Note 15- Employee Retirement Systems and Pension Plans (Continued)

Contributions Required and Contributions Made

The ERS' funding policy provides for periodic County contributions at actuarially determined rates that, expressed as percentages of annual covered payroll, are sufficient to accumulate sufficient assets to pay benefits when due. Payroll contribution rates are determined using the Entry Age Normal method of funding. The ERS also uses the level percentage of payroll method to amortize the unfunded liability over a 30-year period in 2008. The significant actuarial assumptions used to compute the contribution requirements are the same as those used to compute the pension benefit obligation.

The County makes contributions to the ERS based upon actuarially determined contribution requirements, as well as additional contributions at the discretion of the County Board. Actuarially determined contribution requirements are set during the County's budget process. The data available for the determination is based upon the prior fiscal year's demographics. The actuarially determined contribution requirements set during the budgeting process may differ from the annual required contribution (ARC) for the current period as a result of changes in plan provisions implemented subsequent to approval of the County budget. During the year, the ERS accrues only those contributions that the County is statutorily required to pay. This consists of those contributions that were included in the County's current year budget and any additional contributions that may have been committed at the discretion of the County Board.

Three year Trend Information for the ERS and OBRA are as follows:

	Fiscal Year Ending	Annual Pension Cost (APC)	Percentage of APC Contributed	Net Pension Obligation
ERS	12/31/08	$ 48,910	71.4%	$ 38,366
	12/31/07	53,063	92.9%	24,369
	12/31/06	52,548	52.2%	25,636
OBRA	12/31/08	$ 655	79.7%	$ -
	12/31/07	558	94.8%	-
	12/31/06	481	96.0%	-

County contributions totaling $ 34,913, $ 49,289, and $ 27,435 were recorded in 2008, 2007, and 2006 respectively. The 2008, 2007, and 2006 contributions were less than the total actuarial required contribution using the Entry Age Normal method of funding with normal cost computed as a level percentage of pay. The County's contributions to the ERS were 14.9%, 21.7%, and 12.3% of annual covered payroll for 2008, 2007, and 2006, respectively.

Note 15- Employee Retirement Systems and Pension Plans (Continued)

Contributions Required and Contributions Made (Continued)

OBRA's funding policy provides for an annual County contribution at an actuarially determined rate. Liabilities and contributions are computed using the Unit Credit method of funding. OBRA also used the Unit Credit method to amortize the unfunded liability over a 30-year period. The actuarial accrued liability of OBRA at December 31, 2008 was $ 4,452, leaving net assets available less than the actuarial accrued liability of ($ 3,592). The County made contributions to the OBRA system totaling $ 522, $529, and $462 in 2008, 2007, and 2006, respectively.

The accrued pension payable at December 31, 2008 of $ 39,850 represents the pension expense of ERS and OBRA recorded in 2008 that will be paid by June 2009, plus a $ 4,500 contribution to a trust fund that will be used to stabilize County contributions to the ERS.

Funded Status and Actuarial Information

The Retirement System engages an independent actuarial firm to perform an annual actuarial valuation. The funded status of the Retirement System as of January 1, 2009, the most recent actuarial valuation date, is as follows:

Actuarial Value of Assets (a)	Actuarial Accrued Liability-AAL (b)	Funded Ratio (a/b)	(Overfunded) Unfunded AAL-UAAL (b-a)	Covered Payroll (c)	UAAL as a Percentage of Covered Payroll ((b-a)/c)
$ 1,968,518	$ 2,057,377	95.68%	$ 88,859	$ 233,820	38.00%

The December 31, 2008 funding ratio, as calculated by the actuary, includes the proceeds of the Pension Obligation bonds of $ 397,797 that were issued in April 2009. In order to facilitate long-term planning, the pension board requested the actuary to include these proceeds in its determination of the plan's fund status as of January 1, 2009.

In May 2009, the County and the Retirement System settled its lawsuit against its former actuary in the amount of $ 45,000. It is anticipated that after the payment of attorney fees and other legal costs approximately $ 30,000 will be available for transfer to the Retirement System.

The schedules of funding progress, presented as required supplementary information (RSI) immediately following the notes to the financial statements, presents multiyear trend information about whether the actuarial values of the

Note 15- Employee Retirement Systems and Pension Plans (Continued)

Funded Status and Actuarial Information (Continued)

plan assets are increasing or decreasing over time relative to the Actuarial Accrued Liabilities for benefits.

Actuarial valuations involve estimates of the value of reported amounts and assumptions about the probability of events far into the future. Actuarially determined amounts are subject to continual revision as actual results are compared to past expectations and new estimates about the future. The projection of benefits for financial reporting purposes does not explicitly incorporate the potential effects of legal or contractual funding limitations. These calculations reflect long-term perspectives and use techniques that are designed to reduce short-term volatility.

The following is a listing of the significant assumptions used by the actuary to determine the Annual Required Contribution for the current year:

	ERS	OBRA
Valuation Date	January 1, 2009	January 1, 2009
Actuarial Cost Method	Aggregate Entry Age Normal	Unit Credit
Asset Valuation Method	5-year Smoothed Market	Market
Amortization Methods:		
Contribution Variance	Level Dollar, Closed	Level Dollar, Closed
Administrative Expenses	Level Dollar, Closed	Level Dollar, Closed
All Other Unfunded Liability	Level Percent of Payroll, Closed	Level Percent of Payroll, Closed
Remaining Amortization Periods:		
Contribution Variance	5 Years	5 Years
Administrative Expenses	10 Years	10 Years
All Other Unfunded Liability	30 Years	30 Years
Actuarial Assumptions:		
Investment Rate of Return	8.0%	8.0%
Rate of Salary Increases	3.50%	3.00%
Post-retirement Benefit Increases	2.0%, simple	2.0%, simple
Mortality-Healthy Pensioners	Sex-Distinct UP-1994 Mortality Table	Sex-Distinct UP-1994 Mortality Table
Mortality-Disabled Pensioners	RP2000 Disabled Mortality Table	-
Inflation Rate	3.0%	3.0%

Note 16- Pending Governmental Accounting Standards

In June 2007, GASB issued Statement No. 51, *Accounting and Financial Reporting for Intangible Assets*. This Statement requires governmental entities to assign a value to and capitalize intangible assets. GASB defines an intangible asset as an asset that lacks physical substance, is non-financial in nature, and

Note 16- Pending Governmental Accounting Standards (Continued)

has a useful life of more than one year. The County is required to implement Statement No. 51 for the fiscal year ending December 31, 2010. The County will examine the requirements of this Statement to determine if it is applicable to the County and its potential financial impact.

In November 2007, GASB issued Statement No. 52, *Land and Other Real Estate Held as Investments by Endowments.* This Statement requires endowments to report their land and other real estate investments at fair market value in order to establish consistency in reporting among similar entities. The County is required to implement Statement No. 52 for the fiscal year ending December 31, 2009. The County will examine the requirements of this Statement to determine if it is applicable to the County and its potential financial impact.

In June 2008, GASB issued Statement No. 53, *Accounting and Financial Reporting for Derivative Instruments.* This Statement requires governmental entities to measure most derivative instruments at fair market value. The County is required to implement Statement No. 53 for the fiscal year ending December 31, 2010. The County will examine the requirements of this Statement to determine if it is applicable to the County and its potential financial impact.

In March 2009, GASB issued Statement No. 54, *Fund Balance Reporting and Governmental Fund Type Definitions.* This Statement provides new fund balance classifications and more clearly defines governmental fund types. The County is required to implement Statement No. 54 for the fiscal year ending December 31, 2011. The County will examine the requirements of this Statement to determine if it is applicable to the County and the statements potential financial impact.

REQUIRED SUPPLEMENTARY INFORMATION

Schedules of Funding Progress and Employer Contributions

Employee's Retirement System

Retirement System
Substantially all full-time employees of the County are participants in the Employees' Retirement System of the County of Milwaukee (Retirement System), which is a single-employer defined benefit pension plan that is non-contributory.

OBRA
The County established the OBRA 1990 Retirement System of the County of Milwaukee to cover seasonal and certain temporary employees who are not enrolled in the Retirement System.

Other Postemployment Benefits (OPEB)

Countywide Program
The County administers single-employer defined benefit healthcare and life insurance plans for retired employees. The plan provides health and life insurance contributions for eligible retirees and their spouses through the County's self-insured health insurance plans and the County's group life insurance plan.

Transit System Program
Milwaukee Transport Services, Inc provides single-employer defined benefit healthcare and life insurance benefits for retired employees. The retiree healthcare and life insurance benefits are provided pursuant to the general labor agreement between the Transit System and the Amalgamated Transit Union Local 998 and the Office and Professional Employees International Union Local 35.

County Of Milwaukee
Required Supplementary Information
(Unaudited)
Schedules of Funding Progress – Pension Plan
(In Thousands of Dollars)

	Actuarial Valuation Date	Actuarial Value of Assets (a)	Actuarial Accrued Liability-AAL (b)	Funded Ratio (a/b)	(Overfunded) Unfunded AAL-UAAL* (b-a)	Covered Payroll (c)	UAAL as a Percentage of Covered Payroll** ((b-a)/c)
Retirement System							
	1/1/09***	$ 1,968,518	$ 2,057,377	95.68%	$ 88,859	$ 233,820	38.00%
	1/1/08	1,627,288	2,024,923	80.36%	397,635	227,364	174.89%
	1/1/07	1,525,532	1,931,220	78.99%	405,688	223,005	181.92%
	1/1/06	1,454,302	1,909,321	76.17%	455,019	225,722	201.58%
	1/1/05	1,424,918	1,782,884	79.90%	357,966	209,796	170.60%
	1/1/04	1,446,726	1,707,999	84.70%	261,273	233,478	111.90%
	1/1/03	1,446,860	1,542,045	93.80%	95,185	234,679	40.60%
	1/1/02	1,620,157	1,492,072	108.60%	(128,085)*	238,387	(53.7%)**
	1/1/01	1,670,601	1,499,261	111.40%	(171,340)*	238,195	(71.9%)**
	1/1/00	1,622,710	1,336,573	121.40%	(286,137)*	230,324	(124.2%)**
OBRA							
	1/1/09	$ 860	$ 4,452	19.32%	$ 3,592	$ 8,498	42.27%
	1/1/08	1,355	4,077	33.24%	2,722	8,284	32.86%
	1/1/07	1,261	3,843	32.80%	2,582	7,057	36.60%
	1/1/06	1,090	3,530	30.90%	2,440	8,353	29.20%
	1/1/05	944	2,872	32.90%	1,928	8,406	22.90%
	1/1/04	790	2,535	31.15%	1,745	8,397	20.80%
	1/1/03	674	2,049	32.90%	1,376	8,596	16.00%
	1/1/02	662	1,890	35.00%	1,228	8,713	14.10%
	1/1/01	613	1,846	33.20%	1,233	8,783	14.00%
	1/1/00	584	1,581	36.90%	997	8,682	11.50%

* These amounts represent actuarial value of assets in excess of actuarial accrued liabilities.

** These percentages represent the amount of overfunded actuarial assets as a percentage of payroll.

*** In order to facilitate long-term planning, the pension board for the Retirement System requested the actuary to include to include the $397,797 in pension obligation obligation bond proceeds received in April 2009 in its determination of the plan's funded status as of January 1, 2009.

Note: Analysis of the dollar amounts of plan assets, actuarial accrued liability (AAL), and unfunded (overfunded) actuarial accrued liability (UAAL) in isolation can be misleading. Expressing plan net assets as a percentage of the AAL provides one indication of the Retirement System's funding status on a going-concern basis. Anlysis of this percentage over time indicates whether the system is becoming financially stronger or weaker. Generally, the greater this percentage, the stronger the Retirement System. Trends in the AAL and annual covered payroll are both affected by inflation. Expressing the UAAL as a percentage of annual covered payroll approximately adjust for the effects of effects of inflation and aids the analysis of the Retirement System's progress in accumulating sufficient assets to pay benefits when due. Generally, the lower this percentage is, the stronger the Retirement System.

County Of Milwaukee
Required Supplementary Information
(Unaudited)
Schedules of Employer Contributions – Pension Plan
For the Year Ended December 31
(In Thousands of Dollars)

	Fiscal Year	Annual Pension Costs (APC)	Annual Required Contribution (ARC)	Contribution	Percentage of APC Contributed	Net Pension Obligation
Retirement System						
	2008	$ 48,910	$ 53,063	$ 34,913	71.38%	$ 38,366
	2007	53,063	52,395	49,289	92.89%	24,369
	2006	52,548	52,638	27,435	52.21%	25,636
	2005	37,608	37,438	35,415	94.17%	-
	2004	33,248	33,248	35,249	106.02%	(2,000)
	2003	25,242	23,131	33,981	134.62%	-
	2002	8,528	7,536	2,580	30.25%	10,914
	2001	8,586	8,586	2,648	30.84%	5,938
OBRA						
	2008	$ 655	$ 661	$ 522	79.69%	$ -
	2007	558	486	529	94.80%	-
	2006	481	499	462	96.05%	-
	2005	386	386	365	94.56%	-
	2004	338	338	348	102.96%	-
	2003	280	280	280	100.00%	-
	2002	275	275	275	100.00%	-
	2001	250	250	250	100.00%	-

County Of Milwaukee
Required Supplementary Information
(Unaudited)
Schedules of Funding Progress – OPEB
(In Thousands of Dollars)

	Actuarial Valuation Date	Actuarial Value of Assets	Actuarial Accrued Liability-	Funded Ratio	(Overfunded) Underfunded AAL- UAAL	Covered Payroll	UAAL as a Percentage of Covered Payroll
County-wide Program							
	1/1/2008	$ -	$1,546,458	0.0%	$ 1,546,458	$ 118,977	7.7%
	1/1/2006	-	1,313,632	0.0%	1,313,632	99,327	7.6%
Transit System Program							
	12/31/2008	$ 12,678	$ 201,686	6.3%	$ 189,008	$ 63,921	295.7%
	12/31/2006	-	181,862	0.0%	181,862	61,732	294.6%

Note: Analysis of the dollar amounts of plan assets, actuarial accrued liability, and unfunded (overfunded) actuarial accrued liability in isolation can be misleading. Expressing plan net assets as a percentage of the actuarial accrued liability provides one indication of the OPEB's program's funding status on a going-concern basis. Analysis of this percentage over time indicates whether the system is becoming financially stronger or weaker. Generally, the greater this percentage, the stronger the OPEB program. Trends in the unfunded actuarial accrued liability and annual covered payroll are both affected by inflation. Expressing the unfunded actuarial accrued liability as a percentage of annual covered payroll approximately adjusts for the effects of inflation and aids the analysis of the OPEB program's progress in accumulating sufficient assets to pay benefits when due. Generally, the smaller this percentage, or the larger the percentage, if negative, the stronger the OPEB program.

County Of Milwaukee
Required Supplementary Information
(Unaudited)
Schedules of Employer Contributions – OPEB
For the Year Ended December 31
(In Thousands of Dollars)

Countywide Program	Fiscal Year	Annual OPEB Costs	Annual Required Contribution	Net Employer Contribution	Net OPEB Obligation	Employer Percentage Contributed
	2008	$ 126,984	$ 130,741	$ 67,496	$ 109,010	53.2%
	2007	109,598	109,598	60,076	49,522	54.8%

Transit System Program	Fiscal Year	Annual OPEB Costs	Annual Required Contribution	Net Employer Contribution	Net OPEB Obligation	Employer Percentage Contributed
	2008	$ 15,137	$ 14,921	$ 16,724	$ (3,431)	110.5%
	2007	17,189	17,189	19,033	(1,844)	110.7%

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OTHER SUPPLEMENTARY INFORMATION

Combining and Individual Fund Financial Statements and Schedules

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BUDGETARY COMPARISON

COUNTY OF MILWAUKEE
Statement of Revenues, Expenditures and
Changes in Fund Balances-Budget and Actual
(Non-GAAP Budgetary Basis)
General Fund
For the Year Ended December 31, 2008
(In Thousands)

	Original Budget	Final Budget	Actual	Variance With Final Budget
Revenues:				
Intergovernmental	$ 360,549	$ 376,006	$ 355,455	$ (20,551)
Property Taxes	251,890	251,890	251,495	(395)
Sales Taxes	65,209	65,209	66,695	1,486
Charges for Services	354,898	363,840	367,915	4,075
Fines and Forfeits	3,564	3,564	3,375	(189)
Licenses and Permits	1,003	1,003	978	(25)
Investment Income and Rents	12,440	12,440	15,425	2,985
Other	33,188	37,992	21,203	(16,789)
Total Revenues	1,082,741	1,111,944	1,082,541	(29,403)
Expenditures:				
Current:				
County Board	6,315	6,315	6,045	270
Department of Audit	2,641	2,677	2,562	115
Veterans Service	323	325	302	23
Community Development Business Partners	828	926	704	222
Procurement	888	788	645	143
Employee Benefits	2,249	2,198	1,889	309
Labor Relations	636	682	651	31
Office for Persons with Disabilities	837	1,214	1,032	182
County Executive	1,146	1,071	1,029	42
Civil Service Commission	62	70	58	12
Personnel Review Board	199	250	238	12
Corporation Counsel	1,932	2,039	1,662	377
Department of Human Resources	3,139	3,065	2,876	189
Department of Administrative Services	4,278	4,436	4,296	140
Housing	3,454	4,397	4,394	3
Legislative, Executive and Staff	28,927	30,453	28,383	2,070
County-funded State Court Services	49,281	50,066	50,883	(817)
Child Support Enforcement	19,736	19,781	18,822	959
Courts and Judiciary	69,017	69,847	69,705	142
Election Commission	1,093	1,143	1,141	2
County Treasurer	1,485	1,422	1,342	80
County Clerk	837	850	838	12
Register of Deeds	4,411	4,476	4,313	163
General Governmental Services	7,826	7,891	7,634	257
Sheriff	88,091	89,502	88,627	875
House of Correction	52,741	53,299	56,213	(2,914)
District Attorney	20,056	20,335	18,975	1,360
Public Safety and Non-Departmental Court	4,090	4,286	4,315	(29)
Public Safety	164,978	167,422	168,130	(708)
Highway Maintenance	17,118	17,505	17,311	194
Administration	346	350	226	124
Public Works and Highways	17,464	17,855	17,537	318

COUNTY OF MILWAUKEE
Statement of Revenues, Expenditures and
Changes in Fund Balances-Budget and Actual
(Non-GAAP Budgetary Basis)
General Fund
For the Year Ended December 31, 2008
(In Thousands)

	Original Budget	Final Budget	Actual	Variance With Final Budget
County Health Related Programs	$ 68,306	$ 69,430	$ 67,964	$ 1,466
Department on Aging	19,746	20,042	18,846	1,196
Department on Aging -- CMO	188,572	196,362	198,638	(2,276)
DHHS - Behavioral Health Division	171,169	166,821	163,288	3,533
Department of Human Services	214,968	230,609	210,898	19,711
Human Services	662,761	683,264	659,634	23,630
Department of Parks	43,502	44,832	42,886	1,946
Zoological Department	22,802	24,692	23,587	1,105
UW Extension Service	331	356	335	21
Parks, Recreation and Culture	66,635	69,880	66,808	3,072
Other	232	15,275	6,281	8,994
Total Expenditures	1,017,840	1,061,887	1,024,112	37,775
Excess (Deficiency) of Revenues Over (Under) Expenditures	64,901	50,057	58,429	8,372
Other Financing Sources (Uses):				
Application of Fund Balance				
Reserved for 2008 Appropriations	4,901	4,901	4,901	-
General Obligation Bonds Issued	-	-	302	302
Capital Lease Issued	-	-	3,252	3,252
Transfers In	-	-	7,192	7,192
Transfers Out	(63,271)	(48,427)	(71,285)	(22,858)
Transfers To Component Units	(6,531)	(6,531)	(6,531)	-
Total Other Financing Sources (Uses)	(64,901)	(50,057)	(62,169)	(12,112)
Net Change in Fund Balance	-	-	(3,740)	(3,740)
Fund Balances -- Beginning	42,992	42,992	42,992	-
Fund Balances -- Ending	$ 42,992	$ 42,992	$ 39,252	$ (3,740)

COUNTY OF MILWAUKEE
Schedule of Revenues, Expenditures and Changes in Fund Balances-Budget and Actual
(Non-GAAP Budgetary Basis)
Debt Service Fund
For the Year Ended December 31, 2008
(In Thousands)

	Original Budget	Final Budget	Actual	Variance With Final Budget
Revenues:				
Investment Income and Rents	$ -	$ -	$ 10	$ 10
Other	8,899	11,748	11,180	(568)
Total Revenues	8,899	11,748	11,190	(558)
Expenditures:				
Current -- Other	-	-	109	(109)
Debt Service:				
Principal Retirement	38,676	38,676	38,677	(1)
Interest	15,299	15,299	15,476	(177)
Total Expenditures	53,975	53,975	54,262	(287)
Excess (Deficiency) of Revenues Over (Under) Expenditures	(45,076)	(42,227)	(43,072)	(845)
Other Financing Sources (Uses):				
Transfers In	45,076	42,227	47,758	5,531
Total Other Financing Sources (Uses)	45,076	42,227	47,758	5,531
Net Change in Fund Balance	-	-	4,686	4,686
Fund Balances - Beginning	6,071	6,071	6,071	-
Fund Balances - Ending	$ 6,071	$ 6,071	$ 10,757	$ 4,686

COUNTY OF MILWAUKEE
Schedule of Revenues, Expenditures and Changes in Fund Balances-Budget and Actual
(Non-GAAP Budgetary Basis)
Capital Projects Fund
For the Year Ended December 31, 2008
(In Thousands)

	Original Budget	Final Budget	Actual	Variance With Final Budget
Revenues:				
Intergovernmental	$ 10,429	$ 10,081	$ 10,040	$ (41)
Sales Tax	417	417	417	-
Investment Income and Rents	778	753	1,000	247
Other	4,149	4,424	3,267	(1,157)
Total Revenues	15,773	15,675	14,724	(951)
Expenditures:				
Capital Outlay	46,619	70,535	65,882	4,653
Total Expenditures	46,619	70,535	65,882	4,653
Excess (Deficiency) of Revenues Over (Under) Expenditures	(30,846)	(54,860)	(51,158)	3,702
Other Financing Sources (Uses):				
General Obligation Bonds Issued	30,846	30,301	30,558	257
Transfers In	-	24,559	-	(24,559)
Transfers Out	-	-	(1,763)	(1,763)
Total Other Financing Sources (Uses)	30,846	54,860	28,795	(26,065)
Net Change in Fund Balance	-	-	(22,363)	(22,363)
Fund Balances - Beginning	(6,272)	(6,272)	(6,272)	-
Fund Balances - Ending	$ (6,272)	$ (6,272)	$ (28,635)	$ (22,363)

COUNTY OF MILWAUKEE
Schedule of Revenues, Expenses and Changes in Fund Net Assets-Budget and Actual
(Non-GAAP Budgetary Basis)
Airports Enterprise Fund
For the Year Ended December 31, 2008
(In Thousands)

	Original Budget	Final Budget	Actual	Variance With Final Budget
Operating Revenues:				
Rentals and Other Service Fees	$ 60,542	$ $60,829	$ 60,632	$ (197)
Admissions and Concessions	12,402	12,402	13,574	1,172
Total Charges for Services	72,944	73,231	74,206	975
Other Revenues	15	15	15	-
Total Operating Revenues	72,959	73,246	74,221	975
Operating Expenses:				
Personnel Services	20,903	20,786	20,895	(109)
Contractual Services	17,335	19,537	20,507	(970)
Intra-County Services	10,698	10,738	10,412	326
Commodities	2,589	3,259	3,395	(136)
Depreciation and Amortization	13,907	13,907	14,107	(200)
Maintenance	432	713	1,123	(410)
Other	995	1,064	1,291	(227)
Total Operating Expenses	66,859	70,004	71,730	(1,726)
Operating Income (Loss)	6,100	3,242	2,491	(751)
Nonoperating Revenues (Expenses):				
Intergovernmental Revenues	103	103	-	(103)
Investment Income	1,350	1,350	1,417	67
Interest Expense	(9,773)	(9,773)	(8,618)	1,155
Gain on Sale of Capital Assets	-	-	18	18
Total Nonoperating Revenues (Expenses)	(8,320)	(8,320)	(7,183)	1,137
Income (Loss) Before Transfers	(2,220)	(5,078)	(4,692)	386
Add Depreciation on Capital Assets Acquired by Capital Grants that Reduces Contributed Capital From Capital Grants	4,185	4,185	10,354	6,169
Transfers In	-	-	97	97
Transfers Out	(1,965)	1,563	(2,758)	(4,321)
Change in Net Assets	$ -	$ 670	$ 3,001	$ 2,331

COUNTY OF MILWAUKEE
Schedule of Revenues, Expenses and Changes in Fund Net Assets-Budget and Actual
(Non-GAAP Budgetary Basis)
Transit Enterprise Fund
For the Year Ended December 31, 2008
(In Thousands)

	Original Budget	Final Budget	Actual	Variance With Final Budget
Operating Revenues:				
Rentals and Other Service Fees	$ 140	$ 140	$ 114	$ (26)
Transit Fares	49,452	49,452	53,201	3,749
Total Charges for Services	49,592	49,592	53,315	3,723
Other Revenues	10,458	10,458	3,186	(7,272)
Total Operating Revenues	60,050	60,050	56,501	(3,549)
Operating Expenses:				
Personnel Services	118,196	118,196	108,099	10,097
Contractual Services	24,456	24,456	28,525	(4,069)
Intra-County Services	841	841	816	25
Commodities	13,994	13,994	20,544	(6,550)
Depreciation and Amortization	12,157	12,157	12,819	(662)
Maintenance	540	640	543	97
Other	8,651	9,423	2,535	6,888
Total Operating Expenses	178,835	179,707	173,881	5,826
Operating Income (Loss)	(118,785)	(119,657)	(117,380)	2,277
Nonoperating Revenues (Expenses):				
Intergovernmental Revenues	87,757	88,530	88,522	(8)
Interest Expense	(993)	(993)	(944)	49
Total Nonoperating Revenues (Expenses)	86,764	87,537	87,578	41
Income (Loss) Before Transfers	(32,021)	(32,120)	(29,802)	2,318
Add Depreciation on Capital Assets Acquired by Capital Grants that Reduces Contributed Capital From Capital Grants	9,850	9,850	569	(9,281)
Transfers In	22,171	22,270	19,048	(3,222)
Transfers Out	-	-	(284)	(284)
Change in Net Assets	$ -	$ -	$ (10,469)	$ (10,469)

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COMBINING STATEMENTS

Other Governmental Funds

Special Revenue Funds

The Special Revenue Funds are used to account for endowments, bequests and restricted donations, where the principal may be expended in the course of their designated operations. The specific purpose of each Special Revenue Fund is as follows:

Zoo - Purchase of animals and maintenance of the miniature passenger railroad.

Parks - Enhancement of the Todd Wehr Nature Center and restoration of the Trimborn Farm as a historic park.

Persons with Disabilities - Special projects to help free disabled persons from environmental and attitudinal barriers.

Behavioral Health Division - Mental health research, patient activities and special events. This fund also accounts for the compensated absence liability of the Behavioral Health Division accumulated prior to January 1, 2007.

Airport – Receipt of Passenger Facility Charge revenue from Mitchell International Airport, plus the expenditure of these funds for Federal Aviation Administration (FAA) approved capital projects at the Airport. In addition, the fund maintains assets held for debt security of a local airline.

Health and Safety – established for Risk Management to work withthe countywide safety committee to address safety issues countywide. It also funds the cost associated with new employee screenings.

COUNTY OF MILWAUKEE
Combining Balance Sheet
Nonmajor Governmental Funds
December 31, 2008
(In Thousands)

	Special Revenue Funds						
	Zoo	Parks	Persons with Disabilities	Behavioral Health Division	Airport	Health and Safety	Total Nonmajor Governmental Funds
ASSETS							
Cash and Investments	$ 784	$ 1,072	$ 128	$ 9,344	$ -	$ 136	$ 11,464
Cash and Investments -- Restricted	-	-	-	-	34,082	-	34,082
Total Assets	$ 784	$ 1,072	$ 128	$ 9,344	$ 34,082	$ 136	$ 45,546
LIABILITIES AND FUND BALANCES							
Liabilities:							
Accounts Payable	$ 99	$ -	$ -	$ -	$ -	$ -	$ 99
Total Liabilities	99	-	-	-	-	-	99
Fund Balances:							
Reserved	685	1,072	128	9,344	34,082	136	45,447
Total Fund Balances	685	1,072	128	9,344	34,082	136	45,447
Total Liabilities and Fund Balances	$ 784	$ 1,072	$ 128	$ 9,344	$ 34,082	$ 136	$ 45,546

COUNTY OF MILWAUKEE
Combining Statement of Revenues, Expenditures and Changes in Fund Balances
Nonmajor Governmental Funds
For the Year Ended December 31, 2008
(In Thousands)

	Special Revenue Funds						
	Zoo	Parks	Persons with Disabilities	Behavioral Health Division	Airport	Health and Safety	Total Nonmajor Governmental Funds
Revenues:							
Investment Income and Rents	$ 45	$ 2	$ 4	$ -	$ 1,193	$ -	$ 1,244
Charges for Services	659	60	-	-	11,273	-	11,992
Other	243	288	3	-	-	24	558
Total Revenues	947	350	7	-	12,466	24	13,794
Expenditures:							
Current:							
Public Works and Highways	-	-	-	-	10,987	-	10,987
Human Services	-	-	3	327	-	-	330
Parks, Recreation and Culture	849	131	-	-	-	-	980
Total Expenditures	849	131	3	327	10,987	-	12,297
Excess (Deficiency) of Revenues Over (Under) Expenditures	98	219	4	(327)	1,479	24	1,497
Net Changes in Fund Balance	98	219	4	(327)	1,479	24	1,497
Fund Balances -- Beginning	587	853	124	9,671	32,603	112	43,950
Fund Balances -- Ending	$ 685	$ 1,072	$ 128	$ 9,344	$ 34,082	$ 136	$ 45,447

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COMBINING STATEMENTS

Internal Service Funds

Information Management Services
This fund is used to account for electronic data processing, graphics and telecommunication services provided to County departments.

Public Works Services
This fund is used to account for various services provided to other County departments including:

> **Professional Services** - provides engineering, architectural and administrative services.
>
> **Facilities Management** - provides custodial and equipment maintenance services.
>
> **Fleet Maintenance** - controls, supervises and maintains all automotive equipment owned by the County.

Risk Management
This fund accounts for risk financing, loss control and insurance-related activities for the County and its employees.

COUNTY OF MILWAUKEE
Combining Balance Sheet
Internal Service Funds
December 31, 2008
(In Thousands)

	Information Management Services	Public Works Services	Risk Management	Total
Assets				
Current Assets:				
Cash and Investments	$ 5,041	$ 10,990	$ 10,864	$ 26,895
Accounts Receivable (Net of Allowances for Uncollectible Accounts)	65	834	-	899
Due From Other Governments	-	289	-	289
Inventories	-	568	-	568
Prepaid Items	131	-	2	133
Total Current Assets	5,237	12,681	10,866	28,784
Capital Assets:				
Land	-	1,164	-	1,164
Construction in Progress	1,341	5,769	-	7,110
Land Improvements	-	10,579	-	10,579
Building and Improvements	1,151	101,169	-	102,320
Furniture, Machinery and Equipment	35,401	46,409	7	81,817
Total Capital Assets	37,893	165,090	7	202,990
Less Accumulated Depreciation	(28,791)	(115,489)	(5)	(144,285)
Net Capital Assets	9,102	49,601	2	58,705
Total Assets	$ 14,339	$ 62,282	$ 10,868	$ 87,489
Liabilities				
Current Liabilities:				
Accounts Payable	$ 440	$ 1,151	$ 7	$ 1,598
Accrued Interest	120	314	-	434
Unearned Revenues	-	230	-	230
Bonds and Notes Payable - General Obligation	1,560	3,272	-	4,832
Compensated Absenses	778	1,823	39	2,640
Capital Leases	-	139	-	139
Risk Claims	-	-	7,007	7,007
Total Current Liabilities	2,898	6,929	7,053	16,880
Long-Term Liabilities:				
Bonds and Notes Payable - General Obligation	11,415	26,163	-	37,578
Compensated Absences	916	1,980	45	2,941
Capital Leases	-	1,314	-	1,314
Risk Claims	-	-	3,560	3,560
Other Post Employment Benefits	1,593	6,408	199	8,200
Total Long-Term Liabilities	13,924	35,865	3,804	53,593
Total Liabilities	16,822	42,794	10,857	70,473
Net Assets				
Unrestricted	1,390	217	9	1,616
Invested in Capital Assets, Net of Related Debt	(3,873)	19,271	2	15,400
Total Net Assets	(2,483)	19,488	11	17,016
Total Liabilities and Net Assets	$ 14,339	$ 62,282	$ 10,868	$ 87,489

COUNTY OF MILWAUKEE
Combining Statement of Revenues, Expenses and Changes in Fund Net Assets
Internal Service Funds
For The Year Ended December 31, 2008
(In Thousands)

	Information Management Services	Public Works Services	Risk Management	Total
Operating Revenues:				
Charges for Services	$ 17,405	$ 44,735	$ 7,633	$ 69,773
Other	79	303	119	501
Total Operating Revenues	17,484	45,038	7,752	70,274
Operating Expenses:				
Personnel Services	9,671	26,782	643	37,096
Contractual Services	3,876	8,285	57	12,218
Intra-County Services	1,159	3,798	135	5,092
Commodities	175	2,293	3	2,471
Depreciation and Amortization	2,405	5,257	1	7,663
Maintenance	80	1,074	-	1,154
Insurance and Claims	-	-	7,551	7,551
Other	-	1,213	-	1,213
Total Operating Expenses	17,366	48,702	8,390	74,458
Operating Income (Loss)	118	(3,664)	(638)	(4,184)
Nonoperating Revenues (Expenses):				
Intergovernmental Revenues	234	629	-	863
Gain on Sale of Capital Assets	-	146	-	146
Interest Expense	(519)	(1,112)	-	(1,631)
Total Nonoperating Revenues (Expenses)	(285)	(337)	-	(622)
Income (Loss) Before Contributions and Transfers	(167)	(4,001)	(638)	(4,806)
Capital Contributions	255	2,113	-	2,368
Transfers In	166	3,573	643	4,382
Transfers Out	(917)	(1,470)	-	(2,387)
Change in Net Assets	(663)	215	5	(443)
Net Assets -- Beginning	(1,820)	19,273	6	17,459
Net Assets -- Ending	$ (2,483)	$ 19,488	$ 11	$ 17,016

COUNTY OF MILWAUKEE
Combining Statement of Cash Flows
Internal Service Funds
For the Year Ended December 31, 2008
(In Thousands)

	Information Management Services	Public Works Services	Risk Management	Total
Cash Flows Provided (Used) by Operating Activities:				
Receipts from Customers and Users	$ 94	$ 20,784	$ 619	$ 21,497
Receipts from Interfund Services	17,405	24,379	7,133	48,917
Payments to Suppliers	(4,420)	(12,485)	(7,716)	(24,621)
Payments to Employees	(9,104)	(23,819)	(567)	(33,490)
Payments for Interfund Services Used	(1,259)	(3,798)	1,443	(3,614)
Net Cash Flows Provided (Used) by Operating Activities	2,716	5,061	912	8,689
Cash Flows Provided (Used) by Noncapital Financing Activities:				
Intergovernmental Revenues	234	340	-	574
Transfers From Other Funds	166	3,573	643	4,382
Transfers (To) Other Funds	(917)	(1,470)	-	(2,387)
Net Cash Flows Provided (Used) by Noncapital Financing Activities	(517)	2,443	643	2,569
Cash Flows Provided (Used) by Capital and Related Financing Activities:				
Proceeds from Long-Term Debt	908	3,718	-	4,626
Principal Payment on Long-Term Debt	(1,562)	(3,552)	-	(5,114)
Interest Paid on Long-Term Debt	(510)	(1,082)	-	(1,592)
Payments on Capital Lease	-	(137)	-	(137)
Sale of Capital Assets	-	146	-	146
Acquisition of Capital Assets	(1,086)	(3,772)	-	(4,858)
Net Cash Flows Provided (Used) by Capital and Related Financing Activities	(2,250)	(4,679)	-	(6,929)
Net Increase (Decrease) in Cash and Cash Equivalents	(51)	2,825	1,555	4,329
Cash and Cash Equivalents at Beginning of Year	5,092	8,165	9,309	22,566
Cash and Cash Equivalents at End of Year	$ 5,041	$ 10,990	$ 10,864	$ 26,895
NONCASH CAPITAL AND RELATED FINANCING ACTIVITIES				
Capital Assets Financed by Capital Leases	$ -	$ 1,590	$ -	$ 1,590
Reconciliation of Operating Income (Loss) to Net Cash Provided (Used) by Operating Activities				
Operating Income (Loss):	$ 118	$ (3,664)	$ (638)	$ (4,184)
Adjustments to Reconcile Operating Income (Loss) to Net Cash Flows Provided (Used) by Operating Activities:				
Depreciation and Amortization	2,405	5,257	1	7,663
(Increase) Decrease in Assets:				
Accounts Receivable	(2)	115	-	113
Inventories	-	80	-	80
Prepaid Items	17	-	(2)	15
Increase (Decrease) in Liabilities:				
Accounts Payable	(389)	300	(103)	(192)
Accrued Liabilities	(35)	(78)	-	(113)
Unearned Revenues	-	10	-	10
Risk Claims	-	-	1,578	1,578
Other Post Retirement Benefits	796	3,089	100	3,985
Compensated Absences	(194)	(48)	(24)	(266)
Total Adjustments	2,598	8,725	1,550	12,873
Net Cash Flows Provided (Used) by Operating Activities	$ 2,716	$ 5,061	$ 912	$ 8,689

COMBINING STATEMENTS

Fiduciary Funds

Agency Funds

Agency funds are custodial in nature and are used to account for assets held by the County as an agent for individuals, private organizations, and other governmental units. Significant Agency Funds consist of Civil Court-ordered family support payments.

COUNTY OF MILWAUKEE
Combining Statement of Changes in Assets and Liabilities
Agency Funds
For The Year Ended December 31, 2008
(In Thousands)

	January 1, 2008	Additions	Deductions	December 31, 2008
CIVIL COURT ORDERED AGENCY FUND FOR FAMILY SUPPORT/PAYMENTS				
Cash and Investments	$ 12,800	$ 46,845	$ 47,997	$ 11,648
Total Assets	$ 12,800	$ 46,845	$ 47,997	$ 11,648
Agency Deposits	$ 12,800	$ 46,924	$ 48,076	$ 11,648
Total Liabilities	$ 12,800	$ 46,924	$ 48,076	$ 11,648
OTHER AGENCY FUNDS				
Cash and Investments	$ 11,291	$ 40,329	$ 41,305	$ 10,315
Other Receivables	-	29,131	29,131	-
Total Assets	$ 11,291	$ 69,460	$ 70,436	$ 10,315
Accounts Payable	$ 331	$ 10,378	$ 10,584	$ 125
Agency Deposits	10,960	42,589	43,359	10,190
Total Liabilities	$ 11,291	$ 52,967	$ 53,943	$ 10,315
SUMMARY				
Cash and Investments	$ 24,091	$ 87,174	$ 89,302	$ 21,963
Other Receivables	-	29,131	29,131	-
Total Assets	$ 24,091	$ 116,305	$ 118,433	$ 21,963
Accounts Payable	$ 331	$ 10,378	$ 10,584	$ 125
Agency Deposits	23,760	89,513	91,435	21,838
Total Liabilities	$ 24,091	$ 99,891	$ 102,019	$ 21,963