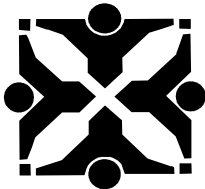


Overall Revenue Summaries



City of Columbia
Columbia, Missouri

OVERALL REVENUES

✦ **Property Taxes:** The growth in Property Taxes is projected to be 2.5% over Estimated FY 2007. The growth of assessed valuation of real property for new construction is projected to be 2.5%, which reflects a recent decline in the number of building permits issued. The General Fund rate will remain at \$0.41 per \$100 assessed value as it has since 2002. There is no G.O. Bond levy.

✦ **Sales Taxes:** The growth in Sales Taxes is projected at 3.0% over Estimated FY 2007. This reflects the recent decline in growth that has been experienced during FY 2007. Estimated growth for FY 2007 has been revised to 2.5%. Staff is closely monitoring sales tax receipts to determine if further adjustments will be necessary. General retail sales remain steady, however home improvement/construction and dining and entertainment sectors are declining.

✦ **PILOT:** (Payment-In-Lieu-Of-Taxes) The Water and Electric Fund pays the General Fund annually an amount substantially equivalent to the 7% gross receipts taxes and property taxes which would be paid if the utilities were owned privately. PILOT payments are projected to grow at 7.8% over Estimated FY 2007 based upon recent growth trends and the proposed rate increases in the Electric and Water Utilities.

✦ **General and Administrative Fees:** (G&A) The City charges proportionately for all services performed by General Fund departments for enterprise, internal services, and other City funds. The charges are computed on the basis of an estimated allocation of time the various City departments contribute for servicing these funds. Beginning in FY 2001, we added an additional component to this fee calculation which collects from some of our other City-owned utilities (Sewer, Solid Waste, and Storm Water) a payment-in-lieu-of-taxes equal to the amount they would pay in property taxes. G&A Fees are projecting a 6.7% increase over Estimated FY 2007.

✦ **Grants:** The 126.6% increase is due primarily to Non-Motorized Transportation Grant. The City has received a multi-year grant for non-motorized transportation projects of which \$13.3 million is reflected in FY 2008.

✦ **Capital Contributions:** The decrease of 6.1% reflects the change in federal capital grants for Airport.

✦ **Transfers:** These include both subsidies and transfers between funds. FY 2008 reflects a 33.3% increase over Estimated FY 2007. A majority of the increase is due additional transfers of special revenues to support the Capital Improvement Plan and debt service payments.

✦ **Other Local Revenues:** Includes Licenses and Permits, Fines, Governmental Fees and Charges, and Miscellaneous Revenues such as Auction Revenues from the sale of surplus equipment and revenue from the sale of SO2 allowances in Electric. For FY 2008, Other Local Revenues reflect a decrease 11.4% over Estimated FY 2007. No sale of SO2 allowances are budgeted in FY 2008.

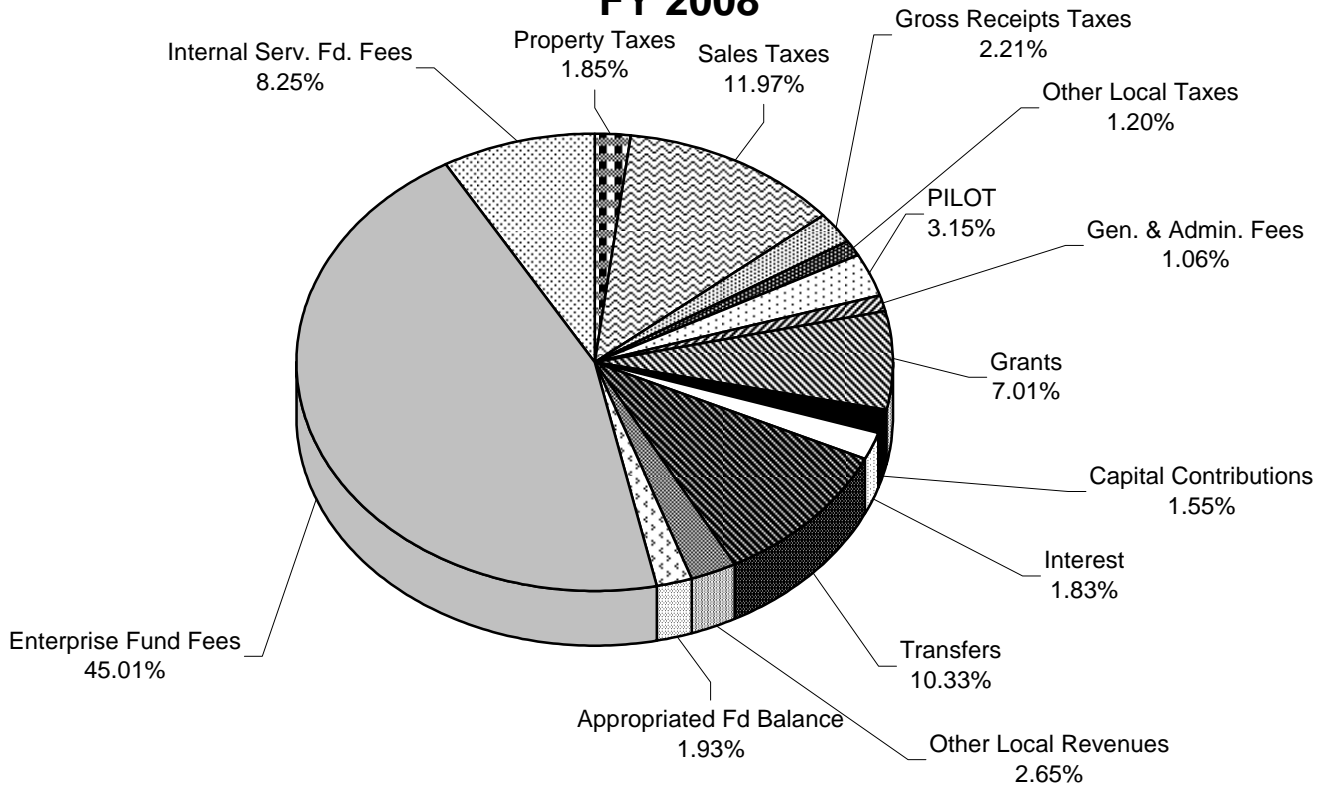
✦ **Lease/Bond Proceeds:** No new bonding authority is requested for FY 2008. Budget amendments may be necessary for FY 2008 ballot initiatives in Water and Sewer.

✦ **Appropriated Fund Balance:** Due to careful analysis and a close watchful eye on expenditures and revenues for FY 2006 and Estimated FY 2007, the appropriated fund balance is available for the General Fund at a level slightly below the amount in FY 2007. The Capital Improvement Plan requires the increased use of capital fund balance for FY 2008, which is the reason for the 58.1% increase.

✦ **Enterprise Fund Fees:** These are fees charged to users for utility and other types of services. The 7.7% increase for FY 2008 reflects a growing number of customers as well as rate increases proposed in Water (8%), Electric (9%), Solid Waste (\$1.50/residential) and Sewer (6%).

✦ **Internal Service Fund Fees:** These are fees charged for providing services to other City departments. The 8.1% increase reflects increases in Self Insurance Fees and increases in charges for custodial and building maintenance after a number of years of drawing down accumulated fund balance.

Overall Revenue Summary FY 2008



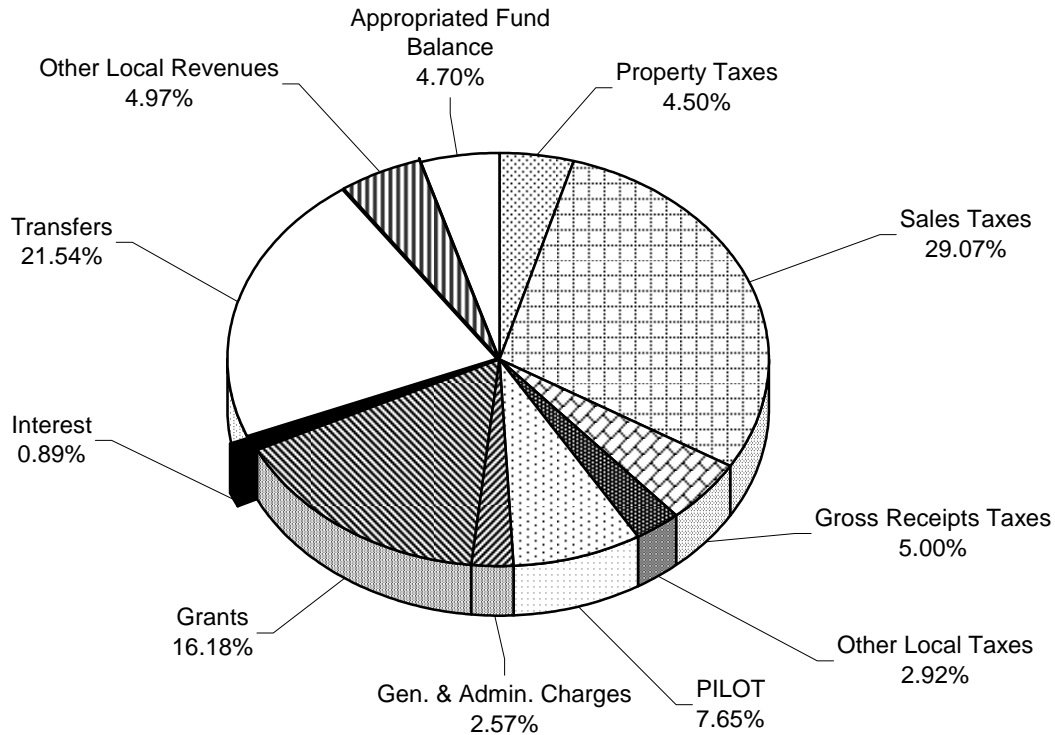
All Funds Revenue By Category

	Actual FY 2006	Budget FY 2007	Estimated FY 2007	Adopted FY 2008	% Change From Estimated FY 2007
Property Taxes	\$ 5,699,609	\$ 5,939,000	\$ 6,115,704	6,268,200	2.5%
Sales Taxes	38,290,388	39,208,000	39,264,000	40,457,610	3.0%
Gross Receipts Taxes	6,390,286	6,381,730	7,096,000	7,463,000	5.2%
Other Local Taxes	4,180,577	4,204,000	4,030,000	4,066,225	0.9%
PILOT	9,284,728	9,960,000	9,875,000	10,647,750	7.8%
Gen. & Admin. Charges	3,270,654	3,353,141	3,353,141	3,576,754	6.7%
Grants	9,528,161	10,710,865	10,064,940	23,702,154	135.5%
Capital Contributions	10,652,198	5,373,559	5,599,838	5,256,740	(6.1%)
Interest	7,853,147	5,722,837	6,903,140	6,176,722	(10.5%)
Transfers	56,683,561	25,719,482	26,197,339	34,908,854	33.3%
Other Local Revenues	11,169,749	7,871,913	10,103,724	8,956,419	(11.4%)
Lease/Bond Proceeds	26,754,950	20,812,500	20,812,500	0	(100.0%)
Appropriated Fund Balance	21,740,318	4,131,196	4,131,196	6,533,205	58.1%
Enterprise Fund Fees	136,393,446	139,525,420	141,342,468	152,168,692	7.7%
Internal Service Fund Fees	24,208,692	26,284,004	25,781,929	27,880,371	8.1%
Total	\$ 372,100,464	\$ 315,197,647	\$ 320,670,919	\$ 338,062,696	5.4%

Financial Summary - FY 2008 Revenue Summary By Category and Funding Source

	General Government	Enterprise	Internal Service	FY 2008 Total
TAXES:				
Property Taxes	\$ 6,268,200	\$ 0	\$ 0	6,268,200
Sales Tax	40,457,610	0	0	40,457,610
Gross Receipts Taxes	6,963,000	0	500,000	7,463,000
Other Local Taxes	4,066,225	0	0	4,066,225
TOTAL TAXES	57,755,035	0	500,000	58,255,035
INTRAGOVERNMENTAL REVENUES:				
PILOT	10,647,750	0	0	10,647,750
Gen. & Admin. Fees	3,576,754	0	0	3,576,754
TOTAL INTRAGOVERNMENTAL REV.	14,224,504	0	0	14,224,504
INTERGOVERNMENTAL REVENUES (Grant Revenue)	22,512,038	1,190,116	0	23,702,154
CAPITAL CONTRIBUTIONS	0	5,256,740	0	5,256,740
INVESTMENT REVENUE	1,245,000	4,374,722	557,000	6,176,722
OPERATING TRANSFERS	29,967,794	4,941,060	0	34,908,854
OTHER LOCAL REVENUE	6,912,572	1,409,747	634,100	8,956,419
LEASE/BOND PROCEEDS	0	0	0	0
APPROPRIATED FUND BALANCE	6,533,205	0	0	6,533,205
ENTERPRISE FUND FEES:				
Railroad Utility Fees	0	1,198,400	0	1,198,400
Water Utility Fees	0	17,037,340	0	17,037,340
Electric Utility Fees	0	102,306,040	0	102,306,040
Recreation Fees	0	4,177,969	0	4,177,969
Public Transportation Fees	0	1,245,930	0	1,245,930
Airport Utility Fees	0	419,585	0	419,585
Sanitary Sewer Fees	0	9,291,600	0	9,291,600
Parking Fees	0	1,641,693	0	1,641,693
Solid Waste Utility Fees	0	13,445,135	0	13,445,135
Storm Water Utility Fees	0	1,405,000	0	1,405,000
TOTAL ENTERPRISE FUND FEES	0	152,168,692	0	152,168,692
INTERNAL SERVICE FEES:				
Locator Fees	0	146,170	0	146,170
Health Insurance Fees	0	0	11,342,655	11,342,655
Self Insurance Fees	0	0	2,872,938	2,872,938
Custodial & Bldg Maintenance Fees	0	0	953,033	953,033
Fleet Maintenance Fees	0	0	6,485,213	6,485,213
Information Technologies Fees	0	0	3,909,128	3,909,128
Print Shop & Mailroom Fees	0	0	814,812	814,812
Utility Customer Services Billing Fees	0	0	1,356,422	1,356,422
TOTAL INTERNAL SERVICE FUND FEES	0	146,170	27,734,201	27,880,371
TOTAL REVENUES AND OTHER SOURCES	\$ 139,150,148	\$ 169,487,247	\$ 29,425,301	\$ 338,062,696

General Government Revenues FY 2008



General Government Revenues

	Actual FY 2006	Budget FY 2007	Estimated FY 2007	Adopted FY 2008	% Change From Estimated FY 2007
Property Taxes	\$ 5,699,609	\$ 5,939,000	\$ 6,115,704	\$ 6,268,200	2.5%
Sales Taxes	38,290,388	39,208,000	39,264,000	40,457,610	3.0%
Gross Receipts Taxes	6,390,286	5,881,730	6,596,000	6,963,000	5.6%
Other Local Taxes	4,180,577	4,204,000	4,030,000	4,066,225	0.9%
PILOT	9,284,728	9,960,000	9,875,000	10,647,750	7.8%
Gen. & Admin. Charges	3,270,654	3,353,141	3,353,141	3,576,754	6.7%
Grants	7,773,572	9,539,328	8,528,079	22,512,038	164.0%
Interest	3,077,060	1,560,000	1,312,224	1,245,000	(5.1%)
Transfers	48,485,815	20,621,322	21,091,779	29,967,794	42.1%
Other Local Revenues	6,952,839	6,499,663	5,899,939	6,912,572	17.2%
Lease/Bond Proceeds	26,754,950	20,812,500	20,812,500	0	(100.0%)
Appropriated Fund Balance	21,740,318	4,131,196	4,131,196	6,533,205	58.1%
Total	\$ 181,900,796	\$ 131,709,880	\$ 131,009,562	\$ 139,150,148	6.2%

GENERAL FUND REVENUES

The City of Columbia receives revenues from a number of sources, including Property Taxes; Sales Taxes; Other Local Taxes; PILOT; General and Administrative (G&A) Fees; Grants; Interest Revenue; Transfers; Franchises, Licenses and Permits; Fines; Fees; Service Charges; Miscellaneous Revenues; and Appropriated Fund Balance.

Some of the City's major revenue sources include: Sales Taxes, Transfers, PILOT, Other Local Taxes, and G&A Fees. Revenues highlighted below are those which are shown to change significantly from Estimated FY 2007 to Proposed FY 2008.

✦ **Property Taxes:** The growth in Property Taxes is projected to be 2.5% over Estimated FY 2007. The growth of assessed valuation of real property for new construction is projected to be 2.5%, which reflects a recent decline in the number of building permits issued. The General Fund rate will remain at \$0.41 per \$100 assessed value as it has since 2002. There is no G.O. Bond levy.

✦ **Sales Taxes:** A 1% general sales tax is levied on all persons selling tangible personal property or rendering taxable services on a retail basis within the City limits. The City's General Fund receives 95.9% of the 1% gross receipts received from the State, and the General Fund percentage has remained the same since FY 2001. The other 4.1% of the 1% received goes to the Public Improvement Fund. The FY 2008 General Fund Sales Tax growth in Sales Taxes is projected at 3.0%. This reflects the recent decline in growth that has been experienced during FY 2007. Estimated growth for FY 2007 has been revised to 2.5%. Staff is closely monitoring sales tax receipts to determine if further adjustments will be necessary. General retail sales remain steady, however the current trend indicates the home improvement/construction and dining and entertainment sectors are declining.

✦ **Other Local Taxes:** These include the gasoline tax, cigarette tax, and motor vehicle taxes.

◇ **Gasoline Tax** provides for the construction and maintenance of highways. The rate is 17 cents per gallon.

The FY 2008 amount is projected to remain the same as the Estimated FY 2007 amount of \$2,350,000, which is \$44,389 below FY 2006 levels and reflects decreased gallons sold due to higher gas prices.

◇ **Cigarette Tax** of 10 cents per package is collected on each package by the wholesaler. The FY 2008 amount is projected to remain the same as Estimated FY 2007. This is below the FY 2006 amount by \$59,648.

◇ **Motor Vehicle Tax** includes 1 1/2 cents per \$1.00 vehicle cost and \$12.50 of the license plate fee. The FY 2008 amount is projected at a slightly higher amount than Estimated FY 2007.

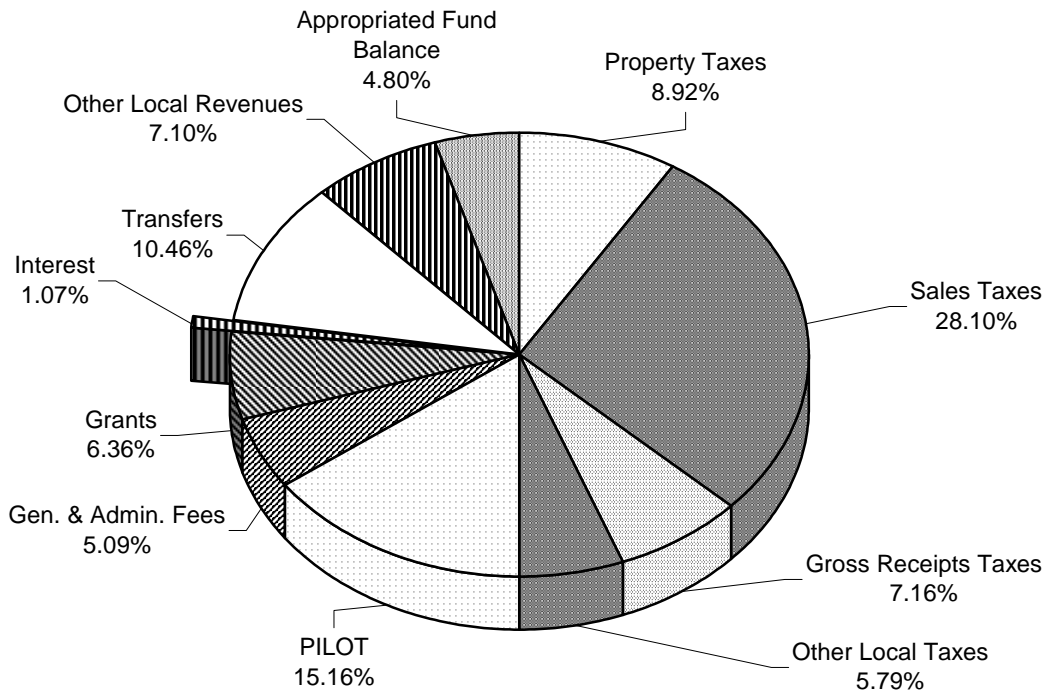
✦ **PILOT:** (Payment-In-Lieu-Of-Taxes) The Water and Electric Fund pays the General Fund annually an amount substantially equivalent to the 7% gross receipts taxes and property taxes which would be paid if the utilities were owned privately. PILOT payments are projected to grow at 7.8% over Estimated FY 2007 based upon recent growth trends and projected rate increases in the Electric Utility and Water Utility.

✦ **General and Administrative (G&A) Fees:** The City charges proportionately for all services performed by General Fund departments for enterprise, internal services, and other City funds. The charges are computed on the basis of an estimated allocation of time the various City departments contribute for servicing these funds. Beginning in FY 2001, we added an additional component to this fee calculation which collects from some of our other City-owned utilities (Sewer, Solid Waste, and Storm Water) a payment-in-lieu-of-taxes equal to the amount they would pay in property taxes. G&A Fees are projecting a 6.7% increase over Estimated FY 2007.

✦ **Grants:** Grants are reflect an increase of 3.4% over Estimated FY 2007 due to the Non-Motorized Transportation Grant that is funding a new program in Public Works. Formula changes to the cost sharing of Public Safety Joint Communication operation resulted in a slight decrease in County funding.

✦ **Appropriated Fund Balance:** Due to careful analysis and a close watchful eye on expenditures and revenues for FY 2006 and Estimated FY 2007, the appropriated fund balance is lower than FY 2007. This use of fund balance will maintain the General Fund Balance at the 16% of expenditures required by Council resolution.

General Fund Revenues FY 2008



General Fund Revenues

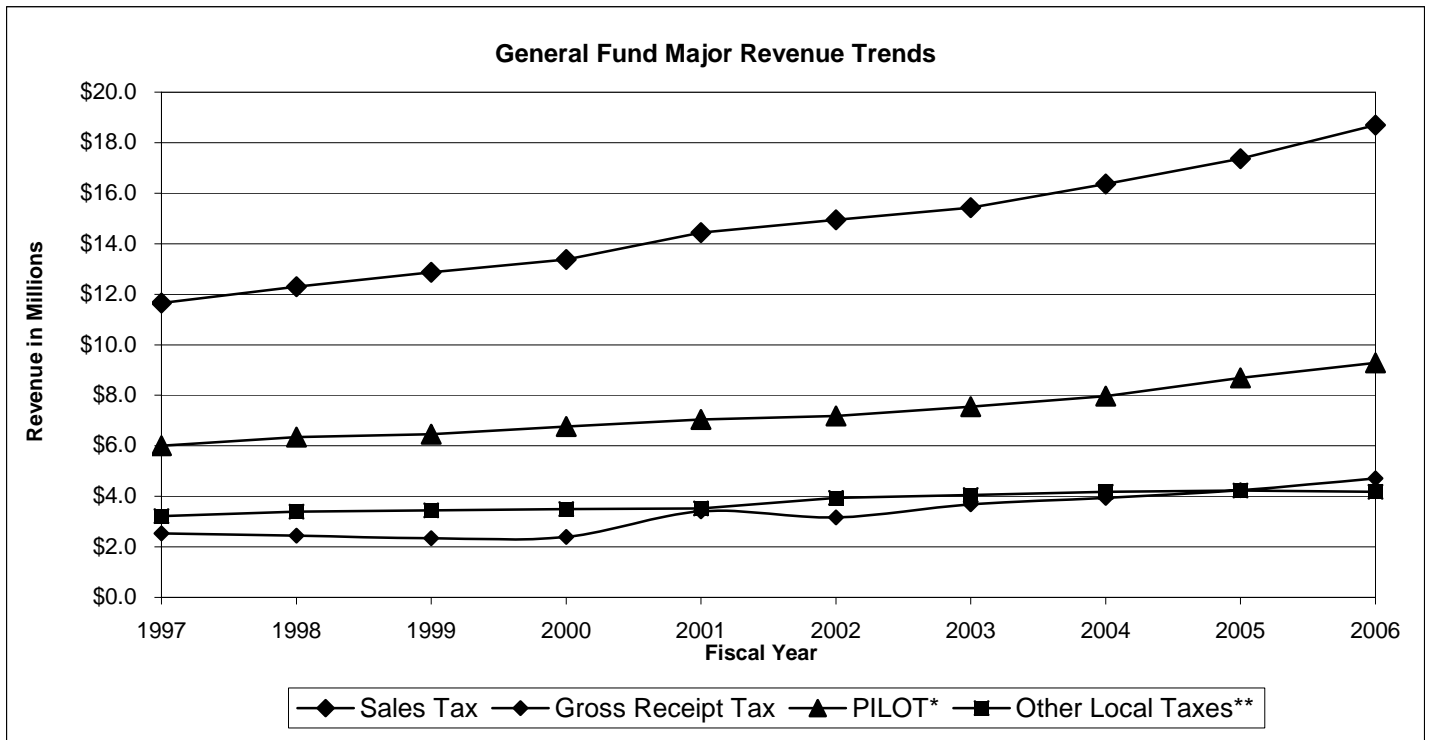
	Actual FY 2006	Budget FY 2007	Estimated FY 2007	Adopted FY 2008	% Change From Estimated FY 2007
Property Taxes	\$ 5,699,585	\$ 5,939,000	\$ 6,115,704	\$ 6,268,200	2.5%
Sales Taxes	18,701,474	19,269,000	19,170,000	19,742,625	3.0%
Gross Receipts Taxes	4,714,058	4,181,400	4,730,000	5,030,000	6.3%
Other Local Taxes	4,180,577	4,204,000	4,030,000	4,066,225	0.9%
PILOT	9,284,728	9,960,000	9,875,000	10,647,750	7.8%
Gen. & Admin. Fees	3,270,654	3,353,141	3,353,141	3,576,754	6.7%
Grants	3,844,978	4,129,328	4,318,079	4,465,050	3.4%
Interest	753,357	725,000	750,000	750,000	0.0%
Transfers	6,768,973	7,497,322	7,642,779	7,350,223	(3.8%)
Other Local Revenues	5,525,716	5,356,270	5,201,249	4,988,080	(4.1%)
Appropriated Fund Balance	3,972,195	3,773,196	3,773,196	3,373,205	(10.6%)
Total	\$ 66,716,295	\$ 68,387,657	\$ 68,959,148	\$ 70,258,112	1.9%

Financial Summaries - General Fund Revenue Detail

		Actual FY 2006	Budget FY 2007	Estimated FY 2007	Adopted FY 2008	% Change From Estimated FY 2007
TAXES:						
PROPERTY TAXES:						
Real Estate	\$	4,581,090	\$ 4,854,800	\$ 4,925,840	\$ 5,098,200	3.5%
Personal Property		941,815	929,200	1,014,370	1,015,000	0.1%
Other		176,680	155,000	175,494	155,000	(11.7%)
Total Property Taxes		5,699,585	5,939,000	6,115,704	6,268,200	2.5%
SALES TAX		18,701,474	19,269,000	19,170,000	19,742,625	3.0%
GROSS RECEIPTS TAX:						
Telephone		1,176,224	1,010,000	1,200,000	1,200,000	0.0%
Natural Gas		2,922,699	2,727,000	2,945,000	3,195,000	8.5%
Electric		524,320	444,400	585,000	635,000	8.5%
CATV		90,815	0	0	0	
Total Gross Receipts Tax		4,714,058	4,181,400	4,730,000	5,030,000	6.3%
OTHER LOCAL TAXES:						
Cigarette Tax		704,648	699,000	645,000	645,000	0.0%
Gasoline Tax		2,394,389	2,400,000	2,350,000	2,350,000	0.0%
Motor Vehicle Tax		1,081,540	1,105,000	1,035,000	1,071,225	3.5%
Total Other Local Taxes		4,180,577	4,204,000	4,030,000	4,066,225	0.9%
TOTAL TAXES		33,295,694	33,593,400	34,045,704	35,107,050	3.1%
INTRAGOVERNMENTAL REVENUES:						
PILOT:						
PILOT - Electric		7,308,512	7,945,000	7,800,000	8,472,000	8.6%
PILOT - Water		1,976,216	2,015,000	2,075,000	2,175,750	4.9%
Total PILOT		9,284,728	9,960,000	9,875,000	10,647,750	7.8%
Gen. & Admin. Revenue		3,270,654	3,353,141	3,353,141	3,576,754	6.7%
TOTAL INTRAGOV. REV.		12,555,382	13,313,141	13,228,141	14,224,504	7.5%
INTERGOVERNMENTAL REVENUES:						
Federal / State Revenues		1,927,291	2,145,374	2,188,410	2,352,916	7.5%
County Revenues		1,917,687	1,983,954	2,129,669	2,112,134	(0.8%)
TOTAL INTERGOV. REV.		3,844,978	4,129,328	4,318,079	4,465,050	3.4%
INTEREST & INVESTMENT REVENUE:						
Investment Earnings & Interest		753,357	725,000	750,000	750,000	0.0%
TOTAL INV. INCOME		753,357	725,000	750,000	750,000	0.0%
OPERATING TRANSFERS:						
One-Quarter Cent Sales Tax		0	0	0	5,000	
Parks Sales Tax		511,505	1,030,000	1,030,000	1,030,000	0.0%
Transportation Sales Tax		5,324,380	5,940,000	5,940,000	6,062,200	2.1%
Public Improvement Fund		230,000	309,241	309,241	105,228	(66.0%)
Special Road District Tax		113,425	113,425	113,425	113,425	0.0%
Special Business District		7,500	7,500	7,500	7,500	0.0%
Convention & Visitors Fund		0	7,400	7,400	15,000	102.7%
Capital Projects Fund		0	30,863	30,863	0	(100.0%)
Water Fund		0	12,500	12,500	0	(100.0%)
Electric Fund		0	12,500	12,500	0	(100.0%)
Contributions Fund		26,857	17,596	17,596	0	(100.0%)
CDBG Fund		23,500	0	0	0	
Utility Customer Services Fund		16,297	16,297	16,297	11,870	(27.2%)
92 G.O. Fund		515,509	0	145,457	0	(100.0%)
TOTAL OPER. TRANSF.	\$	6,768,973	\$ 7,497,322	\$ 7,642,779	\$ 7,350,223	(3.8%)

Financial Summaries - General Fund Revenue Detail (Continued)

	Actual FY 2006	Budget FY 2007	Estimated FY 2007	Adopted FY 2008	% Change From Estimated FY 2007
OTHER LOCAL REVENUE:					
LICENSES & PERMITS:					
Business License	\$ 608,271	\$ 572,300	\$ 587,730	\$ 592,100	0.7%
Liquor License	134,223	121,000	127,000	131,000	3.1%
Animal License	36,048	29,000	32,000	34,000	6.3%
TOTAL LIC. & PERMITS	778,542	722,300	746,730	757,100	1.4%
FINES:					
Corporation Court Fines	943,862	1,127,000	1,018,000	1,046,000	2.8%
Uniform Ticket Fines	130,650	145,000	142,000	147,000	3.5%
Meter Fines	200,630	175,000	185,000	190,000	2.7%
Alarm Violations	11,600	13,500	13,500	13,500	0.0%
TOTAL FINES	1,286,742	1,460,500	1,358,500	1,396,500	2.8%
FEES:					
Construction Fees	1,229,129	795,020	801,740	826,600	3.1%
Street Maintenance Fees	468,545	365,000	315,000	365,000	15.9%
Animal Control Fees	18,100	16,500	16,700	16,700	0.0%
Health Fees	435,787	431,950	437,950	434,450	(0.8%)
Other Fees	228,495	232,431	244,233	260,040	6.5%
TOTAL FEES	2,380,056	1,840,901	1,815,623	1,902,790	4.8%
MISC. REVENUES	1,080,376	1,332,569	1,280,396	931,690	(27.2%)
TOTAL OTR LOCAL REV.	5,525,716	5,356,270	5,201,249	4,988,080	(4.1%)
APPROP. FD BAL.	3,972,195	3,773,196	3,773,196	3,373,205	(10.6%)
TL REV. & OTR SOURCES	\$ 66,716,295	\$ 68,387,657	\$ 68,959,148	\$ 70,258,112	1.9%



* PILOT - Payment in Lieu of Taxes

**Other Local Taxes include gasoline, cigarette and motor vehicle taxes

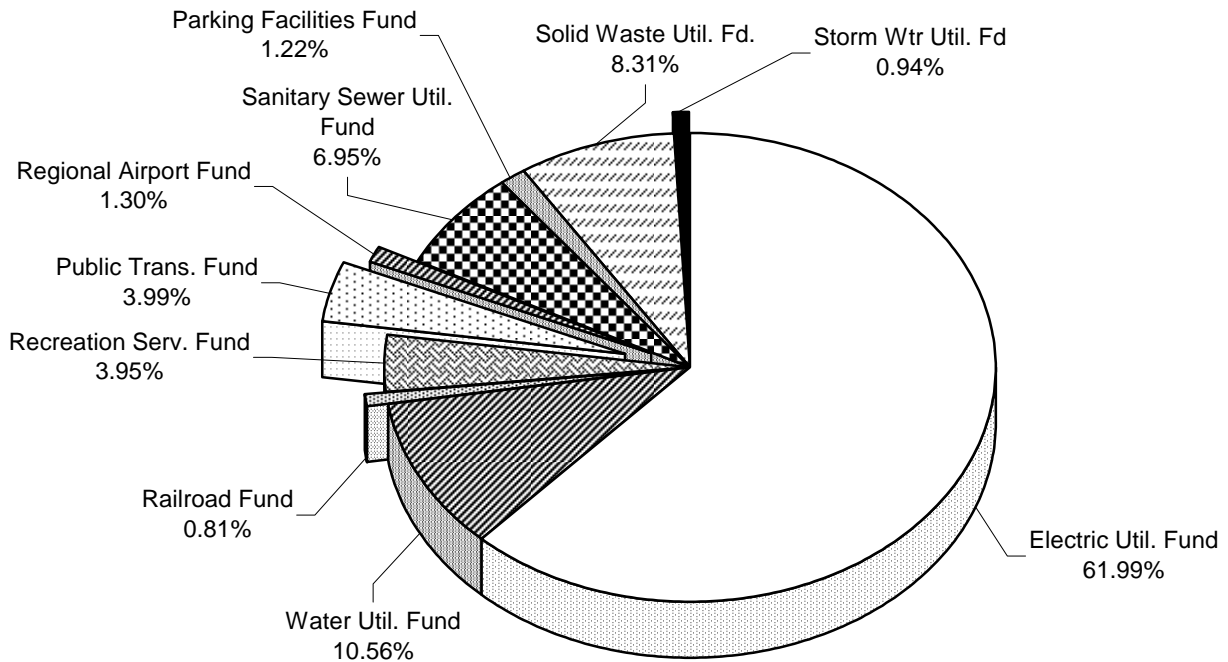
ENTERPRISE FUND REVENUES

The City of Columbia has ten enterprise funds that are projected to generate a total of \$169,487,247 in revenues for FY 2008. The City provides the following utilities to its citizens: Electric, Water, Storm Water, Sewer, and Solid Waste collection. The City's other enterprise activities include Railroad, Public Transportation, Regional Airport, Parking, and Recreation Services.

Some of the City's major enterprise sources include: Sales of Electric and Water, Solid Waste Collection Charges, and Sewer Charges. Revenues highlighted below are those which are shown to change significantly from Estimated FY 2007 to Adopted FY 2008.

- ✦ **Electric Fund:** The sale of electricity is a major revenue source for this fund. There are approximately 42,500 customers that receive electricity from the City. The growth rate in new customers has slowed to just over 2% per year. The major sources of electric revenue are as follows: Residential Sales (36%), Commercial and Industrial Sales (54%), and Sales to Public Authorities (10%). A 9% rate increase is included for FY 2008 to continue to provide funds for the increasing cost of purchased power and to provide funding for needed capital projects and debt payments.
- ✦ **Water Fund:** The sale of water is the major revenue source for this fund. There are approximately 42,000 customers that receive water from the City. The growth rate in new customers has slowed to just over 2% per year. An 8% increase in revenue from the rate change is included to address debt service requirements and to meet the capital requirements of the fund.
- ✦ **Railroad Fund:** Increased steel prices have caused a decrease in rail traffic. New management at the rail terminal facility and internal staffing changes will work to increase traffic. A \$5 charge on each ton of coal transported by rail was added during 2007. This fee will be restricted for use for repairs to crossings, tie and rail systems.
- ✦ **Recreation Services Fund:** This fund provides various recreational services for which participants are charged fees. These fees are expected to recover only a portion of the cost of providing the activity. The remaining revenue comes in the form of subsidies and transfers from the General Fund and the Parks Sales Tax Fund.
- ✦ **Public Transportation Fund:** Revenues have been increased slightly due to additional FTA grants. The local match for these capital projects will come from accumulated balances in the fund. The amount of the Transportation Sales Tax subsidy has been reduced for FY 2007 but increased again in FY 2008. Capital contribution from Transportation Sales Tax for the City's share of bus purchases has increased for FY 2008.
- ✦ **Regional Airport Fund:** Revenues reflect a decrease in FAA grants which is partially offset by the increase in the Transportation Sales Tax subsidy for capital and operations. Commissions and Passenger Facility Charges are down due to decreased activity.
- ✦ **Sanitary Sewer Fund:** Sewer charges are the major revenue source for this fund. There are approximately 38,000 sewer utility customers. A 6.0% rate increase is included for FY 2008 to pay for the 2003 voter approved ballot issue revenue bonds used to fund capital improvements and operating increases.
- ✦ **Parking Fund:** Parking fees are charged to users of the City's garages, surface lots, and metered parking. No significant changes are proposed for FY 2008.
- ✦ **Solid Waste Utility Fund:** There are about 38,000 Solid Waste utility accounts served by the City. An increase of \$1.50 in the residential rate per month is included. This would bring the average residential rate to \$14.42. This is still below most rates in comparable cities. Landfill fees, which are \$32.50/ton, amount to 18% of total revenues.
- ✦ **Storm Water Fund:** Storm water fees paid by utility customers as well as development charges are the major revenue sources for this fund.

Enterprise Fund Revenues By Fund FY 2008



Enterprise Fund Revenues By Fund

	Actual FY 2006	Budget FY 2007	Estimated FY 2007	Adopted FY 2008	% Change From Estimated FY 2007
Electric Utility Fund	\$ 92,877,731	\$ 95,082,279	\$ 100,249,564	\$ 105,057,210	4.8%
Water Utility Fund	18,452,878	16,388,500	16,745,343	17,898,340	6.9%
Railroad Fund	1,007,488	903,898	1,198,082	1,367,400	14.1%
Recreation Services Fund	8,917,299	6,537,178	6,536,847	6,690,774	2.4%
Public Transportation Fund	5,144,560	4,879,639	5,121,173	6,754,522	31.9%
Regional Airport Fund	1,775,439	4,169,898	4,276,642	2,201,835	(48.5%)
Sanitary Sewer Utility Fund	17,302,911	11,412,930	11,456,010	11,777,000	2.8%
Parking Facilities Utility Fund	2,334,218	2,022,125	1,983,210	2,066,693	4.2%
Solid Waste Utility Fund	13,129,746	12,860,980	13,243,335	14,081,614	6.3%
Storm Water Utility Fund	1,775,974	1,793,815	1,864,870	1,591,859	(14.6%)
Total	\$ 162,718,244	\$ 156,051,242	\$ 162,675,076	\$ 169,487,247	4.2%

INTERNAL SERVICE FUND REVENUES

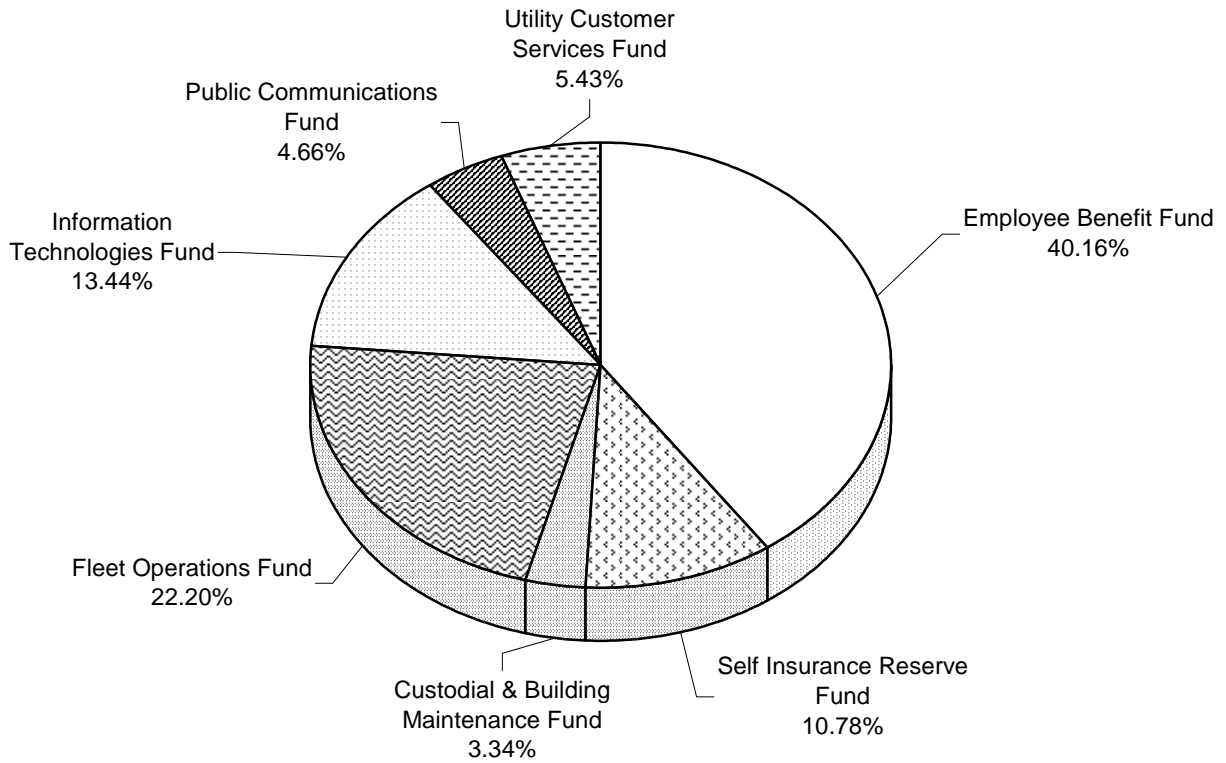
The City of Columbia has seven internal service funds that generate a total of \$29,425,301 in revenues. In the past the City has adjusted a number of the fees charged by these departments to allow for the use of amounts that have accumulated from net income. Many of these funds are now charging fees for the full amount of the cost of the services they provide. This results in higher rates of increases than may have been charged in the past. Several funds will still have a planned use of fund balance in FY 2008.

Below are revenue highlights for these funds.

- ✦ **Employee Benefit Fund**: This fund is used to account for the City of Columbia's self insurance program for health, disability, and life insurance for covered City employees. In addition, charges for Employee Health/Wellness (which consists of physicals, drug testing, Hepatitis B shots, etc.), employee recognition and post-employment health benefits are included in this fund. In FY 2008 the fund shows a 9.5% increase which includes the proposed health insurance rate increase. The City's is restructuring the way it calculates premiums for retirees to reduce the post employment benefit liability by sponsoring a separate plan for Medicare-eligible retirees through a private insurer.
- ✦ **Self Insurance Reserve Fund**: This fund is used to account for the reserves established and held in trust for the City's self insurance program, and to account for the payment of property and casualty losses, and uninsured workers' compensation claims. The 13.4% increase in FY 2008 revenues over Estimated FY 2007 is due to the increased amount collected from the other departments to pay for the ever increasing claims paid by this fund.
- ✦ **Custodial and Building Maintenance Services Fund**: This fund provides janitorial and building maintenance services to the other City departments. FY 2008 revenues reflect an 12.5% increase. This fund has utilized its fund balance over the past few years. Rates need to increase more than the cost of service for the next few years to recover cost and maintain appropriate levels of reserves as indicated in the City's internal service fund policy.
- ✦ **Fleet Maintenance Fund**: This fund provides equipment maintenance and repair operation for Public Works and other user departments. Departments are charged a shop labor rate. This rate is proposed to increase to \$46 for FY 2008. This fund also provides a fueling station for many of the departments. A 3.9% increase in total revenues is projected due to increased fleet activities and the rising cost of fuel.
- ✦ **Information Technologies Fund**: This fund provides computer services to the other City departments including the support and administration of the AS/400 midrange computer, a Wide Area Network (WAN), Local Area Networks (LAN), telecommunications (PBX), personal computers, and workstations. Fees are assessed based upon each department's usage of the AS 400 and the number of computer workstations for all departments. The revenues for FY 2008 reflect a 17.6% increase over FY 2007. this fund has utilized its fund balance over the past few years. Rates need to increase more than the cost of service for the next few years to recover cost and maintain appropriate levels of reserves as indicated in the City's internal service fund policy.
- ✦ **Public Communications Fund**: This fund provides public communications, web communications/electronic government, printing and mail services, cable broadcast and neighborhood relations services. FY 2008 revenues reflect stable fees at a 0.6% increase . All cable franchise fees are proposed to be deposited in this fund.
- ✦ **Utility Customer Services Fund**: This fund charges various City departments for billing the following types of utilities: waster, electric, sanitary sewer, solid waste, and storm water. FY 2008 revenues reflect a 5.7% increase.

The rates charged to the user departments are adjusted, as needed, to cover the costs of providing the goods and services. An initial rate is set at the beginning of the budget process and then it is reviewed during the budget process to ensure that the Internal Service Funds are able to recover their operating costs.

Internal Service Fund Revenues By Fund FY 2008



Internal Service Revenues By Fund

	Actual FY 2006	Budget FY 2007	Estimated FY 2007	Adopted FY 2008	% Change From Estimated FY 2007
Employee Benefit	\$ 11,958,342	\$ 11,406,590	\$ 10,793,778	\$ 11,817,655	9.5%
Self Insurance	2,781,410	2,748,220	2,798,220	3,172,938	13.4%
Custodial & Bldg Maint.	823,938	878,311	874,056	983,033	12.5%
Fleet Maintenance	6,241,370	6,158,558	6,285,381	6,531,313	3.9%
Information Technologies	3,251,143	3,372,086	3,362,086	3,954,128	17.6%
Public Communications	1,002,047	1,356,819	1,361,819	1,369,812	0.6%
Utility Customer Services	1,423,174	1,515,941	1,510,941	1,596,422	5.7%
Total	\$ 27,481,424	\$ 27,436,525	\$ 26,986,281	\$ 29,425,301	9.0%

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