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NONMAJOR SPECIAL REVENUE FUNDS

Alcoholism and Substance Abuse Services Fund – Finances detoxification, treatment, and other services to the alcohol or drug abuser and his or her family.

Arts and Cultural Development Fund – Acts as a conduit to transfer money to the Cultural Development Authority. Revenue sources include the county's tax on hotel/motel rooms, one percent of county expenditures for certain construction projects, and a small amount of county general tax revenue.

Automated Fingerprint Identification System Fund – Accounts for the receipt of revenues and disbursement of expenditures related to the acquisition and implementation of a regional Automated Fingerprint Identification System (AFIS) for King County. The AFIS database consists of more than 500,000 people's fingerprint files from King County, the City of Seattle, and 42 police agencies within the region. This database is also electronically connected to the Washington State Patrol, California Department of Justice, and the Western Identification Network, an AFIS database shared by seven western states, giving access to nearly 20 million sets of fingerprints. Included in this system is the electronic fingerprint capture and transmission to AFIS, known as Live Scan. There are currently 34 Live Scan units throughout King County.

Citizen Councilor Revolving Fund – Accounts for citizen involvement groups created by Initiative 24 to foster increased participation in local government. These citizen networks are made up of four to twelve people who will be encouraged to voice their opinions on and help prioritize issues brought to the King County Council.

Community Development Block Grant Fund – Accounts for Federal grants received from the United States Department of Housing and Urban Development under the Housing and Community Development Act.

County Road Fund – Finances the construction, maintenance, preservation, and inspection of county streets, roads and bridges.

Development and Environmental Services Fund – Accounts for (1) administration of the King County building, housing, fire, energy, shoreline management, zoning, and subdivision codes; (2) ensuring that development complies with the requirements of the State Environmental Policy Act (SEPA) and King County's environmental code, procedures, and regulations; (3) protecting natural resources, natural areas, sensitive areas, and water bodies in the county; (4) managing County review of building applications and issuing permits; (5) conducting fire prevention and investigation activities; (6) reviewing and inspecting proposed land developments; and (7) administering the County's drainage regulation policies through review of land development permit applications.

Developmental Disabilities Fund – Finances assistance to individuals who have developmental disabilities. Funded services include information, referral, advocacy and outreach activities, employment services, community support programs, and housing referral and information services. The fund also accounts for the provision of early intervention services for birth to three-year-old children and their families.

Emergency Medical Services Fund – Finances emergency medical services programs for developing, implementing, and administering various emergency medical services in

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cooperation with King County fire districts. This fund also provides contract funds for financing certain paramedic and other emergency medical services programs in the County.

Enhanced 911 Emergency Telephone System Fund – Accounts for the receipt of E-911 excise tax revenues and the disbursement of expenditures related to the management of the Enhanced 911 Emergency Telephone System with participating jurisdictions in King County.

Flood Control Zone District Funds – The Green River District Fund provides for operation and maintenance of the Green River pump stations, maintenance of Green River levees and revetments, and administration of the Green River Flood Control Zone District. The Kimball Creek, Southwest Lake Sammamish, and West Lake Sammamish District Funds are all inactive.

Intercounty River Improvement Fund – Set up under chapter 86.13 RCW, in partnership with Pierce County, to finance necessary improvements to the White River.

Local Hazardous Waste Fund – Accounts for financial resources used to support the Local Hazardous Waste Management Program established pursuant to chapter 70.105.220 RCW. This program works to protect and enhance public health and environmental quality in King County by helping citizens, businesses and government reduce the threat posed by the use, storage, and disposal of hazardous materials.

Mental Health Fund – Accounts for the King County Mental Health Regional Support Network, one of 14 Regional Support Networks in the state of Washington. This fund provides for operation of the involuntary treatment program, the provision of mental health services for children and adults, and community services for these individuals. This fund also includes criminal justice-related programs to reduce jail populations.

Miscellaneous Grants Fund – Accounts for assistance from various federal, state, and local government agencies.

Noxious Weed Control Fund – Accounts for the special assessment revenue and the costs of operation of the King County Noxious Weed Control Program.

Parks and Recreation Fund – Serves communities and enhances the quality of life through partnerships, entrepreneurial initiative, and environmentally sound stewardship of regional and rural parks, trails, natural lands, and recreational facilities.

Parks Trust and Contribution Fund – Accounts for gifts, bequests, and donations of money to the County for parks and recreation purposes.

Recorder's Operation and Maintenance Fund – Accounts for all revenues collected from an additional recording fee for the sole purpose of acquiring, installing, and maintaining an improved system for copying, preserving, and indexing documents recorded in, or filed with, King County Records and Licensing Services Division.

Risk Abatement Fund – Processes the administrative and related costs associated with settlements of class action lawsuits filed against King County.

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River Improvement Fund – Accounts for all river improvement levy funds collected under authority granted by chapter 86.12 RCW. Levy proceeds may be used to plan, construct, maintain, operate, and regulate flood control facilities. The fund is also used to account for Green River Flood Control District levy funds consistent with agreements with King County and the Districts.

Road Improvement Districts Maintenance Fund – There are currently three active Road Improvement Districts (RID), numbers 57, 107, and 110, accounting for special assessments.

Surface Water Management Fund – Works in partnerships with County agencies, cities, and state and federal authorities as well as community based organizations and private individuals to: sustain healthy watersheds; protect wastewater systems; minimize flood hazards; protect public health and water quality; preserve open space, working farms, and forests; ensure adequate water for people and fish; manage public drainage systems; and protect and restore habitats.

Treasurer's Operations and Maintenance Fund – Accounts for the revenues received and costs incurred in the foreclosure, distraint, and sale of real and personal property for delinquent taxes, and to defray the costs of further foreclosures, distraints, and sales for delinquent taxes.

Veterans and Human Services Fund – Accounts for tax revenues designated to fund services for veterans, military personnel (including National Guard and reservists) and their families, including services specific to veterans' needs such as treatment for post-traumatic stress disorder; as well as regional health and human services including housing, homelessness prevention, substance abuse services and employment assistance.

Veterans' Relief Fund – Finances emergency financial assistance, counseling services, employment opportunities, and referrals to other agencies for specialized services for veterans and their dependents.

Youth Employment Programs Fund – Receives revenues from the United States Department of Labor under the Workforce Investment Act. The programs benefit youths and young adults aged 14 through 24 who are completing their education and developing skills that lead to obtaining employment.

Youth Sports Facilities Grant Fund – Accounts for 25 percent of the proceeds of sales and use tax levied upon retail car rentals within King County to fund youth sports facilities.

NONMAJOR DEBT SERVICE FUNDS

Limited General Obligation Bond Redemption Fund – Accumulates funds for payment of those bonds which have been issued without a vote of the people. This fund is supported by various sources, including property taxes, a share of the hotel/motel tax, auto rental sales and use taxes, other revenues, and transfers from various County funds. Two subfunds are used to segregate revenues, including sales tax, state lottery allocation, and related interest earnings, which are dedicated to debt service on bonds issued to construct a baseball stadium owned by the Washington State Major League Baseball Stadium Public Facilities District.

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Road Improvement Districts Special Assessment Debt Redemption Fund – Reports special assessment collection and debt service payment for Road Improvement District special assessment debt for which the government is liable in the event of default by the property owners subject to the assessment.

Road Improvement Guaranty Fund – Accumulates funds to ensure payment of County Road Improvement Districts' special assessment bonds.

Stadium General Obligation Bond Redemption Fund – Accumulates funds for payment of bonds issued for Kingdome construction which had a 3/5-approval vote of the people. The debt service for this fund is financed by a share of the hotel/motel tax.

Unlimited General Obligation Bond Redemption Fund – Accumulates funds for payment of those bonds which have been issued with a 3/5-approval vote of the people, except those issued for Kingdome construction which are accounted for in a separate fund. Property taxes are levied to finance annual debt service.

NONMAJOR CAPITAL PROJECTS FUNDS

Arts and Historic Preservation Capital Fund – Resources in this fund are earmarked for the Historic Preservation Program.

Arts Construction Fund – The Arts Construction Fund is slated for closure pending disposition of excess earnings that were held in reserve for potential arbitrage tax.

Building Construction and Improvement Fund – Established to account for long-term and short-term financing of major building construction and improvement projects.

Building Repair and Replacement Fund – Accounts for receipts and expenditures related to the repair and replacement of various County buildings such as the Courthouse, Correctional Facility, Regional Justice Center Complex, Administration, and other buildings.

Capital Acquisition and County Facilities Renovation Fund – Established to account for the receipt of bond proceeds for improvements to County facilities, for acquisition of real property and equipment, and for capital grants.

Conservation Futures Levy Fund – Established to account for the receipt and disbursement of conservation futures levy proceeds for the open space acquisition program.

County Road Construction Fund – Established to account for the receipt and disbursement of funds received through a subsidy from the County Road Fund and federal road grants for construction of County roads. Receipts from the mitigation payment system trust fund, although legally segregated in a trust fund, are included in this fund for reporting purposes.

Emergency Communications System Fund – Established to support the development of a regional emergency radio communication system funded by a general tax levy.

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Farmland and Open Space Acquisition Fund – Originally established to account for the proceeds of voter-approved (unlimited) bonds issued in 1979 used to acquire eligible, voluntarily-offered development rights of farm and open space land. Currently accounts for subsequent bond proceeds dedicated to acquisition of real property and/or development rights to preserve critical farmlands and other funding to support farmland preservation and enhance agricultural activity.

Housing Opportunity Acquisition Fund – Established to account for receipts from real estate excise taxes that are to be used to acquire, renovate and/or construct housing for qualified low-income families, senior citizens, and the homeless in the County.

Information and Telecommunications Services Capital Fund – Established to account for equipment replacements and general purpose technology projects managed by the Office of Information Resource Management (OIRM).

Jail Renovation and Construction Fund – Established to account for the construction of the King County Correctional Facility. This fund will be closed pending disposition of residual balances.

Long-term Leases Fund – Accounts for periodic payments on office space and other leases entered into by King County agencies.

Major Maintenance Reserve Fund – Established to account for the County's ongoing major maintenance requirements for County-owned buildings and grounds.

Neighborhood Parks and Open Space Acquisition and Development Fund – Established to account for the amount paid to King County as fees in lieu of land dedication or reservation for parks and open space and the disbursement of funds for purposes authorized under King County Ordinance 5596. The fund accounts for revenue by school district.

Office of Information Resource Management Capital Fund – Established to account for funds used to support the financial management of the County's capital technology projects.

Open Space Projects Acquisition and Improvement Fund – Established to account for bond proceeds from a 1990 voter-approved bond issue used in the acquisition, development and/or improvement of public green space, green belt, open space, and parks and trail projects in King County, the City of Seattle, and certain suburban jurisdictions. This fund also accounts for any nonbond revenues supplementing the bonds and short-term borrowing.

Park Facilities Rehabilitation Fund – Established to account for receipt and disbursement of funds for rehabilitation of County-owned parks facilities.

Parks CIP Funds – Currently accounts for urban reforestation and habitat restoration programs funded by grants.

Parks, Recreation and Open Space Fund – Established to account for the revenues and expenditures involved in park acquisition and development.

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DECEMBER 31, 2007

Public Art Fund – The One Percent for Art program is now managed by the Cultural Development Authority (CDA) of King County, dba "4Culture." This fund will be closed pending disposition of amounts reserved for arbitrage taxes.

Real Estate Excise Tax (REET) Capital Fund – Consists of a subfund accounting for the proceeds of the one-quarter of one percent excise tax on the sale of real property in unincorporated King County that can be programmed for public investment in infrastructure required to support private development. A second subfund accounts for a separate excise tax of one-quarter of one percent on the sale of real property in unincorporated King County that may be programmed for the planning, construction, reconstruction, rehabilitation, or improvement of parks located in unincorporated King County. The cash balances in the REET CIP subfunds are invested for the benefit of the General Fund.

Regional Justice Center Construction Fund – Currently being used to account for facility improvement projects in the Regional Justice Center complex.

Renton Maintenance Facilities Construction Fund – Established to account for the construction and improvement of operations and maintenance facilities for the Road Services Division.

Road Improvement Districts Construction Fund – Established for reporting the combined construction activity of the County's Road Improvement Districts. Special assessment districts are authorized under RCW 36.88.

Surface and Storm Water Management Construction Fund – Established to account for the receipt of proceeds from Surface Water Management fees and the disbursement of expenditures for construction and related costs for the acquisition and development of drainage control facilities.

Surface Water Management Construction Fund – Established to account for revenues from various sources, particularly proceeds from bond issues specifically earmarked for the continuation and expansion of the King County Surface Water Management program.

Technology 1997 Bonds Fund – Established to account for bond proceeds earmarked for technological improvements in several County agencies.

Technology Systems Capital Fund – Established to account for the receipt of bond proceeds to be used for various technology-related projects.

Transfer of Development Credit Program Fund – Established to account for the purchase and sale of development credits under the Transfer of Development Credit Program.

Working Forest Fund – Established to account for receipt and disbursement of bond proceeds to be used in acquiring real property interests to preserve sustainable forest production lands, and to account for the receipt and disbursement of Title III forest revenues.

Youth Services Facilities Construction Fund – Currently used to account for planning future Youth Services facilities.

COMBINING BALANCE SHEET
NONMAJOR GOVERNMENTAL FUNDS
DECEMBER 31, 2007
(IN THOUSANDS)

	SPECIAL REVENUE	DEBT SERVICE	CAPITAL PROJECTS	TOTAL
ASSETS				
Cash and cash equivalents	$ 179,804	$ 40,486	$ 172,469	$ 392,759
Taxes receivable – delinquent	4,525	1,574	245	6,344
Accounts receivable, net	22,500	-	355	22,855
Other receivables, net	218	95	59	372
Due from other funds	10,729	12	20,246	30,987
Due from other governments, net	28,030	9,151	9,814	46,995
Prepayments	5,808	-	-	5,808
TOTAL ASSETS	$ 251,614	$ 51,318	$ 203,188	$ 506,120
LIABILITIES AND FUND BALANCES				
Liabilities				
Accounts payable	$ 22,196	$ -	$ 11,746	$ 33,942
Due to other funds	24,338	12	7,487	31,837
Interfund short-term loans payable	1,266	24	1,556	2,846
Due to other governments	4,626	-	74	4,700
Due to component unit	1,381	-	-	1,381
Interest payable	-	1,811	311	2,122
Wages payable	6,341	-	153	6,494
Taxes payable	31	-	20	51
Bonds payable	-	2,925	-	2,925
Deferred revenues	37,158	1,645	457	39,260
Notes and contracts payable	-	-	44,268	44,268
Custodial accounts	9,247	-	1,739	10,986
Advances from other funds	300	-	46	346
Total Liabilities	106,884	6,417	67,857	181,158
Fund Balances				
Reserved	28,649	17,235	54,385	100,269
Unreserved, designated	32,851	-	-	32,851
Unreserved, undesignated	83,230	27,666	80,946	191,842
Total fund balances	144,730	44,901	135,331	324,962
TOTAL LIABILITIES AND FUND BALANCES	$ 251,614	$ 51,318	$ 203,188	$ 506,120

COMBINING STATEMENT OF REVENUES, EXPENDITURES, AND CHANGES IN FUND BALANCE
NONMAJOR GOVERNMENTAL FUNDS
FOR THE YEAR ENDED DECEMBER 31, 2007
(IN THOUSANDS)

	SPECIAL REVENUE	DEBT SERVICE	CAPITAL PROJECTS	TOTAL
REVENUES				
Taxes	$ 199,602	$ 118,426	$ 29,622	$ 347,650
Licenses and permits	11,555	-	100	11,655
Intergovernmental revenues	215,910	6,289	25,563	247,762
Charges for services	105,056	3,280	13,654	121,990
Fines and forfeits	320	-	4	324
Interest earnings	5,967	744	4,648	11,359
Miscellaneous revenues	10,466	151	28,710	39,327
TOTAL REVENUES	548,876	128,890	102,301	780,067
EXPENDITURES				
Current				
General government	8,087	-	47,792	55,879
Law, safety and justice	77,401	-	2	77,403
Physical environment	42,605	-	17,215	59,820
Transportation	77,668	-	28,728	106,396
Economic environment	66,542	-	10,633	77,175
Mental and physical health	180,921	-	72	180,993
Culture and recreation	36,219	-	11,293	47,512
Debt service				
Redemption of long-term debt	-	86,824	260	87,084
Interest and other debt service costs	1,089	40,069	859	42,017
Refunding bond issuance costs	-	405	-	405
Payment to escrow agent	-	12,000	-	12,000
Capital outlay				
Capital projects	49	-	48,791	48,840
Capitalized expenditures	5,991	-	16,045	22,036
TOTAL EXPENDITURES	496,572	139,298	181,690	817,560
Excess (deficiency) of revenues over (under) expenditures	52,304	(10,408)	(79,389)	(37,493)
OTHER FINANCING SOURCES (USES)				
Transfers in	30,057	11,888	106,635	148,580
Transfers out	(58,802)	(3,388)	(45,297)	(107,487)
Premium on bonds sold	-	2,973	917	3,890
General government debt issued	-	-	48,395	48,395
Refunding bonds issued	-	54,565	-	54,565
Sale of capital assets	911	71	1,775	2,757
Payment to refunded bond escrow agent	-	(57,133)	-	(57,133)
TOTAL OTHER FINANCING SOURCES (USES)	(27,834)	8,976	112,425	93,567
Excess (deficiency) of revenues and other sources over (under) expenditures and other uses	24,470	(1,432)	33,036	56,074
Fund balances - January 1, 2007 (Restated)	120,260 [a]	46,333	102,295	268,888
Fund balances - December 31, 2007	$ 144,730	$ 44,901	$ 135,331	$ 324,962

(a) See Note 15, "Restrictions, Reserves, Designations, and Changes in Equity" – Restatements of Beginning Balances.