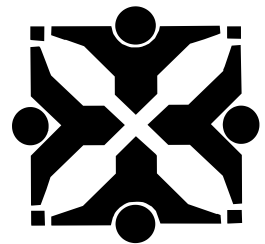


CITY OF COLUMBIA, MISSOURI

**Comprehensive
Annual Financial Report**

For the Fiscal Year
October 1, 2011 - September 30, 2012

Department of Finance
John Blattel, Director



CITY OF COLUMBIA, MISSOURI

**Comprehensive
Annual Financial Report**

For the Fiscal Year
October 1, 2011- September 30, 2012

Department of Finance
John Blattel, Director

CITY OF COLUMBIA, MISSOURI

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CITY OF COLUMBIA, MISSOURI

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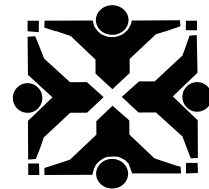
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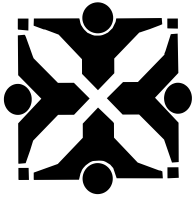
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CITY OF COLUMBIA, MISSOURI

INTRODUCTORY SECTION





CITY OF COLUMBIA, MISSOURI

FINANCE DEPARTMENT
ADMINISTRATION

January 24, 2013

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, McGladrey 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. Management's Discussion and Analysis ("MD&A") immediately follows the independent auditor's report and provides a narrative introduction, overview and analysis of the basic financial statements. This letter of transmittal is designed to complement the MD&A and should be read in conjunction with it.

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. These criteria generally have 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, Columbia Area Transit System and two interstate bus services. The City encompasses approximately 60 square miles and has a current estimated population of approximately 111,000.

The City is the location of the main campus of the University of Missouri, Columbia College, and Stephens College. Approximately 48,768 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 industries consist of printing, structural metal fabrication, structural materials production, electronic products, auto parts and food processing.

All of these activities have given Columbia a fairly stable employment base. Public education (including the University) and government comprise over 34% of all non-farm employment and are four of the top ten employers in the Columbia area. Service industries provide approximately 38% 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 5% in 2012, has been well below the national average of approximately 9%.

Long-Term Financial Planning

The City of Columbia has a number of forecasting tools for long term financial planning. The 3 to 5 year model utilized for the General Fund is updated throughout the year to not only determine possible adjustments that may be necessary to the current year's budget, but to also determine what effects those changes may have in future years. In addition, the City utilizes cost of service models developed by consultants to assist in the long term planning for our enterprise activities. The City's larger internal service funds have developed three year business plans in an effort to keep charges to city departments competitive.

Due to the economic downturn, staff shared these forecasts with the Council earlier and more often during fiscal year 2012. Work sessions were held with the City Council during this fiscal year to keep Council informed and to allow the Council to provide additional information regarding service levels to our citizens. Council agreed to create a reserve of 20% of expenditures as outlined in the City's policy resolution. The City has established three guiding budgeting principles to assist the City during this fiscal challenge. The first principle is to budget revenues conservatively and anticipate actual revenues of 2-5% over estimated budget. The second principle is to budget expenditures at our maximum foreseen exposure and anticipate actual expenditures at 98% of the budgeted amounts. The third principle is to budget the use of excess reserves to balance the budget. The City has consistently budgeted for the use of these reserves, but we have only reduced reserves for Fiscal Years 2005 & 2009 during the last ten years. These principles allow the City to be more flexible in responding to the forecasted budget deficits in 2013.

Major Initiatives

Like many municipalities, 2012 presented a number of challenges for the City of Columbia. The national economic downturn has affected the local economy and resulted in a decline in resources available to provide basic services. The City was able to reduce expenditures during this fiscal year by holding vacancies and postponing equipment purchases. Staff was able to do this with minimal effect on our citizens.

City staff continued to work to implement the Visioning Plan which is centered on the thirteen community vision statements. The final product is a community vision of Columbia through the next fifteen years. The complete vision report including goals, strategies, action plans, appendices and implementation supplement is available at www.gocolumbiamo.com (click on Community Visioning.)

A talent strategy committee has been formed to help insure the workforce, both now and in the future is trained and capable to effectively provide the products and services directed by the City Council and instill a culture of “hire to departure” learning environment within City government. One part of this initiative is the City’s expanded new employee orientation training of 12 hours per employee to include many general subjects that were not previously covered. A second part of this initiative is the establishment of a structured Manager and Supervisor Training Program.

The City developed a Strategic Plan during Fiscal Year 2012. During Fiscal Year 2013, the City will begin implementation of the Strategic Plan including the development of a structure to measure the City’s progress towards achieving its Strategic Plan priorities.

Other Information

Independent Audit

The State of Missouri statutes require an annual audit of all funds of the City. The firm of McGladrey 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 thirty three 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,

**John Blattel
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, 2011

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.



Christopher P. Moynell

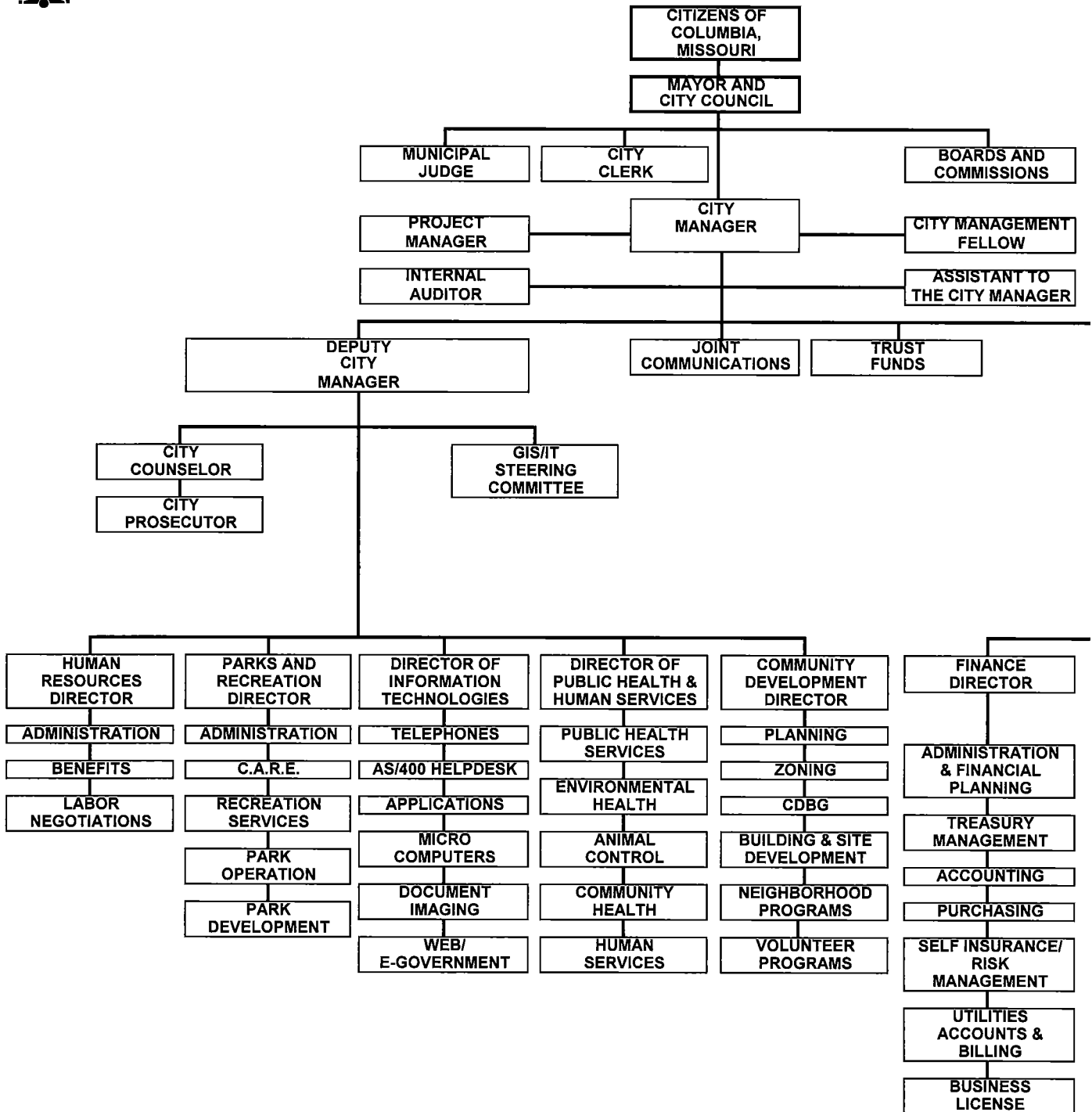
President

Jeffrey R. Emer

Executive Director



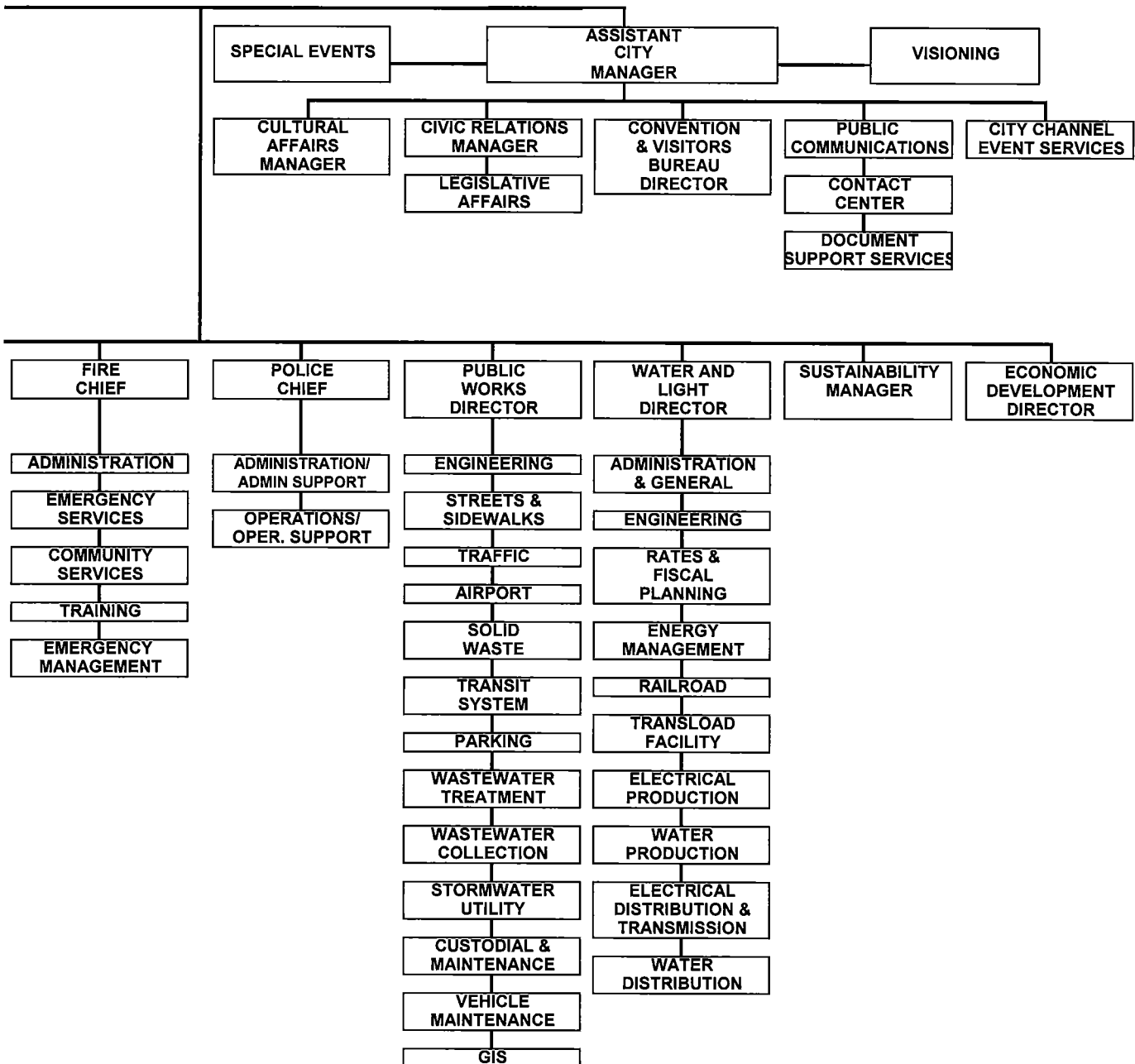
FUNCTIONAL ORGANIZATIONAL CHART



Approved 7-12-12
 date

 City Manager

CITY OF COLUMBIA, MISSOURI



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CITY OF COLUMBIA OFFICIALS

MAYOR

Bob McDavid

CITY COUNCIL

Fred Schmidt - Ward 1	Daryl Dudley - Ward 4
Michael Trapp - Ward 2	Vacant - Ward 5
Gary Kespohl - Ward 3	Barbara Hoppe - Ward 6

CITY MANAGER

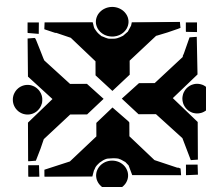
Mike Matthes

DIRECTOR OF FINANCE

John Blattel

INDEPENDENT AUDITORS

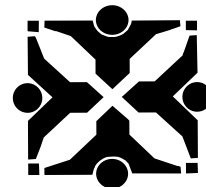
McGladrey LLP



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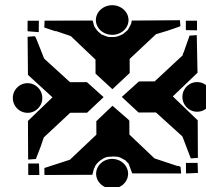
CITY OF COLUMBIA, MISSOURI

FINANCIAL SECTION



CITY OF COLUMBIA, MISSOURI

INDEPENDENT AUDITORS' REPORT





Independent Auditor's Report

To the Honorable Mayor and
Members of the City Council of the
City of Columbia, Missouri
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, 2012, which collectively comprise the City's basic financial statements as listed in the table of contents. These financial statements are the responsibility of the City'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 examining, on a test basis, evidence supporting the amounts and disclosures in the financial statements. An audit also includes 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, 2012, and the respective changes in financial position and the cash flows, where applicable, thereof for the year then ended in conformity with accounting principles generally accepted in the United States of America.

In accordance with *Government Auditing Standards*, we have also issued our report dated January 23, 2013 on our consideration of the City of Columbia, Missouri's internal control over financial reporting and 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 accounting principles generally accepted in the United States of America require that the management's discussion and analysis on pages 9 through 18, the budgetary comparison information on page 97, and the schedules of funding progress and schedules of employer contributions on pages 100 and 101, be presented to supplement the basic financial statements. Such information, although not a part of the basic financial statements, is required by Governmental Accounting Standards Board (GASB) who considers it to be an essential part of financial reporting for placing the basic financial statements in an appropriate operational, economic or historical context. We have applied certain limited procedures to the required supplementary information in accordance with auditing standards generally accepted in the United States of America, which consisted of inquiries of management about the methods of preparing the information and comparing the information for consistency with management's responses to our inquiries, the basic financial statements, and other knowledge we obtained during our audit of the basic financial statements. We do not express an opinion or provide any assurance on the information because the limited procedures do not provide us with sufficient evidence to express an opinion or provide any assurance.

Our audit was conducted for the purpose of forming opinions on the financial statements that collectively comprise the City's basic financial statements. The combining and individual nonmajor fund financial statements and other schedules, listed in the table of contents as supplementary information, are presented for purposes of additional analysis and are not a required part of the basic financial statements. Such information is the responsibility of management and was derived from and relates directly to the underlying accounting and other records used to prepare the financial statements. The information has been subjected to the auditing procedures applied in the audits of the financial statements and certain additional procedures, including comparing and reconciling such information directly to the underlying accounting and other records used to prepare the financial statements or to the financial statements themselves, and other additional procedures in accordance with auditing standards generally accepted in the United States of America. In our opinion, the information is fairly stated in all material respects in relation to the financial statements as a whole.

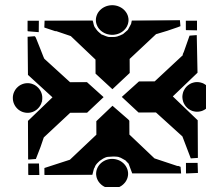
Our audit was conducted for the purpose of forming opinions on the financial statements that collectively comprise the City's basic financial statements. The accompanying introductory and statistical sections, as listed in the table of contents, are presented for purposes of additional analysis and are not a required part of the basic financial statements. Such information has not been subjected to the auditing procedures applied in the audit of the basic financial statements, and accordingly, we do not express an opinion on or provide assurance on it.

McGladrey LLP

Kansas City, Missouri
January 23, 2013

CITY OF COLUMBIA, MISSOURI

MANAGEMENT'S DISCUSSION AND ANALYSIS



City of Columbia, Missouri Management's Discussion and Analysis

As management of the City of Columbia (the "City"), we offer readers of the City's Comprehensive Annual Financial Report (CAFR), this narrative and analysis of the financial activities of the City for the fiscal year ended September 30, 2012. We encourage readers to consider the information presented here in conjunction with additional information provided in this report in our letter of transmittal and basic financial statements.

Financial Highlights

Columbia continues to be a growing city. The City provides a full range of governmental and proprietary services that include ten enterprise activities.

- Tax revenues of \$64,212,149 increased 3.8% in fiscal year 2012. Sales tax revenue increased in fiscal year 2012 by \$1,976,249 (4.9%).
- Charges for services in business-type activities decreased \$478,319 or .3%.
- The City's total net assets increased \$35,125,680 or 4.2%. Governmental activities net assets increased \$17,197,124 or 4.1% while business-type activities net assets increased \$17,928,556 or 4.3%. Total unrestricted net assets increased \$16,484,020.

The City continued to fully fund its Other Post Employee Benefit (OPEB) liability associated with retiree health insurance subsidies as well as make all required contributions to its pension plans.

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 included to provide useful information on individual parts of the government. The City, like other state and local governments, uses fund accounting to ensure and demonstrate compliance with finance-related legal requirements. 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*. The *statement of net assets* presents information on all of the City's assets and liabilities, the difference between the two reported as *net assets*. Over time, increases or decreases in net assets may serve as a useful indicator of whether the financial position of the City is improving or deteriorating. The *statement of activities* presents information showing how the City's net assets changed during the most recent fiscal year.

There are two government-wide financial statements. The *governmental activities financial statements* include the functions of the City that are principally supported by taxes and intergovernmental revenues. The *business-type activities financial statements* include functions that are intended to recover all, or a significant portion, of their costs through user fees and charges.

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, Payment in Lieu of Taxes (PILOT), 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 (or a significant portion of the cost) of operations. Three of these operations require subsidies from tax revenue (airport, transit and recreation services).

The government-wide financial statements are required to also include legally separate entities (if any) for which the City is financially accountable. The City does not have any such entity that is required to be included as a “component unit” 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”. The city has five “major funds”, two governmental-type and three business type. Major governmental-type funds are the General Fund and Capital Projects Fund. The business-type major funds are Water and Electric Utility, the Sanitary Sewer Utility, and the Solid Waste Utility. 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. *Governmental funds* are used to account for essentially the same functions as *governmental* activities in the government-wide financial statements. However, unlike the *government-wide* financial statements, *governmental fund* financial statements focus on near-term inflows and outflows of spendable resources, as well as on balances of spendable resources available at the end of the fiscal year. Such information may be useful in evaluating a government’s near-term financing requirements. 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 to 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, other employee benefit, private purpose trust and agency funds. 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, 2012 and 2011:

City of Columbia's Net Assets						
	Governmental Activities		Business-type Activities		Total	
	2012	2011	2012	2011	2012	2011
Current and other assets	\$ 142,172,333	139,136,200	\$ 222,773,842	200,856,727	\$ 364,946,175	339,992,927
Capital assets	363,335,199	352,707,341	579,273,680	551,172,657	942,608,879	903,879,998
Total assets	505,507,532	491,843,541	802,047,522	752,029,384	1,307,555,054	1,243,872,925
Long-term liabilities	57,701,529	60,010,215	336,334,245	304,080,748	394,035,774	364,090,963
Other liabilities	14,207,073	15,431,520	28,708,535	28,872,450	42,915,608	44,303,970
Total liabilities	71,908,602	75,441,735	365,042,780	332,953,198	436,951,382	408,394,933
Net assets						
Invested in capital assets, net of related debt	314,263,826	302,588,445	311,717,270	307,497,810	625,981,096	610,086,255
Restricted	78,185,498	74,752,795	23,278,452	23,964,336	101,463,950	98,717,131
Unrestricted	41,149,606	39,060,566	102,009,020	87,614,040	143,158,626	126,674,606
Total net assets	\$ 433,598,930	416,401,806	\$ 437,004,742	419,076,186	\$ 870,603,672	835,477,992

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

Total assets for the City as a whole are \$1,307,555,054, an increase of \$63,682,129. This increase is due to net additions to capital assets during the year of \$10,627,858 for governmental activities, and \$28,101,023 for business-type activities for capital projects as outlined in the City's Capital Improvement Plan. Approximately \$15.7 million of the increase is largely due to proceeds from a Sewer bond issue and a Parking bond issue.

Overall the City experienced an increase in total liabilities of \$28,556,449, from \$408,394,933 to \$436,951,382 primarily due to the issuance of Parking Special Obligation Bonds of \$8,925,000 and Sanitary Sewer Revenue Bonds of \$9,365,000. Revenue bonds payable for Sewer also increased \$22,334,237 in FY2012 for the 2010 issue which has a maximum available of \$59,335,000.

Total long-term liabilities increased \$29,944,811 from \$364,090,963 to \$394,035,774. Long-term liabilities in governmental activities decreased \$2,308,686 due to principal payments on previously issued debt exceeding the amount of newly issued debt of \$2.5 million. Long-term liabilities in business-type activities increased \$32,253,497 primarily due to the special obligation bonds issued in the Parking Facilities Fund and the revenue bonds issued in the Sanitary Sewer Utility Fund.

Governmental net assets invested in capital assets net of related debt increased \$11,675,381, from \$302,588,445 to \$314,263,826 primarily due to capitalizing \$8.8 million from completed capital projects and a net reduction in long-term liabilities.

Net assets invested in capital assets net of related debt for business-type activities increased by \$4,219,460, from \$307,497,810 to \$311,717,270. Total restricted net assets increased \$2,746,819 and unrestricted net assets increased \$16,484,020, primarily in business-type activities.

Schedule of Activities

The following table reflects the revenues and expenses for the City's activities for the years ended September 30, 2012 and 2011:

City of Columbia's Schedule of Activities						
	Governmental Activities		Business-type Activities		Total	
	2012	2011	2012	2011	2012	2011
Revenues:						
Program revenues:						
Charges for services	\$ 17,900,800	16,443,790	\$ 189,153,269	189,631,588	\$ 207,054,069	206,075,378
Grants and contributions	6,173,618	6,891,283	2,163,513	1,844,800	8,337,131	8,736,083
Capital grants and contributions	7,082,525	10,716,352	4,232,060	3,176,929	11,314,585	13,893,281
General revenues:						
Property taxes	7,099,442	7,026,844	-	-	7,099,442	7,026,844
Sales tax	42,514,771	40,538,522	-	-	42,514,771	40,538,522
Other taxes	14,597,936	14,274,548	-	-	14,597,936	14,274,548
Investment revenue	1,692,935	2,717,257	3,231,938	4,344,222	4,924,873	7,061,479
Other	1,904,434	2,873,628	2,826,603	1,976,579	4,731,037	4,850,207
Total revenues	<u>98,966,461</u>	<u>101,482,224</u>	<u>201,607,383</u>	<u>200,974,118</u>	<u>300,573,844</u>	<u>302,456,342</u>
Expenses:						
Policy development and admin.	21,918,164	19,240,568	-	-	21,918,164	19,240,568
Public safety	38,674,200	39,177,408	-	-	38,674,200	39,177,408
Transportation	12,646,608	12,782,598	-	-	12,646,608	12,782,598
Health and environment	8,663,673	10,376,671	-	-	8,663,673	10,376,671
Personal development	7,410,779	6,724,219	-	-	7,410,779	6,724,219
Interest on long-term debt	2,303,076	2,375,909	-	-	2,303,076	2,375,909
Electric Utility	-	-	104,978,962	111,974,736	104,978,962	111,974,736
Water Utility	-	-	18,085,072	15,850,805	18,085,072	15,850,805
Sanitary Sewer Utility	-	-	14,490,560	12,738,819	14,490,560	12,738,819
Regional Airport	-	-	2,500,780	2,471,114	2,500,780	2,471,114
Public Transportation	-	-	6,588,233	5,974,604	6,588,233	5,974,604
Solid Waste Utility	-	-	15,194,469	14,282,699	15,194,469	14,282,699
Parking Facilities	-	-	2,630,624	2,358,564	2,630,624	2,358,564
Recreation Services	-	-	6,987,907	6,884,213	6,987,907	6,884,213
Railroad	-	-	1,118,697	1,085,623	1,118,697	1,085,623
Storm Water Utility	-	-	1,256,360	1,254,303	1,256,360	1,254,303
Total expenses	<u>91,616,500</u>	<u>90,677,373</u>	<u>173,831,664</u>	<u>174,875,480</u>	<u>265,448,164</u>	<u>265,552,853</u>
Increase in assets before transfers	7,349,961	10,804,851	27,775,719	26,098,638	35,125,680	36,903,489
Transfers	9,847,163	9,275,101	(9,847,163)	(9,275,101)	-	-
Increase in net assets	17,197,124	20,079,952	17,928,556	16,823,537	35,125,680	36,903,489
Net assets beginning	416,401,806	396,321,854	419,076,186	402,252,649	835,477,992	798,574,503
Net assets, ending	<u>\$ 433,598,930</u>	<u>416,401,806</u>	<u>\$ 437,004,742</u>	<u>419,076,186</u>	<u>\$ 870,603,672</u>	<u>835,477,992</u>

The government-wide statement of activities indicates the major sources of program revenues are charges for services, which increased by \$978,691 or .5% due to an increase in Development Fee revenues and employee benefit revenues.

Total revenues decreased \$1,882,498, or .6%, for 2012. The largest decrease was in capital grants and contributions of \$2,578,696 primarily due to decreased ARRA funding on the Wastewater Treatment Plant. Operating grants and contributions for fiscal year 2012 decreased \$398,952, or 4.6%, due primarily to a decrease in state revenues. Total governmental activities general revenues experienced an increase of .6%. Sales tax is the most significant revenue of the governmental activities. Amounting to \$42,514,771 in 2012, sales tax revenue represents 63% of the total \$67,809,518 general revenue for the governmental activities. This is an increase of \$1,976,249 in sales tax revenue, which is an increase of 4.9%. In 2011 sales tax revenue increased by \$2,241,791, or 5.9%. Staff continues to closely monitor the monthly sales tax files provided by the state.

Investment revenue for both governmental activities and business-type activities declined by a total of \$2,136,606, or 30.3%, due to overall market conditions in 2012.

Six of the ten business-type activities show program revenue in excess of expenses. The City budgets for subsidies or transfers to the Public Transportation, Recreation Services and Airport Funds. The City is currently reviewing the need to adjust rates in the Storm Water utility. The City maintains appropriate reserves in all of the business-type activity funds.

Total program expenses for FY 2012 are \$265,448,164, a decrease of \$104,689. The majority of these expenses, \$173,831,664, are for business-type activities. Business-type activity expenses decreased \$1,043,816, or .6%. The most significant decrease was in the Water and Electric utility where operating expense decreased \$4,761,507 due primarily to a decrease in purchased power expense. Sanitary Sewer expense increased \$1,751,741 due primarily to new processes which have begun as part of the Wastewater Treatment Plant improvement project. Solid Waste operating expenses increased approximately \$900,000 due to additional costs associated with the opening of a new cell at the landfill. Governmental activities increased \$939,127 with the largest increase being in Policy Development and Administration due to the increase in non-programmed activities expense.

Net transfers from business-type activities to governmental activities were \$9,847,163. However, the City transferred over \$7.3 million in general funds, transportation sales tax and parks sales tax funds to support the operations of various business-type activities. For purposes of the government-wide financial statements, over \$14 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 2012.

Fund Statements

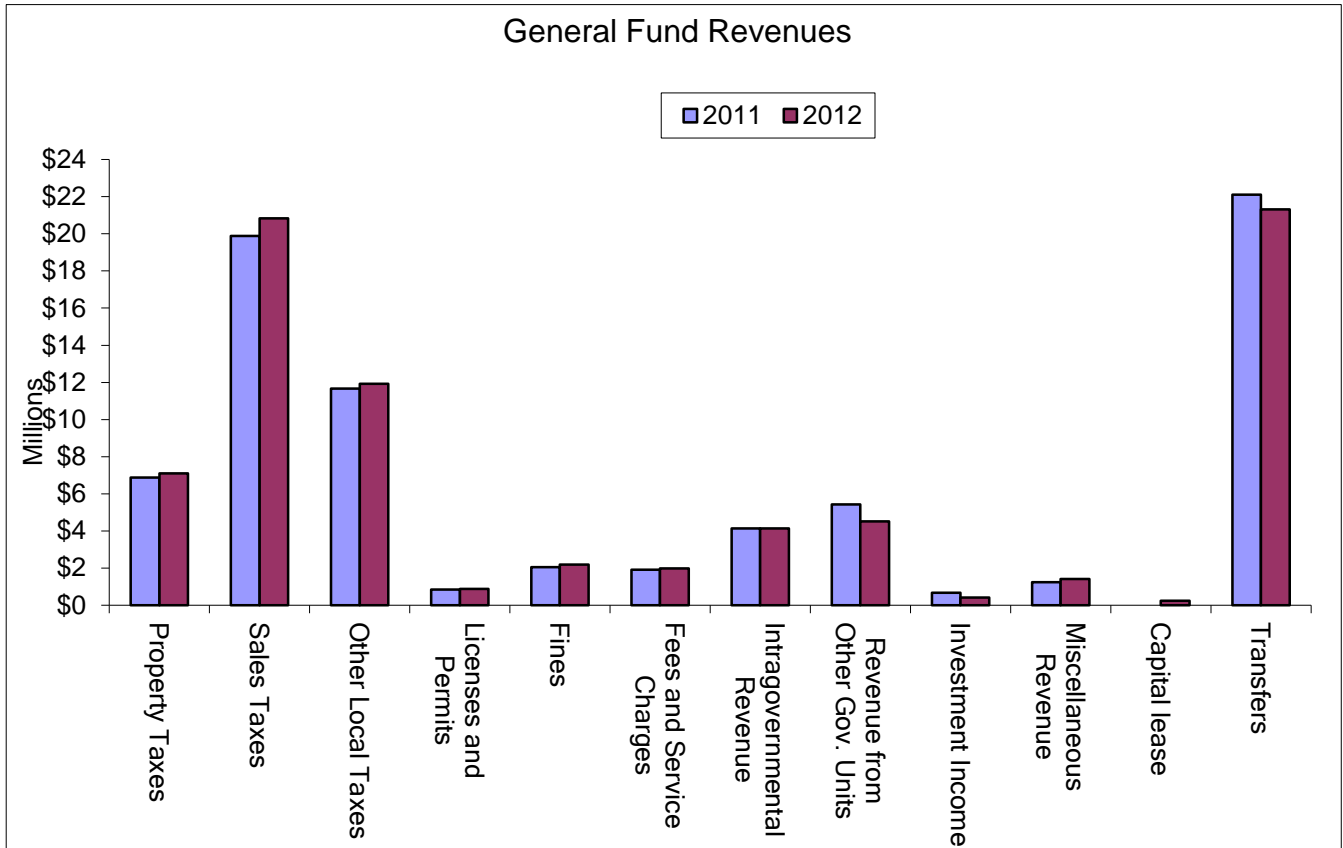
The City's *fund statements* can be found on pages 24 to 37 of the basic financial statements. A reconciliation to the government-wide financial statements has been provided with these fund statements.

As noted earlier, the City uses fund accounting to ensure and demonstrate compliance with finance related legal requirements. The focus of the City's *governmental funds* is to provide information on near-term inflows, outflows, and balances of *spendable* resources. Such information is useful in assessing the City's financing requirements. In particular, *unassigned fund balance* may serve as a useful measure of a government's net resources available for spending at the end of the fiscal year. The City's *proprietary funds* provide the same type of information found in the government-wide financial statements, but show more detail.

The *proprietary funds* ended FY 2012 with an increase in net assets. The *governmental funds* ended FY 2012 with an increase in fund balance.

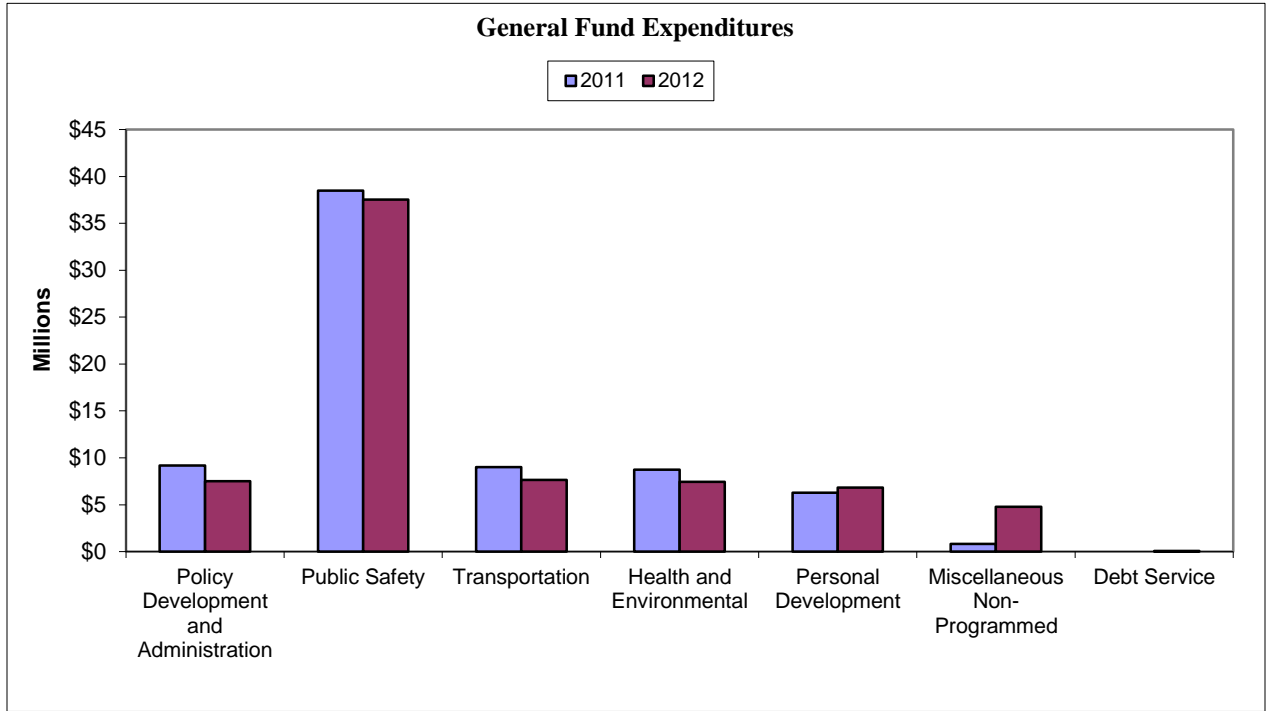
General Fund

The unassigned general fund balance is \$25,955,804. This is 34.6% of expenditures and transfers of \$75,016,214, well above the 20% target set by Council policy in August 2012. 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 approximately \$488,570. Grant revenues were below budget by \$824,772, while sales tax receipts were \$903,455 above budget and investment revenue was under budget by \$272,048. It should be noted that for budget purposes, Payment in Lieu of Tax from the Water & Electric fund is treated as 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 \$911,986 or 1.7%. The overall property tax rate remained constant at 41 cents.

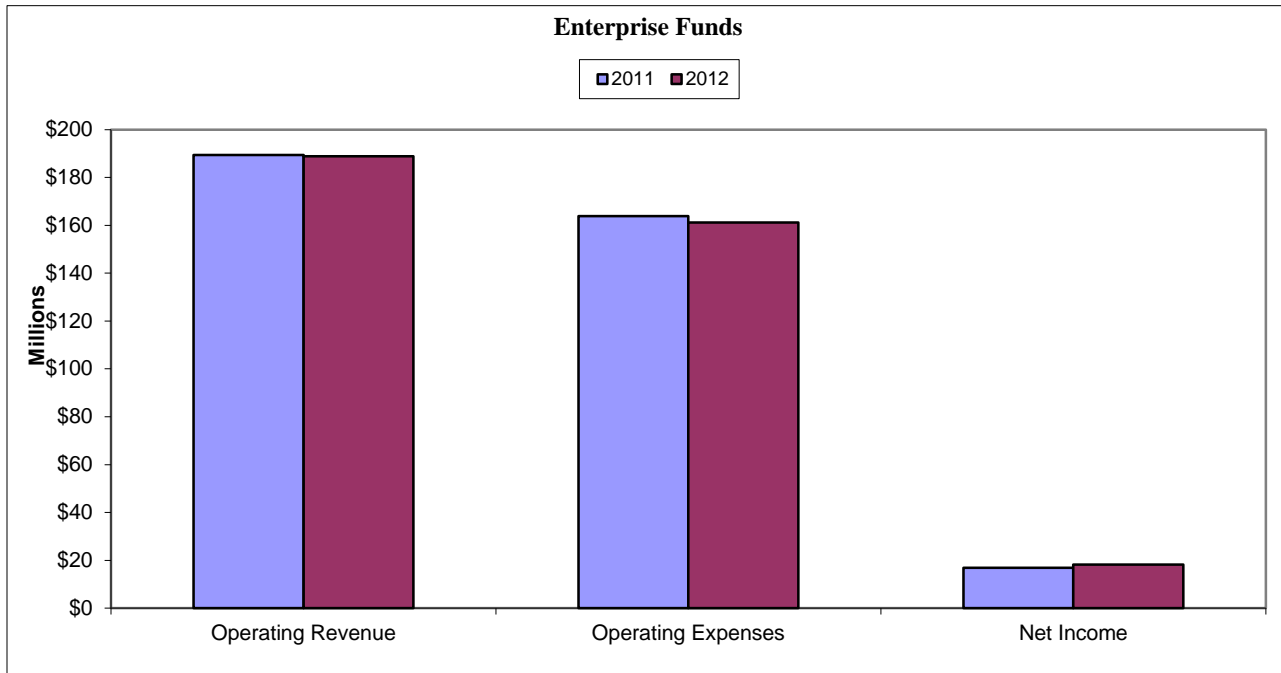
General fund expenditures were \$6.1 million under budget for FY 2012. Of the \$6.1 million, there were \$1.2 million in encumbrances which will be spent in FY13 leaving \$4.7 million under budget. Departments responded to management's request to cut spending in FY12 which resulted in expenditures being significantly under budget. General fund expenditures, including transfers, decreased \$471,691 or .6%. The largest dollar increase was in the area of miscellaneous non-programmed activities at \$3,959,242 due to Intragovernmental charges being moved out of the departments. Policy Development and Administration decreased \$1,702,627 or 18.6% due primarily to Intragovernmental charges being moved out of the departments.



Overall, the fund balance of total non-major governmental funds increased by \$5,136,216 primarily due to adding the Missouri Transportation Finance Corporation Loan and an increase in the Public Improvement fund balance of \$1,645,532.

Enterprise Funds

A review of the net assets of the proprietary funds indicates that all funds have positive unrestricted net assets except the Railroad fund. Operating revenues and operating expenses decreased for the City's enterprise funds in FY 2012 by .23% and 1.7%, respectively. Power costs decreased \$11,854,916, or 16%. The change in net assets of \$18,175,199 was an increase of \$1,287,301 from the \$16,887,898 increase in 2011. The City's enterprise funds continue to experience limited growth in customer base. Three of the City's internal service funds experienced losses for FY 2012. The losses were budgeted as the accumulated balances were above those required to operate on a break even basis.



The City implemented an 8% rate increase in water rates and a 15% increase in sewer rates in 2012. Total production cost for the electric utility decreased \$10,164,539 primarily due to the purchase of the Columbia Energy Center in May 2011. Columbia continues to have very competitive utility rates for our region.

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. The FY 2012 final budget for the general fund includes approximately \$1.2 million of funds carried forward from FY 2011. The remaining increase of 1.4 million in the FY 2012 budget was primarily for grants and contributions appropriated during the year, which also increased the general fund revenue budget for FY 2012, and a \$250,360 transfer to fund software consulting services.

Overall, the general fund ended FY 2012 with favorable budget variances for revenues, expenditures and transfers of \$5.6 million. Sales tax ended the year with a 4.5% favorable variance. Other local tax revenues exceeded budget projections by \$218,657. Revenue from other governmental units (Grants) fell short of budget projections by \$824,772.

General fund expenditures were \$6.1 million under budget for FY 2012.

Capital Assets

City of Columbia Capital Assets (net of accumulated depreciation)

	Governmental Activities		Business-type Activities		Total	
	2012	2011	2012	2011	2012	2011
Land	\$ 41,435,699	40,955,571	\$ 16,202,681	16,013,376	\$ 57,638,380	56,968,947
Buildings	58,826,411	59,930,511	-	-	58,826,411	59,930,511
Improvements other than buildings	22,936,617	21,626,599	-	-	22,936,617	21,626,599
Structures and improvements	-	-	237,688,568	236,392,337	237,688,568	236,392,337
Furniture, fixtures and equipment	15,597,675	14,690,205	244,344,947	246,026,639	259,942,622	260,716,844
Infrastructure	202,487,777	202,008,989	-	-	202,487,777	202,008,989
Construction in progress	22,051,020	13,495,466	81,037,484	52,740,305	103,088,504	66,235,771
Total	\$ 363,335,199	352,707,341	\$ 579,273,680	551,172,657	\$ 942,608,879	903,879,998

Major Capital Asset Events FY12

- Replacement of the City's enterprise resource planning software began with the engagement of Plante Moran to conduct the needs assessment and preparation of the request for proposal.
- The \$9 million Clark Lane reconstruction project neared completion at the end of fiscal year 2012. Funding for this project included ¼ cent capital sales tax approved by voters in 2005, development fees and a developer contribution.
- Construction on the Rolling Hills Road from Old Hawthorne to Route WW project continued at year end with an expected total cost of \$5.3 million.
- A new restroom facility, concession stand and lighting for a third ball field were completed at Atkins Park.
- A 1996 Rescue Squad truck was replaced with ¼ cent capital sales tax funding.
- A 2001 Fire Department ladder truck was replaced at a cost of \$895,000.
- Construction continued on the \$60 million waste water treatment plant expansion. Completion is expected in 2013. As of September 30, 2012 the project was approximately 85% complete.
- Land was purchased and construction began on the Short Street garage, expected to cost approximately \$12 million.
- Three transit forty-foot buses were replaced. A Federal Transit Administration grant funded 80% of the purchase.
- Cell 5 was opened for use at the City landfill at a total cost of \$3.1 million.

Additional information on the City's capital assets can be found in Note VI on pages 59-61 of the footnotes of this report.

Debt Administration

The City's debt issues are discussed in Note IX on pages 66-80 of this report. Please refer to it for additional information. The City had five debt issuances in FY 2012: \$8,925,000 of Special Obligation Improvement Bonds for the Short Street garage; \$9,365,000 in Sanitary Sewerage System Revenue Bonds for extending and improving the sewerage system; \$1,465,000 in Special Obligation Refunding Bonds, Series B, to currently refund the 2001A Special Obligation Capital Improvement Bonds; \$2,650,000 in Special Obligation Refunding Bonds, Series C, to currently refund the 2001B Special Obligation Improvement Bonds; and \$25,400,000 in Special Obligation Refunding Bonds, Series D, to advance refund the 2008A Electric Special Obligation Bonds. The City authorized \$59,335,000 in Sewerage System Revenue Bonds for improvements at the Wastewater Treatment Plant in 2010. The issue has a not to exceed amount of \$59,335,000 and as of September 30, 2012, \$53,341,790 has been drawn down and is recorded as bonds payable in the Sanitary Sewer Utility Fund, an increase of \$22,334,237 over 2011.

The debt payments will be funded through revenues generated by the Sanitary Sewer Utility. Debt payments for the Sewer Utility have been programmed in the cost of service study used to set rates. A loan was obtained from the Missouri Transportation Finance Corporation in the amount of \$2,500,000 and an additional \$5,700,000 was added to this balance on October 1, 2012. The proceeds of this loan will be used for improvements to Stadium Boulevard.

City of Columbia Net Outstanding Debt

	<u>FY 2012</u>	<u>FY 2011</u>
<u>Governmental Activities</u>		
Special Obligation Bonds/Notes	\$ 48,861,926	\$ 51,515,036
	<u>\$ 48,861,926</u>	<u>\$ 51,515,036</u>
<u>Business-type Activities</u>		
Revenue Bonds	\$ 232,695,553	\$ 207,828,519
Special Obligation Bonds	100,490,422	93,208,599
	<u>\$ 333,185,975</u>	<u>\$ 301,037,118</u>

Fiscal Year 2013 Budget

There are no proposed City tax increases for FY 2013 and no rate increases for gross receipts. Increases in fees charged in general government activities were budgeted for building permit and plan review, health fees and rental inspection fees. In our business-type activities there were six rate increases budgeted. There were rate increases authorized in the solid waste utility (Community Improvement District only), parking utility, recreation services, sewer utility, electric utility and water utility.

The City is projecting a 2% growth in sales taxes for FY 2013.

A \$0.27/hour across-the-board increase was budgeted for salaries for city employees for FY 2013 at total city-wide cost of about \$1 million. The overall increase in personnel services is 2.8% and includes a net addition of 19.65 permanent positions. Pension contribution increases totaled \$1.1 million.

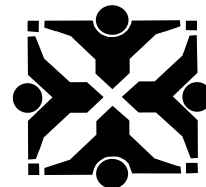
Utilities, Services and & Miscellaneous reflects a \$56.7 million decrease, primarily in capital projects for the airport (\$37.7 million), Streets and Sidewalks (\$12.3 million), Other General Government (\$5.1 million), Water (\$4.2 million), Parking (\$1.1 million) and Public Safety (\$1.1 million).

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, 2012**

	Governmental Activities	Business-type Activities	Total
ASSETS			
Cash and cash equivalents	\$ 93,051,244	\$ 85,368,245	\$ 178,419,489
Investments	4,860,780	-	4,860,780
Receivables (net of allowance for uncollectibles)	26,596,816	28,554,399	55,151,215
Internal balances	3,081,718	(3,081,718)	-
Inventories	1,162,573	7,237,091	8,399,664
Prepaid items	94,894	15,941	110,835
Deferred charges	267,144	5,472,719	5,739,863
Other assets	265,908	738	266,646
Restricted assets:			
Cash and cash equivalents	11,381,650	-	11,381,650
Bond covenant account cash	-	84,391,990	84,391,990
Closure and postclosure reserve	-	893,669	893,669
Customer security and escrow cash	-	4,173,351	4,173,351
Grants receivable	1,409,606	9,747,417	11,157,023
Capital assets:			
Non depreciable	63,486,719	97,240,165	160,726,884
Depreciable, net	299,848,480	482,033,515	781,881,995
Total Assets	505,507,532	802,047,522	1,307,555,054
LIABILITIES			
Accounts payable	3,593,866	6,060,340	9,654,206
Accrued payroll and payroll taxes	2,624,524	1,571,936	4,196,460
Accrued interest payable	256,148	5,229,033	5,485,181
Due to other governments	-	352,615	352,615
Unearned revenue	6,809,609	737,099	7,546,708
Construction contracts payable	-	10,084,025	10,084,025
Customer security and escrow deposits	-	4,173,351	4,173,351
Other liabilities	922,926	500,136	1,423,062
Long-term liabilities:			
Due within one year:			
Accrued compensated absences	2,156,913	1,165,896	3,322,809
Revenue bonds payable	-	8,161,500	8,161,500
Special obligation bonds and notes payable	5,519,244	3,045,000	8,564,244
Capital lease obligation	106,750	22,651	129,401
Claims payable - health insurance	900,013	-	900,013
Claims payable - worker's compensation and general liability	1,530,396	-	1,530,396
Other long-term liabilities	-	283,826	283,826
Due in more than one year:			
Accrued compensated absences	1,079,350	583,430	1,662,780
Revenue bonds payable	-	224,534,053	224,534,053
Special obligation bonds and notes payable	43,342,682	97,445,422	140,788,104
Capital lease obligation	102,697	197,639	300,336
Claims payable - worker's compensation and general liability	2,729,576	-	2,729,576
Net pension obligation	233,908	284,985	518,893
Other long-term liabilities	-	609,843	609,843
Total Liabilities	71,908,602	365,042,780	436,951,382
NET ASSETS			
Invested in capital assets, net of related debt	314,263,826	311,717,270	625,981,096
Restricted for:			
Debt service	10,065,860	11,181,154	21,247,014
Capital projects	39,254,648	9,745,060	48,999,708
Permanent Fund:			
Expendable	7,097,129	-	7,097,129
Nonexpendable	1,500,000	-	1,500,000
Statutory restrictions	20,267,861	2,352,238	22,620,099
Unrestricted	41,149,606	102,009,020	143,158,626
Total Net Assets	\$ 433,598,930	\$ 437,004,742	\$ 870,603,672

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, 2012**

<u>Functions/Programs</u>	<u>Program Revenues</u>		
	<u>Expenses</u>	<u>Charges for Services</u>	<u>Operating Grants and Contributions</u>
Governmental activities:			
Policy development and administration	\$ 21,918,164	\$ 11,966,490	\$ 21,209
Public safety	38,674,200	2,512,573	1,876,585
Transportation	12,646,608	233,412	1,607,450
Health and environment	8,663,673	3,188,325	2,402,804
Personal development	7,410,779	-	265,570
Interest on long-term debt	2,303,076	-	-
Total governmental activities	91,616,500	17,900,800	6,173,618
Business-type activities:			
Electric Utility	104,978,962	119,260,514	219,339
Water Utility	18,085,072	24,206,711	-
Sanitary Sewer Utility	14,490,560	17,219,234	-
Regional Airport	2,500,780	642,170	156,512
Public Transportation	6,588,233	1,873,872	1,586,935
Solid Waste Utility	15,194,469	16,834,253	139,645
Parking Facilities	2,630,624	2,688,403	-
Recreation Services	6,987,907	4,373,766	-
Railroad	1,118,697	738,185	-
Storm Water Utility	1,256,360	1,316,160	61,082
Total business-type activities	173,831,664	189,153,269	2,163,513
Total City	\$ 265,448,164	\$ 207,054,069	\$ 8,337,131

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 Capital Grants and Contributions	Net (Expense) Revenue and Changes in Net Assets		
	Governmental Activities	Business-type Activities	Total
\$ -	\$ (9,930,465)	\$ -	\$ (9,930,465)
-	(34,285,042)	-	(34,285,042)
5,509,660	(5,296,086)	-	(5,296,086)
1,293,436	(1,779,108)	-	(1,779,108)
279,429	(6,865,780)	-	(6,865,780)
-	(2,303,076)	-	(2,303,076)
<u>7,082,525</u>	<u>(60,459,557)</u>	<u>-</u>	<u>(60,459,557)</u>
-	-	14,500,891	14,500,891
141,672	-	6,263,311	6,263,311
717,299	-	3,445,973	3,445,973
1,254,533	-	(447,565)	(447,565)
2,118,556	-	(1,008,870)	(1,008,870)
-	-	1,779,429	1,779,429
-	-	57,779	57,779
-	-	(2,614,141)	(2,614,141)
-	-	(380,512)	(380,512)
-	-	120,882	120,882
<u>4,232,060</u>	<u>-</u>	<u>21,717,178</u>	<u>21,717,178</u>
<u>\$ 11,314,585</u>	<u>(60,459,557)</u>	<u>21,717,178</u>	<u>(38,742,379)</u>
	7,099,442	-	7,099,442
	42,514,771	-	42,514,771
	2,717,154	-	2,717,154
	602,577	-	602,577
	1,082,395	-	1,082,395
	8,188,842	-	8,188,842
	2,006,968	-	2,006,968
	1,692,935	3,231,938	4,924,873
	1,904,434	2,826,603	4,731,037
	9,847,163	(9,847,163)	-
	<u>77,656,681</u>	<u>(3,788,622)</u>	<u>73,868,059</u>
	17,197,124	17,928,556	35,125,680
	416,401,806	419,076,186	835,477,992
<u>\$</u>	<u>\$ 433,598,930</u>	<u>\$ 437,004,742</u>	<u>\$ 870,603,672</u>

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

**CITY OF COLUMBIA, MISSOURI
BALANCE SHEET
GOVERNMENTAL FUNDS
SEPTEMBER 30, 2012**

	<u>Major Funds</u>		<u>Non-Major Funds</u>	<u>Total Governmental Funds</u>
	<u>General</u>	<u>Capital Projects</u>		
ASSETS				
Cash and cash equivalents	\$ 27,118,580	\$ 39,421,158	\$ 14,094,995	\$ 80,634,733
Accounts receivable, net	333,970	2,011,627	4,001	2,349,598
Taxes receivable, net	11,190,239	-	4,645,393	15,835,632
Grants receivable	403,396	-	357,214	760,610
Rehabilitation loans receivable, net	-	-	6,708,553	6,708,553
Accrued interest	51,901	74,755	221,745	348,401
Due from other funds	1,325,719	-	-	1,325,719
Prepaid items	48,595	-	3,709	52,304
Inventory	364,307	-	-	364,307
Advances to other funds	-	-	2,560,778	2,560,778
Other assets - current	-	-	265,704	265,704
Restricted assets:				
Cash and cash equivalents	-	-	11,381,650	11,381,650
Grants receivable	-	1,409,606	-	1,409,606
Total assets	<u>\$ 40,836,707</u>	<u>\$ 42,917,146</u>	<u>\$ 40,243,742</u>	<u>\$ 123,997,595</u>
LIABILITIES				
Accounts payable	\$ 800,490	\$ 2,064,473	\$ 105,224	\$ 2,970,187
Accrued payroll and payroll taxes	2,290,406	14,935	34,961	2,340,302
Due to other funds	-	-	565	565
Advances from other funds	-	342,334	-	342,334
Deferred revenue	7,122,379	1,240,756	28,227	8,391,362
Other liabilities	801,671	-	22,978	824,649
Total liabilities	<u>11,014,946</u>	<u>3,662,498</u>	<u>191,955</u>	<u>14,869,399</u>
FUND BALANCES				
Nonspendable	412,902	-	1,503,709	1,916,611
Restricted	-	-	28,320,670	28,320,670
Committed	911,186	961,439	9,989,676	11,862,301
Assigned	2,541,869	38,293,209	237,732	41,072,810
Unassigned	25,955,804	-	-	25,955,804
Total fund balances	<u>29,821,761</u>	<u>39,254,648</u>	<u>40,051,787</u>	<u>109,128,196</u>
Total liabilities and fund balances	<u>\$ 40,836,707</u>	<u>\$ 42,917,146</u>	<u>\$ 40,243,742</u>	<u>\$ 123,997,595</u>

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, 2012

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

Total fund balance - total governmental funds		\$ 109,128,196
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	\$ 451,535,899	
Less accumulated depreciation	<u>(88,200,700)</u>	363,335,199
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 52)		
		12,160,269
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	\$ (2,955,689)	
Special Obligation Bonds, including unamortized bond premium and deferred loss on refunding	(36,580,582)	
Lemone Trust Note	(10,225,183)	
MTFC Loan	(2,056,161)	
Net pension obligation	(183,863)	
Capital lease payable	(154,991)	
Accrued interest payable	<u>(255,486)</u>	(52,411,955)
Unamortized issue costs for special obligation debt issues are not financial resources and are not reported in the funds		
		267,144
The OPEB asset reported in governmental activities is not a financial resource and therefore is not reported in the funds		
		204
Some of the City's revenue 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.		
		1,581,753
Internal service fund allocated to business type activities		
		(461,880)
Net Assets of Governmental Activities		<u><u>\$ 433,598,930</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, 2012

	<u>Major Funds</u>		<u>Non-Major Funds</u>	<u>Total Governmental Funds</u>
	<u>General</u>	<u>Capital Projects</u>		
REVENUES				
General property taxes	\$ 7,097,767	\$ -	\$ 1,675	\$ 7,099,442
Sales tax	20,840,696	-	21,674,075	42,514,771
Other local taxes	11,931,167	-	2,006,968	13,938,135
Licenses and permits	882,974	-	841	883,815
Fines	2,184,075	-	-	2,184,075
Fees and service charges	1,973,292	-	1,350,027	3,323,319
Intragovernmental revenue	4,130,138	-	-	4,130,138
Revenue from other governmental units	4,503,591	3,801,610	2,900,616	11,205,817
Lease revenue	-	-	1,740,808	1,740,808
Investment revenue	417,452	730,210	404,573	1,552,235
Miscellaneous	1,412,146	367,402	124,886	1,904,434
Total Revenues	<u>55,373,298</u>	<u>4,899,222</u>	<u>30,204,469</u>	<u>90,476,989</u>
EXPENDITURES				
Current:				
Policy development and administration	7,443,163	-	2,236,024	9,679,187
Public safety	37,426,056	-	-	37,426,056
Transportation	7,280,684	-	-	7,280,684
Health and environment	7,444,661	-	1,304,329	8,748,990
Personal development	6,603,425	-	9,343	6,612,768
Misc. nonprogrammed activities	4,775,185	-	-	4,775,185
Capital outlay	765,509	17,408,987	21,030	18,195,526
Debt service:				
Principal	80,009	-	5,033,945	5,113,954
Interest	498	-	2,391,268	2,391,766
Fiscal agent fees	-	-	661	661
Total Expenditures	<u>71,819,190</u>	<u>17,408,987</u>	<u>10,996,600</u>	<u>100,224,777</u>
Excess (Deficiency) of Revenues over Expenditures	<u>(16,445,892)</u>	<u>(12,509,765)</u>	<u>19,207,869</u>	<u>(9,747,788)</u>
OTHER FINANCING SOURCES (USES)				
Transfers in	21,311,398	10,042,287	6,324,067	37,677,752
Transfers out	(3,197,024)	(334,687)	(22,895,720)	(26,427,431)
MTFC Note proceeds	-	-	2,500,000	2,500,000
Issuance of capital lease	235,000	-	-	235,000
Total Other Financing Sources (Uses)	<u>18,349,374</u>	<u>9,707,600</u>	<u>(14,071,653)</u>	<u>13,985,321</u>
Net Change in Fund Balances	1,903,482	(2,802,165)	5,136,216	4,237,533
FUND BALANCE - BEGINNING	<u>27,918,279</u>	<u>42,056,813</u>	<u>34,915,571</u>	<u>104,890,663</u>
FUND BALANCE - ENDING	<u>\$ 29,821,761</u>	<u>\$ 39,254,648</u>	<u>\$ 40,051,787</u>	<u>\$ 109,128,196</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, 2012**

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

Net change in fund balances - total governmental funds \$ 4,237,533

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. Additionally, contributions of capital assets to the City are recorded as capital contributions on the Statement of Activities. This is the amount by which capital outlays and capital contributions, meeting the capitalization threshold, exceeded depreciation expense in the current year. Details of the reported amounts are as follows:

Capital outlay	18,195,526	
Capital contribution	1,987,479	
Loss on disposal of capital assets	(284,138)	
Net effect of transfer between funds	10,469	
Change in net capital assets internal services fund	113,998	
Depreciation expense	<u>(9,395,476)</u>	
		10,627,858

Revenues in the statement of activities that do not provide current financial resources are not reported as revenues in the funds. 139,752

The repayment of the principal of long-term debt consumes the current financial resources of governmental funds. 5,113,954

Long-term debt proceeds provide current financial resources to governmental funds; however issuing debt increases long-term liabilities in the Statement of Net Assets:

MTFC Loan	(2,500,000)	
Lease Payable	(235,000)	
Amortized deferred loss on refunding	(9,996)	
Amortized issue costs on Bonds Payable	(36,716)	
Amortized premium on Bonds Payable	<u>129,161</u>	
		(2,652,551)

In the Statement of Activities compensated absences is accrued whereas in the Governmental Funds an expenditure is reported when due and matured. (189,897)

In the Statement of Activities interest is accrued whereas in the Governmental Funds an expenditure is reported when due. 7,147

Some expenses reported in the Statement of Activities do not require the use of current financial resources and therefore are not reported as expenditures in governmental funds:

Change in net pension obligation (57,366)

Other post employment benefit asset 204

Change in internal service funds allocated to business-type activities (141,340)

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 52) 111,830

Change in net assets of governmental activities \$ 17,197,124

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, 2012

	Major Enterprise Funds		
	Water and Electric Utility	Sanitary Sewer Utility	Solid Waste Utility
ASSETS			
Current assets:			
Cash and cash equivalents	\$ 52,160,649	\$ 9,835,444	\$ 7,479,808
Investments	-	-	-
Receivables (net of allowance for uncollectibles)	23,794,832	1,836,272	1,867,439
Grants receivable	4,504	-	61,346
Accrued interest	199,794	38,624	19,478
Loans receivable from other funds	142,131	-	-
Inventories	6,947,949	-	96,997
Prepaid items	5,366	-	250
Other assets	-	-	-
Total current assets	<u>83,255,225</u>	<u>11,710,340</u>	<u>9,525,318</u>
Noncurrent assets:			
Restricted assets:			
Bond covenant account cash	61,423,915	12,051,816	1,264,170
Closure and postclosure reserve	-	-	893,669
Customer security and escrow cash	3,085,637	543,850	543,864
Grants receivable	-	8,525,562	-
Total restricted assets	<u>64,509,552</u>	<u>21,121,228</u>	<u>2,701,703</u>
Deferred charges	3,820,765	1,056,602	63,293
Advances to other funds	800,000	-	-
Loans receivable from other funds	2,991,089	-	-
Capital assets:			
Land	5,749,733	4,153,875	1,446,082
Structures and improvements	37,619,481	188,184,427	19,254,989
Improvements other than buildings	-	-	-
Furniture, fixtures and equipment	385,350,595	7,264,386	15,036,698
Construction in progress	10,672,119	64,937,156	156,709
Less accumulated depreciation	(172,373,190)	(55,224,647)	(21,237,812)
Total capital assets (net of accumulated depreciation)	<u>267,018,738</u>	<u>209,315,197</u>	<u>14,656,666</u>
Total noncurrent assets	<u>339,140,144</u>	<u>231,493,027</u>	<u>17,421,662</u>
Total Assets	<u>422,395,369</u>	<u>243,203,367</u>	<u>26,946,980</u>
LIABILITIES			
Current liabilities:			
Accounts payable	5,146,330	379,344	192,701
Accrued payroll and payroll taxes	744,149	194,881	240,126
Accrued compensated absences	624,712	144,860	144,377
Accrued sales taxes	352,615	-	-
Due to other funds	1,325,154	-	-
Loan payable to other funds - current maturities	-	-	-
Obligations under capital leases	-	-	-
Unearned revenue	-	-	18,000
Other liabilities	384,074	1,223	363,217
Construction contracts payable	1,161,202	6,543,602	175,511
Accrued interest	4,245,848	848,561	29,893
Revenue bonds payable - current maturities	5,145,000	3,016,500	-
Special obligation bonds payable - current maturities	900,000	505,000	655,000
Customer security and escrow deposits	3,085,637	543,850	543,864
Total current liabilities	<u>23,114,721</u>	<u>12,177,821</u>	<u>2,362,689</u>
Noncurrent liabilities:			
Accrued compensated absences	312,614	72,490	72,249
Loans payable to other funds	-	-	-
Obligations under capital leases	-	-	-
Revenue bonds payable	140,679,435	83,854,618	-
Special obligation bonds payable	60,210,860	7,583,763	4,892,208
Advances from other funds	-	65,000	846,324
Other long-term liabilities	-	-	609,843
Net pension obligation	134,074	41,498	47,980
Total noncurrent liabilities	<u>201,336,983</u>	<u>91,617,369</u>	<u>6,468,604</u>
Total Liabilities	<u>224,451,704</u>	<u>103,795,190</u>	<u>8,831,293</u>
NET ASSETS			
Invested in capital assets, net of related debt	106,521,745	123,795,777	9,937,068
Restricted for:			
Debt service	9,239,765	910,556	406,667
Capital projects	-	8,525,562	-
Statutory restrictions	1,500,000	852,238	-
Unrestricted	<u>80,682,155</u>	<u>5,324,044</u>	<u>7,771,952</u>
Total Net Assets	<u>\$ 197,943,665</u>	<u>\$ 139,408,177</u>	<u>\$ 18,115,687</u>

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

Non-Major Enterprise Funds	Total Enterprise Funds	Internal Service Funds
\$ 15,549,994	\$ 85,025,895	\$ 12,758,861
-	-	4,860,780
554,898	28,053,441	626,421
28,691	94,541	26,202
67,935	325,831	21,985
-	142,131	-
192,145	7,237,091	798,266
10,325	15,941	42,590
738	738	-
<u>16,404,726</u>	<u>120,895,609</u>	<u>19,135,105</u>
9,652,089	84,391,990	-
-	893,669	-
-	4,173,351	-
1,221,855	9,747,417	-
<u>10,873,944</u>	<u>99,206,427</u>	<u>-</u>
532,059	5,472,719	-
-	800,000	-
-	2,991,089	-
4,852,991	16,202,681	-
106,379,735	351,438,632	-
17,246,815	-	734,092
5,271,500	424,898,494	6,840,332
(45,467,962)	81,037,484	1,773
88,283,079	(294,303,611)	(5,848,852)
99,689,082	579,273,680	1,727,345
116,093,808	687,743,915	1,727,345
281,073	5,999,448	684,571
365,686	1,544,842	311,316
239,018	1,152,967	199,929
-	352,615	-
-	1,325,154	-
142,131	142,131	-
22,651	22,651	26,741
719,099	737,099	-
35,448	783,962	2,528,686
2,203,710	10,084,025	-
104,731	5,229,033	662
-	8,161,500	-
985,000	3,045,000	-
-	4,173,351	-
<u>5,098,547</u>	<u>42,753,778</u>	<u>3,751,905</u>
119,608	576,961	100,043
2,991,089	2,991,089	-
197,639	197,639	27,715
-	224,534,053	-
24,758,591	97,445,422	-
2,107,120	3,018,444	-
-	609,843	2,729,576
54,202	277,754	57,276
<u>30,228,249</u>	<u>329,651,205</u>	<u>2,914,610</u>
35,326,796	372,404,983	6,666,515
71,462,680	311,717,270	1,672,889
624,166	11,181,154	-
1,219,498	9,745,060	-
-	2,352,238	-
<u>7,460,668</u>	<u>101,238,819</u>	<u>12,523,046</u>
<u>\$ 80,767,012</u>	<u>436,234,541</u>	<u>\$ 14,195,935</u>
	770,201	
	<u>\$ 437,004,742</u>	Net assets of business-type activities

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.

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

CITY OF COLUMBIA, MISSOURI
STATEMENT OF REVENUES, EXPENSES, AND CHANGES IN FUND NET ASSETS
PROPRIETARY FUNDS
FOR THE YEAR ENDED SEPTEMBER 30, 2012

	Major Enterprise Funds		
	Water and Electric Utility	Sanitary Sewer Utility	Solid Waste Utility
OPERATING REVENUES			
Charges for services	\$ 143,300,497	\$ 17,173,614	\$ 16,788,811
OPERATING EXPENSES			
Personal services	16,900,564	4,269,354	5,279,743
Materials, supplies, and power	65,334,383	718,133	3,972,604
Travel and training	192,922	15,694	10,694
Intragovernmental	4,188,348	1,456,517	1,964,554
Utilities, services, and miscellaneous	13,422,215	2,686,257	2,100,531
Depreciation	13,942,019	3,233,811	1,564,768
Total Operating Expenses	<u>113,980,451</u>	<u>12,379,766</u>	<u>14,892,894</u>
Operating Income (Loss)	<u>29,320,046</u>	<u>4,793,848</u>	<u>1,895,917</u>
NONOPERATING REVENUES (EXPENSES)			
Investment revenue	1,809,660	800,366	126,452
Revenue from other governmental units	219,339	-	139,645
Miscellaneous revenue	1,965,260	435,804	53,905
Interest expense	(8,776,992)	(1,723,130)	(255,572)
Loss on disposal of capital assets	(26,649)	(232,392)	(19,935)
Miscellaneous expense	(210,018)	(135,173)	(9,331)
Total Nonoperating Revenues (Expenses)	<u>(5,019,400)</u>	<u>(854,525)</u>	<u>35,164</u>
Income (Loss) Before Contributions and Transfers	24,300,646	3,939,323	1,931,081
Capital contributions	141,672	717,299	-
Transfers in	-	100,000	-
Transfers out	<u>(16,432,553)</u>	<u>(116,555)</u>	<u>(11,101)</u>
Total Net Transfers and Capital Contributions	(16,290,881)	700,744	(11,101)
Change in Net Assets	8,009,765	4,640,067	1,919,980
TOTAL NET ASSETS - BEGINNING	<u>189,933,900</u>	<u>134,768,110</u>	<u>16,195,707</u>
TOTAL NET ASSETS - ENDING	<u>\$ 197,943,665</u>	<u>\$ 139,408,177</u>	<u>\$ 18,115,687</u>

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

Non-Major Enterprise Funds	Total Enterprise Funds	Internal Service Funds
\$ 11,627,118	\$ 188,890,040	\$ 35,257,133
8,240,036	34,689,697	7,036,655
2,998,587	73,023,707	6,981,020
32,420	251,730	27,113
2,187,210	9,796,629	603,209
2,633,282	20,842,285	20,849,559
3,816,369	22,556,967	288,457
<u>19,907,904</u>	<u>161,161,015</u>	<u>35,786,013</u>
<u>(8,280,786)</u>	<u>27,729,025</u>	<u>(528,880)</u>
488,654	3,225,132	147,506
1,804,529	2,163,513	62,847
371,634	2,826,603	1,969,704
(1,016,830)	(11,772,524)	(906)
(54,004)	(332,980)	(2,974)
(100,239)	(454,761)	-
<u>1,493,744</u>	<u>(4,345,017)</u>	<u>2,176,177</u>
(6,787,042)	23,384,008	1,647,297
3,373,089	4,232,060	-
7,483,797	7,583,797	50,000
<u>(464,457)</u>	<u>(17,024,666)</u>	<u>(1,859,452)</u>
10,392,429	(5,208,809)	(1,809,452)
3,605,387	18,175,199	(162,155)
<u>77,161,625</u>		<u>14,358,090</u>
<u>\$ 80,767,012</u>		<u>\$ 14,195,935</u>

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.

(246,643)

\$ 17,928,556

Change in net assets of business-type activities

**CITY OF COLUMBIA, MISSOURI
STATEMENT OF CASH FLOWS
PROPRIETARY FUNDS
FOR THE YEAR ENDED SEPTEMBER 30, 2012**

	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)	\$ 140,831,264	\$ 16,998,386	\$ 16,808,345
Cash received from other sources	1,965,260	435,804	53,905
Cash payments to suppliers	(77,993,894)	(3,203,547)	(6,243,025)
Cash payments to employees	(16,765,033)	(4,212,155)	(5,216,621)
Cash payments to other funds	(4,188,348)	(1,456,517)	(1,964,554)
Cash received (payments) for other expenses	(12,671)	-	(250)
Net cash provided (used) for operating activities	<u>43,836,578</u>	<u>8,561,971</u>	<u>3,437,800</u>
CASH FLOWS FROM NONCAPITAL FINANCING ACTIVITIES			
Transfers in	-	100,000	-
Transfers out	(16,432,553)	(116,555)	(11,101)
Proceeds (payments) of advances from other funds	-	(95,000)	(90,823)
Revenue from other governmental units	216,001	-	130,501
Net cash provided (used) for noncapital financing activities	<u>(16,216,552)</u>	<u>(111,555)</u>	<u>28,577</u>
CASH FLOWS FROM CAPITAL AND RELATED FINANCING ACTIVITIES			
Proceeds from bonds and loans	26,669,171	30,912,263	2,670,672
Debt service - interest payments	(8,682,144)	(2,060,820)	(275,473)
Debt service - principal	(32,264,281)	(1,989,078)	(3,251,251)
Acquisition and construction of capital assets	(11,131,070)	(21,229,747)	(1,021,720)
Payment of construction contracts	(924,842)	(8,610,410)	(1,118,317)
Fiscal agent fees payments	(107,101)	(324,680)	4,535
Capital contributions, cash	-	266,714	272,946
Net cash provided (used) for capital and related financing activities	<u>(26,440,267)</u>	<u>(3,035,758)</u>	<u>(2,718,608)</u>
CASH FLOWS FROM INVESTING ACTIVITIES			
Interest received	1,787,215	788,437	123,860
Purchase of investments	-	-	-
Net cash provided (used) for investing activities	<u>1,787,215</u>	<u>788,437</u>	<u>123,860</u>
Net increase (decrease) in cash and cash equivalents	2,966,974	6,203,095	871,629
CASH AND CASH EQUIVALENTS AT BEGINNING OF PERIOD	<u>113,703,227</u>	<u>16,228,015</u>	<u>9,309,882</u>
CASH AND CASH EQUIVALENTS AT END OF PERIOD	<u>\$ 116,670,201</u>	<u>\$ 22,431,110</u>	<u>\$ 10,181,511</u>
Displayed as:			
Cash and cash equivalents	\$ 52,160,649	\$ 9,835,444	\$ 7,479,808
Restricted assets	64,509,552	12,595,666	2,701,703
	<u>\$ 116,670,201</u>	<u>\$ 22,431,110</u>	<u>\$ 10,181,511</u>
RECONCILIATION OF OPERATING INCOME (LOSS) TO NET CASH PROVIDED (USED) FOR OPERATING ACTIVITIES			
Operating income (loss)	\$ 29,320,046	\$ 4,793,848	\$ 1,895,917
Adjustments to reconcile operating income (loss) to net cash provided (used) for operating activities			
Depreciation	13,942,019	3,233,811	1,564,768
Changes in assets and liabilities:			
(Increase)/decrease in receivable	(1,845,746)	(199,522)	(1,237)
(Increase)/decrease in loans receivable from other funds	139,404	-	-
(Increase)/decrease in inventory	20,788	-	38,518
(Increase)/decrease in prepaid items	5,804	-	-
(Increase)/decrease in other assets	-	-	(250)
Increase/(decrease) in accounts payable	800,947	216,537	(169,047)
Increase/(decrease) in accrued payroll and payroll taxes	92,750	43,519	46,928
Increase/(decrease) in accrued sales tax	(12,671)	-	-
Increase/(decrease) in due to other funds	(715,493)	-	-
Increase/(decrease) in loans payable to other funds	-	-	-
Increase/(decrease) in other liabilities	80,689	24,294	(7,896)
Increase (decrease) in claims payable - workers' compensation and general liability and health insurance	-	-	-
Increase (decrease) in net pension obligation	42,781	13,680	16,194
Other non-operating revenue	1,965,260	435,804	53,905
Net cash provided (used) for operating activities	<u>\$ 43,836,578</u>	<u>\$ 8,561,971</u>	<u>\$ 3,437,800</u>
NONCASH INVESTING AND CAPITAL AND RELATED FINANCING ACTIVITIES			
Contributed water and sewer lines	\$ 141,672	\$ 450,585	\$ -
Change in fair value of investments and cash equivalents	(1,283,013)	(233,571)	(123,805)
Capital lease obligations	-	-	-
Construction contracts payable	1,161,202	6,543,602	175,511
Total noncash capital and related financing activities	<u>\$ 19,861</u>	<u>\$ 6,760,616</u>	<u>\$ 51,706</u>

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

	Non-major Enterprise Funds	Total Enterprise Funds	Internal Service Funds
\$	11,507,009	\$ 186,145,004	\$ 35,008,864
	371,634	2,826,603	1,969,704
	(5,094,362)	(92,534,828)	(27,612,721)
	(8,176,010)	(34,369,819)	(7,002,828)
	(2,187,210)	(9,796,629)	(603,209)
	-	(12,921)	-
	<u>(3,578,939)</u>	<u>52,257,410</u>	<u>1,759,810</u>
	7,483,797	7,583,797	50,000
	(464,457)	(17,024,666)	(1,859,452)
	1,209,003	1,023,180	-
	1,833,239	2,179,741	59,073
	<u>10,061,582</u>	<u>(6,237,948)</u>	<u>(1,750,379)</u>
	8,976,596	69,228,702	-
	(998,536)	(12,016,973)	(244)
	(579,409)	(38,084,019)	(28,480)
	(6,396,473)	(39,779,010)	(322,493)
	(1,595,232)	(12,248,801)	-
	(338,966)	(766,212)	-
	3,469,549	4,009,209	-
	<u>2,537,529</u>	<u>(29,657,104)</u>	<u>(351,217)</u>
	469,053	3,168,565	146,685
	-	-	(598)
	<u>469,053</u>	<u>3,168,565</u>	<u>146,087</u>
	9,489,225	19,530,923	(195,699)
	<u>15,712,858</u>	<u>154,953,982</u>	<u>12,954,560</u>
\$	<u>25,202,083</u>	\$ <u>174,484,905</u>	\$ <u>12,758,861</u>
\$	15,549,994	\$ 85,025,895	\$ 12,758,861
	9,652,089	89,459,010	-
\$	<u>25,202,083</u>	\$ <u>174,484,905</u>	\$ <u>12,758,861</u>
\$	(8,280,786)	\$ 27,729,025	\$ (528,880)
	3,816,369	22,556,967	288,457
	(122,836)	(2,169,341)	32,506
	-	139,404	-
	(22,246)	37,060	(5,940)
	(704)	5,100	23,691
	-	(250)	-
	13,962	862,399	51,769
	47,229	230,426	15,565
	-	(12,671)	-
	-	(715,493)	-
	2,727	2,727	-
	578,915	676,002	19,134
	-	-	(124,458)
	16,797	89,452	18,262
	371,634	2,826,603	1,969,704
\$	<u>(3,578,939)</u>	\$ <u>52,257,410</u>	\$ <u>1,759,810</u>
\$	-	\$ 592,257	\$ -
	(288,935)	(1,929,324)	(138,776)
	-	-	82,936
	2,203,710	10,084,025	-
\$	<u>1,914,775</u>	\$ <u>8,746,958</u>	\$ <u>(55,840)</u>

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, 2012**

	Pension and OPEB Trust Funds	Private Purpose Trust Funds	Agency Funds
ASSETS			
Cash and cash equivalents	\$ 1,662,321	\$ 218,733	\$ 4,590,357
Taxes receivable, net	-	-	3,730,011
Accrued interest	134,921	415	8,964
Other assets	-	461,605	-
Investments, at fair value:			
Corporate bonds	7,428,579	-	-
Common stock and mutual funds	53,291,876	-	-
U.S. Government and agency securities	16,913,990	-	-
Money market	7,696,973	-	-
OPEB investments-money market funds	2,053,605	-	-
Asset-backed securities	9,694,251	-	-
Capital assets	11,687	-	-
Accumulated depreciation	(11,687)	-	-
	98,876,516	680,753	8,329,332
LIABILITIES			
Accounts payable	-	16,110	390,780
Loan payable	-	572,097	-
Due to other entities	-	-	3,722,903
Other liabilities	2,415,977	80	4,215,649
	2,415,977	588,287	8,329,332
NET ASSETS			
Net assets held in trust	96,460,539	92,466	
	\$ 96,460,539	\$ 92,466	

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
PENSION AND OTHER POSTEMPLOYMENT BENEFITS FUNDS
FOR THE YEAR ENDED SEPTEMBER 30, 2012

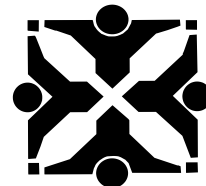
	Pension and OPEB Trust Funds	Private Purpose Trust Funds
ADDITIONS		
Contributions:		
Chamber	\$ -	\$ 195,575
City	7,840,296	30,000
County	-	35,000
University	-	15,000
Employee	1,510,537	-
Net investment revenue:		
Net appreciation in fair value of investments	3,993,060	-
Interest and dividends	7,928,828	6,108
Miscellaneous	-	212,067
	21,272,721	493,750
DEDUCTIONS		
Health and environment:		
Services and miscellaneous	-	143,780
Policy development and administration:		
Materials and supplies	-	175,650
Travel and training	836	69,832
Intragovernmental	56,568	-
Utilities, services, and miscellaneous	924,803	242,414
Debt Service:		
Interest expense	-	22,964
Pension benefits	8,879,487	-
Refund of employees' contributions	86,933	-
	9,948,627	654,640
Change in net assets	11,324,094	(160,890)
NET ASSETS - BEGINNING	85,136,445	253,356
NET ASSETS - ENDING	\$ 96,460,539	\$ 92,466

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, 2012

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Notes to the Basic Financial Statements September 30, 2012

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CITY OF COLUMBIA, MISSOURI

Notes to the Basic Financial Statements September 30, 2012

I. SUMMARY OF SIGNIFICANT ACCOUNTING POLICIES

The following is a summary of significant accounting policies employed in the preparation of the accompanying basic 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, 2012

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. Agency funds adhere to the accrual basis of accounting and do not have a measurement focus. 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 pension and other post employment benefits 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 City 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 *capital projects fund* is used to account for and report financial resources that are restricted, committed, or assigned to expenditure for capital outlays, including the acquisition or construction of capital facilities and other

CITY OF COLUMBIA, MISSOURI

Notes to the Basic Financial Statements September 30, 2012

capital assets. Capital project funds exclude those types of capital related outflows financed by proprietary funds or for assets that will be held in trust for individuals, private organizations, or other governments.

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 Solid Waste Utility Fund is presented as a Major Fund for public interest purposes.

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, geographic information systems (GIS) 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 and other post employment benefits trust funds* are used to account for the accumulation of resources for pension benefit payments to qualified police and firefighter personnel and to account for the accumulation of resources for post employment benefits to qualified plan participants.

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.

Special revenue funds are used to account for specific revenues that are legally restricted to expenditure for particular purposes.

Agency funds account for resources held by the City in a trustee capacity.

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.

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.

The City applies all applicable guidance of the Financial Accounting Standards Board (FASB) in accounting and reporting for proprietary activities issued on or before November 30, 1989, unless the guidance conflicts with applicable Governmental Accounting Standards Board (GASB) guidance as prescribed by GASB Statement No. 20. The City also has the option of electing to apply FASB pronouncements issued after November 30, 1989. The City has elected not to apply those pronouncements.

CITY OF COLUMBIA, MISSOURI

Notes to the Basic Financial Statements September 30, 2012

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.

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 S02 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 City's policy to use restricted resources first, and then unrestricted resources as they are needed.

D. Assets, Liabilities, and Net Assets or Fund Balance

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, 2012 no funds had been reclassified due to a fund overdraft.

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 types of investments. 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 cash and investments 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 relating to deposits and investments were met during the year ended September 30, 2012.

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, and Solid Waste Funds and non major Enterprise fund-Storm Water Utility Fund, determined by prorating actual subsequent billings.

CITY OF COLUMBIA, MISSOURI

Notes to the Basic Financial Statements September 30, 2012

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 and in the proprietary fund 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 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

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.

CITY OF COLUMBIA, MISSOURI

Notes to the Basic Financial Statements September 30, 2012

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). 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 2012 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, 2012.

10. Fund Balance

In the fund financial statements, fund balance is divided into five classifications based primarily on the extent to which the City is bound to observe constraints imposed upon the use of the resources in the City governmental funds which include the General Fund, the Capital Projects Fund and Non Major funds (for example: Special Revenue and Debt Service Funds.) Amounts that are restricted to specific purposes either by a) constraints placed on the use of resources by creditors, grantors, contributors, or laws or regulations of other governments or b) imposed by law through constitutional provisions or enabling legislation are classified as restricted fund balances. Amounts that can only be used for specific purposes pursuant to constraints imposed by the City Council through an ordinance or resolution are classified as committed fund balances. Commitments may be established, modified, or rescinded only through ordinances or resolutions approved by the City Council. Amounts that are constrained by the City's intent to be used for specific purposes but are neither restricted nor committed are classified as assigned fund balances. Assignments are made by City management based on Council direction. Non-spendable fund balances include amounts that cannot be spent because they are either (a) not in spendable form (inventory and prepaid items) or (b) legally or contractually required to be maintained intact. Unassigned fund balance is the residual classification for the government's general fund and includes all spendable amounts not contained in the other classifications. The general fund will be the only fund that reports a positive unassigned fund balance amount. In the other governmental funds, if expenditures exceed the amounts restricted, committed or assigned to those purposes, it may be necessary to report a negative unassigned fund balance.

When an expenditure is incurred in governmental funds which may be paid using either restricted or unrestricted resources, the City's policy is to pay the expenditure from the restricted fund balance and then from less-restrictive classifications – committed, assigned and then unassigned fund balances.

CITY OF COLUMBIA, MISSOURI

Notes to the Basic Financial Statements September 30, 2012

Below are the fund balance classifications for the governmental funds at September 30, 2012:

	General Fund	Capital Projects	Non Major Governmental	Total Governmental
Fund Balances				
Nonspendable:				
Prepaid items	\$ 48,595	\$ -	\$ 3,709	\$ 52,304
Designated Loan Fund	-	-	1,500,000	1,500,000
Inventory	364,307	-	-	364,307
	412,902	-	1,503,709	1,916,611
Restricted:				
Tiger Hotel TIF	-	-	7,723	7,723
HUD Grant	-	-	7,439,451	7,439,451
ARRA grant for sustainability efforts	-	-	212,314	212,314
Debt Service	-	-	8,056,518	8,056,518
Special Business District	-	-	2,494	2,494
Capital Projects	-	-	2,465,089	2,465,089
Transportation	-	-	3,818,905	3,818,905
Convention & Tourism	-	-	2,254,511	2,254,511
Parks & Recreation	-	-	1,299,182	1,299,182
Development charge	-	-	2,340,242	2,340,242
Donations for Contribution Fund	-	-	424,241	424,241
	-	-	28,320,670	28,320,670
Committed:				
Policy Development and Administration	297,581	-	-	297,581
Public Safety	51,937	-	-	51,937
Health and Environment	186,235	-	-	186,235
Personal Development	375,433	-	-	375,433
Debt Service	-	-	2,009,342	2,009,342
Designated Loan Fund	-	-	7,097,129	7,097,129
Capital Projects	-	961,439	-	961,439
Public Improvements	-	-	883,205	883,205
	911,186	961,439	9,989,676	11,862,301
Assigned				
Policy Development and Administration	35,040	-	-	35,040
Public Safety	222,356	-	-	222,356
Transportation	413,748	-	-	413,748
Health and Environment	29,662	-	-	29,662
Personal Development	149,339	-	-	149,339
Appropriated Fund Balance	1,691,724	-	-	1,691,724
Capital Projects	-	38,293,209	-	38,293,209
Other-Contributions Fund	-	-	237,732	237,732
	2,541,869	38,293,209	237,732	41,072,810
Unassigned	25,955,804	-	-	25,955,804
Total Fund Balance	\$ 29,821,761	\$ 39,254,648	\$ 40,051,787	\$ 109,128,196

CITY OF COLUMBIA, MISSOURI

Notes to the Basic Financial Statements September 30, 2012

11. Minimum Fund Balance Policy

The City shall maintain a minimum unassigned fund balance equal to twenty percent (20%) of the General Fund budgeted expenditures for any given year. The reserves shall be used when approved by formal City Council action or under the following circumstances:

1. Large one-time cost but use of reserves would provide a long-term cost savings.
2. To mitigate service impacts during a significant economic downturn in the economy or a significant and unexpected loss of revenue.
3. Catastrophic event or natural disaster that threatens the safety of persons and property within the City.
4. City sustains unexpected liabilities created by Federal, State or other mandates out of its control.

If in any fiscal year the General Fund reserve balance is required to be used or is not achieved, the City Manager and Finance Director shall present to the City Council a strategy to meet the fund balance within two (2) fiscal years.

All other funds of the City shall maintain a minimum fund balance of ten percent (10%) of the fund's budgeted expenditures but shall work to achieve a twenty percent (20%) or greater fund balance reserve given the fund's specific operational needs.

12. 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. Net assets invested in capital assets, net of related debt excludes unspent bond and loan proceeds. As of September 30, 2012, the City had unspent bond proceeds of \$46,438,302 in the Water and Electric Utility, \$9,440,461 in the Sanitary Sewer Utility, \$827,610 in the Solid Waste Utility, and \$8,923,192 in the Parking Fund.

Restricted – This consists of net assets that are legally restricted by outside parties or by law through constitutional provisions or enabling legislation. Governmental activities Net Assets Restricted for Statutory Restrictions is \$20,267,861 which is for restricted tax revenues. Business-type activities Net Assets Restricted for Statutory Restrictions is \$2,352,238 which is for debt service.

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

13. Future Accounting Pronouncements

This report does not incorporate GASB Statement No. 60, *Accounting and Financial Reporting for Service Concession Arrangements*, GASB Statement No. 61, *The Financial Reporting Entity: Omnibus-an amendment of GASB Statements No. 14 and No. 34*, GASB Statement No. 62, *Codification of Accounting and Financial Reporting Guidance Contained in Pre-November 30, 1989 FASB and AICPA Pronouncements*, GASB Statement No. 63, *Financial Reporting of Deferred Outflows of Resources, Deferred Inflows of Resources, and Net Position*, GASB

CITY OF COLUMBIA, MISSOURI

Notes to the Basic Financial Statements September 30, 2012

Statement No. 65, *Items Previously Reported as Assets and Liabilities* GASB Statement No. 66, *Technical Corrections—2012—an Amendment of GASB Statements No. 10 and No. 62*, GASB Statement No. 67, *Financial Reporting for Pension Plans – an amendment of GASB Statement No. 25*, and GASB Statement No. 68 *Accounting and Financial Reporting for Pensions – an amendment of GASB Statement No. 27*. The City will adopt and implement these statements at the required times.

14. 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. In fiscal year 2012, the City capitalized \$721,286 of interest in the business-type activities.

15. 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.

16. 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 a method which approximates the effective interest 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 a method which approximates the effective interest method.

17. Adoption of New Accounting Pronouncements

Effective October 1, 2011, the City adopted GASB Statement No. 57, *OPEB Measurements by Agent Employers and Agent Multi-Employer Plans*. The objective of this Statement is to address issues related to the use of the alternative measurement method and the frequency and timing of measurements by employers that participate in agent multiple-employer other postemployment benefit (OPEB) plans (that is, agent employers). This statement had no impact on the City's financial statements.

Effective October 1, 2011, the City adopted GASB Statement No. 64, *Derivative Instruments: Application of Hedge Accounting Termination Provisions*. The objective of this Statement is to clarify whether an effective hedging relationship continues after the replacement of a swap counterparty or a swap counterparty's credit support provider. This statement had no impact on the City's financial statements.

18. Miscellaneous Revenue

Miscellaneous revenue includes sources such as auction revenue, photocopies, Housing Authority PILOT and other immaterial revenues.

CITY OF COLUMBIA, MISSOURI

Notes to the Basic Financial Statements September 30, 2012

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, GIS 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	\$12,416,511
Accounts receivable	546,518
Grants receivable	26,202
Accrued interest	21,302
Inventory	798,266
Prepaid items	42,590
Investments	4,860,780
Accounts payable	(623,679)
Accrued payroll, payroll taxes and compensated absences	(614,841)
Interest payable	(662)
Capital lease obligation	(54,456)
Other liabilities – current	(98,277)
Claims payable – worker’s compensation and general liability	(4,259,972)
Claims payable – health insurance	<u>(900,013)</u>
Net adjustment to increase fund balance-	
total governmental funds to arrive at net	
assets-governmental activities	<u>\$12,160,269</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, GIS 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	(\$162,155)
Change in Net Assets of Internal Service Funds	
Reported with Business-Type Activities	387,983
Change in Capital Assets – all Internal Service Funds	<u>(113,998)</u>
Net adjustment to increase net changes in fund	
balances-total governmental funds to arrive at	
changes in net assets of governmental activities	<u>\$111,830</u>

CITY OF COLUMBIA, MISSOURI

Notes to the Basic Financial Statements September 30, 2012

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).

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 pension and other post-employment benefit 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, 2012, the bank balances in the City's checking accounts were \$4,002,164.

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." Authorized investment securities include those listed above as well as common stock, preferred stock, real estate mortgages, corporate debt securities including bonds and prime commercial paper, prime banker's acceptances and taxable municipal debt instruments.

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, 2012

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, 2012, 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
Guaranteed U.S. Agencies	\$ 14,757,477	\$ -	\$ -	\$ -	\$ 14,757,477
U.S. Agencies	166,481,636	2,465,132	7,381,337	16,961,849	139,673,318
U.S. Treasuries	8,277,818	2,358,891	1,648,801	4,097,621	172,505
Corporate Bonds	8,091,837	-	3,925,104	2,214,724	1,952,009
Money Market Accounts*	120,756,622	120,756,622	-	-	-
Mutual Funds*	10,111,921	10,111,921	-	-	-
Common Stock*	45,233,560	45,233,560	-	-	-
Guar. Invest. Contracts*	338,528	338,528	-	-	-
Total	\$ 374,049,399	\$ 181,264,654	\$ 12,955,242	\$ 23,274,194	\$ 156,555,309

* Investment types are not subject to interest rate risk and have therefore been included in the less than 1 category.

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, 21.12% are issues of the Federal Home Loan Mortgage Corporation (FreddieMac) and 19.23% are issues of the Federal National Mortgage Association (FannieMae).

CITY OF COLUMBIA, MISSOURI

Notes to the Basic Financial Statements September 30, 2012

The following table lists the credit ratings per Fitch, Moody's and/or Standard and Poor's of the City's investments as of September 30, 2012:

Investment Type	Fair Value	Quality Ratings			
		AAA	Aaa	AA+	AA
Guaranteed U.S. Agencies*	\$ 14,757,477	\$	\$	\$	\$
U.S. Treasuries*	8,277,818				
U.S. Agencies	166,481,636	11,086,458	6,437,205	6,034,843	148,251
Corporate Bonds	8,091,837				1,309,243
Money Market Accounts**	120,756,622				
Mutual Funds**	10,111,921				
Common Stock**	45,233,560				
Guaranteed Invest. Cont.**	338,528				
Total	\$ 374,049,399	\$ 11,086,458	\$ 6,437,205	\$ 6,034,843	\$ 1,457,494

continued below

Investment Type	Quality Ratings				
	A1	A2	A3	A	A-
Guaranteed U.S. Agencies*	\$	\$	\$	\$	\$
U.S. Treasuries*					
U.S. Agencies				456,867	
Corporate Bonds	162,415	195,057	462,788	2,790,491	249,400
Money Market Accounts**					
Mutual Funds**					
Common Stock**					
Guaranteed Invest. Cont.**					
Total	\$ 162,415	\$ 195,057	\$ 462,788	\$ 3,247,358	\$ 249,400

continued next page

CITY OF COLUMBIA, MISSOURI

Notes to the Basic Financial Statements September 30, 2012

Quality Ratings

Investment Type	<u>AA-</u>	<u>BBB+</u>	<u>BBB</u>	<u>BBB-</u>
Guaranteed U.S. Agencies*	\$	\$	\$	\$
U.S. Treasuries*				
U.S. Agencies	2,338,620		321,697	292,695
Corporate Bonds		1,233,074	953,573	72,538
Money Market Accounts**				
Mutual Funds**				
Common Stock**				
Guaranteed Invest. Cont.**				
Total	\$ <u>2,338,620</u>	\$ <u>1,233,074</u>	\$ <u>1,275,270</u>	\$ <u>365,233</u>

continued below

Quality Ratings

Investment Type	<u>CC</u>	<u>D</u>	<u>Unrated</u>
Guaranteed U.S. Agencies*	\$	\$	\$
U.S. Treasuries*			
U.S. Agencies		185,613	139,179,388
Corporate Bonds	663,258		
Money Market Accounts**			120,756,622
Mutual Funds**			10,111,921
Common Stock**			45,233,560
Guaranteed Invest. Cont.**			338,528
Total	\$ <u>663,258</u>	\$ <u>185,613</u>	\$ <u>315,620,019</u>

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

** Investment types are not subject to credit risk and therefore do not require a rating to be disclosed.

CITY OF COLUMBIA, MISSOURI

Notes to the Basic Financial Statements September 30, 2012

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

	Balance September 30, 2012
Fair value of investments	\$ 368,615,825
Investments with fiscal agents	5,433,574
Cash with fiscal agents	11,742,804
Cash on hand	28,889
Imprest accounts	1,850,522
Total	\$ 387,671,614

	Government- Wide Statement of Net Assets	Fiduciary Funds Statement of Net Assets	Total
Cash and cash equivalents	\$ 178,419,489	\$ 6,471,411	\$ 184,890,900
Investments	4,860,780	97,079,274	101,940,054
Restricted assets:			
Cash and cash equivalents	11,381,650	—	11,381,650
Bond covenant account cash	84,391,990	—	84,391,990
Closure and postclosure reserve	893,669	—	893,669
Customer security and escrow deposits	4,173,351	—	4,173,351
Total	\$ 284,120,929	\$ 103,550,685	\$ 387,671,614

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, 2012

V. RECEIVABLES AND PAYABLES

Balances at September 30, 2012 were as follows:

	Accounts Receivable	Accrued Interest	Grants Receivable/ Rehabilitation Loan	Taxes	Total Receivables	Allowance for Doubtful Accounts	Receivables, Net
Governmental activities:							
General	\$ 437,185	\$ 51,901	\$ 403,396	\$ 11,195,256	\$ 12,087,738	\$ (108,232)	\$ 11,979,506
Capital Projects	2,011,627	74,755	1,409,606	-	3,495,988	-	3,495,988
Non-major Governmental Funds	4,001	221,745	7,596,437	4,645,393	12,467,576	(530,670)	11,936,906
Internal Service Funds	577,068	21,302	26,202	-	624,572	(30,550)	594,022
Total - governmental activities	<u>\$ 3,029,881</u>	<u>\$ 369,703</u>	<u>\$ 9,435,641</u>	<u>\$ 15,840,649</u>	<u>\$ 28,675,874</u>	<u>\$ (669,452)</u>	<u>\$ 28,006,422</u>
Business-type activities:							
Water and Electric Utility	\$ 27,475,400	\$ 199,794	\$ 4,504	\$ -	\$ 27,679,698	\$ (3,680,568)	\$ 23,999,130
Sanitary Sewer Utility	2,261,375	38,624	8,525,562	-	10,825,561	(425,103)	10,400,458
Solid Waste Utility	2,618,184	19,478	61,346	-	2,699,008	(750,745)	1,948,263
Non-major Enterprise Funds	674,829	67,935	1,250,546	-	1,993,310	(119,931)	1,873,379
Internal Service Funds	1,462,489	683	-	-	1,463,172	(1,382,586)	80,586
Total - business type activities	<u>\$ 34,492,277</u>	<u>\$ 326,514</u>	<u>\$ 9,841,958</u>	<u>\$ -</u>	<u>\$ 44,660,749</u>	<u>\$ (6,358,933)</u>	<u>\$ 38,301,816</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, 2012

VI. CAPITAL ASSETS

Capital asset activity for the year ended September 30, 2012 was as follows:

	Balance October 1, 2011	Additions	Deductions	Balance September 30, 2012
Governmental activities:				
Capital assets, not being depreciated:				
Land	\$ 40,955,571	\$ 480,128	\$ —	\$ 41,435,699
Construction in process	<u>13,495,466</u>	<u>17,417,977</u>	<u>(8,862,423)</u>	<u>22,051,020</u>
Total capital assets, not being depreciated	<u>54,451,037</u>	<u>17,898,105</u>	<u>(8,862,423)</u>	<u>63,486,719</u>
Capital assets, being depreciated:				
Buildings	72,341,883	651,183	—	72,993,066
Improvements other than buildings	26,196,667	1,958,188	—	28,154,855
Furniture, fixtures and equipment	38,629,841	4,020,141	(1,600,737)	41,049,245
Infrastructure	<u>240,544,310</u>	<u>5,307,704</u>	<u>—</u>	<u>245,852,014</u>
Total capital assets being depreciated	<u>377,712,701</u>	<u>11,937,216</u>	<u>(1,600,737)</u>	<u>388,049,180</u>
Less accumulated depreciation for:				
Buildings	(12,411,372)	(1,755,283)	—	(14,166,655)
Improvements other than buildings	(4,570,068)	(648,170)	—	(5,218,238)
Furniture, fixtures and equipment	(23,939,636)	(2,557,909)	1,045,975	(25,451,570)
Infrastructure	<u>(38,535,321)</u>	<u>(4,828,916)</u>	<u>—</u>	<u>(43,364,237)</u>
Total accumulated depreciation	<u>(79,456,397)</u>	<u>(9,790,278)</u>	<u>1,045,975</u>	<u>(88,200,700)</u>
Total capital assets, being depreciated, net	<u>298,256,304</u>	<u>2,146,938</u>	<u>(554,762)</u>	<u>299,848,480</u>
Governmental activities capital assets, net	<u>\$ 352,707,341</u>	<u>\$ 20,045,043</u>	<u>\$ (9,417,185)</u>	<u>\$ 363,335,199</u>

CITY OF COLUMBIA, MISSOURI

Notes to the Basic Financial Statements September 30, 2012

	Balance October 1, 2011	Additions	Deductions	Balance September 30, 2012
Business-type activities:				
Capital assets, not being depreciated:				
Land and land rights	\$ 16,013,376	\$ 189,305	\$ —	\$ 16,202,681
Construction in progress	52,740,305	47,784,073	(19,486,894)	81,037,484
Total capital assets not being depreciated	68,753,681	47,973,378	(19,486,894)	97,240,165
Capital assets, being depreciated:				
Structures and improvements	343,148,200	8,748,354	(457,921)	351,438,633
Furniture, fixtures and equipment	412,804,987	13,777,769	(1,651,763)	424,930,993
Total capital assets being depreciated	755,953,187	22,526,123	(2,109,684)	776,369,626
Less accumulated depreciation for:				
Structures and improvements	(106,755,863)	(7,251,819)	257,617	(113,750,065)
Furniture, fixtures and equipment	(166,778,348)	(15,305,148)	1,497,450	(180,586,046)
Total accumulated depreciation	(273,534,211)	(22,556,967)	1,755,067	(294,336,111)
Total capital assets being depreciated, net	482,418,976	(30,844)	(354,617)	482,033,515
Business-type activities capital assets, net	\$ 551,172,657	\$ 47,942,534	\$ (19,841,511)	\$ 579,273,680

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

Business-type activities:	
Water and Electric	\$ 13,942,019
Sanitary Sewer	3,233,811
Solid Waste	1,564,768
Non-major enterprise funds	3,816,369
Total depreciation expense - business-type activities	22,556,967

CITY OF COLUMBIA, MISSOURI

Notes to the Basic Financial Statements September 30, 2012

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

Governmental activities:		
Policy Development	\$	1,370,080
Public Safety		1,676,853
Transportation		5,447,436
Health and Environment		53,160
Personal Development		847,947
Capital assets held by the government's internal service funds are charged to the various functions based on their usage of the asset		288,457
 Total depreciation expense - governmental activities		 9,683,933
Accumulated depreciation for assets transferred from business-type activities		106,345
 Total Additions - Accumulated Depreciation	 \$	 9,790,278

VII. COMMITMENTS

A. Construction Commitments

At September 30, 2012, construction contract commitments of the City were:

	Amounts
Major Governmental Fund:	
Capital Projects Fund	\$ 2,784,303
Enterprise Funds:	
Major Funds:	
Water and Electric Utility	2,671,129
Sanitary Sewer Utility	10,812,260
Solid Waste Utility	133,432
Nonmajor Funds	13,736,902
Total Enterprise Funds	27,353,723
Total	\$ 30,138,026

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, 2012

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.

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 2012, the City paid a demand charge of \$10.23 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 10.9% 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 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 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 charge is \$10,844.06 per month.

The City has an agreement with Ameresco Jefferson City LLC to purchase power from a 3.17 megawatt generator from a landfill gas plant located in Jefferson City, Missouri. The City has agreed to purchase the electric output of the plant over a twenty year period starting in March 2009 at a fixed cost of \$52.50 per megawatt hour.

The City has agreed to purchase solar power from Free Power Company, Inc. Free Power has provided solar equipment which is installed at sites owned by the City. Power production started in December 2011. In 2012, the City paid \$54.95 per MWh with the price per MWh increasing by 1.75% in January 2013 and every year thereafter.

The City of Columbia is a member of the Missouri Joint Municipal Electric Utility Commission (MJMEUC). MJMEUC is a state wide agency that is authorized by state law to operate as an electric utility for the benefit of its members. The City has two agreements with MJMEUC for the purchase of power, the Prairie State Energy Campus from Peabody Energy, and the Iatan 2 project from Kansas City Power & Light Company. The agreements establish advisory committees that consist of representatives of the participating unit power purchasers. All decisions of the MJMEUC Board of Directors regarding Prairie State, or Iatan 2 will give consideration to the recommendations of their respective member committee, but final decision on any matter effecting either agreement shall be made by the MJMEUC Board of Directors.

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 are 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 has capitalized its total costs incurred in connection with the development and construction of the Prairie State units and intends recover those costs through monthly capacity charges. Unit one of Prairie State was placed in service in June 2012 and unit two was placed in service in November 2012. The City started paying capacity charges on unit one in February 2012. The City agreed to make payments to MJMEUC for costs associated with Prairie State that were not capitalized, or rolled into the financing of the project based on the City's purchase percentage.

CITY OF COLUMBIA, MISSOURI

Notes to the Basic Financial Statements September 30, 2012

In 2009, the MJMEUC board gave final approval for an agreement with Kansas City Power & Light Company for a unit power interest in Iatan 2; a coal fired generating station near Weston, Missouri. MJMEUC will receive 100MW from the new unit. Of MJMEUC's 100 MW ownership, Columbia has agreed to buy 20 MW. The City's agreement with MJMEUC does not create ownership rights on the part of the City to the Iatan 2 Unit. MJMEUC has capitalized its costs in connection with the development and construction of the Iatan 2 unit and intends to recover those costs through a monthly capacity charge now that the Iatan 2 unit has begun commercial operation. Iatan 2 started production in January 2011. The City agreed to make payments to MJMEUC for its purchase percentage of costs associated with Iatan 2 that could not be capitalized.

The City has an agreement with Crystal Lake Wind III, LLC to purchase 21 megawatts of wind energy from Iowa. This is a 20 year contract with energy cost starting at \$42.50 per megawatt hour in 2012, increasing to \$43.50 in 2013, and \$44.50 in 2014. In 2015 the price increases to \$45.00 per megawatt hour, and remains at that rate until the end of the contract term.

C. Obligation to Purchase Coal

The City has a purchase contract with Phoenix Coal Sales Company to buy coal for the municipal electric generating plant. The City will require approximately 35,000 tons per year for the contract term which began June 1, 2011, and will end May 31, 2013. The price per ton for the initial 12 month contract period was \$102.96 per ton. The price per ton for the second 12 month contract period, June 1, 2012 through May 31, 2013 is \$107.07 per ton. This price is adjusted monthly based on the average BTU/LB content for coal delivered during the month. The City will pay Phoenix Coal for the transportation. In the first year of the contract, the City paid a rail rate of \$2,775 per carload plus a Kansas City Southern Railroad mileage based fuel surcharge. In the second year of the contract, the City will pay \$2,886 per carload, and the Kansas City Southern Railroad fuel surcharge. This agreement may be renewed for up to three additional one year periods if mutually agreed in writing by Phoenix Coal, and the City.

D. Obligation to Purchase Gas

The City has an agreement with Ameren Energy Generating Company to purchase gas, transportation services, and other gas management services for the Columbia Energy center. The City will pay all costs, expenses, fees, penalties or other charges incurred by the seller to procure, transport and/or terminate the gas supply. In addition the City will pay an annual fee for services in the amount of \$84,000 in monthly installments of \$7,000 for the contract year starting on June 1, 2011 and ending on May 31, 2012. The contract was extended a second term to May 31, 2013 with an annual fee of \$92,400 paid in monthly installments of \$7,700.

E. Pollution Remediation Obligations

The Missouri Department of Natural Resources issued the City a "Letter of Warning" on March 19, 2009. The letter notified the City that the Water Treatment Plant site was in non-compliance with Clean Water Laws and Operating Permit #MO-G640087 and "caused pollution of an unnamed tributary to Perche Creek, waters of the state or placed or caused or permitted to be placed water contaminants in a location where it is reasonably certain to cause pollution of waters of the state." The contaminant is lime softening sludge which was improperly disposed of by stockpiling it on-site.

Due to the non-compliance with this permit, the City was required to: prepare a site specific sludge management plan for the water treatment plant site; to install storm water Best Management Practices (BMP) to prevent a discharge of contaminated storm water from the site; and, apply for a site specific storm water discharge permit for this site.

CITY OF COLUMBIA, MISSOURI

Notes to the Basic Financial Statements September 30, 2012

The City applied for a beneficial use exemption for the stockpiled sludge at the water treatment plant to allow the stockpiled sludge to remain in place. The request has been approved by the Missouri Department of Natural Resources, with conditions. The City is required to prepare plans and install a clay cap to contain the stockpiled sludge.

It is estimated that the cost of the work will range from \$501,500 to \$936,000 with the primary variant being the availability of materials near the plant. The estimated cost to the City is \$783,925, calculated as follows:

65% probability that the actual costs will be \$936,000 (65% * \$936,000) =	\$608,400
35% probability that the actual costs will be \$501,500 (35% * \$501,500) =	<u>\$175,525</u>
Total estimated liability	<u>\$783,925</u>

The City does not expect to recover the remediation outlays from insurance, or any other parties. The total estimated liability is recorded in the Water and Electric utility fund in Accounts Payable.

F. Encumbrances:

Purchase orders are issued throughout the fiscal year to encumber budgets in the governmental funds. Outstanding encumbrances as of September 30, 2012 are as follows:

Major Funds:		
General Fund	\$	1,583,237
Capital Projects Fund		<u>3,737,400</u>
Total Major Funds		5,320,637
Total Nonmajor Funds		<u>251,986</u>
Total encumbrances	\$	<u><u>5,572,623</u></u>

VIII. INTERFUND ACTIVITY

Interfund receivable and payable balances and advances at September 30, 2012 are as follows:

	<u>Interfund receivables and advances</u>	<u>Interfund payables and advances</u>
Major Governmental Funds:		
General Fund	\$ 1,325,719	\$ —
Capital Projects Fund	—	342,334
Nonmajor governmental funds - permanent fund	2,560,778	565
Enterprise Funds:		
Major Funds:		
Water and Electric Utility	3,933,220	1,325,154
Sanitary Sewer Utility	—	65,000
Solid Waste Utility	—	846,324
Nonmajor enterprise	—	5,240,340
Total	<u>\$ 7,819,717</u>	<u>\$ 7,819,717</u>

Advances at September 30, 2012 include \$65,000 in the Sanitary Sewer Utility Fund, \$1,307,120 in the Non-Major Enterprise Parking Utility Fund and \$846,324 in the Solid Waste Utility Fund that are classified as Noncurrent Liabilities because the funds advanced from the Permanent Fund-Designated Loan Fund were restricted for use on capital projects. The \$846,324 advance to the Solid Waste Utility was for land purchased on Route B and the

CITY OF COLUMBIA, MISSOURI

Notes to the Basic Financial Statements September 30, 2012

\$1,307,120 to the Parking Utility was for construction of the Short Street garage. These advances generally are not scheduled to be repaid in the next fiscal year.

Advances of \$342,334 from the Permanent Fund-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.

Payment in lieu of taxes of \$1,325,154 is reported as a receivable in the General Fund and a payable in the Water and Electric Utility Fund.

Loans with a balance of \$3,133,220 from the Water and Electric Utility to the Railroad Fund relate to construction work, the purchase of a locomotive and acquisition of the intermodal facility. The current portion of this loan is \$142,131 payable within the next fiscal year. The Electric Utility advanced \$800,000 to the Railroad for expenses related to the construction of the Railroad Bridge.

Interfund transfers consisted of the following amounts:

	Transfer From								Total
	General Fund	Capital Projects	Nonmajor Governmental	Water and Electric Utility	Sanitary Sewer Utility	Solid Waste Utility	Non-Major Enterprise	Internal Service	
Major Governmental Funds:									
General Fund	\$ -	\$ 290,760	\$ 6,808,239	\$ 14,170,229	\$ -	\$ -	\$ -	\$ 42,170	\$ 21,311,398
Capital Projects Fund	-	-	7,042,287	1,700,000	-	-	-	1,300,000	10,042,287
Nonmajor Governmental	1,365,259	43,927	3,543,162	462,324	116,555	11,101	264,457	517,282	6,324,067
Major Enterprise Funds:									
Sanitary Sewer	100,000	-	-	-	-	-	-	-	100,000
Nonmajor Enterprise	1,731,765	-	5,502,032	50,000	-	-	200,000	-	7,483,797
Internal Service	-	-	-	50,000	-	-	-	-	50,000
Total	\$ 3,197,024	\$ 334,687	\$ 22,895,720	\$ 16,432,553	\$ 116,555	\$ 11,101	\$ 464,457	\$ 1,859,452	\$ 45,311,549

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 \$14,170,229. The transfer represents PILOT payments.

CITY OF COLUMBIA, MISSOURI

Notes to the Basic Financial Statements September 30, 2012

IX. LONG-TERM LIABILITIES

A. Changes in Long-term Liabilities

Changes in long-term liabilities during the year ended September 30, 2012 were as follows:

	<u>Balance October 1, 2011</u>	<u>Additions</u>	<u>Deductions</u>	<u>Balance September 30, 2012</u>	<u>Current Portion</u>
Governmental Activities:					
Special Obligation Notes:					
Robert M LeMone Trust Notes	\$ 11,175,289	—	(950,106)	10,225,183	1,009,344
Total Special Obligation Notes	<u>11,175,289</u>	<u>—</u>	<u>(950,106)</u>	<u>10,225,183</u>	<u>1,009,344</u>
Special Obligation Bonds:					
2006B S.O. Capital Improvement	14,170,000	—	(2,580,000)	11,590,000	2,705,000
2008B S.O. Improvement	25,530,000	—	(1,060,000)	24,470,000	1,100,000
Premiums (Discounts)	683,065	—	(129,161)	553,904	—
Loss on Refunding	(43,318)	—	9,996	(33,322)	—
Total Special Obligation Bonds	<u>40,339,747</u>	<u>—</u>	<u>(3,759,165)</u>	<u>36,580,582</u>	<u>3,805,000</u>
Accrued Compensated Absences	3,049,562	2,426,962	(2,240,261)	3,236,263	2,156,913
MTFC Loan	—	2,500,000	(443,839)	2,056,161	704,900
Capital Lease	—	317,936	(108,489)	209,447	106,750
Net pension Obligation	161,174	3,270,724	(3,197,990)	233,908	—
Claims Payable - Workers' Compensation and General Liability	4,540,747	2,164,134	(2,444,909)	4,259,972	1,530,396
Claims Payable - Health Insurance	<u>743,696</u>	<u>10,469,402</u>	<u>(10,313,085)</u>	<u>900,013</u>	<u>900,013</u>
Total Governmental Activities	<u>\$ 60,010,215</u>	<u>\$ 21,149,158</u>	<u>\$ (23,457,844)</u>	<u>\$ 57,701,529</u>	<u>\$ 10,213,316</u>

Accrued compensated absences and the net pension obligation are generally liquidated by the general fund.

CITY OF COLUMBIA, MISSOURI

Notes to the Basic Financial Statements September 30, 2012

	Balance October 1, 2011	Additions	Deductions	Balance September 30, 2012	Current Portion
Business-type Activities:					
Revenue Bonds:					
<i>Water & Electric Utility:</i>					
1998 Water and Electric	\$ 1,720,000	\$ —	\$ (840,000)	\$ 880,000	\$ 880,000
2002 Water and Electric	1,135,000	—	(555,000)	580,000	580,000
2003 Water and Electric	4,755,000	—	(880,000)	3,875,000	915,000
2004 Water and Electric	14,510,000	—	(570,000)	13,940,000	590,000
2005 Water and Electric	26,805,000	—	(1,485,000)	25,320,000	1,535,000
2009 Water and Electric	16,725,000	—	—	16,725,000	—
2011 Water and Electric	84,180,000	—	(1,030,000)	83,150,000	645,000
Premiums (Discounts)	2,761,233	—	(190,827)	2,570,406	—
Loss on Refunding	(1,352,610)	—	136,639	(1,215,971)	—
Total Water & Electric Utility	<u>151,238,623</u>	<u>—</u>	<u>(5,414,188)</u>	<u>145,824,435</u>	<u>5,145,000</u>
<i>Sanitary Sewer Utility:</i>					
1992 Sanitary Sewer System Series B	145,000	—	(70,000)	75,000	75,000
1999 Sanitary Sewer System Series A	1,850,000	—	(190,000)	1,660,000	190,000
1999 Sanitary Sewer System Series B	705,000	—	(70,000)	635,000	75,000
2000 Sanitary Sewer System Series B	1,340,000	—	(120,000)	1,220,000	125,000
2002 Sanitary Sewer System Series A	1,425,000	—	(105,000)	1,320,000	105,000
2002 Sanitary Sewer System Refunding	4,415,000	—	(570,000)	3,845,000	590,000
2003 Sanitary Sewer System Series B	2,485,000	—	(165,000)	2,320,000	170,000
2004 Sanitary Sewer System Series B	485,000	—	(30,000)	455,000	30,000
2006 Sanitary Sewer System Series B	730,000	—	(45,000)	685,000	45,000
2007 Sanitary Sewer System Series B	1,570,000	—	(80,000)	1,490,000	80,000
2009 Sanitary Sewer System	10,405,000	—	—	10,405,000	—
2010 Sanitary Sewer System Series A	31,007,553	22,334,237	—	53,341,790	1,251,500
2012 Sanitary Sewer System	—	9,365,000	—	9,365,000	280,000
Premiums (Discounts)	27,343	17,304	9,681	54,328	—
Total Sanitary Sewer Utility	<u>56,589,896</u>	<u>31,716,541</u>	<u>(1,435,319)</u>	<u>86,871,118</u>	<u>3,016,500</u>
Total Revenue Bonds	<u>207,828,519</u>	<u>31,716,541</u>	<u>(6,849,507)</u>	<u>232,695,553</u>	<u>8,161,500</u>

CITY OF COLUMBIA, MISSOURI

Notes to the Basic Financial Statements September 30, 2012

	Balance October 1, 2011	Additions	Deductions	Balance September 30, 2012	Current Portion
Business-type Activities (con't):					
Special Obligation Bonds:					
<i>Water and Electric Utility:</i>					
2006 Water and Electric	38,535,000	—	—	38,535,000	—
2008 Water and Electric	21,465,000	—	(21,465,000)	—	—
2012 Water and Electric	—	25,400,000	—	25,400,000	900,000
Premiums	1,291,782	1,269,171	(229,367)	2,331,586	—
Loss on Refunding	—	(5,244,314)	88,588	(5,155,726)	—
Total Electric Utility	<u>61,291,782</u>	<u>21,424,857</u>	<u>(21,605,779)</u>	<u>61,110,860</u>	<u>900,000</u>
<i>Sanitary Sewer Utility:</i>					
2001 Sanitary Sewer	1,660,000	—	(1,660,000)	—	—
2006 Sanitary Sewer	6,905,000	—	(335,000)	6,570,000	350,000
2012 Sanitary Sewer	—	1,465,000	—	1,465,000	155,000
Premiums	40,442	46,047	(8,262)	78,227	—
Loss on Refunding	—	(25,483)	1,019	(24,464)	—
Total Sanitary Sewer Utility	<u>8,605,442</u>	<u>1,485,564</u>	<u>(2,002,243)</u>	<u>8,088,763</u>	<u>505,000</u>
<i>Solid Waste Utility:</i>					
2001 Refuse System	2,865,000	—	(2,865,000)	—	—
2006 Refuse System	3,240,000	—	(380,000)	2,860,000	385,000
2012 Refuse System	—	2,650,000	—	2,650,000	270,000
Premiums/(Discounts)	59,431	64,695	(19,962)	104,164	—
Loss on Refunding	(32,013)	(44,023)	9,080	(66,956)	—
Total Solid Waste Utility	<u>6,132,418</u>	<u>2,670,672</u>	<u>(3,255,882)</u>	<u>5,547,208</u>	<u>655,000</u>
<i>Parking Facilities:</i>					
2006 Parking Facilities	4,160,000	—	(570,000)	3,590,000	595,000
2009 Parking Facilities	13,030,000	—	—	13,030,000	—
2012 Parking Facilities	—	8,925,000	—	8,925,000	390,000
Premiums/(Discounts)	134,055	206,191	(24,673)	315,573	—
Loss on Refunding	(145,098)	—	28,116	(116,982)	—
Total Parking Facilities	<u>17,178,957</u>	<u>9,131,191</u>	<u>(566,557)</u>	<u>25,743,591</u>	<u>985,000</u>
Total Special Obligation Bonds	<u>93,208,599</u>	<u>34,712,284</u>	<u>(27,430,461)</u>	<u>100,490,422</u>	<u>3,045,000</u>
Accrued Compensated Absences	1,685,100	1,452,983	(1,388,757)	1,749,326	1,165,896
Capital Lease Obligation	242,163	—	(21,873)	220,290	22,651
Net Pension Obligation	192,639	4,152,643	(4,060,297)	284,985	—
Other long-term liabilities:					
Accrued Landfill Closure/Post Closure Care Costs	923,728	—	(30,059)	893,669	283,826
Total Other Long-Term Liabilities	<u>923,728</u>	<u>—</u>	<u>(30,059)</u>	<u>893,669</u>	<u>283,826</u>
Total Revenue Bonds (from above)	207,828,519	31,716,541	(6,849,507)	232,695,553	8,161,500
Total Business-type Activities	<u>\$ 304,080,748</u>	<u>\$ 72,034,451</u>	<u>\$ (39,780,954)</u>	<u>\$ 336,334,245</u>	<u>\$ 12,678,873</u>

CITY OF COLUMBIA, MISSOURI

Notes to the Basic Financial Statements September 30, 2012

B. Debt Service Requirements to Maturity

The annual requirements to amortize all bonded debt outstanding as of September 30, 2012 totaling \$561,627,353 including interest payments of \$178,974,219, are as follows:

Year ending September 30	Governmental Activities:		Business-type Activities:	
	Lemone Trust Loan and Notes, MTFC Loan and Special Obligation 2006B and 2008B		Special Obligation 2006A, 2006C, 2009, 2012, 2012B, 2012C and 2012D	
	Principal	Interest	Principal	Interest
2013	\$ 5,519,244	2,193,037	3,045,000	4,090,830
2014	5,235,296	1,946,916	3,010,000	4,177,777
2015	5,487,770	1,688,742	3,100,000	4,079,938
2016	5,748,620	1,409,479	3,215,000	3,963,485
2017	2,785,674	1,193,025	2,450,000	3,853,489
2018–2022	12,384,740	3,887,424	14,885,000	17,630,420
2023–2027	9,080,000	1,515,278	22,930,000	14,009,039
2028–2032	2,100,000	47,250	37,705,000	7,517,569
2033–2037	—	—	12,685,000	386,723
	<u>\$ 48,341,344</u>	<u>\$ 13,881,151</u>	<u>\$ 103,025,000</u>	<u>\$ 59,709,270</u>
Business-type Activities: (continued)				
	Revenue Bonds			
Year ending September 30	Sanitary Sewer Utility*		Water and Electric	
	Principal	Interest	Principal	Interest
2013	\$ 3,016,500	2,278,952	5,145,000	5,975,351
2014	4,006,141	2,187,431	5,365,000	5,763,579
2015	4,101,809	2,083,672	5,695,000	5,525,948
2016	4,193,467	1,975,133	5,940,000	5,271,054
2017	4,286,024	1,863,635	5,155,000	5,013,610
2018–2022	19,137,814	7,804,973	32,245,000	21,229,675
2023–2027	18,587,764	5,822,632	31,355,000	14,864,285
2028–2032	23,162,271	3,262,957	24,720,000	9,132,623
2033–2037	6,325,000	587,179	22,875,000	3,858,641
2038–2042	—	—	5,975,000	882,468
	<u>\$ 86,816,790</u>	<u>\$ 27,866,564</u>	<u>\$ 144,470,000</u>	<u>\$ 77,517,234</u>
TOTAL DEBT				
SERVICE REQUIREMENTS				
TO MATURITY				
Year ending September 30	Principal	Interest		
2013	\$ 16,725,744	14,538,170		
2014	17,616,437	14,075,703		
2015	18,384,579	13,378,300		
2016	19,097,087	12,619,151		
2017	14,676,698	11,923,759		
2018–2022	78,652,554	50,552,492		
2023–2027	81,952,764	36,211,234		
2028–2032	87,687,271	19,960,399		
2033–2037	41,885,000	4,832,543		
2038–2042	<u>5,975,000</u>	<u>882,468</u>		
	<u>\$ 382,653,134</u>	<u>\$ 178,974,219</u>		

* Sewer revenue principal and interest includes an estimated payment schedule based on the drawdowns on the 2010A SRF issue of \$53,341,790, as of September 30, 2012. The interest rate on this issue is 1.49%. The maximum principal amount that can be drawn down is \$59,335,000.

CITY OF COLUMBIA, MISSOURI

Notes to the Basic Financial Statements September 30, 2012

C. Special Obligation Refunding and Capital Improvement Bonds – Series 2012 B, C, D

In May of 2012, the City issued \$1,465,000 of Special Obligation Refunding Bonds, Series B. 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 revenue bonds of the Sanitary Sewer Utility and are secured by a first lien on the revenues of the system. The bonds were issued to currently refund the 2001A Special Obligation Capital Improvement Bonds. Principal is due annually on October 1 through October 1, 2020 and interest is payable on April 1 and October 1. At the option of the City, bonds maturing on and after October 1, 2019, are redeemable on October 1, 2018 and thereafter at par plus accrued interest. The interest rate on this issue is 2.0%. The bonds require \$146,500 in a debt service reserve account.

In May of 2012, the City issued \$2,650,000 of Special Obligation Refunding Bonds, Series C. The bonds are special obligations of the City payable solely from the annual appropriation of funds by the City for that purpose. The bonds were issued to currently refund the 2001B Special Obligation Capital Improvement Bonds. Principal is due annually on February 1 through February 1, 2021 and interest is payable on February 1 and August 1. At the option of the City, bonds maturing on and after February 1, 2019, are redeemable on February 1, 2018 and thereafter at par plus accrued interest. The interest rate on this issue is 2.0%.

In May of 2012, the City issued \$25,400,000 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 advance refunding of the 2008A Electric special obligation bonds. Interest is paid semiannually on April 1 and October 1. Principal is due each year on October 1, through October 1, 2033. At the option of the City bonds maturing on and after October 1, 2021, may be subject to redemption and payment prior to maturity on or after October 1, 2020 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%. The bonds require \$1,666,350 in a debt service reserve account.

D. Special Obligation Improvement Bonds – Series 2012A-1, Series 2012 A-2, Series 2009A, and Series 2008B

In March of 2012, the City issued \$8,925,000 of Taxable and Tax-Exempt Special Obligation Improvement Bonds, Series A-1 and A-2, \$1,665,000 and \$7,260,000 respectively. The bonds are special limited obligations of the City, payable solely from the annual appropriation of funds of the City for that purpose. The bonds were issued for the purpose of financing the cost of certain capital improvements, making a deposit to the reserve account and paying costs incident to the issuance of the Bonds. Principal payments are due annually on March 1 through March 1, 2031 and interest payments are due on March 1 and September 1. The A-1 Series Bonds are not subject to optional redemption. The A-2 Series Bonds maturing on or after March 1, 2021, are redeemable on March 1, 2020 and thereafter at par plus accrued interest. The interest rates on this issue range from .55% to 4.0%. The bonds require \$621,278 in a debt service reserve account.

In September of 2009, the City issued \$13,030,000 of Taxable Special Obligation Improvement Bonds (Build America Bonds/Direct Subsidy). The bonds are special limited obligations of the City, payable solely from the annual appropriation of funds of the City for that purpose. The bonds were issued for the purpose of i) providing funds to acquire, construct and equip extensions, improvements, additions and enlargements of the City's Parking Utility; ii) making a deposit to the Debt Service Reserve Account; and iii) paying costs and expenses incident to the issuance of the Bonds. Interest is paid semiannually on March 1 and September 1. Principal maturities are to be paid March 1, 2017 and annually thereafter through March 1, 2034. At the option of the City, the Bonds may be subject to redemption and payment prior to maturity, on March 1, 2019 and thereafter in whole or in part at any time in any order of maturity selected by the City and by lot in multiples of \$5,000 within a maturity, at the redemption price of 100% of the principal amount thereof, plus accrued interest thereon to the redemption date. The interest rates on this issue range from 4.3% to 6.2%, prior to the interest subsidy as explained in the following paragraph. The bonds require \$1,071,317 in a debt service reserve account.

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The City is making the irrevocable election to have Section 54AA of the Internal Revenue Code of 1986, as amended (the "Code") apply to the Bonds so the Bonds may qualify as "build America bonds" (the "BABs") under Code Section 54AA(d). The City is further making the irrevocable election to have Section 54AA(g) of the Code apply to the Bonds so the Bonds qualify as "qualified bonds" under Code Section 54AA(g) in order to receive the refundable credits allowed to issuers pursuant to Sections 54AA(g)(1) and 6431 of the Code with respect to "qualified bonds" (the "BABs Interest Subsidy Payments"). Under current law, the BABs Interest Subsidy Payments are to be paid by the United States directly to any issuer of bonds that qualify as BABs and as "qualified bonds" in an amount equal to 35% of the interest payable by such issuer on such bonds on each interest payment date, provided that certain requirements, as described in the Code and related IRS pronouncements, as to the uses and investment of the bond proceeds and other matters, are continuously satisfied by such issuer. The City is covenanting to comply with the requirements of the Code necessary to maintain the qualification of the Bonds as BABs under Code Section 54AA(d) and as "qualified bonds" under Code Section 54AA(g).

In May 2008, the City issued \$26,795,000 2008B Special Obligation Improvement Bonds to fund the construction, expansion, renovation and equipping of the City's downtown government center. Interest is paid semi-annually on March 1 and September 1. These bonds are special obligations of the City payable solely from the annual appropriation of funds by the City for that purpose. The bonds are not secured by a mortgage of the downtown government center or any other property. Principal payments are due each March 1 with the final payment due March 1, 2028. At the option of the City, the Bonds may be subject to redemption and payment prior to maturity, on March 1, 2018 and thereafter in whole at any time or in part on any interest payment date in any order of maturity selected by the City and by lot in multiples of \$5,000 within a maturity, at the redemption price of 100% of the principal amount thereof, plus accrued interest thereon to the redemption date. The bonds maturing March 1, 2023, March 1, 2026 and March 1, 2028 (collectively the "Term Bonds"), shall be subject to mandatory redemption and payment prior to maturity at the principal amount thereof plus accrued interest to the redemption date, without premium. Interest rates on this issue range from 3.5% to 5%. The bonds require \$2,194,500 in a debt service reserve account.

E. Special Obligation Notes - 2010

In December 2010 the City assumed a bank loan in the amount of \$2,550,000 taken by Columbia Area Jobs Foundation (CAJF) to pay Robert F LeMone Trust for the purchase of 2810 LeMone Industrial Boulevard (the IBM building). This loan has an interest rate of 5.25% and will be paid in monthly installments commencing February 1, 2011 and maturing December 31, 2020. Additionally, the city paid interest due from the initiation of the loan in May 2010 through December 2010. City funds are held in escrow at Boone County National Bank equal to the outstanding principal of the loan. Interest payments are subject to annual appropriation.

In December 2010 the City assumed a bank loan in the amount of \$9,229,723 taken by the Columbia Area Jobs Foundation (CAJF) to fund reconstruction of the building located at 2810 LeMone Industrial Boulevard (the IBM building). This loan has an interest rate of 6% and will be paid in monthly installments commencing February 1, 2011 and maturing October 1, 2020. The loan is not a general liability of the City except to the extent of fixed rental income from the lease of the property. The City assumed the ten year lease for the property between CAJF and IBM. The lender may not satisfy or seek a repayment of any sum due pursuant to the Loan from the City except by foreclosing on the items of collateral which secure the payment of the loan (the IBM building).

F. Direct Loan Agreement – Missouri Transportation Finance Corporation

In July 2008 the City was authorized to execute a direct loan agreement and promissory note with the Missouri Transportation Finance Corporation (MTFC) for transportation improvements to the Stadium Boulevard corridor from Broadway to I-70. The MTFC deposited the loan proceeds in three disbursements. The first disbursement of \$1.5 million was received by the City in March 2012. The second disbursement of \$1 million was deposited to the Missouri Transportation Commission's Local Fund on behalf of the City in March 2012. The third and final disbursement was made October 1, 2012 to the Local Fund in the amount of \$5.7 million for a total of \$8.2 million.

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Notes to the Basic Financial Statements September 30, 2012

The loan has an interest rate of 3.92% and will be paid in semi-annual installments commencing September 1, 2012 and maturing March 1, 2022. The loan is to be repaid with revenues received from the Columbia Mall Transportation Development District, the Shoppes at Stadium Transportation Development District and the Stadium Corridor Transportation Development District. Should these revenues be insufficient to meet the debt service requirements the City is responsible for the balance.

G. 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%. The bonds require \$3,853,500 in a debt service reserve account.

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 5.00%. The Bonds are special limited obligations of the City, payable solely from the annual appropriation of funds by the City for that purpose. The bonds require \$2,561,500 in a debt service reserve account.

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. The bonds require \$1,752,268 in a debt service reserve account.

H. Water and Electric Revenue Bonds – 2011 Series, 2009 Series, 2005 Series, 2004 Series, 2003 Series, 2002 Series, and 1998 Series

In May of 2011, the City issued \$84,180,000 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. \$12,465,000 of the bonds were issued to refund \$11,680,000 of the outstanding 2002 Water and Electric Revenue Bonds, \$49,500,000 was issued to purchase the Columbia Energy Center, and \$22,215,000 was 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 each year on October 1 through October 1, 2041. Bonds maturing on October 1, 2020, and thereafter are subject to redemption prior to maturity at the option of the City at any time on or after October 1, 2019, at 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 5.00%.

In September of 2009, the City issued \$16,725,000 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

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provide funding for improvements and additions to the City's waterworks. Interest is paid semiannually on April 1 and October 1. Principal is due each year on October 1 through October 1, 2034. Bonds maturing on October 1, 2020, and thereafter are subject to redemption prior to maturity at the option of the City at any time on or after October 1, 2019, at 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 4.125%.

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. In May 2011, the City placed \$12,479,033 in escrow to provide for the payment of these maturities. 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. \$19,685,000 was redeemed on October 1, 2008. 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

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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:

<u>Nature of accounts</u>	<u>Amount</u>	<u>Authorized expenditures</u>
(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 \$18,602,525.	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.

I. Sanitary Sewer Revenue Bonds – 2012 Series, 2010 Series A, 2009 Series, 2007 Series B, 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

In March of 2012, the City issued \$9,365,000 of Sewerage System Revenue Bonds, Series A. 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 October 1 of each year through October 1, 2036, and interest payments are due on April 1 and October 1. The bonds maturing on and after October 1, 2021, are redeemable on October 1, 2020 and thereafter at par plus accrued interest. The interest rates range from .35% to 3.75% on this issue. The bonds require \$550,070 in a debt service reserve account.

The City issued \$59,335,000 of Sewerage System Revenue Bonds, Series A in January of 2010. This issue has a not to exceed amount of \$59,335,000. As of September 30, 2012, \$53,341,790 of this has been drawn down and is recorded as revenue bonds payable in the Sanitary Sewer Utility Fund. 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 each January 1 and July 1 beginning July 1, 2013 through July 1, 2032. Interest payments are due on January 1 and July 1. The Bonds may be called for redemption and payment prior to stated maturity in whole or in part at any time, at the redemption price of 100% of the principal amount thereof plus accrued interest thereon to the date of redemption. The interest rate on this issue is 1.49%.

In September of 2009, the City issued \$10,405,000 of Taxable Sewerage System Revenue Bonds (Build America Bonds/Direct Subsidy). The bonds are special limited obligations of the City, payable solely from the net income and revenues derived by the City from the operation of its sewerage system, after payment of costs of operation and maintenance. The bonds were issued for the purpose of i) providing funds to acquire, construct and equip extensions, improvements, additions and enlargements of the City's Sewer System; ii) making a deposit to the Debt Service Reserve Account; and iii) paying costs and expenses incident to the issuance of the Bonds. Interest is paid semiannually on April 1 and October 1. Principal maturities are to be paid October 1, 2024 and annually thereafter through October 1, 2034. At the option of the City, the Bonds may be subject to redemption and payment prior to maturity, on October 1, 2019 and thereafter in whole or in part at any time in any order of maturity selected by the City and by lot in multiples of \$5,000 within a maturity, at the redemption price of 100% of the principal amount thereof, plus accrued interest thereon to the redemption date. The interest rates on this issue range from 5.44% to 6.02%, prior to the interest subsidy as explained in the following paragraph.

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The City is making the irrevocable election to have Section 54AA of the Internal Revenue Code of 1986, as amended (the "Code") apply to the Bonds so the Bonds may qualify as "build America bonds" (the "BABs") under Code Section 54AA(d). The City is further making the irrevocable election to have Section 54AA(g) of the Code apply to the Bonds so the Bonds qualify as "qualified bonds" under Code Section 54AA(g) in order to receive the refundable credits allowed to issuers pursuant to Sections 54AA(g)(1) and 6431 of the Code with respect to "qualified bonds" (the "BABs Interest Subsidy Payments"). Under current law, the BABs Interest Subsidy Payments are to be paid by the United States directly to any issuer of bonds that qualify as BABs and as "qualified bonds" in an amount equal to 35% of the interest payable by such issuer on such bonds on each interest payment date, provided that certain requirements, as described in the Code and related IRS pronouncements, as to the uses and investment of the bond proceeds and other matters, are continuously satisfied by such issuer. The City is covenanting to comply with the requirements of the Code necessary to maintain the qualification of the Bonds as BABs under Code Section 54AA(d) and as "qualified bonds" under Code Section 54AA(g).

The City issued \$1,800,000 of Sewerage System Bonds, Series B in November of 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 in 2009, through January 1, 2028, and interest payments are due on January 1 and July 1. The bonds maturing on and after January 1, 2018, are redeemable on each June 1 and December 1, commencing on December 1, 2016, at par plus accrued interest. The interest rates range from 4.00% to 5.00% on this issue.

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 July 1 of each year, beginning in 2007, through July 1, 2026, 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.

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.

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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 aggregate debt service for each fiscal year. 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:

<u>Nature of accounts</u>	<u>Amount</u>	<u>Authorized expenditures</u>
(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 \$624,241 for the 2006 Special Obligation Bonds, \$937,989 for the 2009 Revenue Bonds, \$550,070 for the 2012 Revenue Bonds and \$146,500 for the 2012B Special Obligation Refunding Bonds. The 2002 Refunding Series included a premium paid of \$26,039 for a debt service reserve fund policy of \$743,963.	Payment of principal and interest due on bonds when other funds are unavailable.
(d) Contingency	Amount of \$2,000 per month. Such payments shall continue	Unforeseen contingencies; emergencies affecting operation and

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	until the amount deposited and held in said fund shall equal \$200,000.	maintenance replacement for effective and efficient operation.
(e) Revenue bond construction	To account for revenue bond proceeds prior to expenditure for construction of utility plant additions.	Cost of construction projects.

In April 2008, voters approved the issuance of Sanitary Sewer Revenue bonds in the amount of \$77,000,000. As of September 30, 2012, there is \$7,421,000 remaining from this authorization that has not been issued.

J. Capital Lease Agreements

1. Governmental Activities:

In November 2011, the City entered into a lease purchase agreement as lessee for financing the acquisition of street equipment for the Public Works Department. Lease payments began in December 2011 when the equipment was received. This agreement qualifies as a capital lease for accounting purposes; the City will make three annual payments including interest of 3.55%.

The following is a summary of the capital lease transaction for the City for the year ended September 30, 2012:

New capital lease obligation, October 1, 2011	\$235,000
Principal payment December 2011	(80,009)
Capital lease obligation September 30, 2012	\$154,991

Future minimum lease payments for this lease are as follows:

	Debt Governmental Activities
Year ending September 30:	
2013	\$80,507
2014	80,508
Total minimum lease payments	161,015
Less amount representing interest	6,022
Present value of net minimum lease payments	\$154,991

The following schedule provides an analysis of the City's investment in capital assets under lease arrangements as of September 30, 2012:

Furniture, fixtures and equipment	\$235,000
Less: Accumulated depreciation	(17,625)
Total net book value of lease assets	\$217,375

CITY OF COLUMBIA, MISSOURI

Notes to the Basic Financial Statements September 30, 2012

In March 2012, the City entered into a lease purchase agreement as lessee for financing the acquisition of computer equipment for the Police Department. Lease payments began in May 2012 when the equipment was received. This agreement qualifies as a capital lease for accounting purposes; the City will make three annual payments including interest of 3.57%.

The following is a summary of the capital lease transaction for the City for the year ended September 30, 2012:

New capital lease obligation, March 1, 2012	\$82,936
Principal payment May 2012	(28,480)
Capital lease obligation September 30, 2012	<u>\$54,456</u>

Future minimum lease payments for this lease are as follows:

	Debt Governmental Activities
Year ending September 30:	
2013	\$28,725
2014	<u>28,725</u>
Total minimum lease payments	57,450
Less amount representing interest	<u>2,994</u>
Present value of net minimum lease payments	 <u><u>\$54,456</u></u>

The following schedule provides an analysis of the City's investment in capital assets under lease arrangements as of September 30, 2012:

Furniture, fixtures and equipment	\$82,936
Less: Accumulated depreciation	<u>(9,676)</u>
Total net book value of lease assets	<u><u>\$73,260</u></u>

CITY OF COLUMBIA, MISSOURI

Notes to the Basic Financial Statements September 30, 2012

2. Business Type Activities:

On January 19, 2010, the City entered into an amendment to the ground lease agreement with Central Missouri Aviation, Inc. for future renovations and improvements to the fixed base operator hangar at Columbia Regional Airport. All improvements are the property of the City and were completed in 2011. This agreement qualifies as a capital lease for accounting purposes and, therefore, has been recorded at the present value of the future minimum lease payments of \$252,816 with an interest rate of 3.5% beginning April 1, 2011 and a final maturity of March 1, 2021.

The following is a schedule of the present value of net minimum lease payments for this capital lease as of September 30, 2012:

	Debt Business-type Activities
Year ending September 30:	
2013-2017	\$150,000
2018-2021	105,000
Total minimum lease payments	255,000
Less amount representing interest	34,710
Present value of net minimum lease payments	\$220,290

The total improvements acquired through the agreement are \$415,306, including a private contribution of \$162,490, and have been added to the capital asset: Structures and Improvements.

K. Pledged Revenues

The City of Columbia has pledged future sanitary sewer operating revenues, net of specified operating expenses, to repay \$94,851,790 in sanitary sewerage system revenue, revenue refunding and special obligation bonds. The bonds are payable solely from sanitary sewer net revenues and are payable through 2037. Annual principal and interest payments on the bonds have required on average 61 percent of net revenues. The total principal and interest remaining to be paid on the bonds is \$125,004,626. Principal and interest paid for the current year and total sanitary sewer revenues for the current year were \$4,036,660 and \$8,828,025, respectively.

The City has pledged future water and electric operating revenues net of operating expenses to repay \$208,405,000 in water and electric system revenue and special obligation bonds. The bonds are to be paid solely from water and electric net revenues and are payable through 2041. Annual principal and interest payments on the bonds have required on average 29 percent of net revenues. Total principal and interest remaining to be paid on the bonds is \$328,426,916. Principal and interest paid for the current year and total net revenues were \$14,074,110 and \$47,036,985, respectively.

L. Conduit Debt – Industrial Revenue Bonds

As of September 30, 2012, \$1,810,000 industrial revenue bonds are outstanding. The debt service on this issue is paid solely from the related bond issue and does not constitute a liability of the City.

CITY OF COLUMBIA, MISSOURI

Notes to the Basic Financial Statements September 30, 2012

M. Legal Debt Margin

The City's assessed value supports a general obligation bond limit of \$342,349,711. The City did not have any general obligation bonds outstanding as of September 30, 2012.

X. ADVANCE REFUNDING

The City has defeased certain revenue bonds 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, 2012, \$33,145,000 of Water and Electric revenue bond debt outstanding is considered defeased. The table below details these issues.

<u>Issue</u>	<u>Outstanding at September 30, 2012</u>
Water and Electric 2002A series revenue bonds	11,680,000
Electric 2008A series special obligation bonds	21,465,000
Total	<u>\$ \$ 33,145,000</u>

The Water & Electric 2002A series revenue bonds were called on October 1, 2012, and paid in full from the trust.

XI. DEFEASANCE

On May 21, 2012, the City of Columbia issued \$25,400,000 in Electric special obligation bonds with an average interest rate of 3.427% to advance refund \$21,465,000 of outstanding 2008A Electric special obligation bonds with an average interest rate of 5.4%. The proceeds of \$26,796,202 (including a portion of the reoffering premium \$1,048,194, and a City contribution of \$348,008) were used to purchase U.S. Government securities. Those securities were deposited in an irrevocable trust with an escrow agent to provide for all future debt service payments on the 2008A Electric special obligation bonds. As a result, the 2008A Electric special obligation bonds are considered to be defeased and the liability for those bonds has been removed from the Water and Electric Utility Fund.

The reacquisition price exceeded the net carrying amount of the old debt by \$5,244,314. This amount is being netted against the new debt and amortized over the remaining life of the new debt, which is the same as the life of the refunded debt. As a result of the advance refunding the City reduced its total debt service requirements by \$4,477,043, which resulted in an economic gain of \$1,539,165.

On May 21, 2012, the City of Columbia issued \$1,465,000 in Sanitary Sewer special obligation bonds with an average interest rate of 2.0% to currently refund \$1,525,000 of outstanding 2001A Sewer special obligation capital improvement bonds with an average interest rate of 4.665%.

The reacquisition price exceeded the net carrying amount of the old debt by \$25,483. This amount is being netted against the new debt and amortized over the remaining life of the new debt, which is less than the life of the

CITY OF COLUMBIA, MISSOURI

Notes to the Basic Financial Statements September 30, 2012

refunded debt. As a result of the current refunding, the City reduced its total debt service requirements by \$238,519 which resulted in an economic gain of \$217,298.

On May 21, 2012, the City of Columbia issued \$2,650,000 in Solid Waste special obligation bonds with an average interest rate of 2.0% to currently refund \$2,630,000 of outstanding 2001B Solid Waste special obligation capital improvement bonds with an average interest rate of 4.665%.

The reacquisition price exceeded the net carrying amount of the old debt by \$44,023. This amount is being netted against the new debt and amortized over the remaining life of the new debt, which is the same as the life of the refunded debt. As a result of the current refunding, the City reduced its total debt service requirements by \$374,809 which resulted in an economic gain of \$346,782.

XII. 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 self insurance retention program for workers' compensation, liability, and property losses with two issues of special obligation bonds (repaid) to establish reserves for self-insurance. Excess coverage insurance policies cover individual claims in excess of \$500,000 for general liability, \$100,000 for property losses, and workers' compensation claims in excess of \$500,000 for most employee classifications and \$750,000 for Police, Fire and Electrical employees. The City carries insurance policies for airport and railroad liability and health clinic professional liability. One claim has exceeded self-insurance or deductible levels during 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 \$4,259,972 reported in the Self-insurance Reserve Fund at September 30, 2012 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 2011 and 2012 were:

	Beginning of fiscal year liability	Current year Claims and changes in estimates	Claim payments	Balance fiscal year-end
9/30/2011	\$ 4,335,270	\$ 2,468,169	\$ (2,262,692)	\$ 4,540,747
9/30/2012	\$ 4,540,747	\$ 2,164,134	\$ (2,444,909)	\$ 4,259,972

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 \$900,013 are reported in the Employee Benefit Fund as of September 30, 2012. These medical and dental reserves are estimated based on submitted claim lag reports using a 15-month run-off,

CITY OF COLUMBIA, MISSOURI

Notes to the Basic Financial Statements September 30, 2012

which are adjusted for inflation/utilization trends, plan design and population changes. Changes in the claims liability amount in fiscal years 2011 and 2012 were:

		<u>Beginning of fiscal year liability</u>		<u>Current year Claims and changes in estimates</u>		<u>Claim payments</u>		<u>Balance fiscal year-end</u>
9/30/2011	\$	627,401	\$	8,602,564	\$	(8,486,269)	\$	743,696
9/30/2012	\$	743,696	\$	10,469,402	\$	(10,313,085)	\$	900,013

XIII. 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 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, 2012, the liability recorded for landfill closure and postclosure care costs was \$893,669, which is recorded as part of other liabilities and which is based on 56.28% usage of the landfill, less costs paid to date of \$5,812,221. The City will recognize the remaining costs of closure and postclosure care of \$3,338,802 as the remaining capacity is filled. The estimated total current costs of the landfill closure and postclosure care (\$10,044,692) 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, 2012. 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 17 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.

XIV. 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, 2012.

CITY OF COLUMBIA, MISSOURI

Notes to the Basic Financial Statements September 30, 2012

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.

XV. 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.

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 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%.

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.

CITY OF COLUMBIA, MISSOURI

Notes to the Basic Financial Statements September 30, 2012

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.

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:

	Police Pension	Fire Pension	LAGERS
Number of participants:			
Current membership (receiving benefits)	124	130	503
Terminated entitled, not yet receiving benefits	16	—	248
* Current active members	146	128	942

* Included in the total for current active Police and Fire members are 15 Fire DROP (Deferred Retirement Option Program) members and 9 Police DROP members.

B. Funding Policy

The City's Police and Fire pension contributions for the fiscal year ended September 30, 2012, 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.

CITY OF COLUMBIA, MISSOURI

Notes to the Basic Financial Statements September 30, 2012

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	36.76%	54.26%	16.1%, 18.7%
Plan members – contributory	8.35%	16.32%	—
Plan members – noncontributory	3.50%	—	—
Annual pension cost	\$3,153,367	\$3,995,869	\$7,423,367
Contributions made	\$3,153,367	\$3,995,869	\$7,258,287
Actuarial valuation date	9/30/2011	9/30/2011	2/29/2012
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	28 years	28 years	30 years
Asset valuation method	smooth 4 year market	smooth 4 year market	smooth 5 year market
Actuarial assumptions:			
Investment rate of return	7.5%	7.5%	7.25%
Projected salary increases *	0% – 13.0%	0% – 13.0%	0% – 6.0%
* Includes inflation at	3.5%	3.5%	3.5%
Benefit increases	2% annually until attained age of 62; 2.2% thereafter	2% annually	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. For financial reporting purposes for Lagers, the projection of benefits does not explicitly incorporate the potential effects of the legal limit on employer contributions.

C. Annual Pension Cost and Net Pension Obligation

LAGERS

Schedule of Employer Contributions

<u>Fiscal year ending</u>	<u>Annual pension cost (APC)</u>	<u>Percentage of APC contributed</u>	<u>Net pension obligation</u>
6/30/2010	\$ 6,136,259	100%	\$ —
6/30/2011	\$ 6,937,509	94.9%	\$353,813
6/30/2012	\$ 7,423,367	97.8%	\$518,893

CITY OF COLUMBIA, MISSOURI

Notes to the Basic Financial Statements September 30, 2012

The City's annual LAGERS pension cost and net pension obligation for the current year are as follows:

Annual Required Contribution	\$7,421,561
Interest on Net Pension Obligation	25,651
Adjustment to Annual Required Contribution	<u>(23,845)</u>
Annual Pension Cost	7,423,367
Actual Contributions	<u>7,258,287</u>
Increase in Net Pension Obligation	165,080
Net Pension Obligation beginning of year	<u>353,813</u>
Net Pension Obligation end of year	<u><u>\$518,893</u></u>

The annual required contribution (ARC) was determined as part of the February 28, 2009 and February 28, 2010 annual actuarial valuations using the entry age actuarial cost method. The actuarial assumptions as of February 29, 2012 included:

- (a.) a rate of return on the investment of present and future assets of 7.25% per year compounded annually
- (b.) projected salary increases of 3.5% per year, compounded annually, attributable to inflation
- (c.) additional projected salary increases ranging from 0.0% to 6.0% per year, depending on age and division, attributable to seniority/merit
- (d.) pre-retirement mortality based on 75% of the RP-2000 Combined Healthy table set back 0 years for men and 0 years for women and
- (e.) post-retirement mortality based on 105% of the 1994 Group Annuity Mortality table set back 0 years for men and 0 years for women.

The actuarial value of assets was determined using techniques that smooth the effects of short-term volatility in the market value of investments over a five-year period. The unfunded actuarial accrued liability is being amortized as a level percentage of projected payroll on an open basis. The amortization period as of February 28, 2009 was 30 years for the General division and 30 years for the Utility division. The amortization period as of February 28, 2010 was 30 years for the General division and 23 years for the Utility division.

CITY OF COLUMBIA, MISSOURI

Notes to the Basic Financial Statements September 30, 2012

Police and Firefighter Pension

Schedule of Employer Contributions

	Fiscal year ending	Annual pension cost (APC)	Percentage of APC contributed	Net pension obligation
Police	9/29/2010	\$ 2,693,152	100%	\$ —
	9/29/2011	\$ 3,033,164	100%	\$ —
	9/30/2012	\$ 3,153,367	100%	\$ —
Fire	9/29/2010	\$ 3,330,409	100%	\$ —
	9/29/2011	\$ 3,598,321	100%	\$ —
	9/30/2012	\$ 3,995,869	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, 2012.

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.

D. Funded Status

The funded status of the Police pension as of September 30, 2011, the most recent actuarial valuation date is as follows:

Actuarial Valuation Date	Actuarial Value of Assets	Entry Age Actuarial Accrued Liability (AAL)	Unfunded Accrued Liability (UAL)	Funded Ratio	Annual Covered Payroll	UAL as a Percentage of Covered Payroll
9/30/2011	\$36,776,070	\$69,262,789	\$32,486,719	53%	\$8,475,940	383%

The funded status of the Fire pension as of September 30, 2011, the most recent actuarial valuation date is as follows:

Actuarial Valuation Date	Actuarial Value of Assets	Entry Age Actuarial Accrued Liability (AAL)	Unfunded Accrued Liability (UAL)	Funded Ratio	Annual Covered Payroll	UAL as a Percentage of Covered Payroll
9/30/2011	\$53,951,012	\$101,338,847	\$47,387,835	53%	\$7,170,923	661%

CITY OF COLUMBIA, MISSOURI

Notes to the Basic Financial Statements September 30, 2012

The funded status of Lagers as of February 29, 2012, the most recent actuarial valuation date is as follows:

Actuarial Valuation Date	Actuarial Value of Assets	Entry Age Actuarial Accrued Liability (AAL)	Unfunded Accrued Liability (UAL)	Funded Ratio	Annual Covered Payroll	UAL as a Percentage of Covered Payroll
2/29/2012	\$90,666,624	\$120,989,156	\$30,322,532	75%	\$41,769,820	73%

The schedules of funding progress, presented as required supplementary information (RSI) following the notes to the financial statements, present multiyear trend information about whether the actuarial values of plan assets are increasing or decreasing over time relative to the AALs for benefits.

E. Statements of Fiduciary Net Assets for the Firefighters' and Police Retirement Funds as of September 30, 2012 are as follows:

	<u>Firefighters' Retirement Fund</u>	<u>Police Retirement Fund</u>	<u>Total</u>
ASSETS			
Cash and cash equivalents	\$ 923,192	\$ 637,807	\$ 1,560,999
Accrued interest	79,643	55,023	134,666
Investments	56,199,226	38,826,443	95,025,669
Capital assets	6,913	4,774	11,687
Accumulated depreciation	(6,913)	(4,774)	(11,687)
Total Assets	<u>57,202,061</u>	<u>39,519,273</u>	<u>96,721,334</u>
LIABILITIES			
Other liabilities	<u>1,807,707</u>	<u>608,270</u>	<u>2,415,977</u>
Total Liabilities	<u>1,807,707</u>	<u>608,270</u>	<u>2,415,977</u>
NET ASSETS			
Net assets held in trust	<u>55,394,354</u>	<u>38,911,003</u>	<u>94,305,357</u>
Total Net Assets	<u>\$ 55,394,354</u>	<u>\$ 38,911,003</u>	<u>\$ 94,305,357</u>

CITY OF COLUMBIA, MISSOURI

Notes to the Basic Financial Statements September 30, 2012

F. Statements of Changes in Fiduciary Net Assets for the year ended September 30, 2012 are as follows:

	Firefighters' Retirement Fund	Police Retirement Fund	Total
ADDITIONS			
Contributions:			
City	\$ 3,995,869	\$ 3,153,367	\$ 7,149,236
Employee	1,207,217	303,320	1,510,537
Net investment income:			
Net appreciation			
in fair value of investments	2,191,441	1,649,551	3,840,992
Interest and dividends	4,680,735	3,233,077	7,913,812
Total additions	12,075,262	8,339,315	20,414,577
DEDUCTIONS			
Current:			
Policy development and administration:			
Travel	494	342	836
Intragovernmental	33,458	23,110	56,568
Utilities, services, and miscellaneous	385,701	266,411	652,112
Pension benefits	5,350,818	3,528,669	8,879,487
Refund of employee's contributions	43,040	43,893	86,933
Total deductions	5,813,511	3,862,425	9,675,936
Change in net assets	6,261,751	4,476,890	10,738,641
NET ASSETS - BEGINNING	49,132,603	34,434,113	83,566,716
NET ASSETS - ENDING	\$ 55,394,354	\$ 38,911,003	\$ 94,305,357

G. 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, 2012, there were 1,246 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, 2012, the City contributed \$903,770 to the plan. Plan provisions and contribution requirements are established and may be amended by the City Council.

H. Post Employment Health Plan (PEHP)

Beginning with the fiscal year ended September 30, 2010, the City will no longer make contributions towards the employee post employment health plan. However, employees who terminate employment after 10 or more years of service may be eligible to convert unused sick leave hours (at the rate of \$2.00 for every hour of final accumulated sick leave) for deposit into the employee's PEHP account. For the year ended September 30, 2012, \$105,620 was contributed to the plan.

CITY OF COLUMBIA, MISSOURI

Notes to the Basic Financial Statements September 30, 2012

I. Other Post Employment Benefits (OPEB)

Plan Description

The City of Columbia post employment Health Plan is a single employer defined benefit plan that is self funded. The Plan provides medical and prescription drug benefits to eligible retirees and their dependents. Eligible non-Medicare retirees receive health care coverage through a self-insured Point-of-Service plan offered through United Healthcare. Eligible Medicare retirees receive health care coverage through a fully-insured Medicare Supplement Plan F and a Part D Rx plan offered through United American.

As of October 1, 2010, the date of the latest actuarial valuation, plan membership consisted of the following:

Retirees receiving benefits	245
Active members	<u>1,253</u>
Total plan members	<u><u>1,498</u></u>

Funding Policy

The funding policy is based on the City contributing into a trust an amount that is approximately equal to the current fiscal year GASB 45 annual required contribution (ARC). Contributions for the medical and prescription drug benefit are required for both retiree and dependent coverage. It is assumed that the total contribution will increase with medical trends. The contribution requirement is included in the City's annual budget which is adopted by the City Council.

Annual OPEB Cost and Net OPEB Obligation

The City of Columbia's annual other post employment benefit (OPEB) cost (expense) is calculated based on the annual required contribution of the employer (ARC), an amount actuarially determined in accordance with the parameters of GASB Statement 45. The ARC represents a level of funding that, if paid on an ongoing basis, is projected to cover the normal cost each year and amortize any unfunded actuarial liabilities (or funding excess) over a period not to exceed thirty years. The following table shows the components of the City's annual OPEB cost for the year, the amount actually contributed to the plan, and the changes on the City's net OPEB obligation to the post employment health plan:

Annual Required Contribution	\$706,338
Interest on Net OPEB Obligation	0
Adjustment to Annual Required Contribution	<u>(204)</u>
Annual OPEB Cost (Expense)	<u>706,134</u>
Employer contributions into trust	<u>(706,338)</u>
Increase in Net OPEB Obligation (Asset)	<u>(204)</u>
Net OPEB Obligation (Asset)-October 1, 2011	<u>0</u>
Net OPEB Obligation (Asset)-September 30, 2012	<u><u>(\$204)</u></u>

CITY OF COLUMBIA, MISSOURI

Notes to the Basic Financial Statements September 30, 2012

The City's annual OPEB cost, the percentage of annual OPEB cost contributed to the plan, and the net OPEB obligation (asset) for fiscal year 2012 and the preceding two years is as follows:

<u>Fiscal Year Ended</u>	<u>Annual OPEB Cost</u>	<u>Percentage of Annual OPEB Cost Contributed</u>	<u>Net OPEB Obligation (Asset)</u>
September 30, 2010	\$605,693	108.00%	(\$126,918)
September 30, 2011	\$693,540	81.73%	\$0
September 30, 2012	\$706,134	100.00%	(\$204)

Financial statements for the OPEB plan are presented within this document. There are no separately issued financial statements for the OPEB plan.

Funded Status and Funding Progress

As of October 1, 2010, the most recent valuation date, the plan was 26% funded. The actuarial accrued liability for benefits was \$(4,817,000) and the actuarial value of assets is \$1,236,000 resulting in an unfunded actuarial accrued liability (UAAL) of \$(3,581,000). Covered payroll (annual payroll of active employees covered by the plan) is \$55,586,129 and the ratio of the unfunded actuarial accrued liability to the covered payroll is 6.4%.

Actuarial Methods and Assumptions

Actuarial valuations of an ongoing plan involve estimates of the value of reported amounts and assumptions about the probability of occurrence of events far into the future. Examples include assumptions about future employment, mortality, and the healthcare cost trend. Amounts determined regarding the funded status of the plan and the annual required contributions of the employer are subject to continual revision as actual results are compared with past expectations and new estimates are made about the future. The schedule of funding progress, presented as required supplementary information following the notes to the financial statements, will present multiyear trend information about whether the actuarial value of plan assets is increasing or decreasing over time relative to the actuarial accrued liabilities for benefits.

Projections of benefits for financial reporting purposes are based on the substantive plan (the plan as understood by the employer and the plan members) and included the types of benefits provided at the time of each valuation and the historical pattern of sharing of benefit costs between the employer and plan members to that point. The initial unfunded actuarial accrued liability is being amortized over ten years. The actuarial methods and assumptions used include techniques that are designed to reduce the effects of short-term volatility in actuarial accrued liabilities and the actuarial value of assets, consistent with the long-term perspective of the calculations. Additional information as of the latest actuarial valuation follows:

Actuarial cost method	Projected unit credit
Amortization method	Level % of pay-open
Asset valuation method	market value
Actuarial assumptions:	
Investment rate of return	8% *
Projected salary increases	4%
Healthcare cost trend rate	10% initially
	5% ultimate

* Based on the expected long term investment return of the employer's own investments used to pay plan benefits.

CITY OF COLUMBIA, MISSOURI

Notes to the Basic Financial Statements September 30, 2012

Statement of Fiduciary Net Assets for OPEB as of September 30, 2012 is as follows:

	OPEB
ASSETS	
Cash and cash equivalents	\$ 101,322
Accrued interest	255
Investments	2,053,605
Total Assets	2,155,182
LIABILITIES	
Other liabilities	-
Total Liabilities	-
NET ASSETS	
Net assets held in trust	2,155,182
Total Net Assets	\$ 2,155,182

Statement of Changes in Fiduciary Net Assets for OPEB the year ended September 30, 2012 is as follows:

	OPEB
ADDITIONS	
Contributions:	
City	\$ 691,060
Net investment income:	
Net appreciation in fair value of investments	152,068
Interest and dividends	15,016
Total additions	858,144
DEDUCTIONS	
Current:	
Policy development and administration:	
Utilities, services, and miscellaneous	272,691
Total deductions	272,691
Change in net assets	585,453
NET ASSETS BEGINNING	1,569,729
NET ASSETS ENDING	\$ 2,155,182

CITY OF COLUMBIA, MISSOURI

Notes to the Basic Financial Statements September 30, 2012

XVI. SUBSEQUENT EVENTS

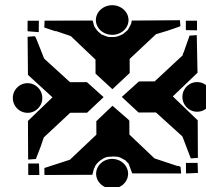
The last installment of the loan from the Missouri Transportation Finance Corporation was deposited to the City's credit in the Missouri Department of Transportation local fund in the amount of \$5.7 million on October 1, 2012, bringing the total loan proceeds credited or received to \$8.2 million. The loan proceeds are to be used for construction of road improvements on Stadium Boulevard.

In December 2012 the City issued \$39,955,000 of Electric System Special Obligation Bonds. The bonds were issued to advance refund the Electric system's 2006C Special Obligation Bonds.

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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, 2012**

	<u>Budgeted Amounts</u>		<u>Actual Amounts</u>	<u>Variance with Final Budget</u>
	<u>Original</u>	<u>Final</u>		
REVENUES:				
General property taxes	6,899,203	6,899,203	7,097,767	198,564
Sales tax	19,937,241	19,937,241	20,840,696	903,455
Other local taxes	11,712,510	11,712,510	11,931,167	218,657
Licenses and permits	805,200	805,200	882,974	77,774
Fines	2,482,500	2,482,500	2,184,075	(298,425)
Fees and service charges	1,936,635	1,936,635	1,973,292	36,657
Intragovernmental revenue	18,727,899	18,750,138	4,130,138	(14,620,000)
Revenue from other governmental units	4,287,337	5,328,363	4,503,591	(824,772)
Investment revenue	689,500	689,500	417,452	(272,048)
Miscellaneous revenue	1,143,172	1,482,548	1,412,146	(70,402)
TOTAL REVENUES	68,621,197	70,023,838	55,373,298	(14,650,540)
EXPENDITURES:				
Current:				
Policy development and administration:				
City Council	162,259	181,489	93,193	88,296
City Clerk	189,474	199,435	186,257	13,178
City Manager	845,672	853,229	797,391	55,838
Election	134,961	125,000	11,255	113,745
Financial Services	3,156,615	3,432,357	3,141,999	290,358
Human Resources	907,372	920,805	814,580	106,225
City Counselor	535,839	555,645	528,463	27,182
Public Works Administration	2,134,846	2,735,612	1,931,177	804,435
Miscellaneous nonprogrammed activities	4,660,314	4,470,489	4,383,155	87,334
Total policy development and administration	<u>12,727,352</u>	<u>13,474,061</u>	<u>11,887,470</u>	<u>1,586,591</u>
Public safety:				
Police	18,868,760	19,347,813	18,501,442	846,371
City Prosecutor	616,887	600,534	561,086	39,448
Fire	14,808,778	15,036,127	14,484,345	551,782
Animal Control	537,467	542,467	499,995	42,472
Municipal Court	905,389	908,523	833,326	75,197
Emergency Management	218,008	225,549	153,600	71,949
Joint Communications	2,585,963	2,799,650	2,502,474	297,176
Miscellaneous nonprogrammed activities	370,591	355,496	350,000	5,496
Total public safety	<u>38,911,843</u>	<u>39,816,159</u>	<u>37,886,268</u>	<u>1,929,891</u>
Transportation:				
Streets and Sidewalks	6,597,879	6,404,397	5,885,474	518,923
Street Lighting	807,000	807,000	780,587	26,413
Traffic	1,040,405	1,060,405	987,073	73,332
Miscellaneous nonprogrammed activities	-	-	-	-
Total transportation	<u>8,445,284</u>	<u>8,271,802</u>	<u>7,653,134</u>	<u>618,668</u>
Health and environment:				
Health Services	4,610,295	4,966,240	4,186,626	779,614
Planning	2,940,926	3,168,859	2,820,620	348,239
Department of Economic Development	413,806	449,806	448,332	1,474
Miscellaneous nonprogrammed activities	40,613	38,959	38,129	830
Total health and environment	<u>8,005,640</u>	<u>8,623,864</u>	<u>7,493,707</u>	<u>1,130,157</u>
Personal development:				
Parks and Recreation	5,184,298	5,224,367	4,868,669	355,698
Cultural Affairs	358,591	370,136	324,128	46,008
Office of Community Services	621,996	677,558	558,377	119,181
Social Assistance	968,556	1,378,980	1,063,029	315,951
Miscellaneous nonprogrammed activities	5,077	4,870	3,901	969
Total personal development	<u>7,138,518</u>	<u>7,655,911</u>	<u>6,818,104</u>	<u>837,807</u>
Debt Service:				
Principal	-	81,087	80,009	1,078
Interest	-	-	498	(498)
Total debt service	<u>-</u>	<u>81,087</u>	<u>80,507</u>	<u>580</u>
TOTAL EXPENDITURES	75,228,637	77,922,884	71,819,190	6,103,694
DEFICIENCY OF REVENUES OVER EXPENDITURES	(6,607,440)	(7,899,046)	(16,445,892)	(8,546,846)
OTHER FINANCING SOURCES (USES):				
Transfers from other funds	6,801,625	7,141,169	21,311,398	14,170,229
Transfers to other funds	(2,750,835)	(3,197,024)	(3,197,024)	-
Lease/bond proceeds	243,259	243,259	235,000	(8,259)
Appropriation of prior year fund balance	2,313,391	2,313,391	2,313,391	-
TOTAL OTHER FINANCING SOURCES	6,607,440	6,500,795	20,662,765	14,161,970
NET CHANGE IN FUND BALANCE	-	(1,398,251)	4,216,873	5,615,124
Effect of appropriation of prior year fund balance	(2,313,391)	(2,313,391)	(2,313,391)	-
FUND BALANCE, BEGINNING OF PERIOD	27,918,279	27,918,279	27,918,279	-
FUND BALANCE, END OF PERIOD	25,604,888	24,206,637	29,821,761	5,615,124

See Note to the Required Supplementary Information.

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CITY OF COLUMBIA, MISSOURI
Required Supplementary Information (Unaudited)
Notes to the Budgetary Comparison Schedule
For The Year Ended September 30, 2012

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. Accordingly, the budget schedule presents actual expenditures in accordance with accounting principles generally accepted in the United States of America. 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 \$2,694,247 and this increase is reflected in the final budgeted amounts in the accompanying required supplemental 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. Special Revenue Funds with legally adopted annual budgets are: Convention and Tourism Fund, Public Improvement Fund, Capital Improvement Sales Tax Fund, Park Sales Tax Fund, Contributions Fund, Office of Sustainability, Stadium TDD's and the Transportation Sales Tax Fund.

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
2/28/2010	\$ 83,456,094	116,078,778	32,622,684	72%	41,225,382	79%
2/28/2011	88,083,222	122,049,477	33,966,255	72%	41,883,728	81%
2/29/2012	90,666,624	120,989,156	30,322,532	75%	41,769,820	73%

Note: The above 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, 2011 annual actuarial valuations. For a complete description of the actuarial assumptions used in the annual valuations, please contact the LAGERS office in Jefferson City.

OPEB

Actuarial valuation date	Actuarial value of assets	Projected-unit credit actuarial accrued liability	Unfunded accrued liability (UAL)	Funded ratio	Annual covered payroll	UAL as a percentage of covered payroll
9/29/2008	\$ 358,000	4,686,000	4,328,000	8%	54,280,288	8.0%
9/30/2009	864,000	4,633,000	3,769,000	19%	55,172,868	6.8%
10/1/2010	1,236,000	4,817,000	3,581,000	26%	55,586,129	6.4%

Note: The City implemented GASB Statement No. 45 for the year-ended September 30, 2008. 10/1/2010 is the latest actuarial valuation date.

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
9/30/2006	\$ 30,689,136	47,163,350	16,474,214	65%	7,435,393	222%
9/30/2007	33,792,282	50,267,213	16,474,931	67%	7,912,481	208%
9/30/2008	35,143,685	53,963,403	18,819,718	65%	8,198,959	230%
9/30/2009	35,759,187	57,118,412	21,359,225	63%	8,285,768	258%
9/30/2010	36,987,824	66,426,426	29,438,602	56%	8,549,787	344%
9/30/2011	36,776,070	69,262,789	32,486,719	53%	8,475,940	383%

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
9/30/2006	\$ 45,651,998	71,509,818	25,857,820	64%	6,358,006	407%
9/30/2007	49,976,390	75,827,181	25,850,791	66%	6,719,424	385%
9/30/2008	51,502,482	80,817,591	29,315,109	64%	6,996,192	419%
9/30/2009	52,295,939	85,635,565	33,339,626	61%	7,216,527	462%
9/30/2010	54,288,533	97,740,285	43,451,752	56%	7,251,272	599%
9/30/2011	53,951,012	101,338,847	47,387,835	53%	7,170,923	661%

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

Note: The significant assumptions for the OPEB, Lagers, Police Retirement and Firefighters' plan are as follows:

	Police Plan	Fire Plan	LAGERS	OPEB
Actuarial cost method	entry age normal	entry age normal	entry age normal	projected unit credit
Amortization method	level % of pay-closed	level % of pay-closed	level % of pay-open	level % of pay-open
Remaining amortization period	28 years	28 years	30 years	10 years
Asset valuation method	smooth 4 year market	smooth 4 year market	smooth 5 year market	market value
Actuarial assumptions:				
Investment rate of return	7.5%	7.5%	7.25%	8%
Projected salary increases *	0% -13%	0% -13%	0% - 6.0%	4%
* Includes inflation at	3.5%	3.5%	3.5%	4%
Benefit increases	2% annually until attained age of 62; 2.2% thereafter	2% annually	6% maximum annually based on consumer price index	-
Healthcare cost trend rate	-	-	-	10% initially and 5% ultimate

Schedule of Employer Contributions

Police Retirement Plan

Year ended September 30	Annual required contributions	Percent contributed	Net pension obligation
2007	\$ 2,401,908	100%	-
2008	2,520,373	100%	-
2009	2,549,967	100%	-
2010	2,693,152	100%	-
2011	3,033,164	100%	-
2012	3,153,367	100%	-

Firefighters' Retirement Plan

Year ended September 30	Annual required contributions	Percent contributed	Net pension obligation
2007	\$ 2,759,165	100%	-
2008	2,853,109	100%	-
2009	3,098,617	100%	-
2010	3,330,409	100%	-
2011	3,598,321	100%	-
2012	3,995,869	100%	-

OPEB

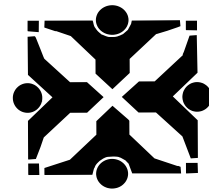
Year ended September 30	Annual required contributions	Percent contributed	Net OPEB obligation (asset)
2009	\$ 662,000	115.86%	(78,000)
2010	602,000	108.00%	(126,918)
2011	693,540	81.73%	-
2012	706,338	100.00%	(204)

The City implemented GASB Statement No. 45 for the year ended September 30, 2008. Therefore, information for prior years is not available.

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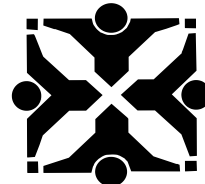
CITY OF COLUMBIA, MISSOURI

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.

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.

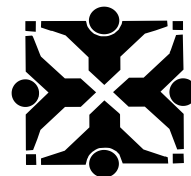
Public Improvement Fund - to account for and disburse monies the City receives from the City sales tax and voter-approved development fees. This fund receives a portion of the City sales tax which is allocated for a wide range of public improvements to the City including streets, sidewalks and parks. Development fees are used solely for construction of collector and arterial streets.

Tiger Hotel TIF Fund - to account for receipts from the Tiger Hotel tax incremental financing district.

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.

Stadium TDD's Fund - to account for receipts from the Stadium TDD's: Shoppes at Stadium, Columbia Mall and Stadium Corridor.

Park Sales Tax Fund - to account for the voter-approved, City-enacted 1/4 percent sales tax and expenditures for funding of local parks.



NON-MAJOR GOVERNMENTAL FUNDS

Special Revenue Funds (continued)

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.

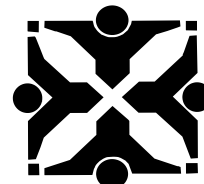
Office of Sustainability Fund - to account for Federal Energy Efficiency and Conservation Block Grant monies.

Transportation Sales Tax Fund - to account for the voter approved, 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.

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.



NON-MAJOR GOVERNMENTAL FUNDS

Debt Service Funds

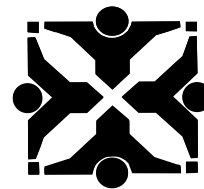
The Debt Service Funds are used to account for the accumulation of resources and payment of general obligation bond principal and interest from governmental resources and special assessment bond principal and interest from special assessment levies when the government is obligated in some manner for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

2006B Special Obligation 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.

2008B Special Obligation Bonds - to accumulate monies for payment of Series 2008B \$26,795,000 4.3% Special Obligation Bonds with semi-annual installments of principal plus interest until maturity in 2028. Financing is to be provided by property tax and lease payments from enterprise funds.

Lemone Trust Note - to accumulate monies for payment of the loan for the purchase of 2810 Lemone Industrial Blvd. (the IBM building.) The City assumed the obligation to pay this loan on December 31, 2010.

Missouri Transportation Finance Corporation Loan - to accumulate monies for payment of the loan for transportation improvements to the Stadium Boulevard corridor from Broadway to I-70. Financing is to be provided by contributions from the Columbia Mall and Stadium Corridor TDD's.



**CITY OF COLUMBIA, MISSOURI
COMBINING BALANCE SHEET
NONMAJOR GOVERNMENTAL FUNDS
SEPTEMBER 30, 2012**

ASSETS	Special Revenue Funds	Debt Service Funds	Permanent Fund	Total Nonmajor Governmental Funds
Cash and cash equivalents	\$ 7,206,956	\$ 2,056,669	\$ 4,831,370	\$ 14,094,995
Accounts receivable	4,001	-	-	4,001
Taxes receivable	3,619,410	-	1,025,983	4,645,393
Grants receivable	357,214	-	-	357,214
Rehabilitation loans receivable, net	6,708,553	-	-	6,708,553
Prepaid expenses	3,709	-	-	3,709
Accrued interest	20,342	12,709	188,694	221,745
Advances to other funds	-	-	2,560,778	2,560,778
Other assets	265,704	-	-	265,704
Restricted assets:				
Cash and cash equivalents	3,385,168	7,996,482	-	11,381,650
TOTAL ASSETS	\$ 21,571,057	\$ 10,065,860	\$ 8,606,825	\$ 40,243,742
LIABILITIES AND FUND BALANCE				
LIABILITIES:				
Accounts payable	\$ 105,224	\$ -	\$ -	\$ 105,224
Accrued payroll and payroll taxes	34,961	-	-	34,961
Due to other funds	-	-	565	565
Deferred revenue	28,227	-	-	28,227
Other liabilities	13,847	-	9,131	22,978
TOTAL LIABILITIES	182,259	-	9,696	191,955
FUND BALANCE:				
Non Spendable	3,709	-	1,500,000	1,503,709
Restricted	20,264,152	8,056,518	-	28,320,670
Committed	883,205	2,009,342	7,097,129	9,989,676
Assigned	237,732	-	-	237,732
TOTAL FUND BALANCE	21,388,798	10,065,860	8,597,129	40,051,787
TOTAL LIABILITIES AND FUND BALANCE	\$ 21,571,057	\$ 10,065,860	\$ 8,606,825	\$ 40,243,742

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**CITY OF COLUMBIA, MISSOURI
COMBINING BALANCE SHEET
NONMAJOR SPECIAL REVENUE FUNDS
SEPTEMBER 30, 2012**

ASSETS	Columbia Special Business District Fund	Convention and Tourism Fund	Community Development Grant Fund
Cash and cash equivalents	\$ 2,488	\$ 1,089,246	\$ 187,530
Accounts receivable	-	-	-
Taxes receivable, net	-	222,498	-
Grants receivable	-	-	335,001
Rehabilitation loans receivable, net	-	-	6,708,553
Prepaid expenses	-	3,709	-
Accrued interest	6	4,061	-
Other assets	-	-	265,704
Restricted assets:			
Cash and cash equivalents	-	1,044,926	-
TOTAL ASSETS	\$ 2,494	\$ 2,364,440	\$ 7,496,788
LIABILITIES AND FUND BALANCE			
LIABILITIES:			
Accounts payable	\$ -	\$ 70,128	\$ 19,229
Accrued payroll and payroll taxes	-	23,092	9,034
Deferred revenue	-	-	28,227
Other liabilities	-	13,000	847
TOTAL LIABILITIES	-	106,220	57,337
FUND BALANCE:			
Non Spendable	-	3,709	-
Restricted	2,494	2,254,511	7,439,451
Committed	-	-	-
Assigned	-	-	-
TOTAL FUND BALANCE	2,494	2,258,220	7,439,451
TOTAL LIABILITIES AND FUND BALANCE	\$ 2,494	\$ 2,364,440	\$ 7,496,788

**CITY OF COLUMBIA, MISSOURI
COMBINING BALANCE SHEET
NONMAJOR SPECIAL REVENUE FUNDS
SEPTEMBER 30, 2012**

ASSETS	Public Improvement Fund	Tiger Hotel TIF Fund	Capital Improvement Sales Tax Fund	Stadium TDD's Fund
Cash and cash equivalents	\$ 741,875	\$ 4,550	\$ 1,664,984	\$ 1,411,173
Accounts receivable	-	3,165	-	-
Taxes receivable, net	135,422	-	796,891	73,927
Grants receivable	-	-	-	-
Rehabilitation loans receivable, net	-	-	-	-
Prepaid expenses	-	-	-	-
Accrued interest	5,908	8	3,214	2,676
Other assets	-	-	-	-
Restricted assets:				
Cash and cash equivalents	<u>2,340,242</u>	<u>-</u>	<u>-</u>	<u>-</u>
TOTAL ASSETS	<u>\$ 3,223,447</u>	<u>\$ 7,723</u>	<u>\$ 2,465,089</u>	<u>\$ 1,487,776</u>
LIABILITIES AND FUND BALANCE				
LIABILITIES:				
Accounts payable	\$ -	\$ -	\$ -	\$ -
Accrued payroll and payroll taxes	-	-	-	-
Deferred revenue	-	-	-	-
Other liabilities	<u>-</u>	<u>-</u>	<u>-</u>	<u>-</u>
TOTAL LIABILITIES	<u>-</u>	<u>-</u>	<u>-</u>	<u>-</u>
FUND BALANCE:				
Non Spendable	-	-	-	-
Restricted	2,340,242	7,723	2,465,089	1,487,776
Committed	883,205	-	-	-
Assigned	<u>-</u>	<u>-</u>	<u>-</u>	<u>-</u>
TOTAL FUND BALANCE	<u>3,223,447</u>	<u>7,723</u>	<u>2,465,089</u>	<u>1,487,776</u>
TOTAL LIABILITIES AND FUND BALANCE	<u>\$ 3,223,447</u>	<u>\$ 7,723</u>	<u>\$ 2,465,089</u>	<u>\$ 1,487,776</u>

**CITY OF COLUMBIA, MISSOURI
COMBINING BALANCE SHEET
NONMAJOR SPECIAL REVENUE FUNDS
SEPTEMBER 30, 2012**

<u>Park Sales Tax Fund</u>	<u>Contributions Fund</u>	<u>Office of Sustainability Fund</u>	<u>Transportation Sales Tax Fund</u>	<u>Total Nonmajor Special Revenue Funds</u>
\$ 501,026	\$ 660,292	\$ 207,975	\$ 735,817	\$ 7,206,956
-	836	-	-	4,001
796,891	-	-	1,593,781	3,619,410
-	-	22,213	-	357,214
-	-	-	-	6,708,553
-	-	-	-	3,709
1,265	1,275	398	1,531	20,342
-	-	-	-	265,704
-	-	-	-	3,385,168
<u>\$ 1,299,182</u>	<u>\$ 662,403</u>	<u>\$ 230,586</u>	<u>\$ 2,331,129</u>	<u>\$ 21,571,057</u>
\$ -	\$ 430	\$ 15,437	\$ -	\$ 105,224
-	-	2,835	-	34,961
-	-	-	-	28,227
-	-	-	-	13,847
-	430	18,272	-	182,259
-	-	-	-	3,709
1,299,182	424,241	212,314	2,331,129	20,264,152
-	-	-	-	883,205
-	237,732	-	-	237,732
1,299,182	661,973	212,314	2,331,129	21,388,798
<u>\$ 1,299,182</u>	<u>\$ 662,403</u>	<u>\$ 230,586</u>	<u>\$ 2,331,129</u>	<u>\$ 21,571,057</u>

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**CITY OF COLUMBIA, MISSOURI
COMBINING BALANCE SHEET
NONMAJOR DEBT SERVICE FUNDS
SEPTEMBER 30, 2012**

ASSETS	2006B Special Obligation Bonds Debt Service Fund	2008B Special Obligation Bonds Debt Service Fund	Lemone Trust Note Debt Service Fund	MO Transportation Finance Corp Loan Debt Service Fund	Total Nonmajor Debt Service Funds
Cash and cash equivalents	\$ 1,076,421	\$ 779,481	\$ 193,386	\$ 7,381	\$ 2,056,669
Accrued interest	6,756	5,678	245	30	12,709
Restricted assets:					
Cash and cash equivalents	<u>2,561,500</u>	<u>2,194,500</u>	<u>2,240,482</u>	<u>1,000,000</u>	<u>7,996,482</u>
TOTAL ASSETS	<u><u>\$ 3,644,677</u></u>	<u><u>\$ 2,979,659</u></u>	<u><u>\$ 2,434,113</u></u>	<u><u>\$ 1,007,411</u></u>	<u><u>\$ 10,065,860</u></u>
Accounts payable	\$ -	\$ -	\$ -	\$ -	\$ -
Deferred revenue	-	-	-	-	-
TOTAL LIABILITIES	<u>-</u>	<u>-</u>	<u>-</u>	<u>-</u>	<u>-</u>
FUND BALANCE:					
Non Spendable	-	-	-	-	-
Restricted	2,561,500	2,194,500	2,300,518	1,000,000	8,056,518
Committed	1,083,177	785,159	133,595	7,411	2,009,342
Assigned	-	-	-	-	-
TOTAL FUND BALANCE	<u>3,644,677</u>	<u>2,979,659</u>	<u>2,434,113</u>	<u>1,007,411</u>	<u>10,065,860</u>
TOTAL LIABILITIES AND FUND BALANCE	<u><u>\$ 3,644,677</u></u>	<u><u>\$ 2,979,659</u></u>	<u><u>\$ 2,434,113</u></u>	<u><u>\$ 1,007,411</u></u>	<u><u>\$ 10,065,860</u></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, 2012

	Special Revenue Funds	Debt Service Funds	Permanent Fund	Total Nonmajor Governmental Funds
REVENUES:				
General property taxes	\$ 1,675	\$ -	\$ -	\$ 1,675
Sales tax	21,674,075	-	-	21,674,075
Other local taxes	2,006,968	-	-	2,006,968
Licenses and permits	841	-	-	841
Fees and service charges	1,350,027	-	-	1,350,027
Revenue from other governmental units	2,900,616	-	-	2,900,616
Lease revenue	-	1,740,808	-	1,740,808
Investment revenue	132,208	109,124	163,241	404,573
Miscellaneous	124,886	-	-	124,886
TOTAL REVENUES	28,191,296	1,849,932	163,241	30,204,469
EXPENDITURES:				
Current:				
Policy development and administration	2,219,906	-	16,118	2,236,024
Health and environment	806,705	497,624	-	1,304,329
Personal development	9,343	-	-	9,343
Capital outlay	21,030	-	-	21,030
Debt Service:				
Redemption of serial bonds	-	5,033,945	-	5,033,945
Interest	-	2,391,268	-	2,391,268
Fiscal agent fees	-	661	-	661
TOTAL EXPENDITURES	3,056,984	7,923,498	16,118	10,996,600
EXCESS (DEFICIENCY) OF REVENUES OVER EXPENDITURES	25,134,312	(6,073,566)	147,123	19,207,869
OTHER FINANCING SOURCES (USES):				
Transfers in	318,684	5,961,456	43,927	6,324,067
Transfers out	(21,395,720)	(1,500,000)	-	(22,895,720)
Issuance of MTFC Note	-	2,500,000	-	2,500,000
TOTAL OTHER FINANCING SOURCES (USES)	(21,077,036)	6,961,456	43,927	(14,071,653)
NET CHANGE IN FUND BALANCE	4,057,276	887,890	191,050	5,136,216
FUND BALANCE, BEGINNING OF PERIOD	17,331,522	9,177,970	8,406,079	34,915,571
FUND BALANCE, END OF PERIOD	\$ 21,388,798	\$ 10,065,860	\$ 8,597,129	\$ 40,051,787

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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, 2012

	<u>Columbia Special Business District Fund</u>	<u>Convention and Tourism Fund</u>	<u>Community Development Grant Fund</u>
REVENUES:			
General property taxes	\$ 1,675	\$ -	\$ -
Sales tax	-	-	-
Other local taxes	-	2,006,968	-
Licenses and permits	841	-	-
Fees and service charges	-	-	-
Revenue from other			
governmental units	-	21,209	1,293,436
Investment revenue	418	27,496	14,375
Miscellaneous	-	21,104	39
TOTAL REVENUES	<u>2,934</u>	<u>2,076,777</u>	<u>1,307,850</u>
EXPENDITURES:			
Current:			
Policy development and administration	35,000	1,639,171	-
Health and environment	-	-	806,705
Personal development	-	-	-
Capital outlay	-	-	-
TOTAL EXPENDITURES	<u>35,000</u>	<u>1,639,171</u>	<u>806,705</u>
EXCESS (DEFICIENCY) OF REVENUES OVER EXPENDITURES	<u>(32,066)</u>	<u>437,606</u>	<u>501,145</u>
OTHER FINANCING SOURCES (USES):			
Transfers in	17,500	-	-
Transfers out	(7,500)	(43,470)	(276,404)
TOTAL OTHER FINANCING SOURCES (USES)	<u>10,000</u>	<u>(43,470)</u>	<u>(276,404)</u>
NET CHANGE IN FUND BALANCE	(22,066)	394,136	224,741
FUND BALANCE, BEGINNING OF PERIOD	<u>24,560</u>	<u>1,864,084</u>	<u>7,214,710</u>
FUND BALANCE, END OF PERIOD	<u>\$ 2,494</u>	<u>\$ 2,258,220</u>	<u>\$ 7,439,451</u>

CITY OF COLUMBIA, MISSOURI
COMBINING STATEMENT OF REVENUES, EXPENDITURES, AND CHANGES IN FUND BALANCES
NONMAJOR SPECIAL REVENUE FUNDS
FOR THE YEAR ENDED SEPTEMBER 30, 2012

	<u>Public Improvement Fund</u>	<u>Tiger Hotel TIF Fund</u>	<u>Capital Improvement Sales Tax Fund</u>	<u>Stadium TDD's Fund</u>
REVENUES:				
General property taxes	\$ -	\$ -	\$ -	\$ -
Sales tax	890,999	-	5,196,536	-
Other local taxes	-	-	-	-
Licenses and permits	-	-	-	-
Fees and service charges	1,350,027	-	-	-
Revenue from other governmental units	-	-	-	1,096,445
Investment revenue	27,897	-	20,647	15,338
Miscellaneous	-	7,765	-	-
TOTAL REVENUES	<u>2,268,923</u>	<u>7,765</u>	<u>5,217,183</u>	<u>1,111,783</u>
EXPENDITURES:				
Current:				
Policy development and administration	96,976	42	-	-
Health and environment	-	-	-	-
Personal development	-	-	-	-
Capital outlay	-	-	-	-
TOTAL EXPENDITURES	<u>96,976</u>	<u>42</u>	<u>-</u>	<u>-</u>
EXCESS (DEFICIENCY) OF REVENUES OVER EXPENDITURES	<u>2,171,947</u>	<u>7,723</u>	<u>5,217,183</u>	<u>1,111,783</u>
OTHER FINANCING SOURCES (USES):				
Transfers in	-	-	-	-
Transfers out	(526,415)	-	(5,124,238)	(491,739)
TOTAL OTHER FINANCING SOURCES (USES)	<u>(526,415)</u>	<u>-</u>	<u>(5,124,238)</u>	<u>(491,739)</u>
NET CHANGE IN FUND BALANCE	1,645,532	7,723	92,945	620,044
FUND BALANCE, BEGINNING OF PERIOD	<u>1,577,915</u>	<u>-</u>	<u>2,372,144</u>	<u>867,732</u>
FUND BALANCE, END OF PERIOD	<u>\$ 3,223,447</u>	<u>\$ 7,723</u>	<u>\$ 2,465,089</u>	<u>\$ 1,487,776</u>

CITY OF COLUMBIA, MISSOURI
COMBINING STATEMENT OF REVENUES, EXPENDITURES, AND CHANGES IN FUND BALANCES
NONMAJOR SPECIAL REVENUE FUNDS
FOR THE YEAR ENDED SEPTEMBER 30, 2012

<u>Park Sales Tax Fund</u>	<u>Contributions Fund</u>	<u>Office of Sustainability Fund</u>	<u>Transportation Sales Tax Fund</u>	<u>Total Nonmajor Special Revenue Funds</u>
\$ -	\$ -	\$ -	\$ -	\$ 1,675
5,193,354	-	-	10,393,186	21,674,075
-	-	-	-	2,006,968
-	-	-	-	841
-	-	-	-	1,350,027
-	-	489,526	-	2,900,616
4,566	10,379	2,008	9,084	132,208
-	95,978	-	-	124,886
<u>5,197,920</u>	<u>106,357</u>	<u>491,534</u>	<u>10,402,270</u>	<u>28,191,296</u>
-	-	448,717	-	2,219,906
-	-	-	-	806,705
945	8,398	-	-	9,343
-	-	21,030	-	21,030
<u>945</u>	<u>8,398</u>	<u>469,747</u>	<u>-</u>	<u>3,056,984</u>
<u>5,196,975</u>	<u>97,959</u>	<u>21,787</u>	<u>10,402,270</u>	<u>25,134,312</u>
-	-	100,000	201,184	318,684
(4,731,257)	(51,177)	-	(10,143,520)	(21,395,720)
<u>(4,731,257)</u>	<u>(51,177)</u>	<u>100,000</u>	<u>(9,942,336)</u>	<u>(21,077,036)</u>
465,718	46,782	121,787	459,934	4,057,276
<u>833,464</u>	<u>615,191</u>	<u>90,527</u>	<u>1,871,195</u>	<u>17,331,522</u>
<u>\$ 1,299,182</u>	<u>\$ 661,973</u>	<u>\$ 212,314</u>	<u>\$ 2,331,129</u>	<u>\$ 21,388,798</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, 2012

	2006B Special Obligation Bonds Debt Service Fund	2008B Special Obligation Bonds Debt Service Fund	Lemone Trust Note Debt Service Fund	MO Transportation Finance Corp Loan Debt Service Fund	Total Nonmajor Debt Service Funds
REVENUES:					
Lease revenue	\$ -	\$ -	\$ 1,740,808	\$ -	\$ 1,740,808
Investment revenue	46,849	48,676	6,189	7,410	109,124
TOTAL REVENUES	46,849	48,676	1,746,997	7,410	1,849,932
EXPENDITURES:					
Health and Environment	-	-	497,624	-	497,624
Debt Service:					
Redemption of serial bonds	2,580,000	1,060,000	950,106	443,839	5,033,945
Interest	644,000	1,063,669	635,700	47,899	2,391,268
Fiscal agent fees	400	261	-	-	661
TOTAL EXPENDITURES	3,224,400	2,123,930	2,083,430	491,738	7,923,498
EXCESS (DEFICIENCY) OF REVENUES OVER EXPENDITURES	(3,177,551)	(2,075,254)	(336,433)	(484,328)	(6,073,566)
OTHER FINANCING SOURCES (USES):					
Transfers in	3,224,000	2,123,669	122,048	491,739	5,961,456
Transfers out	-	-	-	(1,500,000)	(1,500,000)
Issuance of MTFC Note	-	-	-	2,500,000	2,500,000
TOTAL OTHER FINANCING SOURCES	3,224,000	2,123,669	122,048	1,491,739	6,961,456
NET CHANGE IN FUND BALANCE	46,449	48,415	(214,385)	1,007,411	887,890
FUND BALANCE, BEGINNING OF PERIOD	3,598,228	2,931,244	2,648,498	-	9,177,970
FUND BALANCE, END OF PERIOD	<u>\$ 3,644,677</u>	<u>\$ 2,979,659</u>	<u>\$ 2,434,113</u>	<u>\$ 1,007,411</u>	<u>\$ 10,065,860</u>

**CITY OF COLUMBIA, MISSOURI
BUDGETARY COMPARISON SCHEDULE
NONMAJOR GOVERNMENTAL FUNDS
FOR THE YEAR ENDED SEPTEMBER 30, 2012**

	<u>Stadium TDD's</u>		
	<u>Budgeted Amounts</u>	<u>Actual Amounts</u>	<u>Variance</u>
REVENUES:			
General property taxes	\$ -	\$ -	\$ -
Sales tax	-	-	-
Other local taxes	-	-	-
Fees and service charges	-	-	-
Revenue from other governmental units	1,051,399	1,096,445	45,046
Lease revenue			
Investment revenue	9,847	15,338	5,491
Miscellaneous revenue	-	-	-
TOTAL REVENUES	<u>1,061,246</u>	<u>1,111,783</u>	<u>50,537</u>
EXPENDITURES:			
Current:			
Policy development and administration	-	-	-
Health and environment	-	-	-
Personal development	-	-	-
Transportation	496,481	-	496,481
Miscellaneous nonprogrammed activities:			
Capital outlay	-	-	-
Other	-	-	-
TOTAL EXPENDITURES	<u>496,481</u>	<u>-</u>	<u>496,481</u>
EXCESS OF REVENUES OVER EXPENDITURES	<u>564,765</u>	<u>1,111,783</u>	<u>547,018</u>
OTHER FINANCING SOURCES (USES):			
Transfers from other funds	-	-	-
Transfers to other funds	(7,592,879)	(491,739)	7,101,140
Miscellaneous	-	-	-
Loan proceeds	8,200,000	-	(8,200,000)
MTFC loan proceeds	-	-	-
TOTAL OTHER FINANCING SOURCES (USES)	<u>607,121</u>	<u>(491,739)</u>	<u>(1,098,860)</u>
NET CHANGE IN FUND BALANCE	1,171,886	620,044	(551,842)
FUND BALANCE, BEGINNING OF PERIOD	<u>908,591</u>	<u>867,732</u>	<u>(40,859)</u>
FUND BALANCE, END OF PERIOD	<u>\$ 2,080,477</u>	<u>\$ 1,487,776</u>	<u>\$ (592,701)</u>

**CITY OF COLUMBIA, MISSOURI
BUDGETARY COMPARISON SCHEDULE
NONMAJOR GOVERNMENTAL FUNDS
FOR THE YEAR ENDED SEPTEMBER 30, 2012**

<u>Transportation Sales Tax Fund</u>			<u>Convention and Tourism Fund</u>		
<u>Budgeted Amounts</u>	<u>Actual Amounts</u>	<u>Variance</u>	<u>Budgeted Amounts</u>	<u>Actual Amounts</u>	<u>Variance</u>
\$ -	\$ -	\$ -	\$ -	\$ -	\$ -
9,917,925	10,393,186	475,261	-	-	-
-	-	-	1,934,500	2,006,968	72,468
-	-	-	-	-	-
-	-	-	49,994	21,209	(28,785)
-	-	-	-	-	-
9,855	9,084	(771)	36,426	27,496	(8,930)
-	-	-	16,000	21,104	5,104
<u>9,927,780</u>	<u>10,402,270</u>	<u>474,490</u>	<u>2,036,920</u>	<u>2,076,777</u>	<u>39,857</u>
-	-	-	1,950,287	1,639,171	311,116
-	-	-	-	-	-
-	-	-	-	-	-
-	-	-	-	-	-
-	-	-	-	-	-
<u>-</u>	<u>-</u>	<u>-</u>	<u>1,950,287</u>	<u>1,639,171</u>	<u>311,116</u>
<u>9,927,780</u>	<u>10,402,270</u>	<u>474,490</u>	<u>86,633</u>	<u>437,606</u>	<u>350,973</u>
201,184	201,184	-	-	-	-
(10,143,520)	(10,143,520)	-	(43,470)	(43,470)	-
-	-	-	-	-	-
-	-	-	-	-	-
-	-	-	-	-	-
<u>(9,942,336)</u>	<u>(9,942,336)</u>	<u>-</u>	<u>(43,470)</u>	<u>(43,470)</u>	<u>-</u>
(14,556)	459,934	474,490	43,163	394,136	350,973
1,673,014	1,871,195	198,181	1,639,193	1,864,084	224,891
<u>\$ 1,658,458</u>	<u>\$ 2,331,129</u>	<u>\$ 672,671</u>	<u>\$ 1,682,356</u>	<u>\$ 2,258,220</u>	<u>\$ 575,864</u>

**CITY OF COLUMBIA, MISSOURI
BUDGETARY COMPARISON SCHEDULE
NONMAJOR GOVERNMENTAL FUNDS
FOR THE YEAR ENDED SEPTEMBER 30, 2012**

	Public Improvement Fund		
	Budgeted Amounts	Actual Amounts	Variance
REVENUES:			
General property taxes	\$ -	\$ -	\$ -
Sales tax	852,374	890,999	38,625
Other local taxes	-	-	-
Fees and service charges	760,000	1,350,027	590,027
Revenue from other governmental units	-	-	-
Lease revenue	-	-	-
Investment revenue	25,000	27,897	2,897
Miscellaneous revenue	-	-	-
TOTAL REVENUES	1,637,374	2,268,923	631,549
EXPENDITURES:			
Current:			
Policy development and administration	96,979	96,976	3
Health and environment	-	-	-
Personal development	-	-	-
Transportation	-	-	-
Miscellaneous nonprogrammed activities:			
Capital outlay	-	-	-
Other	-	-	-
TOTAL EXPENDITURES	96,979	96,976	3
EXCESS OF REVENUES OVER EXPENDITURES	1,540,395	2,171,947	631,552
OTHER FINANCING SOURCES (USES):			
Transfers from other funds	-	-	-
Transfers to other funds	(526,415)	(526,415)	-
Miscellaneous	-	-	-
Loan proceeds	-	-	-
MTFC loan proceeds	-	-	-
TOTAL OTHER FINANCING SOURCES (USES)	(526,415)	(526,415)	-
NET CHANGE IN FUND BALANCE	1,013,980	1,645,532	631,552
FUND BALANCE, BEGINNING OF PERIOD	1,314,661	1,577,915	263,254
FUND BALANCE, END OF PERIOD	\$ 2,328,641	\$ 3,223,447	\$ 894,806

**CITY OF COLUMBIA, MISSOURI
BUDGETARY COMPARISON SCHEDULE
NONMAJOR GOVERNMENTAL FUNDS
FOR THE YEAR ENDED SEPTEMBER 30, 2012**

<u>Capital Improvement Sales Tax Fund</u>			<u>Park Sales Tax Fund</u>		
<u>Budgeted Amounts</u>	<u>Actual Amounts</u>	<u>Variance</u>	<u>Budgeted Amounts</u>	<u>Actual Amounts</u>	<u>Variance</u>
\$ -	\$ -	\$ -	\$ -	\$ -	\$ -
4,958,854	5,196,536	237,682	4,958,777	5,193,354	234,577
-	-	-	-	-	-
-	-	-	-	-	-
-	-	-	-	-	-
30,357	20,647	(9,710)	2,843	4,566	1,723
-	-	-	-	-	-
<u>4,989,211</u>	<u>5,217,183</u>	<u>227,972</u>	<u>4,961,620</u>	<u>5,197,920</u>	<u>236,300</u>
-	-	-	-	-	-
-	-	-	-	-	-
-	-	-	946	945	1
-	-	-	-	-	-
-	-	-	-	-	-
-	-	-	946	945	1
<u>4,989,211</u>	<u>5,217,183</u>	<u>227,972</u>	<u>4,960,674</u>	<u>5,196,975</u>	<u>236,301</u>
-	-	-	-	-	-
(5,124,238)	(5,124,238)	-	(4,731,257)	(4,731,257)	-
-	-	-	-	-	-
-	-	-	-	-	-
-	-	-	-	-	-
<u>(5,124,238)</u>	<u>(5,124,238)</u>	<u>-</u>	<u>(4,731,257)</u>	<u>(4,731,257)</u>	<u>-</u>
(135,027)	92,945	227,972	229,417	465,718	236,301
2,280,661	2,372,144	91,483	739,710	833,464	93,754
<u>\$ 2,145,634</u>	<u>\$ 2,465,089</u>	<u>\$ 319,455</u>	<u>\$ 969,127</u>	<u>\$ 1,299,182</u>	<u>\$ 330,055</u>

**CITY OF COLUMBIA, MISSOURI
BUDGETARY COMPARISON SCHEDULE
NONMAJOR GOVERNMENTAL FUNDS
FOR THE YEAR ENDED SEPTEMBER 30, 2012**

	Contributions Fund		
	Budgeted Amounts	Actual Amounts	Variance
REVENUES:			
General property taxes	\$ -	\$ -	\$ -
Sales tax	-	-	-
Other local taxes	-	-	-
Fees and service charges	-	-	-
Revenue from other governmental units	-	-	-
Lease revenue	-	-	-
Investment revenue	15,000	10,379	(4,621)
Miscellaneous revenue	54,696	95,978	41,282
TOTAL REVENUES	69,696	106,357	36,661
EXPENDITURES:			
Current:			
Policy development and administration	-	-	-
Health and environment	-	-	-
Personal development	15,603	8,398	7,205
Transportation	-	-	-
Miscellaneous nonprogrammed activities:			
Capital outlay	-	-	-
Other	-	-	-
TOTAL EXPENDITURES	15,603	8,398	7,205
EXCESS (DEFICIENCY) OF REVENUES OVER EXPENDITURES	54,093	97,959	43,866
OTHER FINANCING SOURCES (USES):			
Transfers from other funds	-	-	-
Transfers to other funds	(51,177)	(51,177)	-
Miscellaneous	-	-	-
Loan proceeds	-	-	-
MTFC loan proceeds	-	-	-
TOTAL OTHER FINANCING SOURCES (USES)	(51,177)	(51,177)	-
NET CHANGE IN FUND BALANCE	2,916	46,782	43,866
FUND BALANCE, BEGINNING OF PERIOD	623,752	615,191	(8,561)
FUND BALANCE, END OF PERIOD	\$ 626,668	\$ 661,973	\$ 35,305

**CITY OF COLUMBIA, MISSOURI
BUDGETARY COMPARISON SCHEDULE
NONMAJOR GOVERNMENTAL FUNDS
FOR THE YEAR ENDED SEPTEMBER 30, 2012**

Office of Sustainability Fund			Debt Service Funds (Combined)		
Budgeted Amounts	Actual Amounts	Variance	Budgeted Amounts	Actual Amounts	Variance
\$ -	\$ -	\$ -	\$ -	\$ -	\$ -
-	-	-	-	-	-
-	-	-	-	-	-
-	-	-	-	-	-
191,787	489,526	297,739	-	-	-
-	-	-	-	1,740,808	1,740,808
-	2,008	2,008	183,793	109,124	(74,669)
-	-	-	-	-	-
<u>191,787</u>	<u>491,534</u>	<u>299,747</u>	<u>183,793</u>	<u>1,849,932</u>	<u>1,666,139</u>
628,919	448,717	180,202	-	-	-
-	-	-	-	497,624	(497,624)
-	-	-	-	-	-
-	-	-	-	-	-
-	21,030	(21,030)	-	-	-
-	-	-	5,961,456	7,425,874	(1,464,418)
<u>628,919</u>	<u>469,747</u>	<u>159,172</u>	<u>5,961,456</u>	<u>7,923,498</u>	<u>(1,962,042)</u>
<u>(437,132)</u>	<u>21,787</u>	<u>458,919</u>	<u>(5,777,663)</u>	<u>(6,073,566)</u>	<u>(295,903)</u>
100,000	100,000	-	5,961,456	5,961,456	-
-	-	-	(1,500,000)	(1,500,000)	-
-	-	-	-	-	-
-	-	-	-	-	-
-	-	-	-	2,500,000	2,500,000
<u>100,000</u>	<u>100,000</u>	<u>-</u>	<u>4,461,456</u>	<u>6,961,456</u>	<u>2,500,000</u>
(337,132)	121,787	458,919	(1,316,207)	887,890	2,204,097
115,977	90,527	(25,450)	9,126,640	9,177,970	51,330
<u>\$ (221,155)</u>	<u>\$ 212,314</u>	<u>\$ 433,469</u>	<u>\$ 7,810,433</u>	<u>\$ 10,065,860</u>	<u>\$ 2,255,427</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.

Parking Facilities Fund - to account for revenues and expenses resulting from the operation and maintenance of City parking lots, municipal garages, and parking meters.

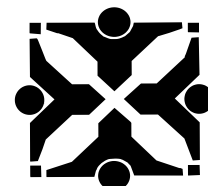
Recreational Services Fund - to account for revenues and expenses for various recreational services provided by the Parks and Recreation Department for which participants are charged fees.

Storm Water Utility Fund - to account for storm water funding, implementation of storm water management projects, and provide maintenance to existing drainage facilities.

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, 2012

	Parking Facilities Fund	Recreational Services Fund	Storm Water Fund	Regional Airport Fund	Public Transportation Fund	Railroad Fund	Total Nonmajor Enterprise Funds
ASSETS							
Current assets:							
Cash and cash equivalents	\$ 5,417,168	\$ 2,517,901	\$ 2,093,986	\$ 3,602,953	\$ 1,390,639	\$ 527,347	\$ 15,549,994
Receivable, net	47,051	7,227	147,731	77,908	218,889	56,092	554,898
Grants receivable	-	-	-	15,405	13,286	-	28,691
Accrued interest	49,698	3,820	4,013	6,751	2,636	1,017	67,935
Inventory	-	29,587	-	-	-	162,558	192,145
Prepaid items	-	9,625	-	700	-	-	10,325
Other assets	-	600	-	-	138	-	738
Total current assets	<u>5,513,917</u>	<u>2,568,760</u>	<u>2,245,730</u>	<u>3,703,717</u>	<u>1,625,588</u>	<u>747,014</u>	<u>16,404,726</u>
Noncurrent assets:							
Restricted assets:							
Bond covenant account cash	9,652,089	-	-	-	-	-	9,652,089
Grants receivable	-	-	-	1,052,540	166,958	2,357	1,221,855
Total restricted assets	<u>9,652,089</u>	<u>-</u>	<u>-</u>	<u>1,052,540</u>	<u>166,958</u>	<u>2,357</u>	<u>10,873,944</u>
Unamortized costs	532,059	-	-	-	-	-	532,059
Capital assets:							
Land	1,488,613	398,674	231,245	1,663,996	-	1,070,463	4,852,991
Structures and improvements	31,706,341	20,546,262	12,327,141	23,578,460	3,899,622	14,321,909	106,379,735
Furniture, fixtures and equipment	304,371	906,129	382,784	2,875,915	11,412,729	1,364,887	17,246,815
Construction in progress	2,883,760	252,676	139,211	1,970,644	24,236	973	5,271,500
Less accumulated depreciation	(9,014,344)	(8,230,904)	(5,081,676)	(12,478,542)	(5,988,904)	(4,673,592)	(45,467,962)
Total capital assets	<u>27,368,741</u>	<u>13,872,837</u>	<u>7,998,705</u>	<u>17,610,473</u>	<u>9,347,683</u>	<u>12,084,640</u>	<u>88,283,079</u>
Total noncurrent assets	<u>37,552,889</u>	<u>13,872,837</u>	<u>7,998,705</u>	<u>18,663,013</u>	<u>9,514,641</u>	<u>12,086,997</u>	<u>99,689,082</u>
Total Assets	<u>43,066,806</u>	<u>16,441,597</u>	<u>10,244,435</u>	<u>22,366,730</u>	<u>11,140,229</u>	<u>12,834,011</u>	<u>116,093,808</u>
LIABILITIES							
Current liabilities:							
Accounts payable	27,432	78,088	80,132	35,683	37,251	22,487	281,073
Accrued interest	104,731	-	-	-	-	-	104,731
Accrued payroll and payroll taxes	18,527	149,465	7,044	40,389	139,030	11,231	365,686
Accrued compensated absences	9,107	114,652	16,343	48,886	40,191	9,839	239,018
Loans payable to other funds – current maturities	-	-	-	-	-	142,131	142,131
Obligations under capital leases	-	-	-	22,651	-	-	22,651
Unearned revenue	598,365	45,729	-	-	75,005	-	719,099
Other liabilities	17,884	250	5,052	7,459	2,403	2,400	35,448
Construction contracts payable	1,153,209	5,443	18,063	1,026,895	100	-	2,203,710
Special obligation bonds payable	985,000	-	-	-	-	-	985,000
Total current liabilities	<u>2,914,255</u>	<u>393,627</u>	<u>126,634</u>	<u>1,181,963</u>	<u>293,980</u>	<u>188,088</u>	<u>5,098,547</u>
Noncurrent liabilities:							
Accrued compensated absences	4,557	57,374	8,178	24,463	20,112	4,924	119,608
Special obligation bonds payable	24,758,591	-	-	-	-	-	24,758,591
Advances from other funds	1,307,120	-	-	-	-	800,000	2,107,120
Loans payable to other funds	-	-	-	-	-	2,991,089	2,991,089
Obligations under capital leases	-	-	-	197,639	-	-	197,639
Net pension obligation	4,054	17,689	3,305	8,909	20,245	-	54,202
Total noncurrent liabilities	<u>26,074,322</u>	<u>75,063</u>	<u>11,483</u>	<u>231,011</u>	<u>40,357</u>	<u>3,796,013</u>	<u>30,228,249</u>
Total Liabilities	<u>28,988,577</u>	<u>468,690</u>	<u>138,117</u>	<u>1,412,974</u>	<u>334,337</u>	<u>3,984,101</u>	<u>35,326,796</u>
NET ASSETS							
Invested in capital assets, net of related debt	10,548,342	13,872,837	7,998,705	17,610,473	9,347,683	12,084,640	71,462,680
Restricted for:							
Capital Projects	-	-	-	1,052,540	166,958	-	1,219,498
Debt Service	624,166	-	-	-	-	-	624,166
Unrestricted	2,905,721	2,100,070	2,107,613	2,290,743	1,291,251	(3,234,730)	7,460,668
Total Net Assets	<u>\$ 14,078,229</u>	<u>\$ 15,972,907</u>	<u>\$ 10,106,318</u>	<u>\$ 20,953,756</u>	<u>\$ 10,805,892</u>	<u>\$ 8,849,910</u>	<u>\$ 80,767,012</u>

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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, 2012

	Parking Facilities Fund	Recreational Services Fund	Storm Water Fund	Regional Airport Fund	Public Transportation Fund	Railroad Fund	Total Nonmajor Enterprise Funds
OPERATING REVENUES:							
Charges for services	\$ 2,688,403	\$ 4,373,766	\$ 1,310,722	\$ 642,170	\$ 1,873,872	\$ 738,185	\$ 11,627,118
OPERATING EXPENSES:							
Personal services	413,597	3,482,678	342,571	958,842	2,826,526	215,822	8,240,036
Materials, supplies, and power	82,435	990,093	180,283	167,151	1,475,285	103,340	2,998,587
Travel and training	-	4,325	4,799	14,049	6,617	2,630	32,420
Intragovernmental	152,417	677,500	155,412	229,924	894,677	77,280	2,187,210
Utilities, services, and miscellaneous	262,388	1,156,886	58,993	443,285	564,529	147,201	2,633,282
Depreciation	687,041	632,575	507,878	679,402	769,966	539,507	3,816,369
Total Operating Expenses	<u>1,597,878</u>	<u>6,944,057</u>	<u>1,249,936</u>	<u>2,492,653</u>	<u>6,537,600</u>	<u>1,085,780</u>	<u>19,907,904</u>
Operating Income (Loss)	<u>1,090,525</u>	<u>(2,570,291)</u>	<u>60,786</u>	<u>(1,850,483)</u>	<u>(4,663,728)</u>	<u>(347,595)</u>	<u>(8,280,786)</u>
NONOPERATING REVENUES (EXPENSES):							
Investment revenue	369,398	29,070	24,420	27,177	28,016	10,573	488,654
Revenue from other governmental units	-	-	61,082	156,512	1,586,935	-	1,804,529
Miscellaneous revenue	150,534	29,201	6,247	14,597	50,297	120,758	371,634
Interest expense	(973,885)	(1,901)	-	(8,127)	-	(32,917)	(1,016,830)
Loss on disposal of capital assets	(2,090)	-	(2,800)	-	(49,114)	-	(54,004)
Miscellaneous expense	(56,771)	(41,949)	-	-	(1,519)	-	(100,239)
Total Nonoperating Revenues (Expenses)	<u>(512,814)</u>	<u>14,421</u>	<u>88,949</u>	<u>190,159</u>	<u>1,614,615</u>	<u>98,414</u>	<u>1,493,744</u>
Income (Loss) Before Contributions and Transfers	577,711	(2,555,870)	149,735	(1,660,324)	(3,049,113)	(249,181)	(6,787,042)
Transfers in	-	2,256,015	150,000	3,300,462	1,727,320	50,000	7,483,797
Transfers out	(202,220)	-	(61,053)	(125,215)	(75,969)	-	(464,457)
Capital contribution	-	-	-	1,254,533	2,118,556	-	3,373,089
Total Transfers & Contributions	<u>(202,220)</u>	<u>2,256,015</u>	<u>88,947</u>	<u>4,429,780</u>	<u>3,769,907</u>	<u>50,000</u>	<u>10,392,429</u>
Changes in Net Assets	375,491	(299,855)	238,682	2,769,456	720,794	(199,181)	3,605,387
NET ASSETS-BEGINNING	<u>13,702,738</u>	<u>16,272,762</u>	<u>9,867,636</u>	<u>18,184,300</u>	<u>10,085,098</u>	<u>9,049,091</u>	<u>77,161,625</u>
NET ASSETS-ENDING	<u>\$ 14,078,229</u>	<u>\$ 15,972,907</u>	<u>\$ 10,106,318</u>	<u>\$ 20,953,756</u>	<u>\$ 10,805,892</u>	<u>\$ 8,849,910</u>	<u>\$ 80,767,012</u>

**CITY OF COLUMBIA, MISSOURI
COMBINING STATEMENT OF CASH FLOWS
NONMAJOR ENTERPRISE FUNDS
FOR THE YEAR ENDED SEPTEMBER 30, 2012**

	Parking Facilities Fund	Recreational Services Fund	Storm Water Fund
CASH FLOWS FROM OPERATING ACTIVITIES:			
Cash received from customers (including other funds)	\$ 2,661,589	\$ 4,376,559	\$ 1,269,146
Cash received from other sources	150,534	29,201	6,247
Cash payments to suppliers	123,366	(2,132,402)	(177,230)
Cash payments to employees	(409,714)	(3,450,158)	(357,154)
Cash payments to other funds	(152,417)	(677,500)	(155,412)
Net cash provided for (used for) operating activities	<u>2,373,358</u>	<u>(1,854,300)</u>	<u>585,597</u>
CASH FLOWS FROM NONCAPITAL FINANCING ACTIVITIES:			
Transfers from other funds	-	2,256,015	150,000
Transfers to other funds	(202,220)	-	(61,053)
Payments of advances from other funds	1,307,120	(98,117)	-
Revenue from other governmental units	-	-	61,082
Net cash provided for noncapital financing activities	<u>1,104,900</u>	<u>2,157,898</u>	<u>150,029</u>
CASH FLOWS FROM CAPITAL AND RELATED FINANCING ACTIVITIES:			
Proceeds from bonds and loans	8,976,596	-	-
Debt service – interest payments	(955,591)	(1,901)	-
Debt service – principal	(415,405)	-	-
Acquisition and construction of capital assets	(2,613,562)	(312,302)	(103,245)
Fiscal agent fees payments	(295,498)	(41,949)	-
Decrease in construction contracts	(80,516)	-	(1,890)
Capital contributions, cash	-	-	-
Net cash provided for (used for) capital and related financing activities	<u>4,616,024</u>	<u>(356,152)</u>	<u>(105,135)</u>
CASH FLOWS FROM INVESTING ACTIVITIES –			
Interest received	<u>352,369</u>	<u>28,944</u>	<u>23,006</u>
Net cash provided for investing activities	<u>352,369</u>	<u>28,944</u>	<u>23,006</u>
Net increase (decrease) in cash and cash equivalents	8,446,651	(23,610)	653,497
CASH AND CASH EQUIVALENTS AT BEGINNING OF PERIOD	<u>6,622,606</u>	<u>2,541,511</u>	<u>1,440,489</u>
CASH AND CASH EQUIVALENTS AT END OF PERIOD	<u>\$ 15,069,257</u>	<u>\$ 2,517,901</u>	<u>\$ 2,093,986</u>
Displayed as:			
Cash and cash equivalents	\$ 5,417,168	\$ 2,517,901	\$ 2,093,986
Restricted assets	9,652,089	-	-
	<u>\$ 15,069,257</u>	<u>\$ 2,517,901</u>	<u>\$ 2,093,986</u>
RECONCILIATION OF OPERATING INCOME TO NET CASH PROVIDED (USED) FOR OPERATING ACTIVITIES:			
Operating income (loss)	\$ 1,090,525	\$ (2,570,291)	\$ 60,786
Adjustments to reconcile operating income to net cash provided (used) for operating activities:			
Depreciation	687,041	632,575	507,878
Changes in assets and liabilities:			
Decrease (increase) in receivable	(26,814)	2,793	(41,576)
Decrease (increase) in inventory	-	(8,824)	-
Decrease (increase) in prepaid items	-	(4)	-
Increase (decrease) in accounts payable	(26,737)	(3,500)	68,887
Increase (decrease) in accrued payroll	2,666	27,209	(15,575)
Increase (decrease) in loans payable to other funds	-	-	-
Increase (decrease) in other liabilities	494,926	31,230	(2,042)
Increase (decrease) in net pension obligation	1,217	5,311	992
Other nonoperating revenue	150,534	29,201	6,247
Net cash provided for (used for) operating activities	<u>\$ 2,373,358</u>	<u>\$ (1,854,300)</u>	<u>\$ 585,597</u>
NONCASH INVESTING, CAPITAL AND RELATED FINANCING ACTIVITIES:			
Change in fair value of investments	\$ (173,211)	\$ (24,713)	\$ (24,941)
Construction contracts payable	1,153,209	5,443	18,063
Total noncash capital and related financing activities	<u>\$ 979,998</u>	<u>\$ (19,270)</u>	<u>\$ (6,878)</u>

CITY OF COLUMBIA, MISSOURI
 COMBINING STATEMENT OF CASH FLOWS
 NONMAJOR ENTERPRISE FUNDS
 FOR THE YEAR ENDED SEPTEMBER 30, 2012

Regional Airport Fund	Public Transportation Fund	Railroad Fund	Total Nonmajor Enterprise Funds
\$ 649,319	\$ 1,816,791	\$ 733,605	\$ 11,507,009
14,597	50,297	120,758	371,634
(642,012)	(1,985,979)	(280,105)	(5,094,362)
(955,006)	(2,792,547)	(211,431)	(8,176,010)
(229,924)	(894,677)	(77,280)	(2,187,210)
<u>(1,163,026)</u>	<u>(3,806,115)</u>	<u>285,547</u>	<u>(3,578,939)</u>
3,300,462	1,727,320	50,000	7,483,797
(125,215)	(75,969)	-	(464,457)
-	-	-	1,209,003
198,508	1,573,649	-	1,833,239
<u>3,373,755</u>	<u>3,225,000</u>	<u>50,000</u>	<u>10,061,582</u>
-	-	-	8,976,596
(8,127)	-	(32,917)	(998,536)
(21,873)	-	(142,131)	(579,409)
(424,561)	(2,659,892)	(282,911)	(6,396,473)
(388,545)	(1,124,281)	-	(338,966)
618,526	2,851,023	-	(1,595,232)
<u>(224,580)</u>	<u>(934,669)</u>	<u>(457,959)</u>	<u>2,537,529</u>
23,442	30,713	10,579	469,053
<u>23,442</u>	<u>30,713</u>	<u>10,579</u>	<u>469,053</u>
2,009,591	(1,485,071)	(111,833)	9,489,225
<u>1,593,362</u>	<u>2,875,710</u>	<u>639,180</u>	<u>15,712,858</u>
<u>\$ 3,602,953</u>	<u>\$ 1,390,639</u>	<u>\$ 527,347</u>	<u>\$ 25,202,083</u>
\$ 3,602,953	\$ 1,390,639	\$ 527,347	\$ 15,549,994
-	-	-	9,652,089
<u>\$ 3,602,953</u>	<u>\$ 1,390,639</u>	<u>\$ 527,347</u>	<u>\$ 25,202,083</u>
\$ (1,850,483)	\$ (4,663,728)	\$ (347,595)	\$ (8,280,786)
679,402	769,966	539,507	3,816,369
7,149	(57,081)	(7,307)	(122,836)
-	-	(13,422)	(22,246)
(700)	-	-	(704)
(16,643)	5,467	(13,512)	13,962
1,143	27,395	4,391	47,229
-	-	2,727	2,727
(184)	54,985	-	578,915
2,693	6,584	-	16,797
14,597	50,297	120,758	371,634
<u>\$ (1,163,026)</u>	<u>\$ (3,806,115)</u>	<u>\$ 285,547</u>	<u>\$ (3,578,939)</u>
\$ (40,610)	\$ (18,847)	\$ (6,613)	\$ (288,935)
1,026,895	100	-	2,203,710
<u>\$ 986,285</u>	<u>\$ (18,747)</u>	<u>\$ (6,613)</u>	<u>\$ 1,914,775</u>

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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.

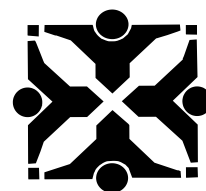
Public Communications Fund - to account for the provision of printing press, xerox, interdepartmental mail, and postage services to other City departments, and cable television operations.

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.

GIS Fund - to account for the provision of geospatial technologies like computer mapping, geographic information systems, global positioning systems, remote sensing, and the accompanying spatial data to all City departments.

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, 2012**

	<u>Custodial and Maintenance Services Fund</u>	<u>Utility Customer Services Fund</u>	<u>Information Technologies Fund</u>
ASSETS			
CURRENT ASSETS:			
Cash and cash equivalents	\$ 711,137	\$ 342,350	\$ 1,412,602
Investments	-	-	-
Receivable, net	-	79,903	5,592
Grants receivable	-	-	-
Accrued interest	1,357	683	2,729
Inventory	18,925	-	-
Prepaid items	454	-	41,176
Total Current Assets	<u>731,873</u>	<u>422,936</u>	<u>1,462,099</u>
CAPITAL ASSETS:			
Improvements other than buildings	253,813	-	35,506
Furniture, fixtures and equipment	178,346	32,500	4,721,563
Construction in progress	-	-	-
Less accumulated depreciation	<u>(137,819)</u>	<u>(32,500)</u>	<u>(4,277,769)</u>
Total Capital Assets	<u>294,340</u>	<u>-</u>	<u>479,300</u>
TOTAL ASSETS	<u>1,026,213</u>	<u>422,936</u>	<u>1,941,399</u>
LIABILITIES AND NET ASSETS			
LIABILITIES:			
Current liabilities:			
Accounts payable	38,392	60,892	41,732
Interest payable	-	-	662
Accrued payroll and payroll taxes	30,910	27,094	104,013
Accrued compensated absences	14,265	12,929	87,781
Claims payable - health insurance	-	-	-
Claims payable - worker's compensation and general liability	-	-	-
Obligations under capital leases	-	-	26,741
Other liabilities	-	-	-
Total current liabilities	<u>83,567</u>	<u>100,915</u>	<u>260,929</u>
Noncurrent liabilities:			
Accrued compensated absences	7,138	6,469	43,926
Claims payable - worker's compensation and general liability	-	-	-
Net pension obligation	8,263	7,231	14,461
Obligations under capital leases	-	-	27,715
Total noncurrent liabilities	<u>15,401</u>	<u>13,700</u>	<u>86,102</u>
Total Liabilities	<u>98,968</u>	<u>114,615</u>	<u>347,031</u>
NET ASSETS			
Invested in capital assets, net of related debt	294,340	-	424,844
Unrestricted	<u>632,905</u>	<u>308,321</u>	<u>1,169,524</u>
Total Net Assets	<u>\$ 927,245</u>	<u>\$ 308,321</u>	<u>\$ 1,594,368</u>

**CITY OF COLUMBIA, MISSOURI
COMBINING STATEMENT OF NET ASSETS
INTERNAL SERVICE FUNDS
SEPTEMBER 30, 2012**

<u>Public Communications Fund</u>	<u>Fleet Operations Fund</u>	<u>Self Insurance Reserve Fund</u>	<u>GIS Fund</u>	<u>Employee Benefit Fund</u>	<u>Total Internal Service Funds</u>
\$ 1,402,811	\$ 1,511,972	\$ 3,180,174	\$ 83,258	\$4,114,557	\$12,758,861
-	-	4,860,780	-	-	4,860,780
142,025	16,225	-	-	382,676	626,421
-	-	-	26,202	-	26,202
2,683	2,900	3,655	159	7,819	21,985
17,931	761,410	-	-	-	798,266
-	-	-	960	-	42,590
<u>1,565,450</u>	<u>2,292,507</u>	<u>8,044,609</u>	<u>110,579</u>	<u>4,505,052</u>	<u>19,135,105</u>
-	444,773	-	-	-	734,092
956,368	918,205	33,350	-	-	6,840,332
-	1,773	-	-	-	1,773
(653,813)	(713,601)	(33,350)	-	-	(5,848,852)
-	-	-	-	-	-
<u>302,555</u>	<u>651,150</u>	<u>-</u>	<u>-</u>	<u>-</u>	<u>1,727,345</u>
<u>1,868,005</u>	<u>2,943,657</u>	<u>8,044,609</u>	<u>110,579</u>	<u>4,505,052</u>	<u>20,862,450</u>
34,233	305,356	922	4,028	199,016	684,571
-	-	-	-	-	662
29,932	75,820	8,569	14,874	20,104	311,316
21,963	44,313	9,883	4,365	4,430	199,929
-	-	-	-	900,013	900,013
-	-	1,530,396	-	-	1,530,396
-	-	-	-	-	26,741
-	40	-	-	98,237	98,277
<u>86,128</u>	<u>425,529</u>	<u>1,549,770</u>	<u>23,267</u>	<u>1,221,800</u>	<u>3,751,905</u>
10,990	22,175	4,945	2,184	2,216	100,043
-	-	2,729,576	-	-	2,729,576
4,519	16,269	1,549	2,324	2,660	57,276
-	-	-	-	-	27,715
<u>15,509</u>	<u>38,444</u>	<u>2,736,070</u>	<u>4,508</u>	<u>4,876</u>	<u>2,914,610</u>
<u>101,637</u>	<u>463,973</u>	<u>4,285,840</u>	<u>27,775</u>	<u>1,226,676</u>	<u>6,666,515</u>
302,555	651,150	-	-	-	1,672,889
<u>1,463,813</u>	<u>1,828,534</u>	<u>3,758,769</u>	<u>82,804</u>	<u>3,278,376</u>	<u>12,523,046</u>
<u>\$ 1,766,368</u>	<u>\$ 2,479,684</u>	<u>\$ 3,758,769</u>	<u>\$ 82,804</u>	<u>\$ 3,278,376</u>	<u>\$ 14,195,935</u>

**CITY OF COLUMBIA, MISSOURI
COMBINING STATEMENT OF REVENUES, EXPENSES, AND CHANGES IN NET ASSETS
INTERNAL SERVICE FUNDS
FOR THE YEAR ENDED SEPTEMBER 30, 2012**

	<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>\$ 1,492,794</u>	<u>\$ 1,708,122</u>	<u>\$ 3,983,822</u>
OPERATING EXPENSES:			
Personal services	688,227	642,038	2,313,828
Materials and supplies	188,054	314,851	444,564
Travel and training	1,631	1,817	8,112
Intragovernmental	62,441	358,538	11,297
Utilities, services, and miscellaneous	381,051	772,672	836,695
Depreciation	<u>17,358</u>	<u>-</u>	<u>180,121</u>
TOTAL OPERATING EXPENSES	<u>1,338,762</u>	<u>2,089,916</u>	<u>3,794,617</u>
OPERATING INCOME (LOSS)	<u>154,032</u>	<u>(381,794)</u>	<u>189,205</u>
NONOPERATING REVENUES (EXPENSES):			
Investment revenue	10,404	6,806	16,862
Revenue from other governmental units	-	-	-
Miscellaneous revenue	12	393,299	7,574
Interest expense	-	-	(906)
Loss on disposal of fixed assets	<u>-</u>	<u>-</u>	<u>(2,974)</u>
TOTAL NONOPERATING REVENUES	<u>10,416</u>	<u>400,105</u>	<u>20,556</u>
INCOME (LOSS) BEFORE CONTRIBUTIONS AND TRANSFERS	164,448	18,311	209,761
Transfers in	-	-	-
Transfers out	<u>(69,646)</u>	<u>(406,294)</u>	<u>(1,173,520)</u>
CHANGES IN NET ASSETS	94,802	(387,983)	(963,759)
NET ASSETS-BEGINNING	<u>832,443</u>	<u>696,304</u>	<u>2,558,127</u>
NET ASSETS-ENDING	<u>\$ 927,245</u>	<u>\$ 308,321</u>	<u>\$ 1,594,368</u>

CITY OF COLUMBIA, MISSOURI
COMBINING STATEMENT OF REVENUES, EXPENSES, AND CHANGES IN NET ASSETS
INTERNAL SERVICE FUNDS
FOR THE YEAR ENDED SEPTEMBER 30, 2012

<u>Public Communications Fund</u>	<u>Fleet Operations Fund</u>	<u>Self Insurance Reserve Fund</u>	<u>GIS Fund</u>	<u>Employee Benefit Fund</u>	<u>Total Internal Service Funds</u>
\$ 1,277,524	\$ 8,088,141	\$4,436,696	\$ 322,004	\$ 13,948,030	\$ 35,257,133
715,072	1,789,772	195,056	282,449	410,213	7,036,655
199,849	5,749,497	5,810	13,149	65,246	6,981,020
2,395	225	1,421	9,558	1,954	27,113
9,231	160,568	251	447	436	603,209
244,770	62,634	3,255,191	3,631	15,292,915	20,849,559
52,372	38,606	-	-	-	288,457
<u>1,223,689</u>	<u>7,801,302</u>	<u>3,457,729</u>	<u>309,234</u>	<u>15,770,764</u>	<u>35,786,013</u>
<u>53,835</u>	<u>286,839</u>	<u>978,967</u>	<u>12,770</u>	<u>(1,822,734)</u>	<u>(528,880)</u>
22,216	18,333	4,348	578	67,959	147,506
-	-	-	62,847	-	62,847
52	118,607	37,956	-	1,412,204	1,969,704
-	-	-	-	-	(906)
-	-	-	-	-	(2,974)
<u>22,268</u>	<u>136,940</u>	<u>42,304</u>	<u>63,425</u>	<u>1,480,163</u>	<u>2,176,177</u>
76,103	423,779	1,021,271	76,195	(342,571)	1,647,297
50,000	-	-	-	-	50,000
<u>(119,562)</u>	<u>(3,330)</u>	<u>(35,845)</u>	<u>(4,488)</u>	<u>(46,767)</u>	<u>(1,859,452)</u>
6,541	420,449	985,426	71,707	(389,338)	(162,155)
<u>1,759,827</u>	<u>2,059,235</u>	<u>2,773,343</u>	<u>11,097</u>	<u>3,667,714</u>	<u>14,358,090</u>
<u>\$ 1,766,368</u>	<u>\$ 2,479,684</u>	<u>\$ 3,758,769</u>	<u>\$ 82,804</u>	<u>\$ 3,278,376</u>	<u>\$ 14,195,935</u>

**CITY OF COLUMBIA, MISSOURI
COMBINING STATEMENT OF CASH FLOWS
INTERNAL SERVICE FUNDS
FOR THE YEAR ENDED SEPTEMBER 30, 2012**

	Custodial and Maintenance Services Fund	Utility Customer Services Fund	Information Technologies Fund
CASH FLOWS FROM OPERATING ACTIVITIES:			
Cash received from customers (including other funds)	\$ 1,492,794	\$ 1,742,633	\$ 3,983,822
Cash received from other sources	12	393,299	7,574
Cash payments to suppliers	(559,457)	(1,095,835)	(1,306,078)
Cash payments to employees	(680,575)	(640,155)	(2,303,305)
Cash payments to other funds	(62,441)	(358,538)	(11,297)
	<u>190,333</u>	<u>41,404</u>	<u>370,716</u>
CASH FLOWS FROM NONCAPITAL FINANCING ACTIVITIES:			
Transfers in	-	-	-
Transfers out	(69,646)	(406,294)	(1,173,520)
Operating grants	-	-	1,563
	<u>(69,646)</u>	<u>(406,294)</u>	<u>(1,171,957)</u>
CASH FLOWS FROM CAPITAL AND RELATED FINANCING ACTIVITIES:			
Debt service – interest	-	-	(244)
Debt service – principal	-	-	(28,480)
Acquisition and construction of capital assets	(20,569)	-	(142,852)
	<u>(20,569)</u>	<u>-</u>	<u>(171,576)</u>
CASH FLOWS FROM INVESTING ACTIVITIES:			
Interest received	10,123	7,402	18,436
Purchase of investments	-	-	-
	<u>10,123</u>	<u>7,402</u>	<u>18,436</u>
Net increase (decrease) in cash and cash equivalents	110,241	(357,488)	(954,381)
CASH AND CASH EQUIVALENTS AT BEGINNING OF PERIOD	<u>600,896</u>	<u>699,838</u>	<u>2,366,983</u>
CASH AND CASH EQUIVALENTS AT END OF PERIOD	<u>\$ 711,137</u>	<u>\$ 342,350</u>	<u>\$ 1,412,602</u>
RECONCILIATION OF OPERATING INCOME (LOSS) TO NET CASH PROVIDED (USED) FOR OPERATING ACTIVITIES:			
Operating income (loss)	\$ 154,032	\$ (381,794)	\$ 189,205
Adjustments to reconcile operating income (loss) to net cash provided (used) for operating activities:			
Depreciation	17,358	-	180,121
Changes in assets and liabilities:			
Decrease (increase) in receivables	-	34,511	-
Decrease (increase) in inventory	(2,931)	-	3,755
Decrease (increase) in prepaid items	(168)	-	(25,276)
Increase (decrease) in accounts payable	14,378	(6,495)	4,814
Increase (decrease) in accrued payroll	5,262	(1,011)	5,820
Increase in other liabilities	-	-	-
Increase (decrease) in claims payable - workers' compensation and general liability and health insurance	-	-	-
Increase in net pension obligation	2,390	2,894	4,703
Other nonoperating revenue	12	393,299	7,574
	<u>190,333</u>	<u>41,404</u>	<u>370,716</u>
Net cash provided for (used for) operating activities	<u>\$ 190,333</u>	<u>\$ 41,404</u>	<u>\$ 370,716</u>
NONCASH INVESTING ACTIVITIES:			
Change in fair value of investments	\$ (8,643)	\$ (4,503)	\$ (17,294)
Capital lease obligations	-	-	82,936
Total noncash capital and related financing activities	<u>\$ (8,643)</u>	<u>\$ (4,503)</u>	<u>\$ 65,642</u>

**CITY OF COLUMBIA, MISSOURI
COMBINING STATEMENT OF CASH FLOWS
INTERNAL SERVICE FUNDS
FOR THE YEAR ENDED SEPTEMBER 30, 2012**

Public Communications Fund	Fleet Operations Fund	Self Insurance Reserve Fund	GIS Fund	Employee Benefit Fund	Total Internal Service Funds
\$ 1,276,178	\$ 8,079,116	\$ 4,155,921	\$ 322,004	\$ 13,956,396	\$ 35,008,864
52	118,607	37,956	-	1,412,204	1,969,704
(432,842)	(5,811,741)	(3,275,671)	(24,172)	(15,106,925)	(27,612,721)
(716,895)	(1,777,050)	(190,305)	(278,914)	(415,629)	(7,002,828)
(9,231)	(160,568)	(251)	(447)	(436)	(603,209)
<u>117,262</u>	<u>448,364</u>	<u>727,650</u>	<u>18,471</u>	<u>(154,390)</u>	<u>1,759,810</u>
50,000	-	-	-	-	50,000
(119,562)	(3,330)	(35,845)	(4,488)	(46,767)	(1,859,452)
-	-	-	57,510	-	59,073
<u>(69,562)</u>	<u>(3,330)</u>	<u>(35,845)</u>	<u>53,022</u>	<u>(46,767)</u>	<u>(1,750,379)</u>
-	-	-	-	-	(244)
-	-	-	-	-	(28,480)
(9,380)	(149,692)	-	-	-	(322,493)
<u>(9,380)</u>	<u>(149,692)</u>	<u>-</u>	<u>-</u>	<u>-</u>	<u>(351,217)</u>
21,941	17,663	2,962	432	67,726	146,685
-	-	(598)	-	-	(598)
<u>21,941</u>	<u>17,663</u>	<u>2,364</u>	<u>432</u>	<u>67,726</u>	<u>146,087</u>
60,261	313,005	694,169	71,925	(133,431)	(195,699)
<u>1,342,550</u>	<u>1,198,967</u>	<u>2,486,005</u>	<u>11,333</u>	<u>4,247,988</u>	<u>12,954,560</u>
<u>\$ 1,402,811</u>	<u>\$ 1,511,972</u>	<u>\$ 3,180,174</u>	<u>\$ 83,258</u>	<u>\$ 4,114,557</u>	<u>\$ 12,758,861</u>
\$ 53,835	\$ 286,839	\$ 978,967	\$ 12,770	\$ (1,822,734)	\$ (528,880)
52,372	38,606	-	-	-	288,457
(1,346)	(9,025)	-	-	8,366	32,506
(8,386)	1,622	-	-	-	(5,940)
-	-	-	(960)	50,095	23,691
22,558	(1,047)	(13,249)	3,126	27,684	51,769
(2,457)	7,819	4,286	2,476	(6,630)	15,565
-	40	-	-	19,094	19,134
-	-	(280,775)	-	156,317	(124,458)
634	4,903	465	1,059	1,214	18,262
52	118,607	37,956	-	1,412,204	1,969,704
<u>\$ 117,262</u>	<u>\$ 448,364</u>	<u>\$ 727,650</u>	<u>\$ 18,471</u>	<u>\$ (154,390)</u>	<u>\$ 1,759,810</u>
\$ (17,266)	\$ (18,343)	\$ (21,367)	\$ (921)	\$ (50,439)	\$ (138,776)
-	-	-	-	-	82,936
<u>\$ (17,266)</u>	<u>\$ (18,343)</u>	<u>\$ (21,367)</u>	<u>\$ (921)</u>	<u>\$ (50,439)</u>	<u>\$ (55,840)</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.

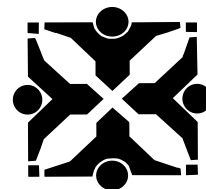
Police and Firefighters' Retirement Funds - to account for the accumulation of resources for pension benefit payments to qualified police and firefighter personnel.

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.

Other Post Employment Benefit Trust Fund - to account for the accumulation of resources for post employment benefits to qualified plan participants.

Library Agency Fund - to report funds held for Daniel Boone Regional Library until requested by the Library board.



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CITY OF COLUMBIA, MISSOURI
COMBINING STATEMENT OF FIDUCIARY NET ASSETS
FIDUCIARY FUNDS
SEPTEMBER 30, 2012

	Pension Trust and OPEB Funds			
	Firefighters' Retirement Fund	Police Retirement Fund	OPEB	Total
ASSETS				
Cash and cash equivalents	\$ 923,192	\$ 637,807	\$ 101,322	\$ 1,662,321
Accrued interest	79,643	55,023	255	134,921
Investments	56,199,226	38,826,443	2,053,605	97,079,274
Capital assets	6,913	4,774	-	11,687
Accumulated depreciation	(6,913)	(4,774)	-	(11,687)
Total Assets	57,202,061	39,519,273	2,155,182	98,876,516
LIABILITIES				
Other liabilities	1,807,707	608,270	-	2,415,977
Total Liabilities	1,807,707	608,270	-	2,415,977
NET ASSETS				
Net assets held in trust	55,394,354	38,911,003	2,155,182	96,460,539
Total Net Assets	\$ 55,394,354	\$ 38,911,003	\$ 2,155,182	\$ 96,460,539

**CITY OF COLUMBIA, MISSOURI
 COMBINING STATEMENT OF FIDUCIARY NET ASSETS
 FIDUCIARY FUNDS
 SEPTEMBER 30, 2012**

	Private Purpose Trust Funds		
	Conley Poor Fund	REDI Trust Fund	Total
ASSETS			
Cash and cash equivalents	\$ 1,699	\$ 217,034	\$ 218,733
Accrued interest	-	415	415
Other assets	-	461,605	461,605
	Total Assets	679,054	680,753
LIABILITIES			
Accounts payable	-	16,110	16,110
Loan payable	-	572,097	572,097
Other liabilities	-	80	80
	Total Liabilities	588,287	588,287
NET ASSETS			
Net assets held in trust	1,699	90,767	92,466
	Total Net Assets	\$ 90,767	\$ 92,466

CITY OF COLUMBIA, MISSOURI
COMBINING STATEMENT OF CHANGES IN FIDUCIARY NET ASSETS
FIDUCIARY FUNDS
FOR THE YEAR ENDED SEPTEMBER 30, 2012

	Pension Trust and OPEB Funds			
	Firefighters' Retirement Fund	Police Retirement Fund	OPEB	Total
ADDITIONS				
Contributions:				
City	\$ 3,995,869	\$ 3,153,367	\$ 691,060	\$ 7,840,296
Employee	1,207,217	303,320	-	1,510,537
Net investment income:				
Net appreciation in fair value of investments	2,191,441	1,649,551	152,068	3,993,060
Interest and dividends	4,680,735	3,233,077	15,016	7,928,828
Total additions	12,075,262	8,339,315	858,144	21,272,721
DEDUCTIONS				
Current:				
Policy development and administration:				
Travel and training	494	342	-	836
Intragovernmental	33,458	23,110	-	56,568
Utilities, services, and miscellaneous	385,701	266,411	272,691	924,803
Pension benefits	5,350,818	3,528,669	-	8,879,487
Refund of employee's contributions	43,040	43,893	-	86,933
Total deductions	5,813,511	3,862,425	272,691	9,948,627
Change in net assets	6,261,751	4,476,890	585,453	11,324,094
NET ASSETS - BEGINNING	49,132,603	34,434,113	1,569,729	85,136,445
NET ASSETS - ENDING	<u>\$ 55,394,354</u>	<u>\$ 38,911,003</u>	<u>\$ 2,155,182</u>	<u>\$ 96,460,539</u>

CITY OF COLUMBIA, MISSOURI
COMBINING STATEMENT OF CHANGES IN FIDUCIARY NET ASSETS
FIDUCIARY FUNDS
FOR THE YEAR ENDED SEPTEMBER 30, 2012

	Private Purpose Trust Funds		
	Conley Poor Fund	REDI Trust Fund	Total
ADDITIONS			
Contributions:			
Chamber	\$ -	\$ 195,575	\$ 195,575
City	-	30,000	30,000
County	-	35,000	35,000
University	-	15,000	15,000
Interest and dividends	2,296	3,812	6,108
Miscellaneous	-	212,067	212,067
Total additions	<u>2,296</u>	<u>491,454</u>	<u>493,750</u>
DEDUCTIONS			
Current:			
Health and environment:			
Services and miscellaneous	143,780	-	143,780
Policy development and administration:			
Materials and supplies	-	175,650	175,650
Travel and training	-	69,832	69,832
Utilities, services, and miscellaneous	-	242,414	242,414
Debt Service:			
Interest expense	-	22,964	22,964
Total Deductions	<u>143,780</u>	<u>510,860</u>	<u>654,640</u>
Change in net assets	(141,484)	(19,406)	(160,890)
NET ASSETS - BEGINNING	<u>143,183</u>	<u>110,173</u>	<u>253,356</u>
NET ASSETS - ENDING	<u>\$ 1,699</u>	<u>\$ 90,767</u>	<u>\$ 92,466</u>

CITY OF COLUMBIA, MISSOURI
COMBINING STATEMENT OF FIDUCIARY ASSETS AND LIABILITIES
AGENCY FUNDS
SEPTEMBER 30, 2012

	Collections for other taxing units	Total
ASSETS		
Cash and cash equivalents	\$ 4,590,357	\$ 4,590,357
Taxes receivable, net	3,730,011	3,730,011
Accrued interest	8,964	8,964
Total Assets	8,329,332	8,329,332
LIABILITIES		
Accounts Payable	\$ 390,780	\$ 390,780
Due to other entities	3,722,903	3,722,903
Other liabilities	4,215,649	4,215,649
Total Liabilities	8,329,332	8,329,332

CITY OF COLUMBIA, MISSOURI
 COMBINING STATEMENT OF CHANGES IN ASSETS AND LIABILITIES
 AGENCY FUNDS
 FOR THE YEAR ENDED SEPTEMBER 30, 2012

	Balance October 1 2011	Additions	Deductions	Balance September 30 2012
ASSETS				
Cash and cash equivalents	\$ 4,343,883	\$ 4,078,034	\$ 3,831,560	\$ 4,590,357
Taxes receivable, net	3,620,409	3,667,902	3,558,300	3,730,011
Accrued interest	7,980	146,104	145,120	8,964
Total Assets	<u>\$ 7,972,272</u>	<u>\$ 7,892,040</u>	<u>\$ 7,534,980</u>	<u>\$ 8,329,332</u>
LIABILITIES				
Accounts payable	\$ -	\$ 390,780	\$ -	\$ 390,780
Due to other entities	3,607,980	3,667,902	3,552,979	3,722,903
Other liabilities	4,364,292	4,010,433	4,159,076	4,215,649
Total Liabilities	<u>\$ 7,972,272</u>	<u>\$ 8,069,115</u>	<u>\$ 7,712,055</u>	<u>\$ 8,329,332</u>

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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.

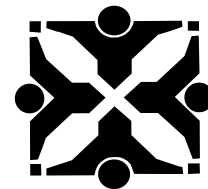
Revenue Capacity Information - is intended to assist users in understanding and assessing the factors affecting the City's ability to generate its own-source revenues, sales tax and property tax.

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.



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Table 1

City of Columbia, Missouri

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

	Fiscal Year			
	2012	2011	2010	2009
Governmental Activities				
Invested in capital assets, net of related debt	\$ 314,263,826	\$ 302,588,445	\$ 282,847,173	\$ 260,097,787
Restricted for:				
Debt service	10,065,860	9,177,970	8,918,365	5,778,995
Capital projects	39,254,648	40,660,673	41,106,562	46,490,295
Nonexpendable	1,500,000	1,500,000	1,500,000	1,500,000
Expendable	7,097,129	6,906,079	6,710,867	6,446,329
Other purposes	20,267,861	16,508,073	20,758,215	20,157,428
Unrestricted	41,149,606	39,060,566	38,429,987	35,215,173
Total governmental activities net assets	<u>\$ 433,598,930</u>	<u>\$ 416,401,806</u>	<u>\$ 400,271,169</u>	<u>\$ 375,686,007</u>
Business-type activities				
Invested in capital assets, net of related debt	\$ 311,717,270	\$ 307,497,810	\$ 310,054,260	\$ 283,331,995
Restricted for:				
Debt service	11,181,154	12,411,147	11,165,691	11,478,081
Capital projects	9,745,060	9,279,147	2,988,585	290,464
Nonexpendable	-	-	-	-
Other purposes	2,352,238	2,274,042	2,253,899	2,210,713
Unrestricted	102,009,020	87,614,040	75,790,214	85,495,521
Total business-type activities net assets	<u>\$ 437,004,742</u>	<u>\$ 419,076,186</u>	<u>\$ 402,252,649</u>	<u>\$ 382,806,774</u>
Primary government				
Invested in capital assets, net of related debt	\$ 625,981,096	\$ 610,086,255	\$ 592,901,433	\$ 543,429,782
Restricted for:				
Debt service	21,247,014	21,589,117	20,084,056	17,257,076
Capital projects	48,999,708	49,939,820	44,095,147	46,780,759
Nonexpendable	1,500,000	1,500,000	1,500,000	1,500,000
Expendable	7,097,129	6,906,079	6,710,867	6,446,329
Other purposes	22,620,099	18,782,115	23,012,114	22,368,141
Unrestricted	143,158,626	126,674,606	114,220,201	120,710,694
Total primary government net assets	<u>\$ 870,603,672</u>	<u>\$ 835,477,992</u>	<u>\$ 802,523,818</u>	<u>\$ 758,492,781</u>

Table 1, cont.

City of Columbia, Missouri

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

Fiscal Year					
2008	2007	2006	2005	2004	2003
\$ 244,275,475	\$ 216,858,792	\$ 167,789,506	\$ 116,334,515	\$ 96,703,253	\$ 85,230,651
5,503,137	3,076,665	2,882,312	7,736,146	6,328,241	4,966,497
38,560,449	22,792,647	28,414,708	24,911,911	24,523,209	18,201,101
1,500,000	-	-	1,500,000	1,500,000	1,500,000
6,147,453	-	-	-	-	-
21,108,040	19,624,016	18,609,711	26,054,567	26,052,473	23,263,119
37,860,189	48,580,507	45,762,290	38,228,502	41,022,565	42,099,003
<u>\$ 354,954,743</u>	<u>\$ 310,932,627</u>	<u>\$ 263,458,527</u>	<u>\$ 214,765,641</u>	<u>\$ 196,129,741</u>	<u>\$ 175,260,371</u>
\$ 276,597,165	\$ 272,485,494	\$ 261,159,491	\$ 222,079,198	\$ 206,726,083	\$ 197,808,011
7,851,943	8,112,494	8,436,741	3,860,962	7,068,586	6,819,949
1,107,426	1,379,024	40,660	138,672	-	75,000
-	-	-	-	-	-
2,167,641	2,110,973	2,455,793	1,101,908	1,088,999	1,088,999
86,655,622	74,352,607	59,075,672	87,576,592	81,101,041	79,325,217
<u>\$ 374,379,797</u>	<u>\$ 358,440,592</u>	<u>\$ 331,168,357</u>	<u>\$ 314,757,332</u>	<u>\$ 295,984,709</u>	<u>\$ 285,117,176</u>
\$ 520,872,640	\$ 489,344,286	\$ 428,948,997	\$ 338,413,713	\$ 303,429,336	\$ 283,038,662
13,355,080	11,189,159	11,319,053	11,597,108	13,396,827	11,786,446
39,667,875	24,171,671	28,455,368	25,050,583	24,523,209	18,276,101
1,500,000	-	-	1,500,000	1,500,000	1,500,000
6,147,453	-	-	-	-	-
23,275,681	21,734,989	21,065,504	27,156,475	27,141,472	24,352,118
124,515,811	122,933,114	104,837,962	125,805,094	122,123,606	121,424,220
<u>\$ 729,334,540</u>	<u>\$ 669,373,219</u>	<u>\$ 594,626,884</u>	<u>\$ 529,522,973</u>	<u>\$ 492,114,450</u>	<u>\$ 460,377,547</u>

Table 2

City of Columbia, Missouri

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

	Fiscal Year				
	2012	2011	2010	2009	2008
Expenses					
Governmental activities:					
Policy development and administration	\$ 21,918,164	\$ 19,240,568	\$ 18,810,092	\$ 14,427,609	\$ 15,762,421
Public safety	38,674,200	39,177,408	38,075,595	38,011,371	36,142,924
Transportation	12,646,608	12,782,598	12,129,815	11,198,089	10,104,040
Health and environment	8,663,673	10,376,671	9,209,905	8,903,255	8,403,019
Personal development	7,410,779	6,724,219	11,004,972	10,344,600	10,350,937
Miscellaneous nonprogrammed activities	-	-	-	-	-
Interest on long-term debt	2,303,076	2,375,909	1,985,817	2,149,871	1,595,972
Total governmental activities expenses	<u>91,616,500</u>	<u>90,677,373</u>	<u>91,216,196</u>	<u>85,034,795</u>	<u>82,359,313</u>
Business-type activities:					
Electric utility	104,978,962	111,974,736	107,836,042	99,694,306	91,847,957
Water Utility	18,085,072	15,850,805	14,559,336	16,021,650	14,517,123
Sanitary Sewer Utility	14,490,560	12,738,819	12,507,201	12,030,951	10,970,073
Regional Airport	2,500,780	2,471,114	2,488,947	2,232,666	2,107,172
Public Transportation	6,588,233	5,974,604	5,547,130	5,382,338	5,069,495
Solid Waste Utility	15,194,469	14,282,699	14,131,288	13,747,082	14,044,574
Parking Facilities	2,630,624	2,358,564	1,748,966	1,295,897	1,432,705
Recreation Services	6,987,907	6,884,213	6,863,924	6,823,710	6,804,775
Railroad	1,118,697	1,085,623	878,449	941,661	980,760
Storm Water Utility	1,256,360	1,254,303	1,284,941	1,654,512	1,548,103
Total business-type activities expenses	<u>173,831,664</u>	<u>174,875,480</u>	<u>167,846,224</u>	<u>159,824,773</u>	<u>149,322,737</u>
Total primary government expenses	<u>\$ 265,448,164</u>	<u>\$ 265,552,853</u>	<u>\$ 259,062,420</u>	<u>\$ 244,859,568</u>	<u>\$ 231,682,050</u>
Program Revenues					
Governmental Activities:					
Charges for services:					
Policy Development and Administration	\$ 11,966,490	\$ 11,181,841	\$ 12,020,506	\$ 7,931,919	\$ 6,900,361
Public Safety	2,512,573	2,446,392	2,324,632	1,781,033	1,657,240
Transportation	233,412	191,711	186,584	243,700	252,885
Health and Environment	3,188,325	2,623,846	1,087,198	1,026,327	1,106,543
Operating grants and contributions	6,173,618	6,891,283	8,754,370	7,410,843	7,777,301
Capital grants and contributions	7,082,525	10,716,352	13,187,432	15,608,834	28,476,557
Total governmental activities program revenues	<u>31,156,943</u>	<u>34,051,425</u>	<u>37,560,722</u>	<u>34,002,656</u>	<u>46,170,887</u>
Business-type activities:					
Charges for services:					
Electric utility	119,260,514	127,546,900	120,448,779	110,753,285	106,481,160
Water Utility	24,206,711	20,331,142	17,354,581	15,876,107	15,314,326
Sanitary Sewer Utility	17,219,234	14,523,432	12,275,136	10,654,076	9,312,516
Regional Airport	642,170	684,631	599,804	481,984	434,980
Public Transportation	1,873,872	1,671,933	1,517,701	1,447,616	1,240,255
Solid Waste Utility	16,834,253	16,635,234	15,045,374	14,074,055	14,120,946
Parking Facilities	2,688,403	2,038,935	1,796,627	1,737,094	1,593,938
Recreation Services	4,373,766	4,136,896	4,079,714	4,120,606	3,848,181
Railroad	738,185	828,593	824,472	662,749	1,190,026
Storm Water Utility	1,316,160	1,233,891	1,138,804	1,229,374	1,391,760
Operating grants and contributions	2,163,513	1,844,800	1,723,698	2,026,465	1,588,506
Capital grants and contributions	4,232,060	3,176,929	9,376,080	2,476,997	4,366,361
Total business-type activities program revenues	<u>195,548,842</u>	<u>194,653,317</u>	<u>186,180,770</u>	<u>165,540,408</u>	<u>160,882,955</u>
Total primary government program revenues	<u>\$ 226,705,785</u>	<u>\$ 228,704,742</u>	<u>\$ 223,741,492</u>	<u>\$ 199,543,064</u>	<u>\$ 207,053,842</u>
Net (Expense)/Revenue					
Governmental activities	\$ (60,459,557)	\$ (56,625,948)	\$ (53,655,474)	\$ (51,032,139)	\$ (36,188,426)
Business-type activities	21,717,178	19,777,837	18,334,546	5,715,635	11,560,218
Total primary government net expense	<u>\$ (38,742,379)</u>	<u>\$ (36,848,111)</u>	<u>\$ (35,320,928)</u>	<u>\$ (45,316,504)</u>	<u>\$ (24,628,208)</u>
General Revenues and Other Changes in Net Assets					
Governmental activities:					
Taxes					
Property taxes	\$ 7,099,442	\$ 7,026,844	\$ 10,849,831	\$ 10,703,734	\$ 10,724,486
Sales tax	42,514,771	40,538,522	38,296,731	37,615,054	38,669,141
Other taxes	14,597,936	14,274,548	14,148,024	13,557,057	13,687,438
Investment revenue	1,692,935	2,717,257	4,598,349	6,163,536	6,031,249
Miscellaneous	1,904,434	2,873,628	2,998,383	2,753,039	5,348,082
Transfers	9,847,163	9,275,101	7,349,318	6,110,870	5,750,147
Total governmental activities	<u>77,656,681</u>	<u>76,705,900</u>	<u>78,240,636</u>	<u>76,903,290</u>	<u>80,210,543</u>
Business-type activities					
Investment revenues	3,231,938	4,344,222	6,680,164	6,760,213	6,064,180
Miscellaneous	2,826,603	1,976,579	1,780,483	2,061,999	4,064,955
Transfers	(9,847,163)	(9,275,101)	(7,349,318)	(6,110,870)	(5,750,147)
Total business-type activities	<u>(3,788,622)</u>	<u>(2,954,300)</u>	<u>1,111,329</u>	<u>2,711,342</u>	<u>4,378,988</u>
Total primary government	<u>\$ 73,868,059</u>	<u>\$ 73,751,600</u>	<u>\$ 79,351,965</u>	<u>\$ 79,614,632</u>	<u>\$ 84,589,531</u>
Change in Net Assets					
Governmental activities	\$ 17,197,124	\$ 20,079,952	\$ 24,585,162	\$ 25,871,151	\$ 44,022,117
Business-type activities	17,928,556	16,823,537	19,445,875	8,426,977	15,939,206
Total primary government	<u>\$ 35,125,680</u>	<u>\$ 36,903,489</u>	<u>\$ 44,031,037</u>	<u>\$ 34,298,128</u>	<u>\$ 59,961,323</u>

Table 2, cont.

City of Columbia, Missouri

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

Fiscal Year				
2007	2006	2005	2004	2003
\$ 16,162,970	\$ 14,047,440	\$ 14,712,020	\$ 11,532,002	\$ 10,012,258
34,547,514	32,167,354	29,704,634	27,615,723	26,447,188
9,989,096	8,168,999	7,700,932	5,895,028	5,600,113
8,343,812	7,639,076	7,058,136	6,685,175	6,134,136
9,832,710	9,038,976	8,606,844	8,268,102	8,604,106
-	297,304	372,913	468,146	297,170
1,189,668	458,311	571,672	608,792	834,347
<u>80,065,770</u>	<u>71,817,460</u>	<u>68,727,151</u>	<u>61,072,968</u>	<u>57,929,318</u>
84,599,965	85,180,682	72,115,157	63,246,225	58,943,254
13,783,103	12,708,293	11,440,612	9,958,766	9,444,314
10,475,106	10,200,386	9,297,703	9,216,293	8,979,382
2,064,326	1,915,995	1,812,969	1,808,651	1,671,071
4,501,492	4,125,604	3,562,176	3,252,432	3,044,024
12,505,734	11,480,727	11,805,562	10,692,045	10,432,357
1,362,421	1,664,290	1,756,122	1,745,467	1,755,804
6,433,091	6,359,714	6,230,875	5,844,897	5,704,862
954,111	885,845	866,061	712,513	661,508
1,445,133	1,325,696	1,287,269	1,048,514	989,921
138,124,482	135,847,232	120,174,506	107,525,803	101,626,497
<u>\$ 218,190,252</u>	<u>\$ 207,664,692</u>	<u>\$ 188,901,657</u>	<u>\$ 168,598,771</u>	<u>\$ 159,555,815</u>
\$ 6,601,539	\$ 6,045,300	\$ 5,338,128	\$ 4,778,358	\$ 4,439,151
1,698,523	1,562,965	1,719,602	1,900,346	1,939,952
428,045	843,248	526,174	472,404	972,989
1,270,739	1,548,181	1,384,242	1,262,235	1,175,925
6,019,212	5,423,564	4,587,226	4,758,552	4,325,098
37,822,556	37,383,705	12,785,920	12,215,202	2,455,945
<u>53,840,614</u>	<u>52,806,963</u>	<u>26,341,292</u>	<u>25,387,097</u>	<u>15,309,060</u>
100,857,750	90,700,695	78,523,327	67,983,301	65,043,670
16,071,201	14,859,481	13,822,937	11,407,029	11,219,163
9,071,132	8,873,887	8,647,406	7,970,035	7,326,327
462,054	571,802	588,194	583,835	551,350
1,172,095	1,054,996	779,326	713,121	496,636
12,966,592	12,583,784	11,338,115	10,906,469	10,311,376
1,562,110	1,657,637	1,641,734	1,675,667	1,707,745
3,952,786	4,049,440	3,905,351	3,620,897	3,354,222
1,042,370	851,388	847,329	621,322	470,738
1,380,233	1,588,339	1,510,819	1,394,510	1,402,768
1,532,740	1,706,958	919,617	1,261,263	1,304,361
9,643,692	10,546,398	9,203,715	6,600,749	4,703,521
159,714,755	149,044,805	131,727,870	114,738,198	107,891,877
<u>\$ 213,555,369</u>	<u>\$ 201,851,768</u>	<u>\$ 158,069,162</u>	<u>\$ 140,125,295</u>	<u>\$ 123,200,937</u>
\$ (26,225,156)	\$ (19,010,497)	\$ (42,385,859)	\$ (35,685,871)	\$ (42,620,258)
21,590,273	13,197,573	11,553,364	7,212,395	6,265,380
<u>\$ (4,634,883)</u>	<u>\$ (5,812,924)</u>	<u>\$ (30,832,495)</u>	<u>\$ (28,473,476)</u>	<u>\$ (36,354,878)</u>
\$ 10,301,967	\$ 9,818,770	\$ 9,295,077	\$ 8,601,981	\$ 8,247,466
38,745,372	38,290,388	35,593,421	33,549,370	31,612,249
11,157,118	10,995,778	10,389,422	9,930,006	9,597,030
6,518,778	3,944,122	2,554,155	2,151,560	1,478,964
1,994,256	1,579,152	1,557,884	1,320,073	1,465,309
4,981,765	3,075,173	1,631,800	1,002,251	479,753
<u>73,699,256</u>	<u>67,703,383</u>	<u>61,021,759</u>	<u>56,555,241</u>	<u>52,880,771</u>
6,689,670	4,283,787	2,980,338	2,497,648	1,895,527
3,974,057	2,004,838	5,870,721	2,159,741	770,562
(4,981,765)	(3,075,173)	(1,631,800)	(1,002,251)	(479,753)
5,681,962	3,213,452	7,219,259	3,655,138	2,186,336
<u>\$ 79,381,218</u>	<u>\$ 70,916,835</u>	<u>\$ 68,241,018</u>	<u>\$ 60,210,379</u>	<u>\$ 55,067,107</u>
\$ 47,474,100	\$ 48,692,886	\$ 18,635,900	\$ 20,869,370	\$ 10,260,513
27,272,235	16,411,025	18,772,623	10,867,533	8,451,716
<u>\$ 74,746,335</u>	<u>\$ 65,103,911</u>	<u>\$ 37,408,523</u>	<u>\$ 31,736,903</u>	<u>\$ 18,712,229</u>

Table 3

City of Columbia, Missouri

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

Pre-GASB 54

Fiscal Year

	2010	2009	2008	2007
General Fund				
Reserved	\$ 4,509,367	\$ 4,110,859	\$ 4,409,134	\$ 3,765,930
Unreserved	22,095,551	21,548,968	20,339,863	14,926,963
Total general fund	<u>\$ 26,604,918</u>	<u>\$ 25,659,827</u>	<u>\$ 24,748,997</u>	<u>\$ 18,692,893</u>
All Other Governmental Funds				
Reserved	\$ 27,940,414	\$ 42,977,342	\$ 40,512,180	\$ 18,930,218
Unreserved, reported in:				
* Transportation sales tax fund	-	-	-	1,369,559
Capital projects fund	33,059,217	32,708,733	50,413,973	47,825,768
Special revenue funds	14,679,769	15,113,454	15,082,742	12,812,404
Debt service funds	1,604,370	1,022,995	5,503,137	3,076,665
Permanent fund	4,610,758	5,080,931	4,540,140	3,908,163
Total all other governmental funds	<u>\$ 81,894,528</u>	<u>\$ 96,903,455</u>	<u>\$ 116,052,172</u>	<u>\$ 87,922,777</u>

* For 2008, 2009, 2010, 2011, and 2012, Transportation sales tax fund is not a major fund.

Post-GASB 54

Fiscal Year

	2012	2011	2010
General Fund			
Nonspendable	\$ 412,902	\$ 421,250	\$ 550,483
Restricted	-	-	400,827
Committed	911,186	737,491	503,067
Assigned	2,541,869	3,099,217	6,391,299
Unassigned	25,955,804	23,660,321	18,759,242
Total general fund	<u>\$ 29,821,761</u>	<u>\$ 27,918,279</u>	<u>\$ 26,604,918</u>
All Other Governmental Funds			
Nonspendable	\$ 1,503,709	\$ 1,502,053	\$ 1,503,064
Restricted	28,320,670	25,486,928	32,812,393
Committed	10,951,115	10,755,442	11,531,443
Assigned	38,530,941	39,227,961	36,047,628
Unassigned	-	-	-
Total all other governmental funds	<u>\$ 79,306,435</u>	<u>\$ 76,972,384</u>	<u>\$ 81,894,528</u>

Note: Three years of data available for GASB 54 compliance which was adopted in 2011.

2010 data was restated for GASB 54 comparable presentation.

Table 3, cont.

City of Columbia, Missouri

FUND BALANCE, GOVERNMENTAL FUNDS

LAST TEN FISCAL YEARS

(modified accrual basis of accounting)

Pre-GASB 54

Fiscal Year

2006	2005	2004	2003
\$ 1,445,303	\$ 1,498,105	\$ 1,756,304	\$ 1,036,088
16,760,474	15,494,288	16,383,104	15,357,779
<u>\$ 18,205,777</u>	<u>\$ 16,992,393</u>	<u>\$ 18,139,408</u>	<u>\$ 16,393,867</u>
\$ 16,113,195	\$ 15,073,596	\$ 14,114,135	\$ 15,337,803
303,100	2,699,560	3,021,117	2,122,164
54,401,219	28,626,104	28,417,588	20,268,808
13,334,316	11,497,187	10,752,236	9,991,991
2,882,312	7,052,554	5,626,190	4,259,497
3,048,736	2,682,062	3,367,961	3,680,907
<u>\$ 90,082,878</u>	<u>\$ 67,631,063</u>	<u>\$ 65,299,227</u>	<u>\$ 55,661,170</u>

Table 4

City of Columbia, Missouri

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

	Fiscal Year			
	2012	2011	2010	2009
REVENUES				
General property taxes	\$ 7,099,442	\$ 7,026,844	\$ 10,849,831	\$ 10,703,734
Sales tax	42,514,771	40,538,522	38,296,731	37,615,054
Other local taxes	13,938,135	13,614,566	13,504,093	13,199,548
Licenses and permits	883,815	864,719	835,864	842,850
Fines	2,184,075	2,049,392	1,900,869	1,457,963
Fees and service charges	3,323,319	2,916,163	2,214,818	1,917,453
Special assessment taxes	-	-	-	-
Intragovernmental revenue	4,130,138	4,139,602	4,200,389	4,025,046
Revenue from other governmental units	11,205,817	15,717,748	17,624,734	17,295,161
Lease revenue	1,740,808	1,267,667	-	-
Investment revenue	1,552,235	2,447,870	4,258,602	5,789,199
Miscellaneous	1,904,434	2,873,628	2,998,383	2,753,039
Total Revenues	<u>90,476,989</u>	<u>93,456,721</u>	<u>96,684,314</u>	<u>95,599,047</u>
EXPENDITURES				
Current:				
Policy development and administration	9,679,187	11,268,430	12,143,800	12,013,837
Public safety	37,426,056	37,847,252	36,661,665	35,970,659
Transportation	7,280,684	7,821,261	7,775,001	7,092,854
Health and environment	8,748,990	10,411,813	9,170,450	8,824,133
Personal development	6,612,768	5,998,949	10,206,251	9,719,922
Misc. nonprogrammed activities	4,775,185	815,943	921,771	1,238,802
Capital outlay	18,195,526	32,825,543	36,014,773	42,008,951
Debt service:				
Redemption of serial bonds	5,113,954	5,089,434	3,580,000	3,205,000
Interest	2,391,766	2,427,400	2,081,731	2,242,906
Fiscal agent fees	661	661	661	661
Total Expenditures	<u>100,224,777</u>	<u>114,506,686</u>	<u>118,556,103</u>	<u>122,317,725</u>
Excess (Deficiency) of Revenues over Expenditures	(9,747,788)	(21,049,965)	(21,871,789)	(26,718,678)
OTHER FINANCING SOURCES (USES)				
Transfers in	37,677,752	50,570,961	37,063,260	33,106,245
Transfers out	(26,427,431)	(40,960,187)	(29,255,307)	(26,939,792)
Issuance of 2006B S.O. Bonds	-	-	-	-
Issuance of 2007A S.O. Notes	-	-	-	-
Premium on 2006B S.O. Bonds	-	-	-	-
Issuance of 2008B S.O. Bonds	-	-	-	-
Premium on 2008B S.O. Bonds	-	-	-	-
Issuance of Lemone Trust Note	-	11,779,723	-	-
MTFC Note Proceeds	2,500,000	-	-	-
Capital lease proceeds	235,000	-	-	-
Payment to refunded bond escrow agent	-	-	-	-
Total Other Financing Sources (Uses)	<u>13,985,321</u>	<u>21,390,497</u>	<u>7,807,953</u>	<u>6,166,453</u>
Net Change in Fund Balances	<u>\$ 4,237,533</u>	<u>\$ 340,532</u>	<u>\$ (14,063,836)</u>	<u>\$ (20,552,225)</u>
Debt service as a percentage of noncapital expenditures	9.15%	9.20%	6.86%	6.78%

Table 4, cont.

City of Columbia, Missouri

CHANGES IN FUND BALANCES, GOVERNMENTAL FUNDS
LAST TEN FISCAL YEARS

(modified accrual basis of accounting)

	Fiscal Year					
	2008	2007	2006	2005	2004	2003
\$	10,511,523	\$ 9,967,339	\$ 9,646,086	\$ 8,585,445	\$ 8,417,968	\$ 8,340,896
	38,669,141	38,745,372	38,290,388	35,593,421	33,549,370	31,612,249
	13,387,438	10,857,118	10,570,864	9,993,087	9,534,286	9,063,234
	835,668	833,247	798,325	766,084	696,271	692,256
	1,367,376	1,387,447	1,286,742	1,423,992	1,586,050	1,597,787
	2,137,096	2,379,845	3,056,936	2,659,583	2,503,391	2,359,639
	-	81,412	251,548	55,052	45,549	588,520
	3,634,049	3,353,142	3,270,654	3,093,319	3,052,749	2,985,738
	13,628,052	10,894,018	8,973,614	7,938,879	11,704,084	6,781,043
	-	-	-	-	-	-
	5,512,478	5,870,563	3,451,822	2,255,822	1,907,040	1,249,936
	5,348,082	1,994,256	1,579,152	1,557,884	1,320,073	1,465,309
	<u>95,030,903</u>	<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>
	11,717,872	10,390,474	9,768,892	9,223,803	8,378,763	8,079,480
	34,271,625	32,751,068	30,809,809	28,401,357	26,477,538	25,521,715
	6,339,224	6,880,329	5,932,842	5,893,676	4,314,145	4,116,302
	8,338,490	8,271,922	7,592,239	7,022,635	6,662,314	6,116,585
	9,683,200	9,253,029	8,501,244	8,110,722	7,790,423	8,135,545
	1,145,650	1,200,495	296,909	373,787	465,263	74,660
	17,256,742	24,574,512	13,197,225	12,978,663	8,434,463	8,181,392
	3,070,000	2,110,000	7,955,000	949,500	885,000	1,522,000
	1,593,623	1,266,232	393,351	578,002	614,692	687,333
	238,954	37,180	237,448	2,750	2,883	4,295
	<u>93,655,380</u>	<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>
	1,375,523	(10,371,482)	(3,508,828)	387,673	10,291,347	4,297,300
	56,874,109	34,906,932	57,996,676	27,133,709	22,826,021	19,617,349
	(51,061,200)	(29,948,435)	(55,396,800)	(26,336,561)	(21,733,770)	(19,128,291)
	-	-	25,615,000	-	-	-
	-	3,740,000	-	-	-	-
	-	-	1,139,950	-	-	-
	26,795,000	-	-	-	-	-
	202,067	-	-	-	-	-
	-	-	-	-	-	-
	-	-	-	-	-	-
	-	-	(2,180,799)	-	-	-
	<u>32,809,976</u>	<u>8,698,497</u>	<u>27,174,027</u>	<u>797,148</u>	<u>1,092,251</u>	<u>489,058</u>
\$	<u>34,185,499</u>	<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>
	6.42%	4.73%	12.01%	2.53%	2.70%	4.08%

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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
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
2008	1,292,414,862	273,363,667	5,843,391	1,571,621,920	6,548,424,667	24.0%	0.94
2009	1,347,522,235	275,394,049	5,522,897	1,628,439,181	6,785,163,254	24.0%	0.93
2010	1,379,654,147	254,289,515	5,451,561	1,639,395,223	6,830,813,429	24.0%	0.93
2011	1,400,192,298	250,581,100	5,140,761	1,655,914,159	6,899,642,329	24.0%	0.93
2012	1,413,996,612	264,972,925	4,354,717	1,683,324,254	7,013,851,058	24.0%	0.93

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>2003</u>	<u>2004</u>	<u>2005</u>	<u>2006</u>	<u>2007</u>
CITY TAX RATES:					
General Fund	\$0.41	\$0.41	\$0.41	\$0.41	\$0.41
Debt Service Fund	0.00	0.00	0.00	0.00	0.00
Library Funds	<u>0.63</u>	<u>0.63</u>	<u>0.63</u>	<u>0.57</u>	<u>0.53</u>
Total City Tax Rate	<u>1.04</u>	<u>1.04</u>	<u>1.04</u>	<u>0.98</u>	<u>0.94</u>
SCHOOL DISTRICT	<u>4.94</u>	<u>4.94</u>	<u>4.94</u>	<u>4.69</u>	<u>4.67</u>
COUNTY TAX RATES:					
County	0.13	0.13	0.13	0.12	0.12
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)	0.12	0.12	0.12	0.11	0.11
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>0.30</u>	<u>0.30</u>	<u>0.30</u>	<u>0.28</u>	<u>0.28</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><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>

(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.

City of Columbia, Missouri

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

<u>2008</u>	<u>2009</u>	<u>2010</u>	<u>2011</u>	<u>2012</u>
\$0.41	\$0.41	\$0.41	\$0.41	\$0.41
0.00	0.00	0.00	0.00	0.00
<u>0.53</u>	<u>0.52</u>	<u>0.52</u>	<u>0.52</u>	<u>0.52</u>
<u>0.94</u>	<u>0.93</u>	<u>0.93</u>	<u>0.93</u>	<u>0.93</u>
<u>4.71</u>	<u>4.73</u>	<u>4.77</u>	<u>4.85</u>	<u>4.88</u>
0.12	0.12	0.12	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
0.11	0.11	0.11	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>0.28</u>	<u>0.28</u>	<u>0.28</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>\$5.96</u></u>	<u><u>\$5.97</u></u>	<u><u>\$6.01</u></u>	<u><u>\$6.09</u></u>	<u><u>\$6.12</u></u>

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Table 7

City of Columbia, Missouri

PRINCIPAL TAXPAYERS
CURRENT AND NINE YEARS AGO

Taxpayer	Type of Business	2012			2003		
		Assessed Valuation	Rank	Percentage of Total Assessed Valuation	Assessed Valuation	Rank	Percentage of Total Assessed Valuation
State Farm Mutual Automobile Ins Company	Insurance	\$ 7,807,371	1	0.50%	\$ 8,158,086	3	0.76%
TKG Biscayne LLC	Property/Developer	7,010,595	2	0.45%	--		--
Columbia Mall	Property/Developer	6,705,078	3	0.43%	8,268,325	2	0.77%
Shelter Insurance	Insurance	6,088,161	4	0.39%	7,603,028	4	0.71%
Century Tel	Manufacturer	4,692,820	5	0.30%	--		--
3M Company	Manufacturer	4,554,511	6	0.29%	27,800,031	1	2.60%
COG Leasing	Property/Developer	4,002,304	7	0.25%	--		--
Rayman Leasing	Property/Developer	3,935,232	8	0.25%	3,777,439	8	0.35%
Broadway Fairview Venture	Property/Developer	3,896,005	9	0.25%	--		--
Rusk Rehabilitation	Health Services	3,783,072	10	0.24%	3,783,072	7	0.35%
Columbia Foods	Manufacturer	--		--	6,336,834	5	0.59%
Dan Hagan	Property/Developer	--		--	3,869,202	6	0.36%
Spicer Axle	Manufacturer	--		--	3,327,938	9	0.31%
Forum Shopping Center	Property/Developer	--		--	3,320,340	10	0.31%
		<u>\$ 52,475,149</u>		<u>3.35%</u>	<u>\$ 76,244,295</u>		<u>7.11%</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>
2003	4,385,240 (b)	4,287,673	97.78%	46,432
2004	4,576,233 (b)	4,486,029	98.03%	44,526
2005	4,674,699 (b)	4,596,600	98.33%	41,817
2006	5,607,405 (b)	5,441,065	97.03%	33,572
2007	6,064,823 (b)	5,857,996	96.59%	79,467
2008	6,543,022 (b)	6,357,847	97.17%	107,581
2009	6,749,498 (b)	6,506,350	96.40%	83,791
2010	6,783,852 (b)	6,615,594	97.52%	114,785
2011	6,615,690 (b)	6,425,234	97.12%	80,029
2012	6,780,699 (b)	6,635,787	97.86%	88,841

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

(b) Includes deferred property tax revenue.

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>
4,334,105	98.83%	23,004	0.52%
4,530,555	99.00%	22,345	0.49%
4,638,417	99.22%	23,432	0.50%
5,474,637	97.63%	24,809	0.44%
5,937,463	97.90%	27,182	0.45%
6,465,428	98.81%	29,228	0.45%
6,590,141	97.64%	31,012	0.46%
6,730,379	99.21%	33,325	0.49%
6,505,263	98.33%	33,053	0.50%
6,724,628	99.17%	33,168	0.49%

Table 9

City of Columbia, Missouri

**SCHEDULE OF ELECTRIC SERVICE RATES *
LAST TEN FISCAL YEARS**

<u>RESIDENTIAL SERVICE RATE (per kilowatt hour)</u>	FY	2011-2012	2010-2011
Customer charge	per month	\$7.20	\$7.20
All kWh	¢ per KWH	n/a	n/a
All kWh winter, first 750 kWh summer	¢ per KWH	9.440	9.440
Next 1,250 kWh summer	¢ per KWH	12.7700	12.7700
Electric Heating (October through May) All kWh	¢ per KWH	9.440	9.440
Electric Heating (October through May) Over 750 kWh	¢ per KWH	8.040	8.040
Heat Pump (October through May) All kWh	¢ per KWH	7.200	7.200
Heat Pump (October through May) Over 750 kWh	¢ per KWH	7.5680	7.5680
<u>SMALL GENERAL SERVICE RATE (per kilowatt hour)</u>			
Customer charge (single-phase)	per month	\$7.20	\$7.20
Customer charge (three-phase)	per month	\$9.58	\$9.58
All kWh	¢ per KWH	n/a	n/a
All kWh winter, first 1,500 kWh summer	¢ per KWH	9.300	9.300
Over 1,500 kWh summer	¢ per KWH	11.7470	11.7470
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) All kWh	¢ per KWH	9.300	9.300
Electric Heating (October through May) Over 1,500 kWh	¢ per KWH	8.3700	8.3700
Heat pump (October through May) All kWh	¢ per KWH	9.300	9.300
Heat pump (October through May) over 1,500 kWh	¢ per KWH	7.9050	7.9050
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	\$4.00	\$4.00
100 Watt High Pressure Sodium (H.P.S.)	per month	\$4.38	\$4.17
175 Watt M.V.	per month	\$5.04	\$4.80
250 Watt M.V.	per month	\$7.13	\$6.79
250 Watt H.P.S.	per month	\$12.97	\$12.35
310 Watt H.P.S.	per month	n/a	n/a
400 Watt H.P.S.	per month	\$15.57	\$14.83
400 Watt M.V.	per month	\$10.10	\$9.62
700 Watt M.V.	per month	\$20.75	\$20.75
1,000 Watt M.V.	per month	n/a	n/a
100 Watt H.P.S. PTL	per month	\$9.78	\$9.31
175 Watt H.P.S. PTL	per month	\$9.72	\$9.26
<u>SPECIAL OUTDOOR LIGHTING</u>			
Customer Charge	per month	\$50.00	\$50.00
Cost per KWH	¢ per KWH	11.000	11.000
<u>69 KV SERVICE RATE</u>			
Demand charge (All KW of billing demand)	per KW	n/a	n/a
Energy charge (All KWH)	¢ per KWH	n/a	n/a

* The rates shown in this table are those in effect at October 1, 2011. 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

2009-2010	2008-2009	2007-2008	2006-2007	2005-2006	2004-2005	2003-2004	2002-2003
\$6.95	\$6.56	\$6.25	\$5.80	\$5.50	\$5.00	\$4.50	\$4.50
n/a	n/a	n/a	n/a	n/a	n/a	6.17	6.17
9.275	8.750	8.330	7.660	7.156	6.70	n/a	n/a
12.6370	11.8100	11.2456	9.958	8.587	7.37	n/a	n/a
9.275	8.750	8.330	7.660	7.156	n/a	5.50	5.50
7.350	7.000	6.664	6.128	5.725	5.36	n/a	n/a
6.950	6.560	6.250	5.800	5.500	5.00	5.00	4.50
6.8880	6.560	6.2475	5.362	5.009	4.69	4.69	4.89
\$6.95	\$6.56	\$6.25	\$5.80	\$5.50	\$5.00	\$4.50	\$4.50
\$9.30	\$8.85	\$8.43	\$7.82	\$7.50	\$7.00	\$6.34	\$6.34
n/a	n/a	n/a	n/a	n/a	n/a	6.19	6.19
9.036	8.453	8.050	7.726	7.215	6.74	n/a	n/a
11.7470	10.9890	10.4650	10.0438	8.658	7.414	n/a	n/a
n/a	n/a	n/a	n/a	n/a	n/a	5.64	5.64
9.036	8.453	n/a	n/a	n/a	n/a	n/a	n/a
8.1300	8.0300	7.6475	7.3397	6.854	6.403	n/a	n/a
9.036	8.453	n/a	n/a	n/a	n/a	n/a	n/a
7.6800	6.7630	6.4400	6.5671	6.133	5.729	n/a	n/a
n/a	n/a	n/a	n/a	n/a	n/a	4.50	4.50
\$4.65	\$4.65	\$4.43	\$4.22	\$4.22	\$4.22	\$4.22	\$4.22
\$5.00	\$5.00	\$4.76	\$4.53	\$4.53	\$4.53	\$4.53	\$4.53
\$5.76	\$5.76	\$5.49	\$5.23	\$5.23	\$5.23	\$5.23	\$5.23
\$8.15	\$8.15	\$7.76	\$7.39	\$7.39	\$7.39	\$7.39	\$7.39
\$14.82	\$14.82	\$14.11	\$13.44	\$13.44	\$13.44	\$13.44	\$13.44
\$16.18	\$16.18	\$15.41	\$14.68	\$14.68	\$14.68	\$14.68	\$14.68
\$17.80	\$17.80	\$16.95	\$16.14	\$16.14	\$16.14	\$16.14	\$16.14
\$11.55	\$11.55	\$11.00	\$10.48	\$10.48	\$10.48	\$10.48	\$10.48
\$21.87	\$21.87	\$20.83	\$19.84	\$19.84	\$19.84	\$19.84	\$19.84
\$29.27	\$29.27	\$27.88	\$26.55	\$26.55	\$26.55	\$26.55	\$26.55
\$11.18	\$11.18	\$10.65	\$10.14	\$10.14	\$10.14	\$10.14	\$10.14
\$11.11	\$11.11	\$10.58	\$10.08	\$10.08	\$10.08	\$10.08	\$10.08
\$44.80	\$44.80	\$44.80	\$44.80	\$40.00	\$40.00	\$29.53	\$29.53
10.875	10.875	10.875	10.875	9.71	8.95	8.95	8.95
n/a	n/a	n/a	n/a	\$8.39	\$8.39	\$8.39	\$8.39
n/a	n/a	n/a	n/a	3.00	3.00	3.00	3.00

Table 10

City of Columbia, Missouri

**SCHEDULE OF ELECTRIC SERVICE RATES *
LAST TEN FISCAL YEARS**

	FY 2011 - 2012		FY 2010 - 2011	
	Summer	Nonsummer	Summer	Nonsummer
<u>LARGE GENERAL SERVICE RATE</u>				
Demand charge:				
First 25 KW or less billing demand	\$376.50	\$301.00	\$376.50	\$301.00
Additional KW	per KW \$15.06	\$12.04	\$15.06	\$12.04
Energy charge:				
All KW	¢ per KWH 5.50	4.780	5.50	4.780
<u>INDUSTRIAL SERVICE RATE</u>				
	Summer	Nonsummer	Summer	Nonsummer
Demand charge:				
First 750 KW or less billing demand	\$14,887.50	\$11,910.00	\$14,887.50	\$11,910.00
All additional KW	per KW \$19.85	\$15.88	\$19.85	\$15.88
Energy charge (All KWH)	¢ per KWH 4.434	3.800	4.434	3.800
<u>LARGE GENERAL SERVICE RATE</u>				
	FY 2006 - 2007		FY 2005 - 2006	
	Summer	Nonsummer	Summer	Nonsummer
Demand charge:				
First 25 KW or less billing demand	per KW \$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 \$4.58	\$3.98	n/a	n/a
First 360 KWH per KW of billing demand	¢ per KWH n/a	n/a	4.04	3.85
All additional KWH	¢ per KWH n/a	n/a	4.04	3.85
<u>INDUSTRIAL SERVICE RATE</u>				
	Summer	Nonsummer	Summer	Nonsummer
Demand charge:				
First 750 KW or less billing demand	\$11,287.50	\$9,030.00	\$10,500.00	\$8,400.00
All additional KW	per KW \$15.05	\$12.04	\$14.00	\$11.20
Energy charge (All KWH)	¢ per KWH 3.08	2.93	2.66	2.66

* The rates shown in this table are those in effect at October 1, 2011. 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 2009 - 2010		FY 2008 - 2009		FY 2007 - 2008	
Summer	Nonsummer	Summer	Nonsummer	Summer	Nonsummer
\$369.75	\$295.75	\$360.75	\$288.50	\$343.50	\$274.75
\$14.79	\$11.83	\$14.43	\$11.54	\$13.74	\$10.99
5.40	4.697	5.22	4.54	4.97	4.32
Summer	Nonsummer	Summer	Nonsummer	Summer	Nonsummer
\$14,595.00	\$11,677.50	\$14,100.00	\$11,280.00	\$12,195.00	\$9,757.50
\$19.46	\$15.57	\$18.80	\$15.04	\$16.26	\$13.01
4.347	3.728	4.20	3.60	3.565	3.10
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
n/a	n/a	n/a	n/a	n/a	n/a
3.60	3.60	4.00	4.00	4.00	4.00
3.60	3.60	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

Table 11

City of Columbia, Missouri

SCHEDULE OF WATER SERVICE RATES
LAST TEN FISCAL YEARS

		2011-2012		2010-2011	
		Inside City	Outside City	Inside City	Outside City
		Limits	Limits	Limits	Limits
Residential*: All CCF	per 100 CCF	\$2.590	\$3.450	\$2.400	\$3.190
Commercial*: All CCF	per 100 CCF	\$2.400	\$3.190	\$2.222	\$2.955
Large Commercial*: All CCF	per 100 CCF	\$2.250	\$2.990	\$2.084	\$2.772
*Summer Surcharged Rate: (June, July, August, and September water use in excess of 100% average for nonsummer use)	per 100 CCF	\$3.630	\$4.830	\$3.360	\$4.470
		Minimum Charge Per Month		Minimum Charge Per Month	
		Inside City	Outside City	Inside City	Outside City
		Limits	Limits	Limits	Limits
Meter Size					
5/8 inch and 3/4 inch		\$7.52	\$10.00	\$6.33	\$8.42
1 inch		\$7.91	\$10.51	\$6.64	\$8.83
1 1/2 inch		\$11.64	\$15.48	\$8.60	\$11.44
2 inch		\$12.20	\$16.23	\$9.07	\$12.06
3 inch		\$20.56	\$27.35	\$19.04	\$25.32
4 inch		\$30.49	\$40.55	\$28.23	\$37.55
6 inch		\$58.62	\$77.97	\$54.28	\$72.19

		2006-2007		2005-2006	
		Inside City	Outside City	Inside City	Outside City
		Limits	Limits	Limits	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 120% 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	Outside City	Inside City	Outside City
		Limits	Limits	Limits	Limits
Minimum Charge Per Month					
Meter Size					
5/8 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

Table 11, cont.

City of Columbia, Missouri

SCHEDULE OF WATER SERVICE RATES
LAST TEN FISCAL YEARS

2009-2010		2008-2009		2007-2008	
Inside City	Outside City	Inside City	Outside City	Inside City	Outside City
Limits	Limits	Limits	Limits	Limits	Limits
\$2.182	\$2.902	\$1.980	\$2.630	\$1.932	\$2.570
\$2.020	\$2.687	\$1.830	\$2.430	\$1.750	\$2.328
\$1.894	\$2.519	\$1.720	\$2.290	\$1.670	\$2.221
\$3.055	\$4.063	\$2.772	\$3.687	\$2.705	\$3.598
Minimum Charge Per Month		Minimum Charge Per Month		Minimum Charge Per Month	
Inside City	Outside City	Inside City	Outside City	Inside City	Outside City
Limits	Limits	Limits	Limits	Limits	Limits
\$5.86	\$7.79	\$5.40	\$7.18	\$5.40	\$7.18
\$6.15	\$8.18	\$5.80	\$7.71	\$5.80	\$7.71
\$7.96	\$10.59	\$7.85	\$10.44	\$8.35	\$11.11
\$8.40	\$11.17	\$8.29	\$11.03	\$8.97	\$11.92
\$17.63	\$23.45	\$17.45	\$23.21	\$21.96	\$29.20
\$26.14	\$34.77	\$25.89	\$34.43	\$33.93	\$45.13
\$50.26	\$66.85	\$47.84	\$63.63	\$67.86	\$90.26

2004-2005		2003-2004		2002-2003	
Inside City	Outside City	Inside City	Outside City	Inside City	Outside City
Limits	Limits	Limits	Limits	Limits	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	Outside City	Inside City	Outside City	Inside City	Outside City
Limits	Limits	Limits	Limits	Limits	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

Table 12

City of Columbia, Missouri

**SCHEDULE OF SANITARY SEWER SERVICE RATES
LAST TEN FISCAL YEARS**

		<u>2011-2012</u>	<u>2010-2011</u>	<u>2009-2010</u>	<u>2008-2009</u>	<u>2007-2008</u>
Residential: (a)						
Base Charge	per month	\$6.35	\$7.00	\$6.09	\$5.30	\$4.61
All Volume	per 100 cu. ft.	\$2.099	\$1.660	\$1.440	\$1.250	\$1.090
Non-Residential: (a)		<u>2011-2012</u>				
	<u>Meter size</u>	<u>Base Charge per month</u>				
	5/8 inch	\$6.35				
	3/4 inch	\$10.58				
	1 inch	\$21.16				
	1 1/2 inch	\$42.32				
	2 inch	\$67.71				
	3 inch	\$135.42				
	4 inch	\$211.60				
	6 inch	\$1,269.60				
	8 inch	\$1,692.80				
	10 inch	\$2,327.60				
	12 inch	\$3,174.00				
All Volume	per 100 cu. ft.	\$2.099				
Residential: (a)		<u>2006-2007</u>	<u>2005-2006</u>	<u>2004-2005</u>	<u>2003-2004</u>	<u>2002-2003</u>
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

(a) Prior to 2012, the base charge was for residential and commercial users. In fiscal year 2012, the classifications and definitions of users for sanitary sewer charges was amended from residential and commercial to residential and non-residential.

Table 13

City of Columbia, Missouri

SCHEDULE OF MARKETABLE SECURITIES AND INVESTMENTS
SEPTEMBER 30, 2012

Identification Number and Issuing Institution	Purchase Date	Face Amount, or Shares	Maturity Date	Coupon Interest Rate	Cost	Fair Value 09/30/12
POOLED CASH:						
U. S. Government and Agency Securities:						
FNR 2005-3 CL1 - 3136F6YK9	07/29/05	1,500,000	12/25/12	4.400%	248,250	257,939
FNMA 2005 SER 4 - 3136F6YL7	08/08/05	2,000,000	12/26/12	4.650%	314,934	325,383
FHLMC REMIC 2055 CL OE - 3133TDX50	02/20/02	1,000,000	05/15/13	6.500%	44,755	10,069
FNMA PL 451577 - 31379WM20	07/20/98	2,000,000	07/01/13	5.000%		9,074
FNMA POOL 254863 - 31371LB81	08/18/03	1,000,000	08/01/13	4.000%	14,966	20,248
FNMA 449353 - 31380TE23	11/17/98	3,000,000	10/01/13	5.500%		14,607
FHLMC E00669 - 31294JW61	02/15/02	2,000,000	05/01/14	6.000%	49,882	14,295
FHLMC P60031 - 31288MA82	02/15/05	2,000,000	07/01/14	6.000%	192,253	82,615
FHBL REMIC CL2015A - 3133XAWF0	04/01/05	2,000,000	02/25/15	4.950%	295,370	315,599
FEDER SD 2015 - 3133XCQE6	08/09/05	1,000,000	07/28/15	5.250%	300,596	241,683
FHBL SK 2015 CL M5S 1 - 31293XCT60	11/08/05	1,500,000	08/18/15	5.140%	306,716	338,572
FHLMC E00975 GOLD - 31294KCL7	08/26/03	7,000,000	05/01/16	6.000%	149,378	82,269
FHBL SUBORDINATED - 313771AA5	08/07/09	2,000,000	06/13/16	5.625%	2,000,000	2,338,620
FHLMC PL 01000X - 31294KDD4	03/30/05	8,000,000	07/01/16	5.500%	208,974	176,355
FHLMC PL291302 - 31344XNTO	various	58,282,764	04/01/17	7.000%	205,779	168,189
FHLMC REMIC 2474 NE - 31392PZL2	09/16/03	4,180,622	07/15/17	5.000%	115,562	67,148
FHLMC C90211 - 31335HGU1	12/12/02	3,500,000	04/01/18	6.000%	76,577	22,270
FHLMC 107957 - 3128PKZU1	04/16/09	1,500,000	05/01/18	5.500%	330,810	295,097
FHLMC GOLD REMIC 2844 - 31395EUQ8	09/16/04	2,000,000	06/15/18	5.000%	72,259	7,787
FNMA 257428 - 31371N4M4	10/20/08	2,000,000	10/01/18	5.000%	451,055	489,402
FNMA 756831 - 31403SY42	02/18/09	2,677,630	12/01/18	5.000%	400,034	394,989
FHLMC C90263 - 31335HJG9	05/17/99	1,000,000	04/01/19	7.000%	43,976	24,224
FED INVESTMENT CORP - 317705AP6	05/26/09	1,710,000	09/26/19	8.600%	2,290,545	2,490,068
FNMA GTD M5G 826269 - 31407B6E4	06/17/08	1,540,000	07/01/20	5.000%	199,843	214,693
FHR 1013Z - 31294RL1	11/21/02	780,000	10/15/20	9.000%	41,200	21,237
FHLMC G11813 - 31336WAM1	09/21/07	2,600,000	11/01/20	5.000%	480,611	547,983
FGG 11945 - 3128M1B88	06/27/08	2,000,000	12/01/20	5.000%	346,463	389,569
FNMA REMIC 07-B - 31396P6D8	06/27/08	2,000,000	12/25/20	5.450%	306,819	309,730
FG G12740 - 3128MBHR1	11/17/11	6,150,000	05/01/21	5.000%	1,535,976	1,492,811
FNMA PL 253945 - 31371KBN0	04/29/02	1,200,000	08/01/21	6.500%	48,939	27,837
FHR 11161 - 312906C40	11/30/98	505,000	08/15/21	5.500%	2,069	8,590
FHR 11225 X - 312906XG0	various	950,000	08/15/21	8.250%	56,844	29,346
FHBL BOND - 31331X6G4	04/03/09	2,045,000	08/23/21	5.550%	2,244,878	2,670,647
FHR 3282 YC - 31397F2N1	09/16/11	15,500,000	09/15/21	5.500%	1,563,634	1,464,207
FHLMC CTFS J03849 - 3128PFH24	06/22/07	5,000,000	11/01/21	5.000%	177,039	254,136
FHR 1163 JA - 3129072D9	11/29/99	500,000	11/15/21	7.000%	7,893	11,841
FNR 91162 GI - 31358KF37	02/20/01	493,000	12/25/21	8.250%	22,160	9,297
FNMA CALLABLE - 3135G0JM6	05/21/12	2,000,000	02/28/22	2.700%	2,024,500	2,026,060
FHLMC REMIC 1280 CL B - 312909J88	various	78,574,999	04/15/22	6.000%	247,384	149,266
FNMA REM 03-34 BA - 31393CET6	09/28/03	4,000,000	05/25/22	4.000%		8,669
FN 254797 - 31371K7H4	05/20/09	4,000,000	06/01/23	5.000%	585,031	574,586
FHLMC C90787 - 31335H2U6	02/12/04	1,758,744	11/01/23	4.000%	379,645	509,005
FNMA 255114 - 31371LK32	04/15/04	2,000,000	03/01/24	5.000%	408,759	426,333
GNMA 782603 - 36241K3L0	03/15/12	3,500,000	02/15/24	4.000%	1,871,438	1,843,995
FNMA PL 890112 - 31410K3V4	06/23/11	3,000,000	04/01/24	4.000%	965,243	1,002,992
FNMA 255271 - 31371LOY8	05/20/04	2,000,000	05/01/24	5.000%	327,186	415,231
FGG 183212 - 3128MMK28	09/19/11	3,000,000	06/01/24	4.000%	1,311,276	1,271,994
FHLMC C90844 - 31335H5D1	12/13/10	7,900,000	08/01/24	4.500%	1,749,846	1,749,950
FHLMC CTFS J11270 - 3128PQMT5	12/17/09	2,154,035	11/01/24	4.000%	821,565	810,392
FHR 3649 BW - 31398V7F7	06/15/12	2,000,000	03/15/25	4.000%	1,940,271	1,913,977
FHLMC G14052 - 3128MCWM3	12/15/11	3,270,417	04/01/25	4.000%	1,987,814	1,971,671
FN 890263 - 31410LB84	11/17/11	3,050,000	11/01/25	4.000%	2,003,880	1,994,957
FHR 3170 EV - 31396RZF7	09/08/09	3,500,000	02/15/26	5.000%	2,657,206	2,648,276
FNR 201158 KA - 31397LUZT9	08/15/11	2,500,000	02/25/26	3.500%	1,213,204	1,141,742
FHR 3840 RT - 3137A9FB7	04/29/11	2,000,000	02/15/26	3.000%	629,481	670,116
FHLMC PC GOLD 15 Y - 3128PWEA2	09/19/11	2,500,000	08/01/26	3.000%	2,276,052	2,316,379
FHR 1883 L - 31337WJW7	05/10/02	2,000,000	09/15/26	7.000%	284,382	245,695
FHLMC GOLD #G30307 - 3128CUKU9	05/13/08	2,500,000	01/01/27	6.000%	540,314	539,612
FNMA STEP UP - 3136FT6N4	03/29/12	1,000,000	03/29/27	1.250%	1,000,000	1,009,400
FNR 2012-43 AC - 3136ASY66	04/30/12	2,200,000	04/25/27	1.750%	2,117,380	2,107,440
FHBL STEP-UP - 313379JG2	05/30/12	1,000,000	05/28/27	2.050%	1,000,000	1,000,640
FN 256751 - 31371NEV7	07/13/09	3,500,000	06/01/27	5.500%	810,724	772,893
FHBL STEP UP - 313380DN4	08/27/12	2,000,000	08/27/27	1.000%	1,997,000	2,000,060
FHLMC CTFS D97497 - 3128E4KJ0	12/12/07	1,143,366	12/01/27	5.000%	138,879	167,433
FNMA GTD MTG 257154 - 31371NTK1	03/28/08	2,294,345	03/01/28	4.500%	544,339	632,511
FGG C91164 - 3128P7JH7	various	4,000,000	03/01/28	5.000%	682,855	663,250
FCC 91167 - 3128P7JL8	04/29/08	2,000,000	04/01/28	5.000%	366,128	408,027
GNMA POOL 00263M - 36202C4S9	08/24/98	1,000,000	08/20/28	8.000%	37,117	5,669
FHR 3789 JA - 3137A5D27	07/01/11	2,270,000	10/15/28	4.000%	1,660,304	1,613,909
FNMA BOND - 31398AQY1	02/17/09	2,000,000	11/13/28	5.380%	2,025,000	2,199,700
FHLMC REMIC 2109 CL PE - 3133THZC0	05/12/05	2,500,000	12/15/28	6.000%	505,124	482,651
FHLMC REMIC 3845 EK - 3137A9RZ1	09/20/11	3,555,000	01/15/29	4.000%	2,923,668	2,830,097
FCC 91281 - 3128P7M67	03/12/12	2,685,000	12/01/29	4.500%	1,465,549	1,446,554
FNR 2006-13 VB - 31394VN48	06/09/09	2,145,000	05/25/30	5.000%	1,567,956	1,531,403
FNMA 0816 - 31417Y4A2	10/13/11	2,035,707	08/01/31	4.500%	1,896,676	1,923,160
FHR 2567 PG - 31393K7H2	06/03/08	2,000,000	08/15/31	5.000%	128,627	114,479
FNMA MA0878 - 31417Y6Q5	11/14/11	2,000,000	10/01/31	4.000%	1,830,356	1,885,548
FNMA MA0885 - 31417Y6X0	11/14/11	2,000,000	10/01/31	3.500%	1,641,540	1,694,884
FHR 2581 QG - 31393LZT3	06/13/08	2,000,000	12/15/31	5.000%	22,795	61,732
FHR 2647 A - 31394GBO5	08/24/11	11,373,000	04/15/32	3.250%	1,236,228	1,224,882
FHR 2604MD - 31393PNE0	04/15/09	1,900,000	06/15/32	5.500%	784,907	715,511
FHR 2708 DG - 31394MAB6	12/12/07	1,283,000	07/15/32	5.000%	210,699	209,524
FNR 2003-18 PA - 31392JVZ9	11/18/09	25,750,000	07/25/32	4.000%	1,333,373	1,383,193
FHLMC REMIC 2698 CL BA - 31394LPM8	02/24/05	3,000,000	11/15/32	5.000%	150,966	141,449
GNR 2003-70 TE - 38374BG80	12/14/06	923,000	02/20/33	5.000%	641,941	707,973
FNMA SER 03-43 CL YA - 31393ASB9	10/29/10	5,500,000	02/25/33	4.000%	571,656	556,048
FHLMC REMIC 3419 AP - 31397R4P8	11/18/09	1,892,000	04/15/33	5.000%	612,604	514,407
FNR 2003-5 LUM - 31393BM77	08/11/09	15,000,000	05/25/33	4.500%	1,695,446	1,783,403
FHR 2981 ND - 31395U6P1	06/17/09	1,860,000	06/15/33	5.000%	1,201,153	1,187,499
FHLMC ARM 1B0984 - 31336SUH9	02/23/04	2,000,000	07/01/33	3.295%	211,581	234,067
FHR 2877 PA - 31395HMH0	12/16/08	1,550,000	07/15/33	5.500%	432,262	440,363
FNMA ARM 742243 - 31402YS88	12/23/03	1,000,000	09/01/33	3.816%	99,954	100,312
FHLMC CO1647 - 31292HZL1	12/13/10	5,500,000	10/01/33	4.500%	1,465,479	1,454,784
FNMA 190346 - 31368HL35	05/13/10	5,695,000	12/01/33	5.500%	876,208	845,138
FHR 3778 - 3137A4SW3	05/09/11	2,500,000	12/15/33	4.000%	2,345,757	2,610,183
FNMA 725206 - 31402CU75	12/13/10	7,800,000	02/01/34	5.500%	1,226,000	1,168,357
FNMA PL 777716 - 31404TAR4	04/26/04	2,000,000	04/01/34	3.750%	235,962	256,396
FNMA ARM 775566 - 31404QTX7	02/22/05	1,000,000	05/01/34	4.146%	147,926	154,410
FNMA PL 779076 - 31404UQ52	06/24/04	2,000,000	05/01/34	3.790%	397,881	456,325

Table 13

City of Columbia, Missouri

SCHEDULE OF MARKETABLE SECURITIES AND INVESTMENTS
SEPTEMBER 30, 2012

Identification Number and Issuing Institution	Purchase Date	Face Amount, or Shares	Maturity Date	Coupon Interest Rate	Cost	Fair Value 09/30/12
GNR 2004-86 TA - 38374JYF7	04/22/08	3,000,000	07/20/34	4.000%	459,036	486,811
FNMA 888283 - 31410F2Q7	05/21/09	3,000,000	08/01/34	5.000%	942,125	934,343
FHR 2881 AE - 3139515C6	03/24/09	5,080,000	08/15/34	5.000%	895,081	868,445
FHLMC REMIC 31-48 CL CK - 31396J TZ8	11/21/06	2,095,909	08/15/34	6.000%	2,112,283	2,165,221
FHR 2963 BK - 31395TLX0	07/01/11	5,000,000	09/15/34	4.000%	1,019,382	988,562
FHR 2963 BP - 31395TM35	12/19/06	2,160,000	09/15/34	5.000%	383,406	431,358
FHR 2991 EG - 31395JWS6	various	4,000,000	11/15/34	5.000%	668,287	670,916
FHR 3438A - 31397RZY5	08/13/08	950,000	12/15/34	5.000%	70,027	81,166
FHLMC ARM 1B27R95 - 3128JM7H4	03/23/05	2,000,000	03/01/35	4.446%	429,594	461,060
FHR 2942 LA - 31395PHQ8	08/13/09	2,250,000	03/15/35	5.000%	579,071	594,355
FNR 2005-29 AU - 31394DHY9	03/28/08	2,000,000	04/25/35	4.500%	451,519	524,968
FHR 3289 ND - 31397FP48	05/18/09	2,000,000	06/15/35	5.000%	2,096,250	2,091,860
FHLMC REMIC 3287 PM - 31397G6P0	08/12/09	2,000,000	10/15/35	6.000%	1,046,583	972,430
FNR 2005-83 OG - 31394FUH6	02/27/07	2,960,645	10/25/35	5.000%	479,369	560,922
SARM 05-22 LAZ - 363579F52	12/07/05	980,772	12/25/35	5.250%	235,549	185,613
GNMA REMIC 09-93 UN - 38376KAL5	10/30/09	3,000,000	02/20/36	5.000%	1,534,230	1,454,131
FHLMC PL G02252 - 3128LXOD5	06/13/11	6,500,000	07/01/36	5.500%	1,344,647	1,278,183
GNMA REMIC 08-69 - 38375XRA4	various	6,000,000	07/20/36	5.750%	2,015,357	1,707,722
FNR 2008-41 MD - 31397LLU1	03/09/10	3,000,000	11/25/36	4.500%	1,336,528	1,402,785
FNMA 888131 - 31410FVY8	07/13/09	3,615,500	02/01/37	5.500%	756,907	771,734
FHR 3283 - 31397EXX8	10/29/09	3,457,500	02/15/37	5.000%	488,790	425,945
FNMA POOL 888823 - 31410GPG2	09/14/09	4,325,000	05/01/37	5.000%	972,064	935,752
FHLMC G03035 - 3128M4V42	05/12/11	5,360,000	07/01/37	5.500%	1,254,373	1,193,700
FNMA CL 888707 - 31410GKU6	05/12/09	1,550,000	10/01/37	7.500%	347,683	314,612
FHLMC PL G04913 - 3128M6Y11	04/12/12	5,250,000	03/01/38	5.000%	1,716,385	1,689,477
FHLMC ARM 783263 - 31349UTU2	06/24/08	1,500,000	05/01/38	4.500%	197,947	281,684
FHLMC ARM 783264 - 31349UTV0	11/24/08	2,000,000	05/01/38	4.460%	294,440	242,741
FHR 3448 AG - 31397TJ37	03/19/09	3,100,000	05/15/38	5.000%	1,080,446	1,061,316
GNR 2008-82A - 38375YEK4	10/14/08	2,000,000	09/20/38	6.000%	406,642	403,762
FNMA PL AE048L - 31419ARE9	06/13/11	2,500,000	12/01/38	5.500%	1,467,410	1,434,172
GNR 2009-93 PB - 38376KLZ2	08/26/11	4,000,000	12/16/38	3.000%	1,840,172	1,824,643
FNR 2010-134 DJ - 31398SMH3	11/14/11	2,225,000	02/25/39	2.250%	1,778,216	1,786,966
FHR 3796 LA - 3137ASZAS	07/10/12	2,200,000	06/15/39	2.000%	1,995,067	1,991,872
GNMA 4461M - 36202ESW5	11/18/10	2,050,000	06/20/39	4.500%	731,390	685,461
FNR 2009-60 MJ - 31396QMC0	08/22/11	3,100,000	06/25/39	4.000%	1,359,387	1,333,844
FNR 2009-78 BQ - 31398FKY6	02/12/12	3,500,000	06/25/39	4.500%	1,796,859	1,748,814
FNR 2009-78 BM - 31398FLA7	03/25/11	2,500,000	06/25/39	4.000%	1,234,393	1,239,669
GNR 2009-58 AC - 38375D3D8	03/16/11	3,000,000	07/20/39	4.000%	1,304,253	1,325,488
GNMA SER 2010-04 JC - 38376T2H4	12/16/10	2,350,000	08/16/39	3.000%	1,938,401	1,295,775
GNR 2012-39 MP - 38378DPL3	09/13/12	2,000,000	08/20/39	2.000%	1,317,782	1,926,293
GNMA REMIC 09-093 HB - 38376KKX8	10/30/09	2,000,000	09/20/39	3.000%	769,034	784,691
FNR 2011-27 JQ - 31397SGM0	07/31/12	2,000,000	09/25/39	4.000%	1,933,887	1,898,936
FNR 2010-57 HA - 31398RC94	02/29/12	2,577,000	02/25/40	3.500%	1,776,881	1,745,276
FHR 3997 LN - 3137AMB0U	02/29/12	2,000,000	03/15/40	2.500%	1,923,229	1,908,426
FHR 3819 - 3137A8LS5	05/27/11	2,000,000	06/15/40	4.000%	1,820,839	1,898,057
FNR 2010-87 DJ - 31398TZ13	05/24/11	2,000,000	06/25/40	3.500%	1,156,051	1,165,439
FNR 2010-100 LA - 31398NJE5	03/12/12	2,000,000	07/25/40	2.500%	1,790,568	1,774,461
FHR 4103 DC - 3137AU7H6	09/28/12	2,000,000	09/15/40	2.000%	2,022,500	2,025,800
FNR 2010-133 GB - 31398N7B4	07/06/11	2,635,000	10/25/40	2.500%	2,057,672	2,182,522
FNR 2010-137 HP - 31398SQY2	05/18/12	2,200,000	10/25/40	3.500%	1,779,317	1,774,430
FHR 3759 VM - 3137A2UE9	02/18/11	2,000,000	11/15/40	4.250%	1,259,546	1,258,690
FHR 3798 PQ - 3137A6AM4	06/16/11	2,000,000	01/15/41	3.500%	1,528,213	1,566,018
FHR 3816 HN - 3137A6R46	03/30/11	2,000,000	01/15/41	4.500%	541,438	538,007
FHR 4019 LM - 3137ANNME2	07/03/12	2,000,000	02/15/41	4.000%	2,059,551	2,018,201
FHR 4036 PA - 3137ANQF5	04/30/12	2,000,000	04/15/41	2.750%	2,030,701	2,020,511
FHR 4106 EC - 3137ATW57	09/28/12	2,500,000	04/15/41	1.750%	2,521,875	2,518,800
FHR 4091 TG - 3137ATGB2	09/24/12	2,000,000	05/15/41	1.750%	2,016,583	1,984,686
FNR 2011-2 HA - 3136A3XT3	01/30/12	2,000,000	05/25/41	2.500%	1,949,962	1,956,951
FNR 2012-103 MB - 3136A8YZ7	09/04/12	2,000,000	09/25/41	2.000%	2,025,177	2,001,440
FHR 4107 HA - 3137AUF46	09/28/12	2,000,000	10/15/41	2.000%	2,039,375	2,039,360
FNMA 2012-16 AL - 3136A4QK8	02/29/12	2,332,126	11/25/41	3.000%	2,212,605	2,442,552
FNR 2012-66 PC - 3136A6B45	06/11/12	2,000,000	11/25/41	2.000%	1,969,110	1,962,641
FNR 2012-20 TD - 3136A4JR1	05/25/12	2,000,000	02/25/42	4.500%	1,899,187	1,839,575
Total U. S. Government and Agency Securities					163,001,147	163,571,948
UBS Select Treasury	various	103,103,823	-	-	103,103,823	103,103,823
Total Pooled Cash Marketable Securities					\$ 266,104,970	\$ 266,675,771

Table 13

City of Columbia, Missouri

SCHEDULE OF MARKETABLE SECURITIES AND INVESTMENTS
SEPTEMBER 30, 2012

Identification Number and Issuing Institution	Purchase Date	Face Amount, or Shares	Maturity Date	Coupon Interest Rate	Cost	Fair Value 09/30/12
SELF-INSURANCE RESERVE:						
Mutual Funds:						
UBS Select Treasury Preferred Fund	various	4,860,780	—	—	4,860,780	4,860,780
Total Mutual Funds					4,860,780	4,860,780
Total Self-Insurance Reserve					\$ 4,860,780	\$ 4,860,780
POST-EMPLOYMENT HEALTH FUND:						
Stocks and Mutual Funds:						
PIMCO Tl Rtn A	various	34,706	—	—	379,392	401,893
AmFds Euro Pacfc	various	5,287	—	—	190,057	205,678
BlkRkEq Divd Inv	various	15,320	—	—	285,085	307,776
FidAdv New Insights A	various	13,762	—	—	285,085	319,426
JPM SmCap Eq A	various	2,770	—	—	95,028	104,786
Loomis Bd Admn	various	13,743	—	—	190,056	204,635
LrdAbtGr Oppr A	various	5,164	—	—	95,028	100,853
Okmrk Intl II	various	10,956	—	—	190,056	206,624
PIMCO All Asst A	various	8,166	—	—	95,028	102,645
JPM EmrgMrk Eq A	various	4,503	—	—	95,028	99,289
Total Mutual Funds					1,899,843	2,053,605
Total Post Employment Health Fund					\$ 1,899,843	\$ 2,053,605
POLICE AND FIREFIGHTERS' RETIREMENT FUND:						
Corporate Bonds:						
Bottling Group - 10138MAF2	04/02/12	600,000	11/15/13	5.000%	642,984	630,300
Verizon Communications - 92343VBB9	04/02/12	600,000	11/03/14	1.250%	607,392	609,438
Thermo Fisher Scientific - 883556AU6	04/02/12	460,000	11/20/14	3.250%	490,719	483,856
Ecolab Inc - 278865AJ9	12/08/11	135,000	12/08/14	2.370%	134,919	140,003
JP Morgan Chase - 46625HHR4	02/14/12	200,000	06/24/15	3.400%	209,926	212,270
Comcast Corp - 20030NAJ0	02/02/12	60,000	11/15/15	3.400%	69,215	68,951
Goldman Sachs Group - 38143USC6	05/25/12	50,000	02/07/16	5.855%	49,123	52,745
Home Depot Inc Nts - 437076AP7	04/02/12	400,000	05/01/16	5.400%	463,212	462,788
Quest Diagnostics Inc - 74834LAR1	02/02/12	65,000	04/01/16	3.200%	68,060	68,881
Genl Dynamics Corp - 369950AQ1	04/02/12	600,000	07/15/16	2.250%	623,604	631,158
Citigroup Inc - 172967FW6	06/28/12	80,000	01/10/17	4.450%	83,747	87,870
Morgan Stanley B/E - 61747YDT9	08/22/12	130,000	03/22/17	4.750%	133,158	139,381
Duke Energy Corp Nts - 26441CAH8	08/14/12	65,000	08/15/17	1.625%	64,826	65,191
JP Morgan - 48126EAA5	08/13/12	130,000	08/15/17	2.000%	130,117	131,132
Franklin Resources Inc - 354613AH4	09/20/12	75,000	09/15/17	1.375%	74,964	75,406
Walgreen Co Nts - 931422AJ8	09/10/12	65,000	09/15/17	1.800%	65,242	65,734
Time Warner Corp B/E - 111320AE7	10/26/11	90,000	10/15/17	7.250%	109,669	114,287
Broadcom Corp B/E - 111320AE7	11/10/11	85,000	11/01/18	7.250%	84,995	91,098
PacifiCorp B/E - 695114CK2	06/01/12	85,000	01/15/19	5.500%	102,340	103,959
Wal-mart Stores Inc Nts - 931142CP6	01/29/10	1,000,000	02/01/19	4.125%	998,830	1,140,560
Omnicom Group Inc - 682134AC5	04/24/12	80,000	08/15/20	4.450%	86,853	89,038
Health Care Reit Inc - 42217KAU0	04/30/12	95,000	01/15/21	4.950%	97,992	103,847
Smucker JM Co B/E - 832696AB4	various	40,000	10/15/21	3.500%	40,421	42,825
Amerisourcebergen Corp - 03073EAJ4	11/14/11	110,000	11/15/21	3.500%	109,844	118,364
Norfolk Sthn Corp - 555844BG2	12/05/11	85,000	12/01/21	3.250%	84,596	89,390
Afac Inc B/E - 001055AJ1	04/23/12	65,000	02/15/22	4.000%	66,724	71,178
ADT Corp Mns - 00101JAB2	06/27/12	110,000	07/15/22	3.500%	111,030	114,278
Broadcom Corp Nts - 111320AG2	08/13/12	60,000	08/15/22	2.500%	59,533	59,858
JP Morgan Chase and Co Nts - 46625HJE1	09/19/12	75,000	09/23/22	3.250%	74,669	76,042
Agrium Inc - 008916AK4	09/25/12	65,000	10/01/22	3.150%	65,111	65,761
Agilent Technologies - 00846UAH4	09/10/12	70,000	10/01/22	3.200%	70,353	70,661
Oneok Partners LP B/E - 68268NAJ2	09/10/12	90,000	10/01/22	3.200%	90,079	90,438
BRE Properties Inc - 05564EBM7	08/07/12	100,000	01/15/23	3.375%	99,004	99,466
Amgen Inc - 031162BK5	11/10/11	40,000	11/15/41	5.150%	39,667	44,571
Duke Energy Carolinas - 26442CAM6	12/08/11	55,000	11/15/41	4.250%	55,419	57,979
PacifiCorp Call - 695114CN6	01/06/12	65,000	02/01/42	4.100%	65,251	68,832
Direct TV Hldgs LLC B/E - 25459HBC9	04/27/12	120,000	05/15/42	5.150%	117,995	122,006
Kraft Foods Inc Nts - 50076QAC0	06/08/12	125,000	06/04/42	5.000%	130,523	139,448
Exelon Generation Co LLC - 30161MAM5	06/18/12	35,000	06/15/42	5.600%	35,285	37,570
Memorial Sloan - 586054AA6	12/08/11	145,000	07/01/42	5.000%	145,000	168,683
ADT Corp Mns - 00101JAC0	06/28/12	90,000	07/15/42	4.375%	65,213	70,365
Amer Movil - 02364WBE4	07/09/12	90,000	07/16/42	4.375%	89,464	93,344
Astrazeneca - 046353AG3	09/11/12	85,000	09/18/42	4.000%	85,207	87,009
Nisource Fin Corp - 65473QBB8	06/14/12	65,000	02/15/43	5.250%	65,453	72,538
Total Corporate Bonds					7,157,754	7,428,579
Stock and Mutual Funds:						
Common/Preferred Stock	various	1,280,824	—	—	40,289,379	45,233,560
Allianz Series C	various	296,755	—	—	3,680,736	4,071,479
Allianz Series M	various	355,650	—	—	3,708,317	3,986,837
UBS Cash/Money Market Funds	various	7,696,973	—	—	7,696,973	7,696,973
Total Stock and Mutual Funds					55,375,405	60,988,849
U. S. Government and Agency Securities:						
Fredkie Mac Bond - 3137EACQ0	various	920,000	12/28/12	0.625%	924,124	921,030
US Tsy Note - 912828RD4	09/23/11	2,360,000	08/31/13	0.125%	2,355,665	2,358,891
FFCB Bond - 31331KXA3	various	920,000	09/06/13	0.375%	919,581	921,389
FHLB Nts - 313373R4	various	1,100,000	05/28/14	1.375%	1,123,623	1,121,758
US Tsy Note - 912828SK7	03/30/12	190,000	03/15/15	0.375%	189,273	190,460
US Tsy Note - 912828SU5	06/04/12	75,000	05/15/15	0.250%	74,736	74,924
US Tsy Note - 912828TD2	08/03/12	100,000	07/15/15	0.250%	99,773	99,852
Fannie Mae Nts - 3135G0BA0	various	1,100,000	04/11/16	2.375%	1,160,034	1,172,578
US Tsy Note - 912828RF9	09/28/11	1,045,000	08/31/16	1.000%	1,051,568	1,067,206
Fannie Mae Bond - 3135G0CM3	various	1,100,000	09/28/16	1.250%	1,100,231	1,129,920
US Tsy Note - 912828RM4	11/07/11	60,000	10/31/16	1.000%	60,305	61,261
Fannie Mae Bond - 3135G0JA2	03/01/12	115,000	04/27/17	1.125%	114,960	117,129
US Tsy Note - 912828TM2	various	155,000	08/31/17	0.625%	154,988	155,098

Table 13

City of Columbia, Missouri

SCHEDULE OF MARKETABLE SECURITIES AND INVESTMENTS
SEPTEMBER 30, 2012

Identification Number and Issuing Institution	Purchase Date	Face Amount, or Shares	Maturity Date	Coupon Interest Rate	Cost	Fair Value 09/30/12
FHLM Bond - 3133XMQ87	various	400,000	11/17/17	5.000%	480,344	484,224
US Tsy Note - 912828QB9	03/06/12	600,000	03/31/18	2.875%	659,836	669,564
Fredlie Mac Notes - 3137EABP3	various	1,100,000	06/13/18	4.875%	1,317,672	1,339,393
US Tsy Note - 912828SH4	03/02/12	524,000	02/28/19	1.375%	521,544	538,902
Fredlie Mac Nts - 3137EACA5	various	1,100,000	03/27/19	3.750%	1,245,055	1,281,885
US Tsy Note - 912828RC6	various	40,000	08/15/21	2.125%	40,403	42,312
US Tsy Note - 912828RR3	various	1,370,000	11/15/21	2.000%	1,385,181	1,430,252
Fredlie Mac Notes - 3137EADB2	01/18/12	140,000	01/13/22	2.375%	139,888	146,866
US Tsy Note - 912828SV3	various	650,000	05/15/22	1.750%	660,275	659,139
US Tsy Note - 912828TE0	07/24/12	503,000	07/15/22	0.125%	545,312	547,681
US Tsy Note - 912828TJ9	various	210,000	08/15/22	1.625%	207,141	209,771
US Tsy Note - 912810PZ5	07/11/12	113,000	01/15/29	0.125%	172,492	172,505
Total U. S. Government and Agency Securities					16,704,004	16,913,990
Asset-Backed Securities						
FHLMC PL G11503 - 31283KU48	09/28/11	500,000	01/01/19	5.000%	94,850	93,108
Ford CR Floorplan - 34528QCC6	09/12/12	100,000	09/15/19	2.730%	99,961	100,422
Americredit Auto - 03061UAH6	07/25/12	150,000	11/08/19	4.460%	153,709	156,164
FNMA PL 889009 - 31410GVA8	10/18/11	600,000	01/01/23	5.000%	169,180	166,116
Americold LLC 2010-ART C - 03063NAN7	various	190,000	01/14/29	6.811%	213,589	227,527
MVCOT Ser 2012-1 CL B - 57165AAB4	09/13/12	170,000	05/20/30	3.500%	163,020	161,685
MVCOT Ser 2012-1 CL A - 57165AAA6	09/13/12	160,000	05/20/30	2.510%	153,455	152,184
WTC7-2012-7 WT A - 81806XAA1	04/05/12	130,000	03/13/31	4.082%	131,046	136,531
FNMA PL 735676 - 31402RJV2	07/10/12	1,771,000	07/01/35	5.000%	466,317	465,782
CSFB 2205-10 6A - 225470EX7	01/11/06	500,000	11/25/35	5.000%	474,591	663,258
FNMA PL 745343 - 31403DBL2	10/13/11	2,461,000	03/01/36	5.500%	578,729	564,016
RBSSP 2010-3 - 74929FBB4	11/14/11	72,000	03/26/36	6.000%	59,130	59,590
FHLMC PL G02882 - 3128M4RB1	11/14/11	1,000,000	04/01/37	5.000%	264,216	259,398
FNMA PL 954859 - 31413TC7	08/14/12	370,000	11/01/37	6.000%	117,142	117,563
FHLMC G04838 - 3128M6V70	12/12/11	34,000	01/01/38	5.000%	12,458	9,865
FHLMC PL G04913 - 3128M6VJ1	11/14/11	1,800,000	03/01/38	5.000%	587,563	579,249
FHLMC PL G04688 - 3128M6RH3	11/14/11	1,046,000	09/01/38	5.000%	262,989	255,423
FHLMC PL G06685 - 3128M8XN9	10/03/11	201,434	03/01/39	5.000%	178,783	182,196
FNMA PL AD0242 - 31418MHU9	11/14/11	500,000	09/01/39	5.000%	220,208	215,632
FHLMC PL A89385 - 312936NA1	01/11/12	208,000	10/01/39	4.500%	117,525	116,006
FNMA PL 932639 - 31412REL7	10/25/11	400,000	03/01/40	5.000%	277,679	282,778
FNMA PL AD8033 - 31418V4T6	08/07/12	898,000	08/01/40	4.000%	618,562	621,376
FNMA PL AE4350 - 31419EZQ5	11/14/11	90,000	10/01/40	4.000%	81,820	86,174
FNMA PL AH3645 - 3138ASBP6	04/09/12	894,000	02/01/41	4.000%	716,087	724,807
FNMA PL A11888 - 3138AFC24	10/13/11	1,192,000	05/01/41	4.500%	866,158	874,880
FNMA PL A11886 - 3138AFCY4	08/14/12	70,000	05/01/41	4.000%	62,885	63,084
FNMA AJ1696 - 3138AS3E0	03/12/12	130,000	09/01/41	4.000%	115,096	117,150
FNMA PL AB3678 - 31417ACQ0	11/14/11	60,000	10/01/41	3.500%	57,521	60,776
FHLMC PL Q03968 - 3132GKCD6	11/14/11	60,000	10/01/41	3.500%	59,180	62,763
FNMA MA0926 - 31418AA40	04/12/12	270,000	12/01/41	4.000%	198,989	200,821
FNMA PL AB4297 - 31417AX38	01/12/12	510,000	01/01/42	3.500%	488,464	507,358
FNMA AJ9172 - 3138E2FN0	03/12/12	130,000	01/01/42	4.000%	122,561	124,433
FNMA PL AB5462 - 31417CB87	09/27/12	130,000	06/01/42	3.000%	135,555	135,556
FNMA PL AB5468 - 31417CCE3	06/07/12	500,000	06/01/42	3.500%	513,484	524,703
FNMA PL AB6212 - 31417C3W3	09/27/12	90,000	09/01/42	3.000%	95,406	95,406
JP MORGAN CHASE - 46635GAL4	09/27/12	130,000	11/15/43	5.075%	144,554	148,251
WFRBS 2011-C3 - 92935VAQ1	12/02/11	70,000	03/15/44	5.335%	61,223	77,156
GNR 2012-70 D - 38378BUQ0	05/30/12	300,000	08/16/52	3.499%	303,996	305,064
Total Asset-Backed Securities					9,437,681	9,694,251
Total Police and Firefighters' Investments					88,674,845	95,025,669
Total Restricted/Unrestricted Marketable Securities and Investments					\$ 361,540,437	\$ 368,615,825

Table 14

City of Columbia, Missouri

**FEDERAL AND STATE GRANTS
SEPTEMBER 30, 2012**

<u>Policy Development and Administration:</u>			
Convention & Tourism Grants	\$	21,209	
Total Policy Development and Administration			\$ 21,209
 <u>Public Safety:</u>			
Police		370,734	
Fire		2,636	
Emergency Management/JCIC		248,050	
Total Public Safety			621,420
 <u>Transportation:</u>			
Planning		242,259	
Safe Routes to School		31,660	
Street Construction		274,714	
Non Motorized Transportation Projects		1,538,176	
Airport		1,411,045	
Public Transportation		3,705,491	
Total Transportation			7,203,345
 <u>Health and Environment:</u>			
Health Department		1,025,253	
CDBG/HOME		1,293,436	
Sustainability Grant		489,526	
3M Urban Eco Restoration		9,000	
Electric Grant-Climate Showcase		219,339	
Sanitary Sewer		251,967	
Solid Waste		139,645	
Total Health and Environment			3,428,166
 <u>Personal Development:</u>			
Trails Grants		13,830	
Non Motorized projects		145,597	
Atkins Ballfield		75,000	
Cultural Affairs		31,137	
Historic Preservation Grant		12,000	
TRIM Grant- Public Works		10,000	
Parks & Recreation		12,010	
Homelessness Prevention Grant		48,327	
Emergency Shelter Grant		142,334	
Total Personal Development			490,235
 Total Federal and State Grants			 \$ 11,764,375

Table 15

City of Columbia, Missouri

**TAXABLE SALES BY CATEGORY
LAST TEN FISCAL YEARS**

	<u>2003</u>	<u>2004</u>	<u>2005</u>	<u>2006</u>
Agriculture, forestry, fishing	\$3,565,672	\$4,052,571	\$3,677,457	\$3,825,184
Construction	3,045,869	2,778,717	2,921,474	4,501,001
Finance, insurance, real estate	2,299,664	2,143,978	2,399,035	1,215,588
Manufacturing	6,312,512	6,357,584	7,513,710	8,070,903
Public Administration	75,454,919	82,471,599	86,647,012	89,067,722
Retail Trade	1,178,064,563	1,261,062,518	1,343,894,962	1,467,708,259
Services	93,902,544	95,634,975	101,454,350	107,925,150
Transportation, communications, utilities	139,451,170	146,630,149	157,193,072	174,559,589
Unclassified Establishments	<u>128,535,049</u>	<u>127,888,860</u>	<u>129,532,880</u>	<u>127,420,632</u>
	<u>\$1,630,631,962</u>	<u>\$1,729,020,951</u>	<u>\$1,835,233,952</u>	<u>\$1,984,294,028</u>

Source: State of Missouri Department of Revenue

Note: Data subject to change as more precise numbers become available.

City Direct Sales Tax Rates

General	1.00%	1.00%	1.00%	1.00%
Transportation	0.50%	0.50%	0.50%	0.50%
Capital Improvement Plan	0.25%	0.25%	0.25%	0.25%
Parks	<u>0.25% *</u>	<u>0.25%</u>	<u>0.25%</u>	<u>0.25%</u>
Total City Direct Sales Tax Rate	2.00%	2.00%	2.00%	2.00%

* The Parks Sales Tax commenced 04/01/2001.

Table 15, cont

City of Columbia, Missouri

**TAXABLE SALES BY CATEGORY
LAST TEN FISCAL YEARS**

2007	2008	2009	2010	2011	2012
\$3,738,744	\$3,703,591	\$3,627,534	\$3,646,144	\$3,885,443	\$4,303,202
5,309,190	6,605,135	6,188,689	8,381,253	10,149,273	12,420,072
1,129,272	1,230,495	1,595,983	1,723,226	1,832,991	4,961,165
8,667,005	9,359,687	8,563,445	8,441,505	8,037,104	8,109,752
93,471,443	94,990,313	88,512,266	82,437,743	85,342,434	85,683,563
1,449,407,344	1,450,399,152	1,422,147,665	1,441,679,729	1,508,958,260	1,596,771,652
110,274,873	115,762,759	108,629,526	111,344,046	117,915,672	119,609,463
186,275,288	198,106,845	202,523,055	211,084,007	215,192,870	191,868,253
<u>129,357,863</u>	<u>117,080,662</u>	<u>100,226,366</u>	<u>121,348,855</u>	<u>134,235,679</u>	<u>150,015,896</u>
<u>\$1,987,631,022</u>	<u>\$1,997,238,639</u>	<u>\$1,942,014,529</u>	<u>\$1,990,086,508</u>	<u>\$2,085,549,726</u>	<u>\$2,173,743,018</u>

City Direct Sales Tax Rates, cont.

1.00%	1.00%	1.00%	1.00%	1.00%	1.00%	1.00%
0.50%	0.50%	0.50%	0.50%	0.50%	0.50%	0.50%
0.25%	0.25%	0.25%	0.25%	0.25%	0.25%	0.25%
<u>0.25%</u>	<u>0.25%</u>	<u>0.25%</u>	<u>0.25%</u>	<u>0.25%</u>	<u>0.25%</u>	<u>0.25%</u>
2.00%	2.00%	2.00%	2.00%	2.00%	2.00%	2.00%

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Table 16

City of Columbia, Missouri

RATIOS OF OUTSTANDING DEBT BY TYPE
LAST TEN FISCAL YEARS

Governmental Activities					
Fiscal Year Ended	Certificates of Participation	Capital Lease Obligations	Notes and Loans Payable	Special Obligation Bonds	Special Obligation Notes
2012	-	209,447	12,281,344	36,580,582	-
2011	-	-	11,175,289	40,339,747	-
2010	-	-	-	43,948,910	995,000
2009	-	-	-	46,693,075	1,950,000
2008	-	-	-	49,102,240	2,865,000
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	-	-	-

Business-Type Activities									
Fiscal Year Ended	Certificates of Participation	Capital Lease Obligations	Special Obligation Bonds	Water & Electric Bonds	Sewer Bonds	Parking Bonds	Total Government	Percentage of Per Capita Personal Income ^a	Per Capita ^a
2012	-	220,290	100,490,422	145,824,435	86,871,118	-	382,477,638	n/a %	n/a
2011	-	242,163	93,208,599	151,238,623	56,589,896	-	352,794,317	5.37 %	3,172
2010	-	-	94,857,956	82,023,648	33,207,073	-	255,032,587	4.05 %	2,579
2009	-	-	96,437,311	86,066,307	28,357,275	-	259,503,968	4.31 %	2,664
2008	-	-	84,885,220	73,322,485	19,292,241	-	229,467,186	4.16 %	2,388
2007	-	-	64,705,863	77,104,088	18,684,800	-	188,647,708	3.57 %	1,993
2006	-	-	66,116,207	80,725,692	18,932,695	-	192,404,007	3.78 %	2,064
2005	2,457,114	-	14,399,066	81,327,295	20,089,049	2,633,043	130,945,567	2.69 %	1,426
2004	6,815,151	-	15,207,176	77,325,151	21,215,403	2,729,913	134,282,294	2.96 %	1,495
2003	8,738,130	-	15,985,286	63,592,285	21,465,951	2,821,782	124,477,934	2.94 %	1,408

n/a = information not available for current year

^a See Table 26 for personal income and population data

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
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
2008	0	0	0	0.00 %	0.00
2009	0	0	0	0.00 %	0.00
2010	0	0	0	0.00 %	0.00
2011	0	0	0	0.00 %	0.00
2012	0	0	0	0.00 %	0.00

^a See Table 5 for property value data

^bPopulation data can be found in Table 26

Table 18

City of Columbia, Missouri

DIRECT AND OVERLAPPING GOVERNMENTAL ACTIVITIES DEBT
SEPTEMBER 30, 2012

<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	210,472,000	31,365,695	179,106,305	82.0%	146,946,654
Boone County	5,470,650	95,696	5,374,954	71.7%	3,851,928
Totals	<u>\$215,942,650</u>	<u>\$31,461,391</u>	<u>\$184,481,259</u>		<u>\$150,798,582</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 19

City of Columbia, Missouri

**LEGAL DEBT MARGIN INFORMATION
LAST TEN FISCAL YEARS**

Assessed value (2012)				<u>\$1,711,748,556</u> *
Constitutional debt limit **				\$342,349,711
(20% assessed value)				
Total bonded debt			\$231,286,790	
Less:				
Water and Electric Utility Bonds		\$144,470,000		
Sanitary Sewer Utility Bonds		86,816,790	<u>231,286,790</u>	
Total amount of debt applicable to debt limit				<u>0</u>
Legal debt margin				<u>\$342,349,711</u>

	Fiscal Year			
	<u>2003</u>	<u>2004</u>	<u>2005</u>	<u>2006</u>
Debt limit	\$223,338,535	\$231,727,857	\$271,166,022	\$293,218,030
Total net debt applicable to limit	\$0	\$0	\$0	\$0
Legal debt margin	\$223,338,535	\$231,727,857	\$271,366,022	\$293,218,030
Total net debt applicable to the limit as a percentage of debt limit	0.00%	0.00%	0.00%	0.00%

* 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.

City of Columbia, Missouri

LEGAL DEBT MARGIN INFORMATION
LAST TEN FISCAL YEARS

Fiscal Year					
2007	2008	2009	2010	2011	2012
\$312,992,986	\$324,507,278	\$328,051,141	\$329,972,141	\$334,950,607	\$342,349,711
\$0	\$0	\$0	\$0	\$0	\$0
\$312,992,986	\$324,507,278	\$328,051,141	\$329,972,141	\$334,950,607	\$342,349,711
0.00%	0.00%	0.00%	0.00%	0.00%	0.00%

Table 20

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 (d)	Operating Expenses	Net Revenue	Principal	Interest (b)	Total	
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
2008	121,609,839	90,723,595	30,886,244	3,755,000	5,079,238	8,834,238	3.50
2009	132,415,953	99,094,026	33,321,927	3,875,000	6,125,758	10,000,758	3.33
2010	142,829,724	104,960,352	37,869,372	4,020,000	6,206,577	10,226,577	3.70
2011	151,526,817	107,813,998	43,712,819	4,175,000	6,354,157	10,529,157	4.15
2012	147,075,417	100,038,432	47,036,985	5,360,000	8,714,110	14,074,110	3.34

(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 and 2008A, which are to be treated as a water and electric utility revenue bond issue.

(d) Includes investment and miscellaneous revenue in fiscal year 2009 and thereafter.

Table 21

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	
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
2008	10,333,579	6,596,832	3,736,747	1,640,000	1,290,111	2,930,111	1.28
2009	11,645,980	7,637,179	4,008,801	1,765,000	1,256,537	3,021,537	1.33
2010	13,536,909	7,576,703	5,960,206	1,805,000	1,520,655	3,325,655	1.79
2011	15,430,156	7,850,327	7,579,829	1,875,000	1,911,364	3,786,364	2.00
2012	17,973,980	9,145,955	8,828,025	1,915,000	2,121,660	4,036,660	2.19

(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, Special Obligation Bonds Series 2006A, and Special Obligation Refunding Bonds Series 2012B which are to be treated as sewer system revenue bond issues.

Table 22

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>
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)
2008	1,593,938	886,913	707,025	0	0	0	n/a (c)
2009	1,737,094	731,207	1,005,887	0	0	0	n/a (c)
2010	1,796,627	734,020	1,062,607	0	0	0	n/a (c)
2011	2,038,935	929,364	1,109,571	0	0	0	n/a (c)
2012	2,688,403	910,837	1,777,566	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 23

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		
2003	75	68,302,290	1,069	173,903,598	1,735,000 (b)	4,450,247,350
2004	81	61,239,547	1,429	206,711,394	2,021,000 (b)	4,648,539,062
2005	96	65,891,830	1,329	214,502,676	2,198,000 (b)	4,853,192,612
2006	96	58,918,770	1,897	221,396,606	2,345,000 (b)	5,713,406,342
2007	68	89,104,177	730	126,755,467	2,430,000 (b)	6,141,975,733
2008	58	51,336,697	408	69,590,716	2,487,000 (b)	6,548,424,667
2009	42	90,871,538	355	55,436,649	2,702,000 (b)	6,785,163,254
2010	32	15,776,890	374	69,360,630	2,890,000 (b)	6,830,813,429
2011	33	20,508,272	424	112,250,462	3,005,000 (b)	6,899,642,329
2012	34	64,741,303	411	94,993,740	3,174,000 (b)	7,013,851,058

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

(b) Source: FDIC Summary of Deposits

Table 24**City of Columbia, Missouri****LARGEST ELECTRIC UTILITY CUSTOMERS
SEPTEMBER 30, 2012**

<u>Customer</u>	<u>Billed kWh</u>	<u>Billed Revenue</u>
Boone Hospital Center	29,753,149	\$ 2,311,240
Columbia Foods	29,021,214	2,116,271
3-M Company	21,367,203	1,412,205
VA Hospital	18,579,938	1,490,017
Gates Rubber	16,680,152	1,367,462
Quaker Oats	14,586,461	1,160,506
University of Missouri - Columbia Regional Hospital	11,014,125	853,249
PW Eagle	9,265,186	709,390
GGP Ltd-Columbia Mall	9,232,282	834,546
Shelter	8,275,354	648,841
	<u>167,775,064</u>	<u>\$ 12,903,727</u>

City of Columbia, Missouri

LARGEST WATER UTILITY CUSTOMERS
SEPTEMBER 30, 2012

<u>Customer</u>	<u>Billed CCF</u>	<u>Billed Revenue</u>
Columbia Foods	416,079	\$ 986,195
VA Hospital	55,141	148,484
Boone Hospital Center	52,328	136,675
3M Company	47,144	120,014
State Farm	32,392	104,334
Univ of MO-Columbia Reg Hospital	31,922	82,376
Best Men LLC	24,681	60,738
Linen King	23,764	57,197
Rock Bridge High School	16,964	50,196
PW Eagle	15,132	37,509
	<u>715,547</u>	<u>\$ 1,783,718</u>

Table 26

City of Columbia, Missouri

**DEMOGRAPHIC STATISTICS
LAST TEN FISCAL YEARS**

Fiscal Year	Estimated Population *	Personal Income ^a	Per Capita Personal Income ^a	Median Age	Unemployment Rate
2011	111,213 ^c	6,567,000 ^b	37,350 ^b	26.5 ^d	5.9% ^c
2010	98,893	6,293,000	35,875	26.5	6.2%
2009	97,403	6,025,000	36,241	28.2	5.1%
2008	96,093	5,521,000	33,604	31.8	4.4%
2007	94,645	5,283,000	32,548	28.1	3.6%
2006	93,219	5,087,000	32,608	29.7	3.3%
2005	91,814	4,865,759	31,959	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%

*Based on updated census population data

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

^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 City of Columbia Annual Budget adopted October 1, 2012

^d City of Columbia Financial Trends Manual, Community Needs and Resources 2010

Table 27

City of Columbia, Missouri

PRINCIPAL EMPLOYERS
CURRENT AND NINE YEARS AGO

Employer	2012			2003		
	Number of Full time, benefited Employees	Rank	Percentage of Total City Employment**	Number of Full time, benefited Employees	Rank	Percentage of Total City Employment**
University of Missouri - Columbia	8,608	1	9.43%	11,868	1	14.14%
University Hospital and Clinics	4,468	2	4.90%	4,320	2	5.15%
Columbia Public Schools	2,117	3	2.32%	3,000	3	3.57%
Boone Hospital Center	1,655	4	1.81%	2,028	4	2.42%
City of Columbia	1,332	5	1.46%	1,168	5	1.39%
US Dept of Veterans Affairs	1,278	6	1.40%	1,000	8	1.19%
MBS Textbook Exchange	1,239	7	1.36%	1,006	7	1.20%
Shelter Insurance	1,078	8	1.18%	991	9	1.18%
State Farm	1,063	9	1.16%	952	10	1.13%
Joe Machens	630	10	0.69%	n/a	n/a	n/a
State of Missouri	n/a	n/a	n/a	1,071	6	1.28%

Note: Information from Columbia Regional Economic Development Inc.

**information from the US Bureau of Labor Statistics-2011 annual

Table 28

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									
	2012*	2011	2010	2009	2008	2007	2006	2005	2004	2003
Governmental Activities										
General Administrative										
City Clerk and Elections	3.00	3.00	3.00	2.00	2.00	2.00	2.00	2.00	2.00	2.00
City Manager	7.00	7.00	8.00	9.00	8.00	8.00	7.60	6.60	6.60	6.60
Finance (incl. Risk Management)	47.00	42.25	41.25	41.25	40.25	36.25	38.25	37.25	36.25	36.25
Human Resources	8.85	9.00	9.00	9.00	9.00	8.00	8.00	8.00	8.00	8.00
Law	12.00	12.50	13.50	9.00	10.00	9.00	9.00	9.00	8.00	8.00
**Neighborhood Services	-	-	-	2.25	2.25	2.25	-	-	-	-
Convention & Tourism	8.00	9.00	9.00	9.00	9.00	7.00	7.00	7.00	7.00	7.00
Public Safety										
Police	191.00	192.00	191.00	190.00	186.00	183.00	181.00	178.00	175.00	173.00
Fire	136.00	136.00	140.00	140.00	138.00	135.00	132.00	129.00	128.00	128.00
Municipal Court	12.00	12.00	13.00	9.00	9.00	8.90	8.90	8.90	7.90	7.90
Emergency Mgmt & Comm	34.75	35.75	33.75	32.75	32.75	32.75	32.75	30.75	29.75	29.75
Health & Environment										
Health and Human Services	62.00	62.35	62.35	63.35	61.10	60.75	57.75	58.30	58.55	55.35
**Planning (incl. CDBG)	-	-	-	12.50	12.50	12.00	12.00	12.00	12.00	12.00
**Community Development	40.00	41.58	34.00	0.00	0.00	0.00	0.00	0.00	0.00	0.00
Economic Development	3.00	3.00	3.00	3.00	4.00	4.00	4.00	4.00	4.00	4.00
Cultural Affairs	3.00	2.75	2.75	2.75	2.75	2.75	3.00	3.00	3.00	3.00
Parks & Recreation	47.50	43.50	43.50	43.50	43.50	42.50	41.50	40.50	40.50	38.50
Public Works										
Admin & Engineering	22.10	23.85	33.15	30.30	28.74	28.74	27.68	26.18	25.68	25.18
Non-Motorized Grants	2.35	1.10	2.00	2.00	2.00	-	-	-	-	-
Streets & Sidewalks	40.35	39.35	39.30	40.30	39.50	39.50	39.80	38.80	37.80	34.80
Parking Enforcement	4.00	4.00	4.00	4.00	4.00	4.00	4.00	4.00	4.00	4.00
**Building and Site Development	-	-	-	17.75	16.75	16.75	16.25	16.25	14.75	14.75
Custodial & Maintenance	16.00	16.25	13.25	13.25	10.50	10.50	10.50	10.50	9.00	9.00
Fleet Operations	31.50	31.45	28.40	28.40	25.55	25.90	23.90	23.90	22.90	22.90
GIS Fund	4.50	3.50	-	-	-	-	-	-	-	-
Employee Benefit	5.15	4.00	4.00	4.00	3.00	3.00	3.00	3.00	3.00	3.00
Information Technologies	28.00	27.00	28.00	26.00	25.00	24.00	23.20	22.20	21.70	21.70
Public Communications	8.75	10.75	10.75	11.75	11.75	11.75	10.50	6.00	5.50	6.00
Contributions	-	-	-	-	-	-	2.00	2.00	2.00	2.00
Office of Sustainability	1.25	1.00	1.00	-	-	-	-	-	-	-
Business-Type Activities										
Railroad	4.00	4.00	4.00	5.00	5.00	5.00	5.00	4.00	4.00	3.00
Water & Electric	259.60	252.60	249.60	246.60	239.60	238.60	228.60	226.10	220.10	220.10
Recreation Services	34.25	34.25	34.25	36.25	36.25	36.25	36.25	35.50	35.50	35.25
Public Works										
Public Transportation	39.20	37.80	37.75	37.75	38.80	34.79	36.10	35.10	32.10	30.60
Airport	17.25	17.20	17.20	17.20	16.20	16.20	16.00	16.00	16.00	16.00
Sanitary Sewer	80.35	76.97	73.10	64.47	61.87	58.87	57.24	56.24	56.24	56.24
Parking Facilities	7.85	7.85	6.80	6.80	5.70	5.70	5.60	5.60	5.60	5.60
Solid Waste	92.90	87.95	85.90	84.73	84.68	83.68	77.25	77.25	77.25	77.25
Stormwater Utility	6.40	6.40	6.40	11.55	12.46	12.46	10.43	10.43	8.93	8.93
Utility Customer Services	14.00	12.00	12.00	12.00	12.00	12.00	12.00	12.00	12.00	11.75
Total	1,334.85	1,310.95	1,297.95	1,278.45	1,249.45	1,221.84	1,190.05	1,165.35	1,140.60	1,127.40

Note: Information from City of Columbia Annual Budget adopted October 1, 2012

* Current year is budgeted, all other years are actual

**Community Development department includes:

- Planning
- Volunteer Services
- Neighborhood Programs
- Building and Site Development
- CDBG

Table 29

City of Columbia, Missouri
OPERATING INDICATORS BY FUNCTION/PROGRAM
LAST TEN FISCAL YEARS

Function/Program	Fiscal year									
	2012	2011	2010	2009	2008	2007	2006	2005	2004	2003
Police										
Traffic Accidents Investigated	1,362	1,442	1,810	2,554	3,000	2,869	2,869	2,972	3,149	2,855
Traffic Tickets Issued	7,727	10,662	13,738	11,636	10,500	10,165	10,165	10,089	12,205	10,208
Warning Tickets Issued	5,048	4,006	7,902	11,589	6,800	7,000	6,460	6,448	8,757	6,540
Driving While Intoxicated Arrests	438	446	485	337	500	600	460	559	581	426
Fire										
Fire Calls (All Types)	579	337	360	331	425	365	423	490	414	446
Rescue Calls	7,027	6,642	6,350	6,021	5,700	5,581	5,520	4,997	4,540	4,204
Sanitary Sewer Utility										
Average daily flow (millions of gallons)	12.7	15.4	19.7	15.5	16.4	16.2	13.0	15.8	16.0	14.9
Solid Waste Utility										
Tons of waste collected	161,629	161,573	162,257	146,289	176,000	176,852	192,886	165,228	162,434	154,186
Tons of recyclables collected	10,347	10,388	9,482	9,025	8,976	8,800	8,166	8,410	7,762	6,662
Public Transportation										
Total Vehicle Miles-Fixed Route	736,078	693,548	653,955	640,736	755,870	755,870	495,714	517,732	495,714	489,654
Total Vehicle Miles-Paratransit	274,602	186,311	168,153	167,968	138,922	113,324	162,271	101,991	151,769	104,328
Airport										
Number of Enplaned Passengers	38,319	38,478	32,072	24,843	10,000	9,090	13,673	19,957	17,925	21,079
Parking Facilities										
Parking permits issued (surface & structures)	1,976	2,046	1,427	1,635	1,635	1,635	1,580	1,426	1,466	1,441
Metered & hourly spaces	2,215	2,441	2,170	2,128	2,415	2,415	2,451	2,522	2,522	2,523
Other Public Works										
Street Segments Resurfaced/Repaired	205	164	523	545	462	450	739	436	555	232
Number of Permits Issued	1,997	3,033	5,326	2,528	9,500	8,067	11,831	11,768	4,709	5,584
Parks and Recreation										
Number of Athletic Fields Maintained	47	46	48	47	48	46	47	47	45	45
Total Sq feet of Landscape Beds Maintained	595,562	592,672	518,344	523,000	550,873	489,973	419,872	375,000	369,503	354,601
Railroad										
Carloads	1,226	1,403	1,539	1,217	2,550	2,561	2,402	2,606	2,150	1,627
Water										
Fire hydrants installed	13	79	75	36	271	187	256	307	185	206
Services/meters installed	234	81	279	219	1,227	974	1,158	1,200	1,084	1,442
Electric										
New Distribution Transformers Installed	59	81	52	86	540	318	510	528	446	434
Electric Meters Installed	506	642	432	361	1,833	1,579	1,667	1,504	1,427	1,152
Miles of Underground Lines Installed	7.00	6.65	4.02	8.13	31.40	11.26	28.55	29.61	12.77	24.22
Health & Environment										
Birth Certificates issued	7,548	8,542	8,842	n/a	3,600	3,600	4,121	3,619	3,442	3,336
Death Certificates issued	* 10,585	11,716	10,755	n/a	n/a	n/a	n/a	n/a	n/a	n/a
Immunizations	19,431	22,641	34,990	23,156	16,000	15,673	12,016	14,873	23,128	19,818
WIC Visits	31,169	28,906	30,132	29,744	25,432	21,184	21,184	21,184	24,786	21,500
Inspections	7,347	15,064	19,761	21,320	13,598	16,300	13,166	15,641	15,641	12,612

Note: Operating indicators provided by various City departments and budget document

* # includes both certified copies made from original long form DC and computer generated short form

n/a-information not available

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Table 30

City of Columbia, Missouri

CAPITAL ASSET STATISTICS BY FUNCTION/PROGRAM
LAST SEVEN YEARS*

Function/Program	Fiscal year						
	2012	2011	2010	2009	2008	2007	2006
Police							
Stations	1	1	1	1	1	1	1
Substations	4	4	4	7	7	7	5
Vehicles	97	98	111	103	103	101	107
Fire							
Stations	9	9	9	8	8	8	8
Vehicles	38	38	39	40	34	34	34
Sanitary Sewer Utility							
Collection system (total miles)	698	684	683	665	637	607	524
Solid Waste Utility							
Collection vehicles	45	44	44	44	44	44	32
Public Transportation							
Buses-General Fixed Route	25	21	17	19	14	13	17
Buses-Campus Fixed Route	9	9	13	10	15	10	9
Buses-Paratransit	11	12	11	9	9	7	8
Airport							
Pavement Surface (Square yards)	464,950	464,950	464,950	464,950	464,950	464,950	464,950
Parking Facilities							
Parking Structures	5	5	4	4	4	4	4
Surface Lots-Permit	5	6	7	7	4	7	7
Surface Lots-Meter	4	4	5	7	5	2	5
Other Public Works							
Streets (miles)	507	507	465	465	425	425	425
Signalized Intersections	43	42	39	40	37	37	37
Parks and Recreation							
Pools	5	5	5	5	5	5	5
Golf Courses (18 hole)	2	2	2	2	2	2	2
Athletic fields with lights and/or irrigation systems	33	32	30	25	25	25	25
Rec/Nature Centers	2	2	2	2	1	1	1
Railroad							
Locomotives	2	2	2	2	2	2	2
Miles of main track	21	21.3	21.31	21.34	21.34	21.34	21.34
Water							
Water mains (miles)	671	668.57	664.25	662	648.7	635.44	618.65
Electric							
Circuit Miles of Distribution Lines	796	791.26	787.7	782	751.64	722	713.81

Note: Asset information provided by various City departments and budget document

*Information for prior years is not readily available

City of Columbia, Missouri

INSURANCE IN FORCE
SEPTEMBER 30, 2012

City of Columbia - Property/Casualty Insurance Program
Policy Period - October 1, 2011 to October 1, 2012

- I. Property/Inland Marine/Boiler and Machinery Coverages
 - A. Insurance Company – FM Global Insurance Company
 - B. Best's Rating is A+ XV and Admitted in Missouri
 - C. Policy # – FM882
 - D. Annual Premium is \$698,876, plus \$24,595 TRIA Premium - Total Premium is \$723,471
 - E. Coverages and Limits:
 - 1. \$500,000,000 Blanket Property Limit excess \$100,000 Retention
 - 2. Earthquake - \$100,000,000 Aggregate Limit excess \$100,000 Retention
 - 3. Flood - \$100,000,000 Aggregate Limit excess \$100,000 Retention (excludes Zones A, B, and V)
 - 4. Debris Removal - \$5,000,000 Limit or 25% of the loss, whichever is greater, excess \$100,000 Retention
 - 5. Licensed Vehicles (Including Mobile Equipment) - \$10,000,000 Limit excess \$100,000 Retention (while on premises)
Flood and earthquake limit is \$5,000,000
 - 6. EDP Equipment and Media - \$10,000,000 Limit excess \$100,000 Retention
 - 7. Extra Expense - \$5,000,000 Limit excess \$100,000 Retention
 - 8. Newly Acquired Property - \$10,000,000 Limit excess \$100,000 Retention
 - 9. Includes Boiler and Machinery Coverages

- II. Excess Workers Compensation
 - A. Insurance Company-Safety National Casualty Corporation
 - B. Best's Rating is A IX and Admitted in Missouri
 - C. Policy # - SP4044914
 - D. Annual Premium is \$174,951
 - E. Statutory Limits
 - F. \$500,000 Self-Insured Retention, except \$750,000 SIR for Police, Fire and Electrical Workers
 - G. Employers Liability Limit - \$1,000,000

- III. Crime Coverages
 - A. Insurance Company – Federal Insurance Company (Chubb)
 - B. Best's Rating is A++ XV and Admitted in Missouri
 - C. Policy # – 8170-2669
 - D. Annual Premium is \$9,150
 - E. Coverages include:
 - 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. Fund Transfer Fraud - \$500,000 with a \$50,000 Deductible
 - 7. Credit Card Fraud- \$500,000 Limit - \$50,000 Deductible

- IV. Airport Liability
 - A. Insurance Company – Global Aerospace, Inc.
 - B. Policy # – 14001082
 - C. Annual Premium is \$6,250 plus \$3,750 TRIA Premium-Total Premium is \$10,000
 - D. Coverages include:
 - 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 - \$1,000,000 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/\$10,000,000 Occurrence
 - 8. Deductible - \$1,000 Each Aircraft

**INSURANCE IN FORCE
SEPTEMBER 30, 2011**

- V. Health Department Professional Liability
- A. Insurance Company – Columbia Casualty Insurance Company (CNA)
 - B. Best's Rating is A XV – Non-Admitted in Missouri
 - C. Policy # – HMA1040025803-9
 - D. Annual Premium is \$34,000
 - E. Limits are \$1,000,000 Each Claim/\$2,000,000 Aggregate
 - F. Deductible - \$15,000 Each Claim
- VI. Railroad Liability
- A. Insurance Company – Great American Fidelity Insurance Co.
 - B. Best's Rating is A XV and Non-Admitted in Missouri
 - C. Policy # – RL204190302
 - D. Annual Premium is \$24,300 (Includes TRIA)
 - E. Limits are \$5,000,000 Any One Incident/\$10,000,000 Aggregate
 - F. \$25,000 Retention Per Claim
 - G. Claims Made Policy
- VII. Railroad Rolling Stock
- A. Insurance Company – AGCS Marine Insurance Co.
 - B. Best's Rating is A XV - Admitted in Missouri
 - C. Policy # – MX193021187
 - D. Annual Premium is \$2,800
 - E. Coverages:
 - 1 \$400,000 Limit All Covered Property-Any One Occurrence-\$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

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

Table 32**City of Columbia, Missouri****SALARIES OF PRINCIPAL OFFICIALS
SEPTEMBER 30, 2012**

Official Title	Salary Range
City Manager	no minimum - no maximum
Public Works Director	76,003 - 161,267
Water and Light Director	76,003 - 161,267
City Counselor	76,003 - 161,267
Finance Director	76,003 - 161,267
Assistant City Manager	76,003 - 161,267
Police Chief	76,003 - 161,267
Planning Director	76,003 - 161,267
Director of Public Health and Human Services	76,003 - 161,267
Fire Chief	76,003 - 161,267
Parks and Recreation Director	76,003 - 161,267
Information Technologies Director	76,003 - 161,267
Economic Development Director	76,003 - 161,267
Human Resources Director	76,003 - 161,267
Convention/Visitor's Bureau Director	76,003 - 161,267
Human Services Manager	51,617 - 75,598
Manager of Cultural Affairs	46,858 - 68,719
City Clerk	no minimum - no maximum

Note: Information provided by the Human Resources Department