68,107	-	5,337	385,685
(368,624)	(4,783,784)	(4,275,221)	(12,334,251)	(24,427,571)
(674,339)	(1,473,409)	(171,057)	(228,982)	(5,450,706)
(137,269)	(308,365)	(31,923)	(50,698)	(1,047,222)
201,092	37,723	(416,579)	241,950	(239,443)
10,262	-	-	45,400	55,662
-	(32,394)	-	-	(48,691)
-	-	-	-	-
10,262	(32,394)	-	45,400	6,971
-	(4,135)	-	-	(4,135)
-	-	-	-	-
(56,421)	(50,193)	-	-	(537,866)
(56,421)	(54,328)	-	-	(542,001)
81,916	23,934	373,224	75,469	691,850
-	-	(1,812,996)	-	(1,812,996)
-	-	2,195,326	-	2,195,326
81,916	23,934	755,554	75,469	1,074,180
236,849	(25,065)	338,975	362,819	299,707
1,321,813	490,259	-	1,454,615	6,119,214
<u>\$ 1,558,662</u>	<u>\$ 465,194</u>	<u>\$ 338,975</u>	<u>\$ 1,817,434</u>	<u>\$ 6,418,921</u>
\$ 199,691	\$ (47,801)	\$ (1,647,414)	\$ 208,104	\$ (2,216,624)
34,325	24,264	6,000	-	387,236
(10,286)	(741)	-	(57,136)	(40,004)
(16,253)	(85,717)	-	-	(111,984)
-	-	-	-	-
(4,755)	80,978	(11,137)	43,812	103,847
(1,783)	(1,424)	2,960	2,673	(19,828)
-	-	(130,548)	-	(130,548)
-	57	-	36,903	36,960
-	-	1,363,560	2,257	1,365,817
153	68,107	-	5,337	385,685
<u>\$ 201,092</u>	<u>\$ 37,723</u>	<u>\$ (416,579)</u>	<u>\$ 241,950</u>	<u>\$ (239,443)</u>
\$ 11,517	\$ 3,577	\$ 13,326	\$ 12,876	\$ 58,284
<u>\$ 11,517</u>	<u>\$ 3,577</u>	<u>\$ 13,326</u>	<u>\$ 12,876</u>	<u>\$ 58,284</u>

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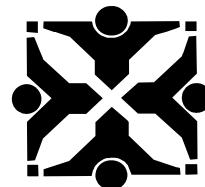
FIDUCIARY FUNDS

Fiduciary Funds are used to report assets held in a trustee or agency capacity for others and therefore cannot be used to support the City's own programs.

Police and Firefighters' Retirement Funds - to account for the accumulation of resources for pension benefit payments to qualified police and firefighter personnel.

Conley Poor Fund - to account for resources for a trust that was established primarily for food and medical payments for indigent persons of Columbia, Missouri.

REDI Trust Fund - to account for all Regional Economic Development, Inc. transactions.



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CITY OF COLUMBIA, MISSOURI
COMBINING STATEMENT OF FIDUCIARY NET ASSETS
FIDUCIARY FUNDS
SEPTEMBER 30, 2007

	Pension Trust Funds		
	Firefighters' Retirement Fund	Police Retirement Fund	Total
ASSETS			
Cash and cash equivalents	\$ 754,885	\$ 510,391	\$ 1,265,276
Accrued interest	86,953	58,790	145,743
Other assets	-	-	-
Investments	50,391,389	34,070,483	84,461,872
Capital assets	6,973	4,715	11,688
Accumulated depreciation	(6,973)	(4,715)	(11,688)
Total Assets	51,233,227	34,639,664	85,872,891
LIABILITIES			
Accounts payable	1,144	773	1,917
Other liabilities	40,831	27,606	68,437
Total Liabilities	41,975	28,379	70,354
NET ASSETS			
Net assets held in trust	51,191,252	34,611,285	85,802,537
Total Net Assets	\$ 51,191,252	\$ 34,611,285	\$ 85,802,537

See Independent Auditors' Report.

CITY OF COLUMBIA, MISSOURI
COMBINING STATEMENT OF FIDUCIARY NET ASSETS
FIDUCIARY FUNDS
SEPTEMBER 30, 2007

	Private Purpose Trust Funds		
	Conley Poor Fund	REDI Trust Fund	Total
ASSETS			
Cash and cash equivalents	\$ 54,428	\$ 248,624	\$ 303,052
Accrued interest	188	844	1,032
Other assets	-	2,500	2,500
Investments	-	-	-
Capital assets	-	-	-
Accumulated depreciation	-	-	-
Total Assets	54,616	251,968	306,584
LIABILITIES			
Accounts payable	350	12,961	13,311
Other liabilities	-	12,554	12,554
Total Liabilities	350	25,515	25,865
NET ASSETS			
Net assets held in trust	54,266	226,453	280,719
Total Net Assets	\$ 54,266	\$ 226,453	\$ 280,719

See Independent Auditors' Report.

CITY OF COLUMBIA, MISSOURI
COMBINING STATEMENT OF CHANGES IN FIDUCIARY NET ASSETS
FIDUCIARY FUNDS
FOR THE YEAR ENDED SEPTEMBER 30, 2007

	Pension Trust Funds		
	<u>Firefighters' Retirement Fund</u>	<u>Police Retirement Fund</u>	<u>Total</u>
ADDITIONS			
Contributions:			
Private	\$ -	\$ -	\$ -
Chamber	-	-	-
City	2,759,165	2,401,908	5,161,073
County	-	-	-
University	-	-	-
Employee	1,098,281	279,903	1,378,184
Net investment income:			
Net appreciation in fair value of investments	2,235,823	1,547,222	3,783,045
Interest and dividends	3,477,988	2,345,291	5,823,279
Miscellaneous	-	-	-
Total additions	<u>9,571,257</u>	<u>6,574,324</u>	<u>16,145,581</u>
DEDUCTIONS			
Current:			
Health and environment:			
Services and miscellaneous	-	-	-
Policy development and administration:			
Materials and supplies	-	-	-
Travel and training	612	413	1,025
Intragovernmental	-	-	-
Utilities, services, and miscellaneous	16,937	11,421	28,358
Pension benefits	3,520,960	2,292,035	5,812,995
Refund of employee's contributions	-	20,979	20,979
Total deductions	<u>3,538,509</u>	<u>2,324,848</u>	<u>5,863,357</u>
Change in net assets	6,032,748	4,249,476	10,282,224
NET ASSETS - BEGINNING	<u>45,158,504</u>	<u>30,361,809</u>	<u>75,520,313</u>
NET ASSETS - ENDING	<u><u>\$ 51,191,252</u></u>	<u><u>\$ 34,611,285</u></u>	<u><u>\$ 85,802,537</u></u>

See Independent Auditors' Report.

CITY OF COLUMBIA, MISSOURI
COMBINING STATEMENT OF CHANGES IN FIDUCIARY NET ASSETS
FIDUCIARY FUNDS
FOR THE YEAR ENDED SEPTEMBER 30, 2007

	Private Purpose Trust Funds		
	Conley Poor Fund	REDI Trust Fund	Total
ADDITIONS			
Contributions:			
Private	\$ -	\$ 2,000	\$ 2,000
Chamber	-	116,050	116,050
City	-	20,000	20,000
County	-	35,000	35,000
University	-	15,000	15,000
Employee	-	-	-
Net investment income:			
Net appreciation in fair value of investments	-	-	-
Interest and dividends	4,300	16,304	20,604
Miscellaneous	-	3,013	3,013
Total additions	4,300	207,367	211,667
DEDUCTIONS			
Current:			
Health and environment:			
Services and miscellaneous	3,932	-	3,932
Policy development and administration:			
Materials and supplies	-	38,260	38,260
Travel and training	-	22,962	22,962
Intragovernmental	-	1,000	1,000
Utilities, services, and miscellaneous	-	145,256	145,256
Pension benefits	-	-	-
Refund of employee's contributions	-	-	-
Total Deductions	3,932	207,478	211,410
Change in net assets	368	(111)	257
NET ASSETS - BEGINNING	53,898	226,564	280,462
NET ASSETS - ENDING	<u>\$ 54,266</u>	<u>\$ 226,453</u>	<u>\$ 280,719</u>

See Independent Auditors' Report.

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STATISTICAL SECTION

The Statistical Section "relates to the physical, economic, social and political characteristics of the City." Its design is to provide financial statement users with additional historical perspective, context, and detail to assist in using the information in the financial statements, notes to the financial statements, and required supplementary information to understand and assess the City's economic condition.

Financial Trends Information - is intended to assist users in understanding and assessing how the City's financial position has changed over time.

Revenue Capacity Information - is intended to assist users in understanding and assessing the factors affecting the City's ability to generate its own-source revenues, sales tax and property tax.

Debt Capacity Information - is intended to assist users in understanding and assessing the City's debt burden and its ability to issue additional debt.

Demographic and Economic Information - is intended (1) to assist users in understanding the socioeconomic environment within which the City operates and (2) to provide information that facilitates comparisons of financial statement information over time.

Operating Information - is intended to provide contextual information about the City's operations and resources to assist readers in using financial statement information to understand and assess the City's economic condition.

Sources: Unless otherwise noted, the information provided in these schedules is derived from the comprehensive annual financial reports for the relevant year. The City implemented GASB Statement 34 in fiscal year end September 30, 2002; schedules presenting government-wide information include information beginning in that year.

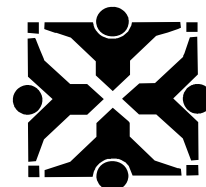


Table 1

City of Columbia, Missouri

NET ASSETS BY COMPONENT
LAST SIX FISCAL YEARS
(accrual basis of accounting)

	Fiscal Year					
	2007	2006	2005	2004	2003	2002
Governmental Activities						
Invested in capital assets, net of related debt	\$ -	\$ 167,789,506	\$ 116,334,515	\$ 96,703,253	\$ 85,230,651	\$ 76,070,225
Restricted for:						
Debt service	216,858,792	2,882,312	7,736,146	6,328,241	4,966,497	5,107,568
Capital projects	-	28,414,708	24,911,911	24,523,209	18,201,101	21,109,068
Nonspendable	-	-	1,500,000	1,500,000	1,500,000	1,500,000
Other purposes	22,792,647	18,609,711	26,054,567	26,052,473	23,263,119	21,560,141
Unrestricted	-	45,762,290	38,228,502	41,022,565	42,099,003	39,652,856
Total governmental activities net assets	<u>\$ 239,651,439</u>	<u>\$ 263,458,527</u>	<u>\$ 214,765,641</u>	<u>\$ 196,129,741</u>	<u>\$ 175,260,371</u>	<u>\$ 164,999,858</u>
Business-type activities						
Invested in capital assets, net of related debt	\$ -	\$ 261,159,491	\$ 222,079,198	\$ 206,726,083	\$ 197,808,011	\$ 182,254,913
Restricted for:						
Debt service	272,485,494	8,436,741	3,860,962	7,068,586	6,819,949	5,780,215
Capital projects	-	40,660	138,672	-	75,000	1,361,638
Nonspendable	-	-	-	-	-	-
Other purposes	1,379,024	2,455,793	1,101,908	1,088,999	1,088,999	1,044,212
Unrestricted	-	59,075,672	87,576,592	81,101,041	79,325,217	86,224,482
Total business-type activities net assets	<u>\$ 273,864,518</u>	<u>\$ 331,168,357</u>	<u>\$ 314,757,332</u>	<u>\$ 295,984,709</u>	<u>\$ 285,117,176</u>	<u>\$ 276,665,460</u>
Primary government						
Invested in capital assets, net of related debt	\$ -	\$ 428,948,997	\$ 338,413,713	\$ 303,429,336	\$ 283,038,662	\$ 258,325,138
Restricted for:						
Debt service	489,344,286	11,319,053	11,597,108	13,396,827	11,786,446	10,887,783
Capital projects	-	28,455,368	25,050,583	24,523,209	18,276,101	22,470,706
Nonspendable	-	-	1,500,000	1,500,000	1,500,000	1,500,000
Other purposes	24,171,671	21,065,504	27,156,475	27,141,472	24,352,118	22,604,353
Unrestricted	-	104,837,962	125,805,094	122,123,606	121,424,220	125,877,338
Total primary government net assets	<u>\$ 513,515,957</u>	<u>\$ 594,626,884</u>	<u>\$ 529,522,973</u>	<u>\$ 492,114,450</u>	<u>\$ 460,377,547</u>	<u>\$ 441,665,318</u>

Note: The City did not begin reporting government-wide statements until implementation of GASB Statement 34 in 2002.

Table 2

City of Columbia, Missouri

CHANGES IN NET ASSETS
LAST SIX FISCAL YEARS
(accrual basis of accounting)

	Fiscal Year					
	2007	2006	2005	2004	2003	2002
Expenses						
Governmental activities:						
Policy development and administration	\$ 16,162,970	\$ 14,047,440	\$ 14,712,020	\$ 11,532,002	\$ 10,012,258	\$ 9,486,747
Public safety	34,547,514	32,167,354	29,704,634	27,615,723	26,447,188	25,307,596
Transportation	9,989,096	8,168,999	7,700,932	5,895,028	5,600,113	5,674,399
Health and environment	8,343,812	7,639,076	7,058,136	6,685,175	6,134,136	5,854,326
Personal development	9,832,710	9,038,976	8,606,844	8,268,102	8,604,106	8,209,699
Miscellaneous nonprogrammed activities	-	297,304	372,913	468,146	297,170	400,061
Interest on long-term debt	1,189,668	458,311	571,672	608,792	834,347	1,206,283
Total governmental activities expenses	80,065,770	71,817,460	68,727,151	61,072,968	57,929,318	56,139,111
Business-type activities:						
Electric utility	84,599,965	85,180,682	72,115,157	63,246,225	58,943,254	54,872,564
Water Utility	13,783,103	12,708,293	11,440,612	9,958,766	9,444,314	9,297,790
Sanitary Sewer Utility	10,475,106	10,200,386	9,297,703	9,216,293	8,979,382	8,649,912
Regional Airport	2,064,326	1,915,995	1,812,969	1,808,651	1,671,071	1,601,094
Public Transportation	4,501,492	4,125,604	3,562,176	3,252,432	3,044,024	2,936,602
Solid Waste Utility	12,505,734	11,480,727	11,805,562	10,692,045	10,432,357	10,293,259
Parking Facilities	1,362,421	1,664,290	1,756,122	1,745,467	1,755,804	1,841,303
Recreation Services	6,433,091	6,359,714	6,230,875	5,844,897	5,704,862	4,443,406
Railroad	954,111	885,845	866,061	712,513	661,508	529,662
Storm Water Utility	1,445,133	1,325,696	1,287,269	1,048,514	989,921	983,738
Total business-type activities expenses	138,124,482	135,847,232	120,174,506	107,525,803	101,626,497	95,449,330
Total primary government expenses	\$ 218,190,252	\$ 207,664,692	\$ 188,901,657	\$ 168,598,771	\$ 159,555,815	\$ 151,588,441
Program Revenues						
Governmental Activities:						
Charges for services:						
Policy Development and Administration	\$ 6,601,539	\$ 6,045,300	\$ 5,338,128	\$ 4,778,358	\$ 4,439,151	\$ 3,771,928
Public Safety	1,698,523	1,562,965	1,719,602	1,900,346	1,939,952	1,805,673
Transportation	428,045	843,248	526,174	472,404	972,989	487,922
Health and Environment	1,270,739	1,548,181	1,384,242	1,262,235	1,175,925	946,576
Operating grants and contributions	6,019,212	5,423,564	4,587,226	4,758,552	4,325,098	3,890,031
Capital grants and contributions	37,822,556	37,383,705	12,785,920	12,215,202	2,455,945	2,740,029
Total governmental activities program revenues	53,840,614	52,806,963	26,341,292	25,387,097	15,309,060	13,642,159
Business-type activities:						
Charges for services:						
Electric utility	100,857,750	90,700,695	78,523,327	67,983,301	65,043,670	62,947,076
Water Utility	16,071,201	14,859,481	13,822,937	11,407,029	11,219,163	10,341,415
Sanitary Sewer Utility	9,071,132	8,873,887	8,647,406	7,970,035	7,326,327	6,921,849
Regional Airport	462,054	571,802	588,194	583,835	551,350	467,031
Public Transportation	1,172,095	1,054,996	779,326	713,121	496,636	450,404
Solid Waste Utility	12,966,592	12,583,784	11,338,115	10,906,469	10,311,376	9,626,014
Parking Facilities	1,562,110	1,657,637	1,641,734	1,675,667	1,707,745	1,694,281
Recreation Services	3,952,786	4,049,440	3,905,351	3,620,897	3,354,222	2,458,986
Railroad	1,042,370	851,388	847,329	621,322	470,738	389,497
Storm Water Utility	1,380,233	1,588,339	1,510,819	1,394,510	1,402,768	1,106,091
Operating grants and contributions	1,532,740	1,706,958	919,617	1,261,263	1,304,361	1,166,886
Capital grants and contributions	9,643,692	10,546,398	9,203,715	6,600,749	4,703,521	6,369,450
Total business-type activities program revenues	159,714,755	149,044,805	131,727,870	114,738,198	107,891,877	103,938,980
Total primary government program revenues	\$ 213,555,369	\$ 201,851,768	\$ 158,069,162	\$ 140,125,295	\$ 123,200,937	\$ 117,581,139
Net (Expense)/Revenue						
Governmental activities	\$ (26,225,156)	\$ (19,010,497)	\$ (42,385,859)	\$ (35,685,871)	\$ (42,620,258)	\$ (42,496,952)
Business-type activities	21,590,273	13,197,573	11,553,364	7,212,395	6,265,380	8,489,650
Total primary government net expense	\$ (4,634,883)	\$ (5,812,924)	\$ (30,832,495)	\$ (28,473,476)	\$ (36,354,878)	\$ (34,007,302)
General Revenues and Other Changes in Net Assets						
Governmental activities:						
Taxes						
Property taxes	\$ 10,301,967	\$ 9,818,770	\$ 9,295,077	\$ 8,601,981	\$ 8,247,466	\$ 8,228,712
Sales tax	38,745,372	38,290,388	35,593,421	33,549,370	31,612,249	30,725,843
Other taxes	11,157,118	10,995,778	10,389,422	9,930,006	9,597,030	8,819,608
Investment revenue	6,518,778	3,944,122	2,554,155	2,151,560	1,478,964	6,542,331
Miscellaneous	1,994,256	1,579,152	1,557,884	1,320,073	1,465,309	1,158,765
Transfers	4,981,765	3,075,173	1,631,800	1,002,251	479,753	340,740
Total governmental activities	73,699,256	67,703,383	61,021,759	56,555,241	52,880,771	55,815,999
Business-type activities						
Investment revenues	6,689,670	4,283,787	2,980,338	2,497,648	1,895,527	6,559,492
Miscellaneous	3,974,057	2,004,838	5,870,721	2,159,741	770,562	1,716,625
Transfers	(4,981,765)	(3,075,173)	(1,631,800)	(1,002,251)	(479,753)	(340,740)
Total business-type activities	5,681,962	3,213,452	7,219,259	3,655,138	2,186,336	7,935,377
Total primary government	\$ 79,381,218	\$ 70,916,835	\$ 68,241,018	\$ 60,210,379	\$ 55,067,107	\$ 63,751,376
Change in Net Assets						
Governmental activities	\$ 47,474,100	\$ 48,692,886	\$ 18,635,900	\$ 20,869,370	\$ 10,260,513	\$ 13,319,047
Business-type activities	27,272,235	16,411,025	18,772,623	10,867,533	8,451,716	16,425,027
Total primary government	\$ 74,746,335	\$ 65,103,911	\$ 37,408,523	\$ 31,736,903	\$ 18,712,229	\$ 29,744,074

Note: The City did not begin reporting government-wide statements until implementation of GASB Statement 34 in 2002.

Table 3

City of Columbia, Missouri

FUND BALANCE, GOVERNMENTAL FUNDS
LAST SIX FISCAL YEARS
(modified accrual basis of accounting)

	Fiscal Year					
	2007	2006	2005	2004	2003	2002
General Fund						
Reserved	\$ 3,765,930	\$ 1,445,303	\$ 1,498,105	\$ 1,756,304	\$ 1,036,088	\$ 885,596
Unreserved	14,926,963	16,760,474	15,494,288	16,383,104	15,357,779	13,617,008
Total general fund	<u>\$ 18,692,893</u>	<u>\$ 18,205,777</u>	<u>\$ 16,992,393</u>	<u>\$ 18,139,408</u>	<u>\$ 16,393,867</u>	<u>\$ 14,502,604</u>
All Other Governmental Funds						
Reserved	\$ 18,930,218	\$ 16,113,195	\$ 15,073,596	\$ 14,114,135	\$ 15,337,803	\$ 11,351,539
Unreserved, reported in:						
Transportation sales tax fund	1,369,559	303,100	2,699,560	3,021,117	2,122,164	1,902,429
Capital projects fund	47,825,768	54,401,219	28,626,104	28,417,588	20,268,808	25,387,829
Special revenue funds	12,812,404	13,334,316	11,497,187	10,752,236	9,991,991	7,068,022
Debt service funds	3,076,665	2,882,312	7,052,554	5,626,190	4,259,497	3,682,568
Permanent fund	3,908,163	3,048,736	2,682,062	3,367,961	3,680,907	3,373,688
Total all other governmental funds	<u>\$ 87,922,777</u>	<u>\$ 90,082,878</u>	<u>\$ 67,631,063</u>	<u>\$ 65,299,227</u>	<u>\$ 55,661,170</u>	<u>\$ 52,766,075</u>

Note: Due to changes in the City's fund structure when GASB Statement 34 was implemented, fund balance information is available only beginning in 2002.

Table 4

City of Columbia, Missouri

CHANGES IN FUND BALANCES, GOVERNMENTAL FUNDS
LAST SIX FISCAL YEARS
(modified accrual basis of accounting)

	Fiscal Year					
	2007	2006	2005	2004	2003	2002
REVENUES						
General property taxes	\$ 9,967,339	\$ 9,646,086	\$ 8,585,445	\$ 8,417,968	\$ 8,340,896	\$ 7,979,408
Sales tax	38,745,372	38,290,388	35,593,421	33,549,370	31,612,249	30,725,843
Other local taxes	10,857,118	10,570,864	9,993,087	9,534,286	9,063,234	8,425,476
Licenses and permits	833,247	798,325	766,084	696,271	692,256	651,697
Fines	1,387,447	1,286,742	1,423,992	1,586,050	1,597,787	1,489,192
Fees and service charges	2,379,845	3,056,936	2,659,583	2,503,391	2,359,639	1,840,341
Special assessment taxes	81,412	251,548	55,052	45,549	588,520	84,662
Intragovernmental revenue	3,353,142	3,270,654	3,093,319	3,052,749	2,985,738	2,862,384
Revenue from other governmental units	10,894,018	8,973,614	7,938,879	11,704,084	6,781,043	6,630,060
Investment revenue	5,870,563	3,451,822	2,255,822	1,907,040	1,249,936	3,672,200
Miscellaneous	1,994,256	1,579,152	1,557,884	1,320,073	1,465,309	1,153,687
Total Revenues	<u>86,363,759</u>	<u>81,176,131</u>	<u>73,922,568</u>	<u>74,316,831</u>	<u>66,736,607</u>	<u>65,514,950</u>
EXPENDITURES						
Current:						
Policy development and administration	10,390,474	9,768,892	9,223,803	8,378,763	8,079,480	7,775,482
Public safety	32,751,068	30,809,809	28,401,357	26,477,538	25,521,715	24,521,668
Transportation	6,880,329	5,932,842	5,893,676	4,314,145	4,116,302	4,203,240
Health and environment	8,271,922	7,592,239	7,022,635	6,662,314	6,116,585	5,839,638
Personal development	9,253,029	8,501,244	8,110,722	7,790,423	8,135,545	7,789,741
Misc. nonprogrammed activities	1,200,495	296,909	373,787	465,263	74,660	179,081
Capital outlay	24,574,512	13,197,225	12,978,663	8,434,463	8,181,392	6,677,557
Debt service:						
Redemption of serial bonds	2,110,000	7,955,000	949,500	885,000	1,522,000	2,218,500
Interest	1,266,232	393,351	578,002	614,692	687,333	843,827
Fiscal agent fees	37,180	237,448	2,750	2,883	4,295	3,555
Total Expenditures	<u>96,735,241</u>	<u>84,684,959</u>	<u>73,534,895</u>	<u>64,025,484</u>	<u>62,439,307</u>	<u>60,052,289</u>
Excess (Deficiency) of Revenues over Expenditures	(10,371,482)	(3,508,828)	387,673	10,291,347	4,297,300	5,462,661
OTHER FINANCING SOURCES (USES)						
Transfers in	34,906,932	57,996,676	27,133,709	22,826,021	19,617,349	20,271,856
Transfers out	(29,948,435)	(55,396,800)	(26,336,561)	(21,733,770)	(19,128,291)	(20,214,080)
Issuance of 2006B S.O. Bonds	-	25,615,000	-	-	-	-
Issuance of 2007A S.O. Notes	3,740,000	-	-	-	-	-
Premium on 2006B S.O. Bonds	-	1,139,950	-	-	-	-
Payment to refunded bond escrow agent	-	(2,180,799)	-	-	-	-
Total Other Financing Sources (Uses)	<u>8,698,497</u>	<u>27,174,027</u>	<u>797,148</u>	<u>1,092,251</u>	<u>489,058</u>	<u>57,776</u>
Net Change in Fund Balances	<u>\$ (1,672,985)</u>	<u>\$ 23,665,199</u>	<u>\$ 1,184,821</u>	<u>\$ 11,383,598</u>	<u>\$ 4,786,358</u>	<u>\$ 5,520,437</u>
Debt service as a percentage of noncapital expenditures	4.73%	12.01%	2.53%	2.70%	4.08%	5.74%

Note: Due to changes in the City's fund structure when GASB Statement 34 was implemented, fund balance information is available only beginning in 2002.

Table 5**City of Columbia, Missouri****ASSESSED VALUE AND ESTIMATED ACTUAL VALUE OF TAXABLE PROPERTY
LAST TEN FISCAL YEARS**

Fiscal Year Ended	Real Property	Personal Property	State Assessed Value	Total Assessed Value	Estimated Actual Taxable Value	Assessed Value as a Percentage of Actual Value	Total Direct Tax Rate
1998	657,617,565	164,951,921	5,101,533	827,671,019	3,448,629,246	24.0%	0.69
1999	688,923,971	176,474,738	4,755,062	870,153,771	3,625,640,713	24.0%	0.70
2000	714,842,106	190,394,191	5,518,830	910,755,127	3,794,813,029	24.0%	1.06
2001	739,345,179	204,214,788	5,072,034	948,632,001	3,952,633,338	24.0%	1.06
2002	802,530,799	211,324,296	6,486,794	1,020,341,889	4,251,424,537	24.0%	1.05
2003	854,784,262	206,788,704	6,486,398	1,068,059,364	4,450,247,350	24.0%	1.05
2004	891,032,480	217,649,475	6,967,420	1,115,649,375	4,648,539,062	24.0%	1.04
2005	938,654,305	219,486,364	6,625,558	1,164,766,227	4,853,192,612	24.0%	1.04
2006	1,122,375,072	242,354,182	6,488,268	1,371,217,522	5,713,406,342	24.0%	0.98
2007	1,207,930,492	260,021,334	6,122,350	1,474,074,176	6,141,975,733	24.0%	0.94

Source: Certified Copy of Order, Boone County Court.

Table 6

City of Columbia, Missouri

PROPERTY TAX RATES AND TAX LEVIES – DIRECT AND OVERLAPPING GOVERNMENTS (a)
LAST TEN FISCAL YEARS

	<u>1998</u>	<u>1999</u>	<u>2000</u>	<u>2001</u>	<u>2002</u>
CITY TAX RATES:					
General Fund	\$0.20	\$0.20	\$0.23	\$0.31	\$0.41
Debt Service Fund	0.21	0.21	0.18	0.10	0.00
Library Funds	<u>0.28</u>	<u>0.29</u>	<u>0.65</u>	<u>0.65</u>	<u>0.64</u>
Total City Tax Rate	<u>0.69</u>	<u>0.70</u>	<u>1.06</u>	<u>1.06</u>	<u>1.05</u>
SCHOOL DISTRICT	<u>4.12</u>	<u>4.12</u>	<u>4.70</u>	<u>4.79</u>	<u>4.75</u>
COUNTY TAX RATES:					
County	0.12	0.12	0.13	0.13	0.13
Hospital Maintenance	0.00	0.00	0.00	0.00	0.00
Bridge Bond	0.00	0.00	0.00	0.00	0.00
Hospital Debt Service	0.00	0.00	0.00	0.00	0.00
Group Homes (b)	0.11	0.12	0.12	0.12	0.12
Boone Retirement Center	0.00	0.00	0.00	0.00	0.00
Highway	<u>0.05</u>	<u>0.05</u>	<u>0.05</u>	<u>0.05</u>	<u>0.05</u>
Total County Tax Rates (c)	<u>0.28</u>	<u>0.29</u>	<u>0.30</u>	<u>0.30</u>	<u>0.30</u>
STATE	<u>0.03</u>	<u>0.03</u>	<u>0.03</u>	<u>0.03</u>	<u>0.03</u>
TOTAL TAX RATIO FOR ALL OVERLAPPING GOVERNMENTS	<u>\$5.12</u>	<u>\$5.14</u>	<u>\$6.09</u>	<u>\$6.18</u>	<u>\$6.13</u>

(a) All tax rates are presented per \$100 of Assessed Valuation.

(b) These facilities are operated for handicapped persons, as defined in Section 198.900 RSMo, who are employed at the facility or in the community and/or for persons who are handicapped due to a developmental disability.

(c) The levy for the County Library District is not included on this table since this levy does not apply within City limits.

Source: Certified Copy of Order, Boone County Court.

Table 6, cont.

City of Columbia, Missouri

PROPERTY TAX RATES AND TAX LEVIES – DIRECT AND OVERLAPPING GOVERNMENTS (a)
LAST TEN FISCAL YEARS

<u>2003</u>	<u>2004</u>	<u>2005</u>	<u>2006</u>	<u>2007</u>
\$0.41	\$0.41	\$0.41	\$0.41	\$0.41
0.00	0.00	0.00	0.00	0.00
<u>0.63</u>	<u>0.63</u>	<u>0.63</u>	<u>0.57</u>	<u>0.53</u>
<u>1.04</u>	<u>1.04</u>	<u>1.04</u>	<u>0.98</u>	<u>0.94</u>
<u>4.94</u>	<u>4.94</u>	<u>4.94</u>	<u>4.69</u>	<u>4.67</u>
0.13	0.13	0.13	0.12	0.12
0.00	0.00	0.00	0.00	0.00
0.00	0.00	0.00	0.00	0.00
0.00	0.00	0.00	0.00	0.00
0.12	0.12	0.12	0.11	0.11
0.00	0.00	0.00	0.00	0.00
<u>0.05</u>	<u>0.05</u>	<u>0.05</u>	<u>0.05</u>	<u>0.05</u>
<u>0.30</u>	<u>0.30</u>	<u>0.30</u>	<u>0.28</u>	<u>0.28</u>
<u>0.03</u>	<u>0.03</u>	<u>0.03</u>	<u>0.03</u>	<u>0.03</u>
<u><u>\$6.31</u></u>	<u><u>\$6.31</u></u>	<u><u>\$6.31</u></u>	<u><u>\$5.98</u></u>	<u><u>\$5.92</u></u>

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Table 7

City of Columbia, Missouri

PRINCIPAL TAXPAYERS
CURRENT AND NINE YEARS AGO

Taxpayer	Type of Business	2007			1998		
		Assessed Valuation	Rank	Percentage of Total Assessed Valuation	Assessed Valuation	Rank	Percentage of Total Assessed Valuation
The Kroenke Group	Property/Developer	\$ 10,215,695	1	0.69%	--		
Boone Electric Cooperative	Utility	9,911,936	2	0.67%	\$ 6,478,299	7	1.01%
Columbia Mall Limited Partnership	Property/Developer	8,520,254	3	0.58%	6,947,213	6	1.09%
State Farm Mutual Automobile Ins Company	Insurance	7,913,247	4	0.54%	13,999,179	3	2.19%
Boone Crossing	Property/Developer	7,864,177	5	0.53%	--		
Grindstone Plaza Development	Property/Developer	5,740,711	6	0.39%	--		
Shelter Insurance	Insurance	5,461,706	7	0.37%	5,654,897	8	0.88%
AB Chance Co	Manufacturer	4,431,741	8	0.30%	--		
Rayman Columbia Center Trust	Property/Developer	4,343,968	9	0.29%	--		
Broadway Fairview Venture	Property/Developer	4,126,262	10	0.28%	--		
Minnesota Mining and Manufacturing (3M)	Office Products	--		--	26,774,443	1	4.18%
AmerenUE	Utility	--		--	24,212,842	2	3.78%
GTE Midwest	Utility	--		--	13,163,599	4	2.06%
Regional Alternative Health Services, Inc.	Health Services	--		--	7,015,653	5	1.10%
Quaker Oats	Manufacturer	--		--	5,375,145	9	0.84%
Ford Motor Company	Manufacturer	--		--	4,800,573	10	0.75%
		<u>\$ 68,529,697</u>		<u>4.64%</u>	<u>\$ 114,421,843</u>		<u>17.88%</u>

Note: The assessed value is approximately 32% of the estimated actual value of the property.
Information provided by the Boone County Government Center Treasurer's Office

Table 8

City of Columbia, Missouri

GENERAL FUND

PROPERTY TAX LEVIES AND TAX COLLECTIONS
LAST TEN FISCAL YEARS

<u>Fiscal Year Ended</u>	<u>Net Current Tax Levy (a)</u>	<u>Current Tax Collections</u>	<u>Percent Of Levy Collected</u>	<u>Delinquent Tax Collections</u>
1998	1,648,833 (b)	1,631,401	98.94%	12,276
1999	1,717,700 (b)	1,702,288	99.10%	21,223
2000	2,034,745 (b)	2,009,673	98.77%	14,418
2001	2,905,504 (b)	2,859,111	98.40%	18,770
2002	4,127,151 (b)	4,074,122	98.72%	49,570
2003	4,331,540 (b)	4,287,673	98.99%	46,432
2004	4,528,933 (b)	4,486,029	99.05%	44,526
2005	4,631,549 (b)	4,596,600	99.25%	41,817
2006	5,522,905 (b)	5,441,065	98.52%	33,572
2007	5,967,623 (b)	5,857,996	98.16%	79,467

(a) Balances are net of amounts deducted for estimated uncollectible taxes and collection fees withheld by County.

(b) Includes deferred property tax revenue.

Table 8, cont.

City of Columbia, Missouri

GENERAL FUND

PROPERTY TAX LEVIES AND TAX COLLECTIONS
LAST TEN FISCAL YEARS

<u>Total Tax Collections</u>	<u>Total Collections As A Percent Of Net Current Tax Levy</u>	<u>Outstanding Delinquent Taxes</u>	<u>Outstanding Delinquent As A Percent Net Current Tax Levy</u>
1,643,677	99.69%	19,078	1.16%
1,723,511	100.34%	15,287	0.89%
2,024,091	99.48%	16,282	0.80%
2,877,881	99.05%	22,584	0.78%
4,123,692	99.92%	16,407	0.40%
4,334,105	100.06%	23,004	0.53%
4,530,555	100.04%	22,345	0.49%
4,638,417	100.15%	23,432	0.51%
5,474,637	99.13%	24,809	0.45%
5,937,463	99.49%	27,182	0.46%

Table 9

City of Columbia, Missouri

SCHEDULE OF ELECTRIC SERVICE RATES *
LAST TEN FISCAL YEARS

<u>RESIDENTIAL SERVICE RATE (per kilowatt hour)</u>	FY	2006-2007	2005-2006
Customer charge	per month	\$5.80	\$5.50
All kWh	¢ per KWH	n/a	n/a
All kWh winter, first 750 kWh summer	¢ per KWH	7.660	7.156
Over 750 kWh summer	¢ per KWH	9.958	8.587
Electric Heating (October through May) All kWh	¢ per KWH	7.660	7.156
Electric Heating (October through May) Over 750 kWh	¢ per KWH	6.128	5.725
Heat Pump (October through May) All kWh	¢ per KWH	7.660	7.156
Heat Pump (October through May) Over 750 kWh	¢ per KWH	5.362	5.009
<u>SMALL GENERAL SERVICE RATE (per kilowatt hour)</u>			
Customer charge (single-phase)	per month	\$5.80	\$5.50
Customer charge (three-phase)	per month	\$7.82	\$7.50
All kWh	¢ per KWH	n/a	n/a
All kWh winter, first 1,500 kWh summer	¢ per KWH	7.726	7.215
Over 1,500 kWh summer	¢ per KWH	10.0438	8.658
Electric Heating (October through May) kWh in excess of 75% of customer's summer maximum kWh	¢ per KWH	n/a	n/a
Electric Heating (October through May) Over 1,500 kWh	¢ per KWH	7.3397	6.854
Heat pump customer charge	¢ per KWH	n/a	n/a
Heat pump 50% of the customer's summer maximum kWh	¢ per KWH	n/a	n/a
Heat pump first 1,000 kWh	¢ per KWH	n/a	n/a
Heat pump Over 1,000 kWh	¢ per KWH	n/a	n/a
Heat pump (October through May) over 1,500 kWh	¢ per KWH	6.5671	6.133
Heat pump (October through May) kWh in excess of 50% of customer's summer maximum kWh	¢ per KWH	n/a	n/a
<u>PRIVATE STREET AND OUTDOOR AREA LIGHTING RATE</u>			
100 Watt Mercury Vapor (M.V.)	per month	\$4.22	\$4.22
100 Watt High Pressure Sodium (H.P.S.)	per month	\$4.53	\$4.53
175 Watt M.V.	per month	\$5.23	\$5.23
250 Watt M.V.	per month	\$7.39	\$7.39
250 Watt H.P.S.	per month	\$13.44	\$13.44
310 Watt H.P.S.	per month	\$14.68	\$14.68
400 Watt H.P.S.	per month	\$16.14	\$16.14
400 Watt M.V.	per month	\$10.48	\$10.48
700 Watt M.V.	per month	\$19.84	\$19.84
1,000 Watt M.V.	per month	\$26.55	\$26.55
100 Watt H.P.S. PTL	per month	\$10.14	\$10.14
175 Watt H.P.S. PTL	per month	\$10.08	\$10.08
<u>SPECIAL OUTDOOR LIGHTING</u>			
Customer Charge	per month	\$44.80	\$40.00
Cost per KWH	¢ per KWH	10.875	9.71
<u>69 KV SERVICE RATE</u>			
Demand charge (All KW of billing demand)	per KW	n/a	\$8.39
Energy charge (All KWH)	¢ per KWH	n/a	3.00

* The rates shown in this table are those in effect at October 1, 2006. The electric service rates for residential service, small general service, and the energy charge portion for large general service and industrial services are increased or decreased by a fuel adjustment allowance. The fuel adjustment allowance is computed annually based on the energy costs estimate (purchased power and fuel) per kilowatt hour.

Table 9, cont.

City of Columbia, Missouri

SCHEDULE OF ELECTRIC SERVICE RATES *
LAST TEN FISCAL YEARS

2004-2005	2003-2004	2002-2003	2001-2002	2000-2001	1999-2000	1998-1999	1997-1998
\$5.00	\$4.50	\$4.50	\$4.50	\$4.50	\$4.50	\$4.50	\$4.50
n/a	6.17	6.17	6.17	6.17	6.17	6.30	6.30
6.70	n/a	n/a	n/a	n/a	n/a	n/a	n/a
7.37	n/a	n/a	n/a	n/a	n/a	n/a	n/a
n/a	5.50	5.50	5.50	n/a	n/a	n/a	n/a
5.36	n/a	n/a	n/a	n/a	n/a	n/a	n/a
n/a	4.89	4.89	4.89	4.89	4.89	4.94	4.94
4.69	n/a	n/a	n/a	n/a	n/a	n/a	n/a
\$5.00	\$4.50	\$4.50	\$4.50	\$4.50	\$4.50	\$4.50	\$4.50
\$7.00	\$6.34	\$6.34	\$6.34	\$6.34	\$6.34	\$6.34	\$6.34
n/a	6.19	6.19	6.19	6.19	6.19	6.38	6.38
6.74	n/a	n/a	n/a	n/a	n/a	n/a	n/a
7.414	n/a	n/a	n/a	n/a	n/a	n/a	n/a
n/a	5.64	5.64	5.64	n/a	5.64	n/a	n/a
6.403	n/a	n/a	n/a	n/a	n/a	n/a	n/a
n/a	n/a	n/a	n/a	n/a	n/a	4.22	4.22
n/a	n/a	n/a	n/a	n/a	n/a	6.38	n/a
n/a	n/a	n/a	n/a	n/a	n/a	n/a	6.839
n/a	n/a	n/a	n/a	n/a	n/a	n/a	4.068
5.729	n/a	n/a	n/a	n/a	n/a	n/a	n/a
n/a	4.50	4.50	4.50	4.50	4.50	4.60	n/a
\$4.22	\$4.22	\$4.22	\$4.22	\$4.22	\$4.22	\$4.22	\$4.22
\$4.53	\$4.53	\$4.53	\$4.53	\$4.53	\$4.53	\$4.53	\$4.53
\$5.23	\$5.23	\$5.23	\$5.23	\$5.23	\$5.23	\$5.23	\$5.23
\$7.39	\$7.39	\$7.39	\$7.39	\$7.39	\$7.39	\$7.39	\$7.39
\$13.44	\$13.44	\$13.44	\$13.44	\$13.44	\$13.44	\$13.44	\$13.44
\$14.68	\$14.68	\$14.68	\$14.68	\$14.68	\$14.68	\$14.68	\$14.68
\$16.14	\$16.14	\$16.14	\$16.14	\$16.14	\$16.14	\$16.14	\$16.14
\$10.48	\$10.48	\$10.48	\$10.48	\$10.48	\$10.48	\$10.48	\$10.48
\$19.84	\$19.84	\$19.84	\$19.84	\$19.84	\$19.84	\$19.84	\$19.84
\$26.55	\$26.55	\$26.55	\$26.55	\$26.55	\$26.55	\$26.55	\$26.55
\$10.14	\$10.14	\$10.14	\$10.14	\$10.14	\$10.14	\$10.14	n/a
\$10.08	\$10.08	\$10.08	\$10.08	\$10.08	\$10.08	\$10.08	n/a
\$40.00	\$29.53	\$29.53	\$29.53	\$29.53	\$29.53	\$29.53	\$29.53
8.95	8.95	8.95	8.95	8.95	8.95	8.95	8.95
\$8.39	\$8.39	\$8.39	\$8.39	\$8.39	\$8.39	\$8.39	\$8.39
3.00	3.00	3.00	3.00	3.00	3.00	3.00	3.00

Table 10

City of Columbia, Missouri

SCHEDULE OF ELECTRIC SERVICE RATES *
LAST TEN FISCAL YEARS

		FY 2006 - 2007		FY 2005 - 2006	
		Summer	Nonsummer	Summer	Nonsummer
<u>LARGE GENERAL SERVICE RATE</u>					
Demand charge:					
First 25 KW or less billing demand		\$316.50	\$253.25	\$292.75	\$234.25
Additional KW	per KW	\$12.66	\$10.13	\$11.71	\$9.37
Energy charge:					
All KW	¢ per KWH	\$4.577	\$3.98	\$4.04	\$3.85
First 360 KWH per KW of billing demand	¢ per KWH	n/a	n/a	n/a	n/a
All additional KWH	¢ per KWH	n/a	n/a	n/a	n/a
		Summer	Nonsummer	Summer	Nonsummer
<u>INDUSTRIAL SERVICE RATE</u>					
Demand charge:					
First 750 KW or less billing demand		\$12,195.00	\$9,757.50	\$11,287.50	\$9,030.00
All additional KW	per KW	\$16.26	\$13.01	\$15.05	\$12.04
Energy charge (All KWH)	¢ per KWH	3.565	3.10	3.077	2.93
		FY 2001 - 2002		FY 2000 - 2001	
		Summer	Nonsummer	Summer	Nonsummer
<u>LARGE GENERAL SERVICE RATE</u>					
Demand charge:					
First 25 KW or less billing demand	per KW	\$175.00	\$140.00	\$175.00	\$140.00
Next 175 KW of billing demand	per KW	n/a	n/a	n/a	n/a
Next 300 KW of billing demand	per KW	n/a	n/a	n/a	n/a
Additional KW	per KW	\$7.00	\$5.60	\$7.00	\$5.60
Energy charge:					
First 360 KWH per KW of billing demand	¢ per KWH	4.00	4.00	4.00	4.00
All additional KWH	¢ per KWH	3.20	3.20	3.20	3.20
		Summer	Nonsummer	Summer	Nonsummer
<u>INDUSTRIAL SERVICE RATE</u>					
Demand charge:					
First 750 KW or less billing demand		\$10,500.00	\$8,400.00	\$10,500.00	\$8,400.00
All additional KW	per KW	\$14.00	\$11.20	\$14.00	\$11.20
Energy charge (All KWH)	¢ per KWH	2.66	2.66	2.66	2.66

* The rates shown in this table are those in effect at October 1, 2006. The electric service rates for residential service, small general service, and the energy charge portion for large general service and industrial services are increased or decreased by a fuel adjustment allowance. The fuel adjustment allowance is computed annually based on the energy costs estimate (purchased power and fuel) per kilowatt hour.

Table 10, cont.

City of Columbia, Missouri

SCHEDULE OF ELECTRIC SERVICE RATES *
LAST TEN FISCAL YEARS

FY 2004 - 2005		FY 2003 - 2004		FY 2002 - 2003	
Summer	Nonsummer	Summer	Nonsummer	Summer	Nonsummer
\$270.00	\$216.00	\$175.00	\$140.00	\$175.00	\$140.00
\$10.80	\$8.64	\$7.00	\$5.60	\$7.00	\$5.60
\$3.60	\$3.60	n/a	n/a	n/a	n/a
n/a	n/a	4.00	4.00	4.00	4.00
n/a	n/a	3.20	3.20	3.20	3.20
Summer	Nonsummer	Summer	Nonsummer	Summer	Nonsummer
\$10,500.00	\$8,400.00	\$10,500.00	\$8,400.00	\$10,500.00	\$8,400.00
\$14.00	\$11.20	\$14.00	\$11.20	\$14.00	\$11.20
2.66	2.66	2.66	2.66	2.66	2.66
FY 1999 - 2000		FY 1998 - 1999		FY 1997 - 1998	
Summer	Nonsummer	Summer	Nonsummer	Summer	Nonsummer
\$175.00	\$140.00	\$172.00	\$137.50	\$172.00	\$137.50
n/a	n/a	\$6.88	\$5.50	\$6.88	\$5.50
n/a	n/a	\$6.54	\$5.23	\$6.54	\$5.23
\$7.00	\$5.60	\$6.21	\$4.97	\$6.21	\$4.97
4.00	4.00	4.39	4.39	4.39	4.39
3.20	3.20	3.29	3.29	3.29	3.29
Summer	Nonsummer	Summer	Nonsummer	Summer	Nonsummer
\$10,500.00	\$8,400.00	\$10,500.00	\$8,400.00	\$10,500.00	\$8,400.00
\$14.00	\$11.20	\$14.00	\$11.20	\$14.00	\$11.20
2.66	2.66	2.94	2.94	2.94	2.94

Table 11

City of Columbia, Missouri

SCHEDULE OF WATER SERVICE RATES
LAST TEN FISCAL YEARS

		2006-2007		2005-2006	
		Inside City Limits	Outside City Limits	Inside City Limits	Outside City Limits
Residential*: All CCF	per 100 CCF	\$1.840	\$2.447	\$1.628	\$2.165
Commercial*: All CCF	per 100 CCF	\$1.606	\$2.136	\$1.487	\$1.978
Large Commercial*: All CCF	per 100 CCF	\$1.505	\$2.002	\$1.368	\$1.819
*Summer Surcharged Rate: (June, July, August, and September water use in excess of 100% average for nonsummer use)	per 100 CCF	\$2.576	\$3.426	\$2.279	\$3.031
		Minimum Charge Per Month		Minimum Charge Per Month	
		Inside City Limits	Outside City Limits	Inside City Limits	Outside City Limits
Meter Size					
5/8 inch and 3/4 inch		\$5.40	\$7.18	\$5.40	\$7.18
1 inch		\$5.80	\$7.71	\$5.80	\$7.71
1 1/2 inch		\$8.35	\$11.11	\$8.35	\$11.11
2 inch		\$8.97	\$11.92	\$8.97	\$11.92
3 inch		\$21.96	\$29.20	\$21.96	\$29.20
4 inch		\$33.93	\$45.13	\$33.93	\$45.13
6 inch		\$67.86	\$90.26	\$67.86	\$90.26

		2001-2002		2000-2001	
		Inside City Limits	Outside City Limits	Inside City Limits	Outside City Limits
Residential*: All CCF	per 100 CCF	\$1.347	\$1.827	\$1.458	\$1.939
Commercial*: All CCF	per 100 CCF	\$1.266	\$1.684	\$1.356	\$1.804
Large Commercial*: All CCF	per 100 CCF	\$1.104	\$1.468	\$1.177	\$1.565
*Summer Surcharged Rate: (June, July, August, and September water use in excess of 120% average for nonsummer use)	per 100 CCF	\$1.924	\$2.559	\$2.041	\$2.714
		Minimum Charge Per Month		Residential	
		Inside City Limits	Outside City Limits	Inside City Limits	Outside City Limits
Minimum Charge Per Month					
Meter Size					
5/8 inch		\$4.00	\$5.32	\$3.92	\$5.21
1 inch		\$4.26	\$5.67	\$4.18	\$5.56
1 1/2 inch		\$6.30	\$8.38	\$6.18	\$8.22
2 inch		\$8.21	\$10.92	\$8.05	\$10.70
3 inch		\$21.01	\$27.94	\$20.60	\$27.40
4 inch		\$32.47	\$43.19	\$31.83	\$42.34
6 inch		\$64.94	\$86.37	\$63.67	\$84.68
				Commercial & Large Commercial	
				Inside City Limits	Outside City Limits
Minimum Charge Per Month					
Meter Size					
5/8 inch				\$3.92	\$5.21
1 inch				\$4.18	\$5.56
1 1/2 inch				\$6.18	\$8.22
2 inch				\$8.05	\$10.70
3 inch				\$20.60	\$27.40
4 inch				\$31.83	\$42.34
6 inch				\$63.67	\$84.68

Table 11, cont.

City of Columbia, Missouri

SCHEDULE OF WATER SERVICE RATES
LAST TEN FISCAL YEARS

2004-2005		2003-2004		2002-2003	
Inside City Limits	Outside City Limits	Inside City Limits	Outside City Limits	Inside City Limits	Outside City Limits
\$1.533	\$2.040	\$1.458	\$1.939	\$1.395	\$1.855
\$1.410	\$1.880	\$1.356	\$1.804	\$1.298	\$1.726
\$1.295	\$1.720	\$1.177	\$1.565	\$1.126	\$1.498
\$2.146	\$2.854	\$2.041	\$2.714	\$1.953	\$2.597
Minimum Charge Per Month		Minimum Charge Per Month		Minimum Charge Per Month	
Inside City Limits	Outside City Limits	Inside City Limits	Outside City Limits	Inside City Limits	Outside City Limits
\$5.00	\$6.65	\$4.57	\$6.07	\$4.37	\$5.81
\$5.40	\$7.20	\$4.84	\$6.44	\$4.63	\$6.16
\$7.75	\$10.30	\$6.97	\$9.27	\$6.67	\$8.87
\$8.97	\$11.92	\$8.97	\$11.92	\$8.58	\$11.41
\$21.96	\$29.20	\$21.96	\$29.20	\$21.01	\$27.94
\$33.93	\$45.13	\$33.93	\$45.13	\$32.47	\$43.19
\$67.86	\$90.26	\$67.86	\$90.26	\$64.94	\$86.37

1999-2000		1998-1999		1997-1998	
Inside City Limits	Outside City Limits	Inside City Limits	Outside City Limits	Inside City Limits	Outside City Limits
\$1.458	\$1.939	\$1.458	\$1.939	\$1.458	\$1.939
\$1.356	\$1.804	\$1.356	\$1.804	\$1.356	\$1.804
\$1.177	\$1.565	\$1.177	\$1.565	\$1.177	\$1.565
\$2.041	\$2.714	\$2.041	\$2.714	\$2.041	\$2.714
Residential		Residential		Residential	
Inside City Limits	Outside City Limits	Inside City Limits	Outside City Limits	Inside City Limits	Outside City Limits
\$3.92	\$5.21	\$3.84	\$5.11	\$3.84	\$5.11
\$4.18	\$5.56	\$4.10	\$5.45	\$4.10	\$5.45
\$6.18	\$8.22	\$6.06	\$8.06	\$6.06	\$8.06
\$8.05	\$10.70	\$7.89	\$10.49	\$7.89	\$10.49
\$20.60	\$27.40	\$20.20	\$26.87	\$20.20	\$26.87
\$31.83	\$42.34	\$31.21	\$41.51	\$31.21	\$41.51
\$63.67	\$84.68	\$62.42	\$83.01	\$62.42	\$83.01
Commercial & Large Commercial		Commercial & Large Commercial		Commercial & Large Commercial	
Inside City Limits	Outside City Limits	Inside City Limits	Outside City Limits	Inside City Limits	Outside City Limits
\$3.92	\$5.21	\$3.84	\$5.11	\$3.84	\$5.11
\$4.18	\$5.56	\$4.10	\$5.45	\$4.10	\$5.45
\$6.18	\$8.22	\$6.06	\$8.06	\$6.06	\$8.06
\$8.05	\$10.70	\$7.89	\$10.49	\$7.89	\$10.49
\$20.60	\$27.40	\$20.20	\$26.87	\$20.20	\$26.87
\$31.83	\$42.34	\$31.21	\$41.51	\$31.21	\$41.51
\$63.67	\$84.68	\$62.42	\$83.01	\$62.42	\$83.01

Table 12

City of Columbia, Missouri

SCHEDULE OF SANITARY SEWER SERVICE RATES
LAST TEN FISCAL YEARS

		<u>2006-2007</u>	<u>2005-2006</u>	<u>2004-2005</u>	<u>2003-2004</u>	<u>2002-2003</u>
Residential and Commercial:						
Service Charge	per month	\$4.35	\$4.22	\$4.06	\$3.90	\$3.73
All Volume	per 100 cu. ft.	\$1.030	\$1.000	\$0.962	\$0.925	\$0.886
		<u>2001-2002</u>	<u>2000-2001</u>	<u>1999-2000</u>	<u>1998-1999</u>	<u>1997-1998</u>
Residential and Commercial:						
Service Charge	per month	\$3.73	\$3.73	\$3.62	\$3.51	\$3.51
All Volume	per 100 cu. ft.	\$0.886	\$0.886	\$0.860	\$0.840	\$0.840

Table 13

City of Columbia, Missouri

SCHEDULE OF MARKETABLE SECURITIES AND INVESTMENTS
SEPTEMBER 30, 2007

Identification Number and Issuing Institution	Purchase Date	Face Amount, or Shares	Maturity Date	Coupon Interest Rate	Cost	Fair Value 09/30/07
POOLED CASH:						
U. S. Government and Agency Securities						
FHLMC GOLD M90785	11/24/03	2,550,000	12/01/07	4.000%	\$ 598,407	\$ 558,751
FHLMC GOLD M90803	various	6,940,000	03/01/08	4.500%	1,116,138	979,880
FNMA 050743 - 313615LY0	04/20/93	500,000	04/01/08	6.000%	151	1,574
FHLMC GOLD M90818 - 31282U4B0	07/23/03	2,000,000	06/01/08	4.000%	601,240	527,293
FNMA BALLOON 380457	05/17/04	1,300,000	07/01/08	6.090%	1,222,403	1,145,778
FHLMC CALL 3128X1SD0	11/24/03	1,000,000	07/08/08	3.000%	973,000	987,040
FHLB CALL 31339Y4U3	01/09/04	2,000,000	07/09/08	3.000%	1,948,000	1,973,760
FHLMC E000245CP - 31294JHW1	various	3,500,000	08/01/08	5.500%	21,878	26,875
FHLMC E00247CP - 31294JHY7	various	4,940,000	10/01/08	5.500%	41,569	55,424
FHLMC E52721CP - 31357UAW7	11/18/93	1,000,000	11/01/08	6.000%	9,306	9,575
FHLMC E52736CP - 31357UBD8	11/18/93	1,023,338	11/01/08	6.000%	4,613	5,182
FNMA 254137 - 31371KHN4	01/14/02	916,740	12/01/08	6.000%	32,897	14,085
FHLMC M80718 GOLD - 31282RYP3	01/30/02	1,590,682	01/01/09	5.000%	129,665	141,530
FHR 2412 EC - 31339DUH9	03/18/02	1,500,000	02/15/09	5.500%	249,112	258,759
FNMA 254273 - 31371KMW8	02/25/02	1,000,000	03/01/09	5.000%	78,840	82,791
FFCB 31331Q2E6	02/10/04	1,750,000	04/08/09	3.000%	1,690,500	1,713,355
FHLM PL M80765 - 31282RZ64	09/25/02	1,000,000	08/01/09	5.000%	141,762	118,691
FHLMC M80773 - 31282R2E3	10/24/02	1,000,000	10/01/09	5.000%	172,179	148,563
FHLMC M80779 - 31282R2L7	various	2,000,000	11/01/09	5.000%	350,673	293,414
FNMA 254582 - 31371KXK2	12/23/02	1,000,000	12/01/09	4.500%	246,314	211,120
FHLB STEPUP CALL 3133XAL62	02/25/05	1,000,000	02/25/10	4.000%	1,000,000	1,012,810
FMAN 2005 SER 2 CL1 - 3136F6ZR3	02/11/05	1,000,000	02/25/10	4.000%	377,315	367,662
FNMA STEPUP 3136F5VW8	05/19/04	4,000,000	05/19/10	3.250%	3,960,625	4,002,520
FHLMC MED TERM NOTE - 3128X1BE6	06/30/03	2,000,000	05/20/10	4.000%	2,022,200	1,975,520
FMMA P254809 - 31371LAJ8	02/22/05	1,000,000	06/01/10	4.500%	336,052	305,328
FHLMC GOLD M80842 - 31282R5B6	02/23/04	990,000	08/01/10	3.500%	552,217	538,324
FHLMC M80845 - 31282R5E0	12/23/03	2,000,000	09/01/10	4.500%	924,743	869,230
FNMA 254967 - 31371LFG9	10/23/03	2,000,000	10/01/10	3.500%	1,070,281	1,060,809
FMAN 2004-2 - 3136F6TA7	01/26/05	2,000,000	11/25/10	4.100%	1,126,572	1,090,552
FHLMC ANN STEP - 3128X3C4C	02/22/05	1,000,000	02/10/12	4.000%	997,500	1,000,120
FNMA CALL - 31359MMF7	02/21/02	1,000,000	02/28/12	5.625%	975,313	1,000,310
FHLMC PL M30146-31282CET0	03/19/98	4,999,357	06/01/12	7.000%	91,691	17,917
FHR 71-2012A - 3133XC3Y7	12/07/05	1,295,000	06/15/12	5.000%	818,011	825,315
HUD CALLABLE - 911759BN7	09/12/96	1,150,000	08/01/12	7.510%	1,126,715	1,152,519
FNR 2005-3 CL1 - 3136F6YK9	07/29/05	1,500,000	12/25/12	4.400%	862,639	837,097
FMNA 2005 SER 4 - 3136F6YL7	08/08/05	2,000,000	12/26/12	4.650%	1,198,548	1,168,711
FHLMC CORP STEP - 3128X33H4	02/01/05	1,000,000	02/01/13	4.500%	1,005,000	1,000,980
FHLMC MED NOTE B/E - 3128X1BL0	02/24/05	2,000,000	05/06/13	4.750%	1,975,800	1,976,260
FHR 2055 OE - 3133TDX50	02/20/02	1,000,000	05/15/13	6.500%	333,430	306,292
FNMA MED TERM NOTE - 3136F7A98	05/30/06	1,000,000	05/30/13	6.000%	1,000,000	1,008,440
FNMA PL 431577 - 31379WM20	07/20/98	2,000,000	07/01/13	5.000%	748	88,337
FHLB STEP-UP CALL - 3133XCD75	07/18/05	2,000,000	07/18/13	4.250%	1,998,750	2,000,620
FNMA POOL 254863 - 31371LB81	08/18/03	1,000,000	08/01/13	4.000%	414,406	393,567
FHLB STEP-UP CALL - 31339YYU0	11/28/05	1,000,000	08/13/13	4.000%	980,625	999,380
FHLB CALLABLE - 3133M5T83	11/04/98	2,000,000	09/30/13	5.830%	2,014,260	2,019,380
FNMA 449353 - 31380TE23	11/17/98	3,000,000	10/01/13	5.500%	76,459	103,297
FHLMC SER R004-AL - 31396GG70	various	4,000,000	12/15/13	5.125%	2,489,329	2,511,453
FHLB STEPUP CALL - 3133X3D91	01/30/04	2,600,000	01/30/14	4.000%	2,600,000	2,594,306
FHLB STEPUP 3133X45X0	03/24/04	2,000,000	03/24/14	4.000%	1,998,000	1,997,500
FHLB STEPUP 3133X6SN9	04/21/04	2,300,000	04/21/14	3.625%	2,289,937	2,287,074
FHLMC E00669 - 31294JW61	02/19/02	2,000,000	05/01/14	6.000%	181,539	146,257
FHLMC MED TERM NOTES - 3128X6CR5	06/20/07	1,000,000	06/18/14	6.000%	1,000,000	1,008,310
FHLMC P60031 - 31288MA82	02/15/05	20,000,000	07/01/14	6.500%	986,493	891,492
FHR 2863 DA - 31395G4H2	12/30/04	1,125,000	09/15/14	4.250%	413,236	394,193
FNMA STEP UP - 3136F6DG1	09/20/05	1,000,000	09/16/14	4.125%	991,250	998,750
FHR 2877 LA - 31395HLH1	07/14/05	2,500,000	10/15/14	4.250%	1,396,717	1,373,116
FHLB STEP UP - 3133X9C73	09/20/05	1,000,000	11/18/14	4.000%	986,500	994,690
FHLB STEP UP - 3133X9EY2	11/26/04	2,000,000	11/26/14	4.250%	1,988,750	1,993,120
FHR 2752 CR - 31394RL72	01/28/05	2,000,000	12/15/14	4.250%	982,076	945,821
FHLB CALL STEP UP - 3133X9R36	12/17/04	2,000,000	12/17/14	4.250%	2,000,000	1,996,880
FNMA CALL - 3136F6UL1	02/15/06	1,000,000	01/12/15	5.500%	983,125	997,500
FHLB - 3133XAU62	05/23/05	1,700,000	03/09/15	4.000%	1,695,750	1,701,598
FHLB STEP UP CALL BOND - 3133XAVN4	03/30/05	1,000,000	03/16/15	4.500%	990,000	999,380
FHLB MULTISTEP CALL - 3133XAW29	various	2,000,000	03/16/15	4.000%	1,990,000	2,001,880
FHLB REMIC CL2015A - 3133XAWF0	04/01/05	2,000,000	03/25/15	4.950%	1,283,323	1,246,015
FHLB STEP UP CALL - 3133XB5E1	03/30/05	1,000,000	03/30/15	4.250%	999,000	1,002,190
FHLB SD 2015 1 - 3133XCQE6	08/09/05	1,000,000	07/28/15	5.250%	796,454	776,245
FHLB SK 2015 CLASS 1 - 3133XCT60	11/08/05	1,500,000	08/18/15	5.140%	1,085,770	1,068,248
FHLB STEP UP CALL BOND - 3133XDPA3	various	2,000,000	11/10/15	5.000%	1,992,188	2,000,620
U.S. Treasury Strip 912833KF6	07/16/93	371,000	11/15/15	0.000%	78,452	256,012
FNR 2003-24 PN - 31393AK30	07/02/03	2,000,000	11/25/15	4.500%	2,054,375	1,978,840
FHLB - 3133XEWM7	04/12/06	1,000,000	03/29/16	5.500%	995,000	1,001,880
FHLMC 2534 HA - 31393FSW7	05/19/04	3,800,000	04/15/16	5.000%	881,059	831,036
FHLMC E00975 GOLD - 31294KCL7	08/26/03	7,000,000	05/01/16	6.000%	511,623	442,181
FNBR 06-B1 AB - 31395NPD3	06/29/06	1,500,000	06/25/16	6.000%	1,060,074	1,076,747
FHLMC PL 0100X - 31294KDD4	03/30/05	8,000,000	07/01/16	5.500%	1,131,823	1,089,005
FNR 2003-83 PB - 31393ERP6	07/06/06	2,600,000	09/25/16	3.500%	1,096,542	1,152,717
FNMA CALL NTS - 3136F73P0	11/01/06	1,500,000	10/11/16	6.000%	1,498,500	1,500,465
FHLMC BDS - 3133XJ7G7	12/27/16	1,000,000	12/27/16	5.500%	998,750	1,000,000

Table 13

City of Columbia, Missouri

SCHEDULE OF MARKETABLE SECURITIES AND INVESTMENTS
SEPTEMBER 30, 2007

Identification Number and Issuing Institution	Purchase Date	Face Amount, or Shares	Maturity Date	Coupon Interest Rate	Cost	Fair Value 09/30/07
FHLMC PL291302 - 31344XNTO	various	58,282,764	04/01/17	7.000%	468,933	429,784
FNMA REM 3-11 CL DB - 31392HQG1	01/30/03	1,000,000	04/25/17	5.000%	286,425	259,896
FHLMC 2474 NE - 31392PZL2	09/16/03	4,180,622	07/15/17	5.000%	477,370	424,771
GNR 2004-67 A - 38374HUC2	07/15/05	750,000	09/16/17	3.648%	291,506	297,576
FNMA 2002-89 CI CA - 31392GPK5	12/30/02	1,000,000	12/26/17	5.000%	228,935	201,672
FHLMC C90211 - 31335HGU1	12/12/02	3,500,000	04/01/18	6.500%	163,362	108,704
FHR 2844 BA - 31395EUQ8	09/16/04	2,000,000	06/15/18	5.000%	1,065,214	996,527
GNR 2003-88 AC - 38373MJA9	07/15/05	725,000	06/15/18	2.194%	405,021	417,003
FNMA STEP-UP CALL - 3136F32N5	08/01/03	2,000,000	08/01/18	4.250%	2,000,000	1,998,120
FHLMC STEPUP - 3128X1X77	10/29/03	1,000,000	10/29/18	4.875%	997,500	1,000,020
FHLMC C90263 - 31335HJG9	05/17/99	1,000,000	04/01/19	7.000%	85,703	64,627
FHR 3046 JE - 31396CPU8	11/04/05	1,000,000	06/15/19	5.000%	553,018	549,726
FNMA LP 577376 - 31386YMZ4	11/26/01	953,329	08/01/19	7.500%	157,009	124,034
FHR 1013 Z - 312904RL1	11/21/02	780,000	10/15/20	9.000%	82,853	60,674
FHLMC G11813 - 31336WAM1	09/21/07	2,600,000	11/01/20	5.000%	1,998,332	1,998,332
GNR 2005-12A - 38373MNI5	07/15/05	575,000	05/16/21	4.044%	459,829	457,609
FNR 2006-62 VA - 31395N5T0	06/30/06	1,000,000	06/01/21	6.000%	686,738	689,173
FNMA 253945 - 31371KBN0	04/29/02	1,200,000	08/01/21	6.500%	98,357	75,531
FHR 11161 I - 312906C40	11/30/98	505,000	08/15/21	5.500%	18,195	23,995
FHR 1125 X - 312906XG0	various	950,000	08/15/21	8.250%	90,147	58,788
FHLMC CTF5 J03849 - 3128PFH24	06/22/07	2,000,000	11/01/21	5.000%	1,778,299	1,800,159
FHR 1163 JA - 3129072D9	11/29/99	500,000	11/15/21	7.000%	25,828	28,434
FHR 2522 - 31393F5T9	11/29/02	2,000,000	11/15/21	5.500%	423,261	384,416
FHR 3119 BV - 31396HRU5	various	4,100,000	12/15/21	5.500%	3,145,376	3,121,707
FHRR R013 AB - 31397HNV6	06/26/07	1,000,000	12/15/21	6.000%	969,270	975,535
FNR 91-162 GA - 31358KF37	02/20/01	493,000	12/25/21	8.250%	36,890	24,574
FHLMC REMIC 1280 CL B - 312909J88	various	78,574,999	04/15/22	6.000%	583,258	483,555
FHR 2534 ER - 31393FUH7	01/27/05	2,000,000	04/15/22	4.500%	562,633	542,053
GNR 2004-97 AB - 38374JE93	07/15/05	925,000	04/16/22	3.084%	741,543	751,214
FNMA REM 03-34 BA - 31393CET6	09/28/03	4,000,000	05/25/22	4.000%	1,338,516	1,307,636
FHLMC C90787 - 31335H2U6	02/12/04	1,758,744	11/01/23	4.000%	1,232,972	1,226,867
FNMA 255114 - 31371LK32	04/15/04	2,000,000	03/01/24	5.000%	1,221,267	1,142,158
FNMA 255271 - 31371LK32	04/15/04	2,000,000	05/01/24	5.000%	1,262,420	1,249,493
FHR 2759 VG - 31394TGN9	08/31/04	1,105,000	10/15/24	4.250%	1,115,359	1,095,851
FHR 1883 L - 31337WD7	05/10/02	2,000,000	09/15/26	7.000%	529,718	464,440
FHR 2659 NP - 31394GP64	11/30/04	1,000,000	11/15/27	4.500%	928,319	913,618
FHLMC GOLD REMIC 2663AK - 31394HLT6	08/29/03	1,000,000	06/15/28	4.000%	253,313	258,908
FHR 2949WB - 31395R3K2	03/31/05	1,000,000	08/15/28	5.000%	574,403	570,465
GNMA POOL 002633M - 36202C4S9	08/24/98	1,000,000	08/20/28	8.000%	40,058	8,005
FHLMC REMIC 2109 CL PE - 3133TH2C0	05/12/05	2,500,000	12/15/28	6.000%	1,646,394	1,597,114
FHLMC 2691 EK - 31394LBR2	04/28/04	2,000,000	01/15/29	4.500%	760,526	738,135
GNMA GTD 95-DX - 38374ECL9	10/26/06	1,500,000	07/20/29	5.000%	1,241,810	1,252,539
FNR 2005-53 MU - 31394DH94	05/27/05	2,000,000	07/25/29	5.500%	1,514,551	1,462,456
FHLMC REMIC 2698 CL BA - 31394LPM8	02/24/05	3,000,000	11/15/32	5.000%	1,055,100	1,024,908
GNR 2003-70 TE - 38374BG80	12/14/06	923,000	02/20/33	5.500%	920,116	902,362
FHLMC ARM 1B0984 - 31336SUH9	02/23/04	2,000,000	07/01/33	3.295%	854,755	822,429
FNMA ARM 742243 - 31402YS88	12/23/03	1,000,000	09/01/33	3.816%	390,930	384,149
FNMA PL 777716 - 31404TAR4	04/26/04	2,000,000	04/01/34	3.750%	876,798	861,299
FNMA ARM 775566 - 31404QTX7	02/22/05	1,000,000	05/01/34	4.146%	388,798	382,984
FNMA PL 779076 - 31404UQ52	06/24/04	2,000,000	05/01/34	3.790%	980,927	996,142
FHLMC REMIC 31-48 CL CK - 31396HTZ8	11/21/06	2,095,909	08/15/34	6.000%	2,112,283	2,117,015
FHR 2963 BP - 31395TM35	12/19/06	2,160,000	09/15/34	5.000%	1,572,338	1,566,285
FHR 2991 EG - 31395UWS6	08/04/05	2,000,000	11/15/34	5.500%	1,295,591	1,282,324
FHR 3071 LT - 31396EFQ4	05/24/06	2,400,000	11/15/34	5.750%	1,868,576	1,877,415
FHR 2915 UC - 31395LEW7	01/31/05	1,000,000	01/15/35	5.000%	362,778	349,629
FHLMC ARM 1B2795 - 3128JM7H4	03/23/05	2,000,000	03/01/35	4.446%	1,233,112	1,160,675
FHR 3000 JH - 31395WPD3	08/01/05	2,000,000	06/15/35	5.000%	1,423,316	1,419,790
FHR 3010 YC - 31395WDU8	07/29/05	2,000,000	07/01/35	5.000%	1,228,256	1,210,426
FHR 3020 DP - 31395XWY7	08/30/05	2,000,000	08/15/35	5.000%	1,245,801	1,232,070
FNR 2005-83 OG - 31394FUH6	02/27/07	2,960,645	10/25/35	5.000%	1,675,237	1,683,786
FHR 3070 GA - 31396EZV1	11/15/35	2,000,000	11/15/35	5.500%	1,279,998	1,276,765
SARM 05-22 1A2 - 863579F52	12/07/05	980,772	12/25/35	5.250%	615,082	586,652
FHR 3157 LA - 31396NY67	08/31/06	2,000,000	08/31/06	5.500%	1,530,922	1,536,587
FHR 3227 CM - 31397BS51	10/30/06	2,000,000	08/15/36	5.500%	1,819,226	1,796,991
FHR 3211 PG - 31397B7A3	11/03/06	1,500,000	09/15/36	5.500%	1,261,041	1,231,594
FHR 3234 QK - 31397CHD4	11/30/06	2,000,000	11/15/36	5.500%	1,820,296	1,799,234
GNR 2006-62 PC - 38374N2M8	12/13/06	2,000,000	11/20/36	5.500%	1,884,873	1,843,789
FNMA 256526 IO - 31371M4K0	12/13/06	2,500,000	12/01/36	6.000%	2,299,458	2,269,596
FHR 3289 YX - 31397FPZ9	05/04/07	1,500,000	03/15/37	5.000%	1,437,449	1,440,088
FHR 3291 PC - 31397FY97	06/22/07	2,350,000	03/15/37	5.500%	2,241,948	2,240,605
FHR 3287 CE - 31397G5M8	03/30/07	2,000,000	03/15/37	5.500%	1,908,069	1,853,365
FHR 3326 CA - 31397JHD9	07/20/07	2,000,000	06/15/37	5.500%	1,943,869	1,965,815
FNMA REMIC 03-W2 CI 2A9 - 31392JAQ2	11/21/06	2,425,000	07/25/42	5.900%	1,758,160	1,766,257
Total U. S. Government and Agency Securities:					153,119,716	151,147,178
Bonds						
FICO Strip - 31771CQR9	11/26/96	1,129,000	02/03/15	0.000%	326,484	794,839
Miscellaneous Securities						
San Bernardino City CA - 796825AW7	11/07/96	500,000	08/01/15	0.000%	126,255	328,255
Orange County CA Pension - 68428LBA1	12/02/96	13,500,000	09/01/15	0.000%	3,617,055	8,786,745
UBS Select Prime Institutional Func	various	49,636,533	-	-	49,636,533	49,636,533
Total Miscellaneous Securities:					53,379,843	58,751,533
Repurchase Agreements:						
Boone County National Bank		137,000	10/01/07	0.000%	137,000	137,000
Total Pooled Cash Marketable Securities					\$ 206,963,043	\$ 210,830,550

Table 13

City of Columbia, Missouri

SCHEDULE OF MARKETABLE SECURITIES AND INVESTMENTS
SEPTEMBER 30, 2007

Identification Number and Issuing Institution	Purchase Date	Face Amount, or Shares	Maturity Date	Coupon Interest Rate	Cost	Fair Value 09/30/07
SELF-INSURANCE RESERVE:						
Bonds:						
U.S. Treasury Note 912828ANO	07/30/04	\$ 700,000	11/15/07	3.000%	\$ 693,656	\$ 699,181
U.S. Treasury Note 912828EY2	01/24/07	500,000	02/29/08	4.625%	497,774	500,940
FNMA Medium Term Note	02/15/06	1,000,000	02/08/08	4.960%	997,600	1,000,000
Total Bonds					<u>2,189,030</u>	<u>2,200,121</u>
Mutual Funds:						
UBS Select Prime Institutional Fund	various	4,875,475	—	—	4,875,475	4,875,475
Total Mutual Funds					<u>4,875,475</u>	<u>4,875,475</u>
Total Self-Insurance Reserve					<u>\$ 7,064,505</u>	<u>\$ 7,075,596</u>
POLICE AND FIREFIGHTERS' RETIREMENT FUND:						
Corporate Bonds:						
Union Electric 906548BN1	08/17/93	250,000	05/01/08	6.750%	\$ 256,240	\$ 251,442
BNP Pribas US Mtn NT Program - 05567LCH8	05/18/06	1,690,000	03/02/09	5.360%	1,683,240	1,690,423
Pennzoil Company 709903BB3	11/21/89	400,000	11/15/09	10.125%	398,350	439,652
Caterpillar Powernote 14911QBU4	various	1,000,000	02/15/11	6.750%	1,103,890	1,049,820
McDonnell Doug Corp 580169AM2	02/07/01	150,000	04/01/12	9.750%	188,250	176,385
New Brunswick Province - 642866DV6	12/07/93	250,000	08/15/13	6.750%	244,537	275,738
General Electric Cap Corp 36962GN59	02/25/05	1,000,000	08/25/15	4.125%	1,000,000	961,940
Toyota Motor Credit 89233PUT1	08/19/05	1,000,000	08/10/17	5.250%	995,500	976,540
Petro Canada LTD - 716442AC2	02/14/01	250,000	06/30/18	9.700%	315,000	328,780
Coca-Cola Enterprises - 191219AV6	08/01/01	2,000,000	06/20/20	0.000%	535,520	969,180
MBIA Inc. - 55262CAF7	02/08/00	500,000	10/01/28	6.625%	440,220	463,515
JP Morgan 2004-S2 CO 2A8 466247JE4	02/02/05	2,000,000	11/25/34	5.250%	2,010,000	1,932,200
CS First Boston REMIC - 225470EX7	01/11/06	500,000	11/25/35	5.500%	474,591	533,396
Total Corporate Bonds					<u>9,645,338</u>	<u>10,049,011</u>
Common Stock and Mutual Funds						
Evergreen Aggressive Growth	various	4,344	N/A	—	128,124	140,427
Fidelity Contra Fund	various	114,096	N/A	—	5,936,371	9,444,096
Fidelity Blue Chip Growth Fund	various	66,715	N/A	—	2,637,924	3,463,719
Fidelity Value Fund	various	14,793	N/A	—	967,796	1,604,718
American Century Ultra Fund	various	110,813	N/A	—	3,250,398	3,766,929
American Century Value Fund	various	518,228	N/A	—	5,194,330	6,281,497
American Century Int'l Growth	various	174,380	N/A	—	1,234,095	2,012,751
AIM Constellation Fund	various	60,819	N/A	—	1,495,069	1,823,380
AIM Global Aggressive Growth	various	94,795	N/A	—	2,052,988	3,167,308
Duff & Phelps Utilits Stk - 2643241C	various	31,208	N/A	—	342,660	338,295
Standard & Poors Dep Rcpts-78462F1	various	37,300	N/A	—	1,739,968	5,691,234
Legg Mason Value Trust	various	82,934	N/A	—	3,449,347	6,206,994
Vanguard Strategic Equity	various	258,219	N/A	—	5,003,019	7,661,127
Total Common Stock and Mutual Funds					<u>33,432,089</u>	<u>51,602,475</u>
U. S. Government and Agency Securities						
AID-Republic of Panama - 698990AC2	08/29/83	144,583	08/01/11	—	83,666	84,139
Student Loan Mkt Assoc 863871AL3	08/29/91	1,000,000	05/15/14	—	221,898	523,060
Total U. S. Government and Agency Securities					<u>305,564</u>	<u>607,199</u>
Miscellaneous Securities						
Cook Cty IL S/D #155 FSA - 215219HB5	06/29/06	560,000	12/01/16	0.000%	302,411	333,962
Cook Cty IL S/D #155 FSA - 215219HE9	06/29/06	560,000	12/01/19	0.000%	249,334	274,327
UBS Select Prime Institutional Fund	various	10,149,695	—	—	10,149,695	10,149,695
Total Miscellaneous Securities					<u>10,701,440</u>	<u>10,757,984</u>
Asset-Backed Securities						
FHLMC E42095CP - 31357FKG4	04/20/93	598,514	11/01/07	6.000%	0	324
SBA Series 87-20H Cert - 83162CATO	11/25/87	11,460	11/01/07	10.050%	22,207	22,207
FHLMC REM F1423F - 312913UY0	06/25/93	500,000	12/15/07	7.000%	21,837	16,249
FNMA 15 SF 050743 CP - 313615LY0	various	855,000	04/01/08	6.000%	571	2,692
FHLB Callable - 31339Y4U3	01/09/04	1,000,000	07/09/08	3.000%	974,000	986,880
FNMA 271060-31372FB59	04/21/94	1,018,072	01/01/09	5.000%	194	31,148
FNMA 271083 - 31372FCU3	03/30/98	512,411	04/01/09	5.000%	0	2,719
FNMA 73562 - 31362WWX0	08/14/02	1,085,000	07/01/11	7.800%	1,019,544	928,965
FNMA 93140J - 31359BH34	12/03/93	500,000	06/25/13	6.650%	302,128	307,168
FHLB CALL BOND - 3133XFW69	06/26/06	1,000,000	06/23/16	6.200%	996,563	1,008,440
FHLMC 260794-3134113B4	08/24/87	500,000	10/01/16	8.000%	3,279	4,154
FHLMC MED NOTE B/E - 3128X2X67	01/13/05	1,000,000	04/08/19	5.500%	988,600	988,960
CWHL 2004-J9 4A1 - 12669GFN6	06/05/07	2,200,000	11/25/19	5.250%	1,276,846	1,289,921
GNMA REMIC 03-34 PC - 38373QH2	04/11/06	1,500,000	02/16/32	5.500%	1,480,078	1,496,925
FHLMC REMIC 2509 ZG - 31392WJR2	04/19/04	1,100,000	10/15/32	5.500%	1,097,331	1,384,470
FNR 2005-5 CL AZ - 31394BA9	01/31/05	2,000,000	02/25/35	5.000%	1,765,625	1,986,393
FNMA REMIC 2005-30 CL Z - 31394C6F4	05/12/05	1,000,000	04/25/35	5.000%	928,471	987,588
Total Asset-Backed Securities					<u>10,877,274</u>	<u>11,445,203</u>
Total Police and Firefighters' Investment					<u>\$ 64,961,705</u>	<u>\$ 84,461,872</u>
Total Restricted/Unrestricted Marketable Securities and Investments					<u>\$ 278,989,253</u>	<u>\$ 302,368,018</u>

Table 14

City of Columbia, Missouri

FEDERAL AND STATE GRANTS
SEPTEMBER 30, 2007Policy Development and Administration:

Cultural Affairs	\$ 26,737	
Total Policy Development and Administration		\$ 26,737

Public Safety:

Police	175,197	
Fire	232,940	
Emergency Management	350,157	
Total Public Safety		758,294

Transportation:

Transportation Planning Grant	11,520	
Planning	145,436	
East Broadway	9,512	
Business Loop 70 Improvements	44,937	
South Hampton	1,467,896	
Green Meadows	541,796	
Non Motorized Transportation Grant	358,285	
Airport	1,144,804	
Public Transportation	3,998,849	
Total Transportation		7,723,035

Health and Environment:

Health Department	1,224,862	
CDBG/HOME	1,425,777	
Solid Waste	249,233	
Storm Water Utility	126,170	
Total Health and Environment		3,026,042

Personal Development:

Flat Branch Park Phase II	149,850	
Providence Road Underpass	75,253	
Garth Nature Area	42,000	
TRIM -Parks & Recreation	7,527	
Emergency Shelter Grant	68,877	
Total Personal Development		343,507

Total Federal and State Grants

\$ 11,877,615

Table 15

City of Columbia, Missouri

RATIOS OF OUTSTANDING DEBT BY TYPE
LAST SEVEN FISCAL YEARS*

Governmental Activities							
Fiscal Year Ended	Certificates of Participation	Capital Lease Obligations	General Obligation Bonds	Special Obligation Bonds	Special Obligation Notes		
2007	-	-	-	24,412,957	3,740,000		
2006	-	-	-	26,629,413	-		
2005	3,040,000	7,000,000	-	-	-		
2004	3,989,500	7,000,000	-	-	-		
2003	4,874,500	7,000,000	-	-	-		
2002	5,696,500	7,000,000	2,125,000	-	-		
2001	6,490,000	7,485,678	2,125,000	25,000,000	-		
Business-Type Activities							
Fiscal Year Ended	Certificates of Participation	Special Obligation Bonds	Water & Electric Bonds	Sewer Bonds	Parking Bonds	Total Government	Ratio of Bonded Debt to Assessed Value ^a
2007	-	64,705,863	77,104,088	18,684,800	-	188,647,708	12.80 %
2006	-	66,116,207	80,725,692	18,932,695	-	192,404,007	14.03 %
2005	2,457,114	14,399,066	81,327,295	20,089,049	2,633,043	130,945,567	11.24 %
2004	6,815,151	15,207,176	77,325,151	21,215,403	2,729,913	134,282,294	12.04 %
2003	8,738,130	15,985,286	63,592,285	21,465,951	2,821,782	124,477,934	11.65 %
2002	10,500,000	16,820,000	73,765,000	18,730,000	3,050,000	137,686,500	13.49 %
2001	-	9,955,000	60,310,000	17,735,000	2,965,000	132,065,678	13.92 %

*Prior to fiscal year 2001, debt reporting information was combined and is not readily available.

Table 16

City of Columbia, Missouri

RATIO OF NET GENERAL BONDED DEBT TO ASSESSED VALUE AND PER CAPITA
LAST TEN FISCAL YEARS

Fiscal Year Ended	Gross Bonded Debt	Less Debt Service Funds	Net Bonded Debt	Ratio of Net Bonded Debt to Assessed Value ^a	Net Bonded Debt Per Capita ^b
1998	16,865,000	8,518,540	8,346,460	1.01 %	108.28
1999	7,620,000	6,739,832	880,168	0.10 %	11.13
2000	5,035,000	6,490,267	(1,455,267)	(0.16) %	(18.22)
2001	2,125,000	2,574,573	(449,573)	(0.05) %	(5.20)
2002	700,000	1,190,238	(490,238)	(0.05) %	(5.55)
2003	0	484,393	0	0.00 %	0.00
2004	0	493,497	0	0.00 %	0.00
2005	0	503,611	0	0.00 %	0.00
2006	0	0	0	0.00 %	0.00
2007	0	0	0	0.00 %	0.00

^a See Table 5 for property value data^b Population data can be found in Table 25

Table 17

City of Columbia, Missouri

DIRECT AND OVERLAPPING GOVERNMENTAL ACTIVITIES DEBT
SEPTEMBER 30, 2007

<u>Jurisdiction</u>	<u>Bond Issues Outstanding</u>	<u>Amount Available Debt Service Funds</u>	<u>Net Debt Outstanding</u>	<u>Percentage Applicable to City of Columbia (a)</u>	<u>Amount Applicable to City of Columbia</u>
City of Columbia	\$0	\$0	\$0	0.0%	\$0
Columbia School District	154,670,000	43,003,392	111,666,608	71.5%	79,862,757
Boone County	609,096	180,242	428,854	81.6%	350,020
Totals	<u>\$155,279,096</u>	<u>\$43,183,634</u>	<u>\$112,095,462</u>		<u>\$80,212,777</u>

Source: Assessed value data used to estimate applicable percentages provided by the Boone County Collectors Office. Debt outstanding data provided by each governmental unit.

Note: Overlapping governments are those that coincide, at least in part, with the geographic boundaries of the City. This schedule estimates the portion of the outstanding debt of those overlapping governments that is borne by the residents and businesses of the City. This process recognized that, when considering the City's ability to issue and repay long-term debt, the entire debt burden borne by the residents and businesses should be taken into account. However, this does not imply that every taxpayer is a resident, and therefore responsible for repaying the debt, of each overlapping government.

(a) For debt repaid with property taxes, the percentage of overlapping debt applicable is estimated using taxable assessed property values. Applicable percentages were estimated by determining the portion of another governmental unit's taxable assessed value that is within the City's boundaries and dividing it by each unit's total taxable assessed value.

Table 18

City of Columbia, Missouri

LEGAL DEBT MARGIN INFORMATION
LAST TEN FISCAL YEARS

Assessed value (2007)				<u>\$1,564,964,931</u> *
Constitutional debt limit **				\$312,992,986
(20% assessed value)				
Total bonded debt			\$95,170,000	
Less:				
Water and Electric Utility Bonds		\$76,430,000		
Sanitary Sewer Utility Bonds		18,740,000	<u>95,170,000</u>	
Total amount of debt applicable to debt limit				<u>0</u>
Legal debt margin				<u>\$312,992,986</u>

	Fiscal Year			
	1998	1999	2000	2001
Debt limit	\$174,030,754	\$182,151,025	\$187,693,126	\$201,675,609
Total net debt applicable to limit	\$7,455,000	\$4,795,000	\$3,490,000	\$2,125,000
Legal debt margin	\$166,575,754	\$177,356,025	\$184,203,126	\$199,550,609
Total net debt applicable to the limit as a percentage of debt limit	4.28%	2.63%	1.86%	1.05%

* All tangible property.

**Section 95.115 of the 1978 Missouri Revised Statutes permits any county or city, by vote of two-thirds of qualified electors voting thereon, to incur additional indebtedness for city purposes not to exceed 5 percent of the taxable tangible property therein, as shown by the last assessment.

Section 95.120 of the 1978 Missouri Revised Statutes permits any county or city, by a vote of two-thirds of qualified electors voting thereon, to incur additional indebtedness for city purposes not to exceed 5 percent of the taxable tangible property therein, as shown by the last assessment.

Sections 95.125 and 95.130 of the 1978 Missouri Revised Statutes provide that any city may become indebted not exceeding in the aggregate an additional 10 percent for the purpose of acquiring right-of-ways, constructing, extending, and improving streets and avenues and/or sanitary or storm sewer system, and an additional 10 percent for purchasing or construction of waterworks, electric, or other light plants, provided the total general obligation indebtedness of the city does not exceed 20 percent of the assessed valuation.

Table 18, cont.

City of Columbia, Missouri

LEGAL DEBT MARGIN INFORMATION
LAST TEN FISCAL YEARS

Fiscal Year					
2002	2003	2004	2005	2006	2007
\$210,953,913	\$223,338,535	\$231,727,857	\$271,166,022	\$293,218,030	\$312,992,986
\$2,125,000	\$0	\$0	\$0	\$0	\$0
\$208,828,913	\$223,338,535	\$231,727,857	\$271,366,022	\$293,218,030	\$312,992,986
1.01%	0.00%	0.00%	0.00%	0.00%	0.00%

Table 19

City of Columbia, Missouri

WATER AND ELECTRIC UTILITY REVENUE BOND COVERAGE (a)
LAST TEN FISCAL YEARS

Fiscal Year Ended	WATER AND ELECTRIC UTILITY REVENUE / REFUNDING BONDS (c)						Revenue Bond Coverage
	Operating Revenue	Operating Expenses	Net Revenue	Principal	Interest (b)	Total	
1998	68,573,930	51,395,707	17,178,223	2,395,000	2,139,657	4,534,657	3.79
1999	70,166,637	49,990,146	20,176,491	2,570,000	3,317,423	5,887,423	3.43
2000	69,271,332	51,540,778	17,730,554	2,755,000	3,189,547	5,944,547	2.98
2001	72,367,292	53,888,913	18,478,379	2,895,000	2,931,287	5,826,287	3.17
2002	73,119,302	54,840,910	18,278,392	3,035,000	2,494,394	5,529,394	3.31
2003	76,094,540	58,444,470	17,650,070	3,410,000	3,160,451	6,570,451	2.69
2004	79,237,016	62,559,631	16,677,385	3,685,000	2,992,679	6,677,679	2.50
2005	92,127,894	72,052,155	20,075,739	3,870,000	3,449,264	7,319,264	2.74
2006	105,384,237	85,904,487	19,479,750	575,000	3,308,873	3,883,873	5.02
2007	116,758,098	84,055,177	32,702,921	3,595,000	4,332,137	7,927,137	4.13

- (a) Revenue bonds and their related interest are payable solely from the revenues derived from the operation of the enterprise owned by the City. The taxing power of the City is not pledged to secure payment of the bonds and interest.
- (b) Interest payments made in the fiscal year.
- (c) This includes Special Obligation Bonds, Series 2006C, which are to be treated as a water and electric utility revenue bond issue.

Table 20

City of Columbia, Missouri

SANITARY SEWER UTILITY REVENUE BOND COVERAGE (a)
LAST TEN FISCAL YEARS

Fiscal Year Ended	SANITARY SEWER SYSTEM REVENUE BONDS (d)						Revenue Bond Coverage
	Operating Revenue (c)	Operating Expenses	Net Revenue	Principal	Interest (b)	Total	
1998	5,847,430	4,284,596	1,562,834	300,000	707,208	1,007,208	1.55
1999	6,330,643	4,279,077	2,051,566	320,000	746,511	1,066,511	1.92
2000	6,615,999	4,753,332	1,862,667	340,000	903,791	1,243,791	1.50
2001	6,625,021	4,626,936	1,998,085	570,000	1,003,502	1,573,502	1.27
2002	7,957,444	5,098,788	2,858,656	705,000	1,069,619	1,774,619	1.61
2003	7,923,672	5,501,961	2,421,711	825,000	795,719	1,620,719	1.49
2004	8,708,998	5,721,756	2,987,242	1,040,000	1,038,747	2,078,747	1.44
2005	9,378,918	5,750,876	3,628,042	1,245,000	994,648	2,239,648	1.62
2006	9,915,355	6,221,458	3,693,897	1,280,000	1,126,455	2,406,455	1.53
2007	10,313,861	6,395,635	3,918,226	1,590,000	1,281,897	2,871,897	1.36

(a) Revenue bonds and their related interest are payable solely from the revenues derived from the operation of the enterprise owned by the City. The taxing power of the City is not pledged to secure payment of the bonds and interest.

(b) Interest payments made during the fiscal year.

(c) Includes investment revenue in fiscal year 2002 and thereafter.

(d) This includes Special Obligation Bonds, Series 2001A and Special Obligation Bonds, Series 2006A, which are to be treated as sewer system revenue bond issues.

Table 21

City of Columbia, Missouri

PARKING REVENUE BOND COVERAGE (a)
LAST TEN FISCAL YEARS

<u>Fiscal Year Ended</u>	<u>Operating Revenue</u>	<u>Operating Expenses</u>	<u>Net Revenue</u>	<u>Principal</u>	<u>Interest (b)</u>	<u>Total</u>	<u>Revenue Bond Coverage</u>
1998	988,387	419,692	568,695	65,000	184,554	249,554	2.28
1999	1,129,415	480,188	649,227	70,000	181,802	251,802	2.58
2000	1,138,465	591,317	547,148	75,000	178,737	253,737	2.16
2001	1,208,867	611,500	597,367	80,000	175,344	255,344	2.34
2002	1,694,281	738,795	955,486	85,000	171,609	256,609	3.72
2003	1,707,745	650,768	1,056,977	90,000	167,517	257,517	4.10
2004	1,675,667	682,007	993,660	95,000	163,052	258,052	3.85
2005	1,641,734	710,366	931,368	100,000	158,224	258,224	3.61
2006	1,657,637	710,577	947,060	0	0	0	n/a (c)
2007	1,562,110	695,501	866,609	0	0	0	n/a (c)

(a) Revenue bonds and their related interest are payable solely from the revenues derived from the operation of the enterprise owned by the City. The taxing power of the City is not pledged to secure payment of the bonds and interest.

(b) Interest payments made during the fiscal year.

(c) The 95 Parking Revenue Bonds were refunded with the Special Obligation Bonds, Series 2006A issue.

Table 22

City of Columbia, Missouri

PROPERTY VALUE, CONSTRUCTION, AND BANK DEPOSITS
LAST TEN FISCAL YEARS

Fiscal Year	Commercial Construction (a)		Residential Construction (a)		Bank Deposits (in thousands)	Estimated Property Value
	Number of Permits	Value	Number of Permits	Value		
1998	95	47,518,286	644	49,311,058	1,132,055 (b)	3,448,629,246
1999	93	28,822,469	714	92,116,794	1,145,164 (b)	3,625,640,713
2000	88	32,610,878	657	108,251,195	1,078,276 (b)	3,794,813,029
2001	66	47,443,935	620	88,884,682	1,185,841 (b)	3,952,633,338
2002	49	21,159,267	857	130,973,183	1,282,811 (b)	4,251,424,537
2003	75	68,302,290	1,069	173,903,598	1,735,000 (c)	4,450,247,350
2004	81	61,239,547	1,429	206,711,394	2,021,000 (c)	4,648,539,062
2005	96	65,891,830	1,329	214,502,676	2,198,000 (c)	4,853,192,612
2006	96	58,918,770	1,897	221,396,606	2,345,000 (c)	5,713,406,342
2007	68	89,104,177	730	126,755,467	2,430,000 (c)	6,141,975,733

(a) Source: City of Columbia Public Works Department.

(b) Source: Bank Call Reports.

(c) Source: FDIC Summary of Deposits

Table 23

City of Columbia, Missouri

LARGEST ELECTRIC UTILITY CUSTOMERS
SEPTEMBER 30, 2007

<u>Customer</u>	<u>Billed kWh</u>	<u>Billed Revenue</u>
Minnesota Mining and Manufacturing (3M)	36,202,025	\$ 2,102,353
Columbia Foods	32,426,283	1,821,144
Boone Hospital Center	24,757,596	1,571,929
VA Hospital	16,944,471	1,132,972
Gates Rubber	16,919,103	1,161,177
PW Eagle Inc	16,812,765	967,125
Quaker Oats	13,750,995	884,817
EPC Columbia (Textron)	11,659,602	832,942
Columbia Mall	11,260,690	836,105
University of Missouri - Columbia Regional Hospital	9,811,048	642,006
	<u>190,544,578</u>	<u>\$ 11,952,570</u>

Table 24

City of Columbia, Missouri

LARGEST WATER UTILITY CUSTOMERS
SEPTEMBER 30, 2007

<u>Customer</u>	<u>Billed CCF</u>	<u>Billed Revenue</u>
Columbia Foods	428,173	\$ 653,405
Minnesota Mining and Manufacturing (3M)	137,600	207,902
Boone Hospital Center	58,195	96,772
VA Hospital	51,848	89,740
PW Eagle Inc	35,794	54,915
Rock Bridge High School	29,058	60,870
University of Missouri - Columbia Regional Hospital	27,296	47,583
State Farm Insurance	22,547	49,939
Executive Center	21,660	32,382
Lutheran Senior Services	16,335	26,596
	<u>828,506</u>	<u>\$ 1,320,104</u>

Table 25

City of Columbia, Missouri

DEMOGRAPHIC STATISTICS
LAST TEN FISCAL YEARS

Fiscal Year	Estimated Population ^d	Personal Income ^a	Per Capita Personal Income ^a	Median Age ^e	Unemployment Rate ^d
2006	94,428	5,087,000 ^b	32,608 ^b	29.7	3.3%
2005	91,814	4,865,759 ^c	31,959 ^c	35.2	3.9%
2004	89,803	4,537,251	30,019	35.2 *	2.5%
2003	88,423	4,230,922	28,197	30.8	2.0%
2002	87,003	4,056,814	27,293	29.9	1.8%
2001	86,081	3,959,699	26,914	26.8 **	1.7%
2000 ***	85,292	3,845,753	26,352	30.0	1.1%
1999	80,500	3,591,425	24,887	29.4	0.7%
1998	79,860	3,451,711	24,170	29.9	1.4%
1997	78,675	3,259,764	23,094	29.6	1.3%

*2004 - Sales and Marketing Management Survey included the Jefferson City data with Columbia data.

**Census data listed Columbia's average population at 26.8 - For FY 2002, we utilized the results from the "Sales and Marketing Management" magazine.

***Beginning in 2000, population numbers are revised based on estimates from the Missouri Census Data Center

^a Columbia is reported as a Metropolitan Statistical Area (MSA) which includes Boone and Howard Counties
Source: US Department of Commerce, Bureau of Economic Analysis

^b Bureau of Economic Analysis preliminary information

^c Estimates based on prior two years

^d City of Columbia Annual Budget adopted October 1, 2007

^e City of Columbia Financial Trends Manual, Community Needs and Resources 2006

Table 26

City of Columbia, Missouri

PRINCIPAL EMPLOYERS
CURRENT YEAR

Employer	2007		
	Number of Full time, benefited Employees	Rank	Percentage of Total City Employment**
University of Missouri - Columbia	8,640	1	9.61%
University Hospital and Clinics	4,371	2	4.86%
Columbia Public Schools	2,150	3	2.39%
Boone Hospital Center	1,610	4	1.79%
City of Columbia, Missouri	1,220	5	1.36%
State Farm Insurance	1,095	6	1.22%
MBS Textbook Exchange	1,086	7	1.21%
Shelter Insurance Company	1,006	8	1.12%
Truman Memorial Veterans Hospital	985	9	1.10%
US Government	731	10	0.81%

Note: Information from Columbia Regional Economic Development Inc.

**information from the US Bureau of Labor Statistics-2006 annual

Table 27

City of Columbia, Missouri

FULL-TIME EQUIVALENT CITY GOVERNMENT EMPLOYEES BY FUNCTION/PROGRAM
LAST TEN FISCAL YEARS

Function/Program	Full-time Equivalent Employees as of September 30									
	2007*	2006	2005	2004	2003	2002	2001	2000	1999	1998
Governmental Activities										
General Administrative										
City Clerk and Elections	2.00	2.00	2.00	2.00	2.00	2.00	2.00	2.00	2.00	2.00
City Manager	8.00	7.60	6.60	6.60	6.60	7.60	6.60	6.60	6.40	6.40
Finance (incl. Risk Management)	39.25	38.25	37.25	36.25	36.25	35.25	35.25	35.25	35.25	34.75
Human Resources	8.00	8.00	8.00	8.00	8.00	8.00	8.00	8.00	8.40	8.40
Law	9.00	9.00	9.00	8.00	8.00	8.00	8.00	8.00	8.00	8.00
Volunteer Services	2.25	-	-	-	-	-	-	-	-	-
Convention & Tourism	7.00	7.00	7.00	7.00	7.00	6.00	6.00	5.00	5.00	5.00
Public Safety										
Police	183.00	181.00	178.00	175.00	173.00	169.00	162.00	160.00	154.00	150.00
Fire	135.00	132.00	129.00	128.00	128.00	128.00	120.00	115.00	115.00	114.00
Municipal Court	8.90	8.90	8.90	7.90	7.90	6.90	6.75	6.75	6.75	6.75
Emergency Mgmt & Comm	32.75	32.75	30.75	29.75	29.75	29.75	29.75	29.75	30.35	28.35
Health & Environment										
Health	58.85	57.75	58.30	58.55	55.35	53.85	49.10	47.10	49.05	51.75
Planning (incl. CDBG)	12.00	12.00	12.00	12.00	12.00	12.00	11.00	9.00	8.00	8.00
Economic Development	4.00	4.00	4.00	4.00	4.00	4.00	4.00	4.00	4.00	4.00
Community Services	1.90	2.20	2.20	2.20	2.20	2.20	2.20	2.20	2.20	2.20
Cultural Affairs	2.75	3.00	3.00	3.00	3.00	3.00	3.00	3.00	3.00	3.00
Parks & Recreation	42.50	41.50	40.50	40.50	38.50	37.75	37.75	34.75	31.75	30.75
Public Works										
Admin & Engineering	29.06	27.68	26.18	25.68	25.18	25.18	25.18	24.18	24.18	23.75
Streets & Sidewalks	39.80	39.80	38.80	37.80	34.80	34.80	34.80	34.80	34.80	34.80
Parking Enforcement	4.00	4.00	4.00	4.00	4.00	4.00	4.00	4.00	4.00	4.00
Protective Inspection	17.25	16.25	16.25	14.75	14.75	13.75	14.75	14.75	14.75	14.75
Custodial & Maintenance	10.50	10.50	10.50	9.00	9.00	9.00	8.00	8.00	8.00	8.00
Fleet Operations	25.90	23.90	23.90	22.90	22.90	22.90	22.90	22.90	22.90	21.85
Employee Benefit	3.00	3.00	3.00	3.00	3.00	3.00	3.00	3.00	0.00	0.00
Information Technologies	24.00	23.20	22.20	21.70	21.70	21.70	21.70	21.70	21.50	20.00
Public Communications	10.50	10.50	6.00	5.50	6.00	5.50	4.50	6.09	5.50	5.50
Contributions	-	2.00	2.00	2.00	2.00	2.00	2.00	2.00	2.00	1.00
Business-Type Activities										
Railroad	5.00	5.00	4.00	4.00	3.00	3.00	3.00	3.00	3.00	3.00
Water & Electric	235.60	228.60	226.10	220.10	220.10	218.10	214.10	212.21	209.30	207.30
Recreation Services	36.25	36.25	35.50	35.50	35.25	35.75	28.50	27.50	26.50	25.50
Public Works										
Public Transportation	37.80	36.10	35.10	32.10	30.60	30.60	30.60	30.60	29.60	24.20
Airport	16.20	16.00	16.00	16.00	16.00	16.00	16.00	16.00	14.00	14.00
Sanitary Sewer	57.63	57.24	56.24	56.24	56.24	56.24	54.24	52.24	51.74	51.15
Parking Facilities	5.70	5.60	5.60	5.60	5.60	5.60	5.60	5.60	5.60	5.50
Solid Waste	81.45	77.25	77.25	77.25	77.25	73.25	73.25	73.25	73.25	61.25
Stormwater Utility	10.96	10.43	10.43	8.93	8.93	8.93	8.93	8.93	8.43	8.00
Utility Customer Services	12.00	12.00	12.00	12.00	11.75	10.75	10.75	10.00	10.00	9.00
Total	1,219.75	1,192.25	1,167.55	1,142.80	1,129.60	1,113.35	1,077.20	1,057.15	1038.20	1005.90

Note: Information from City of Columbia Annual Budget adopted October 1, 2007

* current year is budgeted, all other years are actual

Table 28

City of Columbia, Missouri

OPERATING INDICATORS BY FUNCTION/PROGRAM
LAST TEN FISCAL YEARS

Function/Program	Fiscal year									
	2007*	2006	2005	2004	2003	2002	2001	2000	1999	1998
Police										
Traffic Accidents Investigated	3,000	2,869	2,972	3,149	2,855	2,584	2,560	2,676	2,643	2,729
Moving Violations Issued	11,000	10,165	10,089	12,205	10,208	10,151	9,936	10,082	9,560	9,211
Warning Tickets Issued	7,000	6,460	6,448	8,757	6,540	6,379	5,666	6,733	4,795	4,546
Driving While Intoxicated Arrests	600	460	559	581	426	445	388	414	309	309
Fire										
Fire Calls (All Types)	500	423	490	414	446	512	535	503	609	534
Rescue Calls	5,000	5,520	4,997	4,540	4,204	3,978	3,822	3,754	3,434	3,153
Sanitary Sewer Utility										
Average daily flow (millions of gallons)	16.2	13.0	15.8	16.0	14.9	15.9	15.9	13.8	14.5	16.6
Solid Waste Utility										
Tons of waste collected	175,000	192,886	165,228	162,434	154,186	156,193	156,803	146,272	133,843	127,833
Tons of recyclables collected	8,800	8,166	8,410	7,762	6,662	6,017	4,786	4,682	4,077	2,179
Public Transportation										
Total Vehicle Miles-Fixed Route	495,714	495,714	517,732	495,714	489,654	484,000	437,700	506,616	407,082	458,634
Total Vehicle Miles-Paratransit	154,157	162,271	101,991	151,769	104,328	152,166	149,662	153,028	177,000	170,227
Airport										
Number of Enplaned Passengers	20,000	13,673	19,957	17,925	21,079	23,271	23,010	33,986	24,537	28,707
Parking Facilities										
Parking permits issued (surface & structures)	1,635	1,580	1,426	1,466	1,441	1,477	1,401	1,489	1,392	1,759
Metered & hourly spaces	2,451	2,451	2,522	2,522	2,523	2,520	2,254	2,246	2,159	2,053
Other Public Works										
Street Segments Resurfaced/Repaired	450	739	436	555	232	579	358	547	273	377
Number of Permits Issued	9,000	11,831	11,768	4,709	5,584	4,879	5,504	5,612	6,427	6,000
Parks and Recreation										
Number of Athletic Fields Maintained	47	47	47	45	45	45	45	45	45	45
Total Sq feet of Landscape Beds Maintained	475,000	419,872	375,000	369,503	354,601	349,455	311,550	305,140	284,766	248,766
Railroad										
Carloads	2,325	2,402	2,606	2,150	1,627	1,536	1,536	1,474	1,495	1,432
Water										
Fire hydrants installed	244	256	307	185	206	100	79	232	166	133
Services/meters installed	1,304	1,158	1,200	1,084	1,442	1,056	960	1,104	1,622	1,490
Electric										
New Distribution Transformers Installed	468	510	528	446	434	442	365	400	472	336
Electric Meters Installed	1,521	1,667	1,504	1,427	1,152	813	935	1,456	742	696
Miles of Underground Lines Installed	17.50	28.55	29.61	12.77	24.22	11.77	23.29	12.80	18.17	11.19
Health & Environment										
Certificates of Live Birth	3,600	4,121	3,619	3,442	3,336	3,264	3,293	3,150	3,278	2,780
Immunizations	15,000	12,016	14,873	23,128	19,818	12,014	16,000	15,335	12,000	11,565
WIC Visits	21,184	21,184	21,184	24,786	21,500	21,500	21,500	21,500	21,048	21,600
Inspections	13,252	13,166	15,641	15,641	12,612	15,406	11,991	11,531	14,446	12,621

Note: Information from City of Columbia Annual Budget adopted October 1, 2007

* current year is budgeted, all other years are actual

Table 29

City of Columbia, Missouri

CAPITAL ASSET STATISTICS BY FUNCTION/PROGRAM
LAST TWO YEARS*

Function/Program	Fiscal year	
	2007	2006
Police		
Stations	1	1
Substations	7	5
Vehicles	101	107
Fire		
Stations	8	8
Vehicles	34	34
Sanitary Sewer Utility		
Collection system (total miles)	607	524
Solid Waste Utility		
** Collection vehicles	44	32
Public Transportation		
** Buses-General Fixed Route	13	17
** Buses-Campus Fixed Route	10	9
** Buses-Paratransit	7	8
Airport		
Pavement Surface (Square yards)	464,950	464,950
Parking Facilities		
** Parking Structures	4	4
** Surface Lots-Permit	7	7
** Surface Lots-Meter	2	5
Other Public Works		
Streets (miles)	425	425
Signalized Intersections	37	37
Parks and Recreation		
Pools	5	5
Golf Courses (18 hole)	2	2
Athletic fields with lights and/or irrigation systems	25	25
Rec/Nature Centers	1	1
Railroad		
Locomotives	2	2
Miles of main track	21.34	21.34
Water		
*** Water mains (miles)	635.44	618.65
Electric		
*** Circuit Miles of Distribution Lines	722	713.81

Note: Information from City of Columbia Annual Budget adopted October 1, 2007

*Information for prior years is not readily available

**Information from the Public Works Department, City of Columbia

***Information from the Water and Light Department, City of Columbia

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City of Columbia, Missouri

INSURANCE IN FORCE
SEPTEMBER 30, 2007

City of Columbia - Property/Casualty Insurance Program
Policy Period - October 1, 2006 to October 1, 2007

I. Liability Package Policy

- A. Insurance Company – St. Paul Fire and Marine Insurance Company
- B. Best's Rating is A+ XV and Admitted in Missouri
- C. Policy # – GP06301913
- D. Annual Premium is \$193,021
- E. Includes the following coverages:
 - 1 Liability coverages - \$500,000 Self-Insured Retention
 - a. General Liability - \$2,000,000 Each Occurrence/\$3,000,000 Total Limit
 - b. Police Professional Liability - \$2,000,000 Each Occurrence/\$3,000,000 Total Limit
 - c. Products Liability - \$3,000,000 Total Limit
 - d. Public Officials Liability - \$2,000,000 Each Claim/\$3,000,000 Total Limit
 - e. Employment Practices Liability - \$2,000,000 Each Claim/\$3,000,000 Total Limit
 - f. Includes Sexual Abuse and Molestation
 - g. Employee Benefits Liability - \$2,000,000 Each Claim/\$3,000,000 Total Limit
 - 2 Automobile Coverages - \$500,000 Self-Insured Retention
 - a. Auto Liability - \$2,000,000 Each Occurrence
 - b. Automobile Physical Damage – included in the Excess Property

II. Property/Boiler and Machinery Coverages

- A. Insurance Company – Factory Mutual Insurance Company (FM Global)
- B. Best's Rating is A+ XIV – Admitted in Missouri
- C. Policy # – FM336
- D. Annual Premium is \$372,331, plus \$20,216 TRIA Premium (Total Premium is \$392,547)
- E. \$255,000,000 Limit with a \$100,000 Retention
- F. \$100,000,000 Annual Aggregate for Earthquake with a \$100,000 Retention
- G. \$100,000,000 Annual Aggregate for Flood with a \$100,000 Retention (excludes Zones A, B and V)
- H. \$5,000,000 Per Occurrence, or 25% of the Direct Property Loss, whichever is greater for Debris Removal
- I. \$5,000,000 Per Occurrence for Motor Vehicles while on insured premises
- J. \$10,000,000 Per Occurrence for EDP Equipment and Media
- K. \$5,000,000 Per Occurrence for Extra Expense
- L. \$10,000,000 Per Occurrence for Newly Acquired Real and Personal Property
- M. Includes Boiler and Machinery Coverages

III. Crime Coverages

- A. Insurance Company – Federal Insurance Company (Chubb)
- B. Best's Rating is A++ XV - Admitted in Missouri
- C. Policy # – 8170-2669
- D. Annual Premium is \$8,483
- E. Coverages:
 - 1 Employee Dishonesty Bond - \$500,000 Limit - \$50,000 Deductible
 - 2 Money and Securities - \$500,000 Limit - \$50,000 Deductible
 - 3 Depositors Forgery - \$500,000 Limit - \$50,000 Deductible
 - 4 Money Orders and Counterfeit Papers - \$500,000 Limit - \$50,000 Deductible
 - 5 Computer Fraud - \$500,000 Limit – \$50,000 Deductible
 - 6 Credit Card - \$500,000 Limit - \$50,000 Deductible

IV. Excess Workers' Compensation

- A. Insurance Company – Safety National Casualty Corporation
- B. Best's Rating is A X - Admitted in Missouri
- C. Policy # – SP-1A30-MO
- D. Annual Premium is \$123,398
- E. Statutory Limits
- F. \$750,000 Self-Insured Retention –No Annual Aggregate
- G. Employers Liability Limit - \$1,000,000

City of Columbia, Missouri

INSURANCE IN FORCE
SEPTEMBER 30, 2007

V. Chamber of Commerce Property

- A. Insurance Company – Federal Insurance Company (Chubb)
- B. Best's Rating is A++ XV - Admitted in Missouri
- C. Policy # – 3533-30-61 ITG
- D. Annual Premium is \$3,206, plus \$128 TRIA Premium (Total Premium is \$3,334)
- E. Building Limit is \$982,287
- F. All Risk Coverage
- G. \$2,500 Deductible

VI. Airport Liability

- A. Insurance Company – National Union Fire Insurance Company of Pittsburgh, PA
- B. Best's Rating is A+ XV and Admitted in Missouri
- C. Policy # – AE3395036-07
- D. Annual Premium is \$13,866, plus \$4,160 TRIA Premium (Total Premium is \$18,026)
- E. Coverages:
 - 1 General Liability - \$10,000,000 Limit Each Occurrence
 - 2 Products/Completed Operations - \$10,000,000 Aggregate Limit
 - 3 Personal and Advertising Injury - \$10,000,000 Aggregate Limit
 - 4 Personal Injury for Discrimination or Humiliation - \$10,000,000 Each Individual/Aggregate
 - 5 Incidental Medical Malpractice - \$10,000,000 Limit Each Occurrence/Aggregate
 - 6 Non-Owned Aircraft Liability - \$10,000,000 Limit Each Occurrence
 - 7 Hangarkeepers Liability - \$10,000,000 Each Aircraft
 - 8 Hangarkeepers Liability - \$10,000,000 Each Loss
 - 9 Deductible - \$1,000 Each Aircraft

VII. Health Department Professional Liability

- A. Insurance Company – Columbia Casualty Company (CNA)
- B. Best's Rating is A XV – Non-Admitted in Missouri
- C. Policy # – HMA1040025803-4
- D. Annual Premium is \$32,650
- E. Limits - \$1,000,000/\$2,000,000
- F. Deductible - \$15,000

VIII. Railroad Liability

- A. Insurance Company – Steadfast Insurance Company
- B. Best's Rating is A XV – Non-Admitted in Missouri
- C. Policy # – SCC543651602
- D. Annual Premium is \$37,415
- E. Coverages:
 - 1 \$5,000,000 Each Occurrence/\$10,000,000 Aggregate
 - 2 \$25,000 SIR All Coverages, except \$50,000 SIR for FELA
 - 3 Claims-Made Policy

IX. Railroad Rolling Stock

- A. Insurance Company – Fireman's Fund Insurance Company
- B. Best's Rating is A XV - Admitted in Missouri
- C. Policy # – 04MXI197902150
- D. Annual Premium is \$2,502
- E. Coverages:
 - 1 \$236,000 All Covered Property – Any One Occurrence
 - 2 \$500 Deductible
 - a. SW120 Electromotive Div. GM Corp. 1200 HP Diesel – Electric RR Eng, S#4278-1-COLT
 - b. EMD Model GP-10, 1952 – HP: 1,750; Axles 4

X. Arthur J. Gallagher & Co. Broker Fee - \$35,000

XI. Loss Prevention Fee - \$10,000

Note: Information from Department of Risk Management, City of Columbia

Table 31**City of Columbia, Missouri****SALARIES OF PRINCIPAL OFFICIALS
SEPTEMBER 30, 2007**

Official Title	Salary Range
City Manager	no minimum - no maximum
Public Works Director	75,483 – 129,000
Water and Light Director	75,483 – 129,000
City Counselor	75,483 – 129,000
Finance Director	75,483 – 129,000
Assistant City Manager	75,483 – 129,000
Police Chief	75,483 – 129,000
Planning Director	75,483 – 129,000
Director of Health Services	75,483 – 129,000
Fire Chief	75,483 – 129,000
Parks and Recreation Director	75,483 – 129,000
Information Technologies Director	75,483 – 129,000
Economic Development Director	75,483 – 129,000
Human Resources Director	75,483 – 129,000
Convention/Visitor's Bureau Director	75,483 – 129,000
Manager of Community Services	51,097 – 71,827
Manager of Cultural Affairs	46,338 – 65,148
City Clerk	no minimum - no maximum

Note: Information provided by the Human Resources Department