### PROPRIETARY FUNDS STATEMENT OF NET ASSETS

SEPTEMBER 30, 2008 (in thousands)

Business-type Activities - Enterprise Funds Transit Solid Waste **Aviation** Management Department Agency Seaport Assets: Current assets: \$ 317 852 \$ Cash and cash equivalents \$ 29,526 \$ 176,885 Investments 104,187 268 45,180 Accounts receivable, net 345 13,020 9,372 37,133 Due from other funds 6,660 1,518 28,034 Due from other governments 23,403 378 39,327 3,840 Inventories 1,846 Other current assets 2,020 9 592 4,159 148,638 14,924 Total unrestricted assets 72,072 293,237 Restricted assets: Cash and cash equivalents 316 13,595 7,502 165.615 26,351 14,678 192,387 Investments 320 Due from other governments 1,882 Other restricted assets 8,210 49,195 24,062 407,197 Total restricted assets 26,667 22,125 98,739 38,986 700,434 Total current assets 170,763 Non current assets: Capital assets: Land 226,349 57,586 198,659 88,836 Buildings and building improvements, net 789,095 52,272 285,150 2,458,826 Machinery and equipment, net 262,442 91,489 25,135 147,178 Infrastructure, net 8,999 209,263 669,888 Construction in progress 173,749 10,387 15,185 1,783,441 Total capital assets, net 1,451,635 220,733 733,392 5,148,169 Other non current assets: Restricted cash and cash equivalents 64,654 20,991 296,249 Restricted long-term investments 310,440 114,557 2,292 Deferred charges and other non-current assets 6,621 7,477 2,216 71,678 5,516,096 737,900 Total non current assets 1,833,350 363,758

(Continued)

1,932,089

534,521

776,886

6,216,530

Total assets

	Bu	siness-type Activit	ies - Ente	erprise Funds Other				ernmental
Water and Sewer		Public Health Trust		onmajor) nterprise Funds	E	Total Interprise Funds	Self	Insurance nal Service Fund
\$ 24,487	\$	125,304	\$	5,179	\$	362,550	\$	36,413
55,327		24,308		13,689		242,959		131,930
83,818		282,005		1,160		426,853		1,198
5,353		48,029		25		89,619		14,890
5		43,211				66,997		754
29,433		30,752		34		105,232		
0		5,292		167		12,239		
198,423		558,901		20,254		1,306,449		185,185
109,633		16,805		3,721		317,187		
		5,617				239,353		
						1,882		
		6,081		1,625		65,111		
109,633		28,503		5,346		623,533		
308,056		587,404		25,600		1,929,982		185,185
37.671		36,635		4,278		650,014		
0.,0		209,738		31,135		3,826,216		
229,937		133,952		4,315		894,448		
2,280,524		9,863		21,447		3,199,984		
426,471		81,592		2,181		2,493,006		
2,974,603		471,780		63,356		11,063,668		
9,926						391,820		
514,561		231,356				1,173,206		
99,101		8,581		12		195,686		
3,598,191		711,717		63,368		12,824,380		
3,906,247		1,299,121		88,968		14,754,362		185,185

(Continued)

## PROPRIETARY FUNDS STATEMENT OF NET ASSETS

SEPTEMBER 30, 2008 (in thousands)

Business-type Activities - Enterprise Funds

		business-type Activities	s - Enterprise runus	
	Transit	Solid Waste		Aviation
1 1-1 1001 -	Agency	Management	Seaport	Department
Liabilities:				
Current liabilities payable from current assets:	27.017	17.50/	2.142	24.020
Accounts payable and accrued liabilities	36,917	17,506	3,142	24,030
Current portion of bonds, loans and notes payable	14,386		3,500	4.000
Current portion of lease agreements	5.000		1,562	4,298
Accrued interest payable	5,200		856	
Compensated absences	13,087	3,811	1,546	7,313
Estimated claims payable				
Environmental remediation liability				7,365
Liability for closure and postclosure care costs		6,583		
Due to other funds	88,726	5,880	10,331	9,826
Due to other governments	427			
Unearned revenue and other current liabilities	2,238	582	83	9,716
Total current liabilities payable from current assets	160,981	34,362	21,020	62,548
Current liabilities payable from restricted assets:				
Accounts payable, accrued expenses and deferred credits	316	24	7,677	185,307
Current portion of bonds, loans and notes payable		17,987	7,595	64,730
Accrued interest payable		4,114	5,306	107,965
Estimated claims payable		,	.,	,,,,,,
Lease agreements	26,351			
Unearned revenue	20,001		455	
Total current liabilities payable from restricted assets	26,667	22,125	21,033	358,002
Total current liabilities	187,648	56,487	42,053	420,550
Long-term liabilities:	107,040	30,101	42,000	120,330
Bonds, loans and notes payable, net	403,110	196,666	515,870	4,485,568
· ·	403,110	170,000	313,070	4,405,500
Estimated claims payable	22.074	11 110	4 200	19,886
Compensated absences	22,976	11,112	4,289	•
Environmental remediation liability		407.000	3,146	84,855
Liability for closure and postclosure care costs		106,920		
Lease agreements	310,440		2,821	8,994
Long-term advances due to other funds	169,408			
Other long-term liabilities	12,436	1,604	602	4,697
Total long-term liabilities	918,370	316,302	526,728	4,604,000
Total liabilities	1,106,018	372,789	568,781	5,024,550
Net Assets:				
Invested in capital assets, net of related debt	997,859	39,864	204,261	597,870
Restricted for:				
Debt service		16,831	19,078	165,340
Capital projects				•
Grants and other purposes		102,104		244,834
Unrestricted (deficit)	(171,788)	2,933	(15,234)	183,936
Total net assets	\$ 826,071	\$ 161,732	\$ 208,105	\$ 1,191,980

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

(Continued)

Water and Sewer         Public Health Flenth         (Nonmajor) Enterprise Enterprise Enterprise Enterprise Funds         Enterprise Enterprise Enterprise Enterprise Enterprise Enterprise (Internal Service Fund)           21,543         187,480         3.039         293,657         1,34           6,955         4,910         859         30,610         5,860           4,729         102         10,887         1,688           11,688         101,920         372         139,737         6,583           9,748         33,444         0         157,955         6,583           9,748         33,444         0         157,955         6,583           9,3,562         457,339         5,98         835,810         64,72           25,557         8,314         85         227,280         43,468           30,277         147,662         1,474         1,474           1,474         1,474         1,474         1,474           1,6177         8,314         439         542,757           1,99,739         465,653         6,437         1,378,567         64,72           1,509,647         292,949         8,289         7,412,099         2,185         25,247         27,432         143,33         33,225		Business-type Activiti	Governmental		
21,543	Water and Sewer	Health	Enterprise	Enterprise	Activities- Self-Insurance Internal Service Fund
6,955					
6,955	21.543	187.480	3.039	293.657	1,344
11,688 101,920 372 139,737 139,737 13,7365 6,583 13,444 0 157,955 13,429 78,690 0 92,546 30,199 40,296 1,626 84,740 93,562 457,339 5,998 835,810 64,73 147,662 14,744 1,474 1,					,
11,688 101,920 372 139,737 5,870 63,37 5,870 63,37 5,870 63,37 5,870 63,37 6,583 6,583 6,583 9,748 33,444 0 157,955 13,429 78,690 0 92,546 30,199 40,296 1,626 84,740 93,562 457,339 5,998 835,810 64,72 25,557 8,314 85 227,280 43,468 133,780 30,277 147,662 1,474 26,351 5,401 354 6,210 106,177 8,314 439 542,757 199,739 465,653 6,437 1,378,567 64,72 1,509,647 292,949 8,289 7,412,099 2,185 25,247 27,432 143,37 23,919 1,017 83,199 88,001 106,920 322,255 169,408 31,258 16,446 67,043 1,567,009 334,642 9,306 8,276,357 143,37 1,766,748 800,295 15,743 9,654,924 208,00 1,396,153 301,329 54,210 3,591,546 111,767 3,232 316,248 286,036 530 1,674 349,142 345,543 196,967 14,109 556,466 (22,96) 2,139,499 \$ 498,826 \$ 73,225 5,099,438 \$ (22,96) as terror to reflect the allocation of internal service linet revenue (expense) to business-type activities	•	·			
11,688		4.729	102		
5,870       5,870       6,3,3'         7,365       6,583         9,748       33,444       0       157,955         13,429       78,690       0       92,546         30,199       40,296       1,626       84,740         93,562       457,339       5,998       835,810       64,7'         25,557       8,314       85       227,280         43,468       133,780       30,277       147,662         1,474       1,474       1,474         1,474       1,474       1,474         106,177       8,314       439       542,757         199,739       465,653       6,437       1,378,567       64,7'         1,509,647       292,949       8,289       7,412,099       1,2185       25,247       27,432       143,3'         23,919       1,017       83,199       88,001       106,920       322,255       169,408         31,258       16,446       67,043       1,567,009       334,642       9,306       8,276,357       143,3'         1,396,153       301,329       54,210       3,591,546       286,036       286,036       286,036       286,036       286,036       36,036       36,036 <td>11.688</td> <td></td> <td></td> <td></td> <td></td>	11.688				
9,748 33,444 0 157,955 13,429 78,690 0 92,546 30,199 40,296 1,626 84,740 93,562 457,339 5,998 835,810 64,73  25,557 8,314 85 227,280 43,468 133,780 30,277 147,662 1,474 26,351 5,401 354 6,210 106,177 8,314 439 542,757 199,739 465,653 6,437 1,378,567 64,73  1,509,647 292,949 8,289 7,412,099 2,185 25,247 27,432 143,33 23,919 1,017 83,199 31,258 16,446 67,043 1,567,009 334,642 9,306 8,276,357 143,33 1,766,748 800,295 15,743 9,654,924 208,09  1,396,153 301,329 54,210 3,591,546  111,767 3,232 316,248 286,036 530 1,674 349,142 345,543 196,967 14,109 556,466 (22,96) 2,139,499 \$ 498,826 \$ 73,225 5,099,438 \$ (22,96)  Instrent to reflect the allocation of internal service linet revenue (expense) to business-type activities	,				63,37
9,748 33,444 0 157,955 13,429 78,690 0 92,546 30,199 40,296 1,626 84,740 93,562 457,339 5,998 835,810 64,72  25,557 8,314 85 227,280 43,468 133,780 30,277 147,662 1,474 26,351 5,401 354 6,210 106,177 8,314 439 542,757 199,739 465,653 6,437 1,378,567 64,72  1,509,647 292,949 8,289 7,412,099 2,185 25,247 27,432 143,33 23,919 1,017 83,199 88,001 106,920 322,255 169,408 31,258 16,446 67,043 1,567,009 334,642 9,306 8,276,357 143,33 1,766,748 800,295 15,743 9,654,924 208,00  1,396,153 301,329 54,210 3,591,546  111,767 3,232 316,248 286,036 530 1,674 349,142 345,543 196,967 14,109 556,466 (22,96) 2,139,499 \$ 498,826 \$ 73,225 5,099,438 \$ (22,96) 2,185 1,564,036 1,674 349,142 345,543 196,967 14,109 556,466 (22,96) 2,139,499 \$ 498,826 \$ 73,225 5,099,438 \$ (22,96) 2,139,49		2,21.2			
9,748 33,444 0 157,955 13,429 78,690 0 92,546 30,199 40,296 1,626 84,740 93,562 457,339 5,998 835,810 64,72  25,557 8,314 85 227,280 43,468 133,780 30,277 147,662 1,474 26,351 5,401 354 6,210 106,177 8,314 439 542,757 199,739 465,653 6,437 1,378,567 64,72  1,509,647 292,949 8,289 7,412,099 2,185 25,247 27,432 143,33 23,919 1,017 83,199 88,001 106,920 322,255 323,919 1,017 83,199 88,001 106,920 322,255 11,567,009 334,642 9,306 8,276,357 143,33 1,567,009 334,642 9,306 8,276,357 143,33 1,766,748 800,295 15,743 9,654,924  11,767 3,232 316,248 286,036 530 1,674 349,142 345,543 196,967 14,109 556,466 (22,96) 2,139,499 \$ 498,826 \$ 73,225 5,099,438 \$ (22,96)  sistement to reflect the allocation of internal service linet revenue (expense) to business-type activities					
13,429 78,690 0 92,546 30,199 40,296 1,626 84,740 93,562 457,339 5,998 835,810 64,72  25,557 8,314 85 227,280 43,468 133,780 30,277 147,662 1,474 1,474 26,351 5,401 354 6,210 106,177 8,314 439 542,757 199,739 465,653 6,437 1,378,567 64,72  1,509,647 292,949 8,289 7,412,099 2,185 25,247 27,432 143,33 23,919 1,017 83,199 88,001 106,920 322,255 169,408 31,258 16,446 7,043 1,567,009 334,642 9,306 8,276,357 143,33 1,567,009 334,642 9,306 8,276,357 143,37 1,766,748 800,295 15,743 9,654,924  1,396,153 301,329 54,210 3,591,546  111,767 3,232 316,248 286,036 530 1,674 349,142 345,543 196,967 14,109 556,466 (22,96) 2,139,499 \$ 498,826 \$ 73,225 5,099,438 \$ (22,96)  sistement to reflect the allocation of internal service linet revenue (expense) to business-type activities	9 748	33 444	0		
30,199 40,296 1,626 84,740 93,562 457,339 5,998 835,810  25,557 8,314 85 227,280 43,468 133,780 30,277 147,662 1,474 26,351 5,401 354 6,210 106,177 8,314 439 542,757 199,739 465,653 6,437 1,378,567  1,509,647 292,949 8,289 7,412,099 2,185 25,247 27,432 143,33 23,919 1,017 83,199 88,001 106,920 322,255 169,408 31,258 16,446 67,043 1,567,009 334,642 9,306 8,276,357 143,33 1,766,748 800,295 15,743 9,654,924  111,767 3,232 316,248 286,036 530 1,674 349,142 345,543 196,967 14,109 556,466 (22,9) 2,189 \$498,826 \$73,225 5,099,438 \$(22,9) 2,189 \$498,826 \$73,225 5,099,438 \$(22,9) 2,189 \$498,826 \$73,225 5,099,438 \$(22,9) 2,189 \$498,826 \$73,225 5,099,438 \$(22,9) 2,189 \$498,826 \$73,225 5,099,438 \$(22,9) 2,189 \$498,826 \$73,225 5,099,438 \$(22,9) 2,189 \$498,826 \$73,225 5,099,438 \$(22,9) 2,180 \$1,199 \$498,826 \$73,225 5,099,438 \$(22,9) 2,180 \$1,199					
93,562 457,339 5,998 835,810 64,72  25,557 8,314 85 227,280  43,468 133,780 30,277 147,662 1,474 26,351 5,401 354 6,210 106,177 8,314 439 542,757 199,739 465,653 6,437 1,378,567  1,509,647 292,949 8,289 7,412,099 2,185 25,247 27,432 143,33 23,919 1,017 83,119 88,001 106,920 322,255 169,408 31,258 16,446 67,043 1,567,009 334,642 9,306 8,276,357 1,766,748 800,295 15,743 9,654,924  111,767 3,232 316,248 286,036 111,767 3,232 316,248 286,036 530 1,674 349,142 345,543 196,967 14,109 556,466 (22,96) 2,139,499 \$ 498,826 \$ 73,225 5,099,438 \$ (22,96) 2,185 1,194,99 \$ 498,826 \$ 73,225 5,099,438 \$ (22,96) 2,139,499 \$ 498,826 \$ 73,225 5,099,438 \$ (22,96) 2,139,499 \$ 498,826 \$ 73,225 5,099,438 \$ (22,96) 2,139,499 \$ 498,826 \$ 73,225 5,099,438 \$ (22,96) 2,139,499 \$ 498,826 \$ 73,225 5,099,438 \$ (22,96) 2,150,466					
25,557 8,314 85 227,280 43,468 133,780 30,277 147,662 1,474 26,351 5,401 354 6,210 106,177 8,314 439 542,757 199,739 465,653 6,437 1,378,567 64,72  1,509,647 292,949 8,289 7,412,099 2,185 25,247 27,432 143,33 23,919 1,017 83,199 88,001 106,920 322,255 169,408 31,258 16,446 67,043 1,567,009 334,642 9,306 8,276,357 143,33 1,766,748 800,295 15,743 9,654,924  111,767 3,232 316,248 286,036 530 1,674 349,142 345,543 196,967 14,109 556,466 (22,96) 2,139,499 \$ 498,826 \$ 73,225 5,099,438 \$ (22,96) sistement to reflect the allocation of internal service					64.72
43,468       133,780         30,277       147,662         1,474       1,474         26,351       26,351         5,401       354       6,210         106,177       8,314       439       542,757         199,739       465,653       6,437       1,378,567       64,72         1,509,647       292,949       8,289       7,412,099       2,185       25,247       27,432       143,33         23,919       1,017       83,199       88,001       106,920       322,255       169,408         31,258       16,446       67,043       1567,009       334,642       9,306       8,276,357       143,33         1,766,748       800,295       15,743       9,654,924       208,09         111,767       3,232       316,248       286,036         286,036       286,036       286,036       286,036         345,543       196,967       14,109       556,466       (22,96         2,139,499       \$ 498,826       73,225       5,099,438       \$ (22,96         2 Instructor to reflect the allocation of internal service       4,667)       4,667)	73,302	457,559	5,770	033,010	04,72
43,468       133,780         30,277       147,662         1,474       1,474         26,351       26,351         5,401       354       6,210         106,177       8,314       439       542,757         199,739       465,653       6,437       1,378,567       64,72         1,509,647       292,949       8,289       7,412,099       2,185       25,247       27,432       143,33         23,919       1,017       83,199       88,001       106,920       322,255       169,408         31,258       16,446       67,043       1567,009       334,642       9,306       8,276,357       143,33         1,766,748       800,295       15,743       9,654,924       208,09         111,767       3,232       316,248       286,036         286,036       286,036       286,036       286,036         345,543       196,967       14,109       556,466       (22,96         2,139,499       \$ 498,826       \$ 73,225       5,099,438       \$ (22,96         2 instrent to reflect the allocation of internal service       4,667)       4,667)	25,557	8,314	85	227,280	
30,277					
1,474				147,662	
5,401       354       6,210         106,177       8,314       439       542,757         199,739       465,653       6,437       1,378,567       64,72         1,509,647       292,949       8,289       7,412,099       27,432       143,33         23,919       1,017       83,199       88,001       106,920       322,255       169,408         31,258       16,446       67,043       1,567,009       334,642       9,306       8,276,357       143,33         1,766,748       800,295       15,743       9,654,924       208,03         1,396,153       301,329       54,210       3,591,546         111,767       3,232       316,248       286,036         286,036       286,036       286,036       286,036         435,543       196,967       14,109       556,466       (22,90)         2,139,499       \$498,826       73,225       5,099,438       \$(22,90)         1nstrent to reflect the allocation of internal service       (4,667)         Intervenue (expense) to business-type activities       (4,667)				1,474	
5,401         354         6,210           106,177         8,314         439         542,757           199,739         465,653         6,437         1,378,567         64,72           1,509,647         292,949         8,289         7,412,099         2,7432         143,33           23,919         1,017         83,199         88,001         106,920         322,255           32,255         169,408         322,255         169,408         31,258         16,446         67,043         67,043         1,567,009         334,642         9,306         8,276,357         143,33         1,766,748         800,295         15,743         9,654,924         208,036           1,396,153         301,329         54,210         3,591,546         286,036         286,036         286,036         286,036         286,036         286,036         286,036         286,036         21,17,67         3,499         \$498,826         73,225         5,099,438         \$(22,90)         22,90         22,90         22,90         22,90         22,90         22,90         22,90         22,90         22,90         22,90         22,90         22,90         22,90         22,90         22,90         22,90         22,90         22,90         22,90					
106,177       8,314       439       542,757         199,739       465,653       6,437       1,378,567       64,72         1,509,647       292,949       8,289       7,412,099       2,7432       143,33         23,919       1,017       83,199       88,001       106,920       322,255       169,408         31,258       16,446       67,043       46,67,043       47,643       47,643       47,643       47,643       47,643       47,643       47,643       47,643       47,643       47,647,648       800,295       15,743       9,654,924       208,03       208,03       47,647,648       47,	5.401		354		
199,739 465,653 6,437 1,378,567 64,72  1,509,647 292,949 8,289 7,412,099 2,185 25,247 27,432 143,33 23,919 1,017 83,199 88,001 106,920 322,255 169,408 31,258 16,446 67,043 1,567,009 334,642 9,306 8,276,357 143,33 1,766,748 800,295 15,743 9,654,924 208,03 1,396,153 301,329 54,210 3,591,546  111,767 3,232 316,248 286,036 286,036 4530 1,674 349,142 345,543 196,967 14,109 556,466 (22,96) 2,139,499 \$ 498,826 \$ 73,225 5,099,438 \$ (22,96)  ststment to reflect the allocation of internal service Inet revenue (expense) to business-type activities (4,667)		8,314			
2,185 25,247 27,432 143,33 23,919 1,017 83,199 88,001 106,920 322,255 169,408 17,567,009 334,642 9,306 8,276,357 143,33 1,766,748 800,295 15,743 9,654,924 208,00 1,396,153 301,329 54,210 3,591,546 111,767 3,232 316,248 286,036			6,437		64,72
2,185 25,247 27,432 143,33 23,919 1,017 83,199 88,001 106,920 322,255 169,408 17,567,009 334,642 9,306 8,276,357 143,33 1,766,748 800,295 15,743 9,654,924 208,00 1,396,153 301,329 54,210 3,591,546 111,767 3,232 316,248 286,036	4.500 / 45	000.040		7.440.000	
23,919  1,017  88,001  106,920  322,255  169,408  31,258  16,446  67,043  1,567,009  334,642  9,306  8,276,357  143,3  1,766,748  800,295  15,743  9,654,924  208,04  1,396,153  301,329  54,210  3,591,546  111,767  3,232  316,248  286,036  530  1,674  349,142  345,543  196,967  14,109  556,466  (22,96)  2,139,499  \$498,826  \$73,225  5,099,438  \$(22,96)  Instruction of internal service intervenue (expense) to business-type activities  (4,667)			8,289		440.07
88,001 106,920 322,255 169,408 31,258 16,446 67,043 1,567,009 334,642 9,306 8,276,357 143,33 1,766,748 800,295 15,743 9,654,924 208,00  1,396,153 301,329 54,210 3,591,546  111,767 3,232 316,248 286,036 286,036 530 1,674 349,142 345,543 196,967 14,109 556,466 (22,96) 2,139,499 \$ 498,826 \$ 73,225 Instruct to reflect the allocation of internal service at the revenue (expense) to business-type activities (4,667)		25,247			143,37
106,920 322,255 169,408 31,258 16,446 67,043 1,567,009 334,642 9,306 8,276,357 143,33 1,766,748 800,295 15,743 9,654,924 208,00 1,396,153 301,329 54,210 3,591,546 111,767 3,232 316,248 286,036 286,036 530 1,674 349,142 345,543 196,967 14,109 556,466 (22,90 2,139,499 \$ 498,826 \$ 73,225 5,099,438 \$ (22,90) Instruction of internal service Inter revenue (expense) to business-type activities (4,667)	23,919		1,017		
322,255 169,408 31,258 16,446 67,043 1,567,009 334,642 9,306 8,276,357 143,33 1,766,748 800,295 15,743 9,654,924 208,00  1,396,153 301,329 54,210 3,591,546  111,767 3,232 316,248 286,036 286,036 530 1,674 349,142 345,543 196,967 14,109 556,466 (22,90 2,139,499 \$ 498,826 \$ 73,225  Inet revenue (expense) to business-type activities  (4,667)					
31,258     16,446     67,043       1,567,009     334,642     9,306     8,276,357     143,33       1,766,748     800,295     15,743     9,654,924     208,09       1,396,153     301,329     54,210     3,591,546       111,767     3,232     316,248       286,036     286,036       530     1,674     349,142       345,543     196,967     14,109     556,466     (22,90)       2,139,499     \$ 498,826     \$ 73,225     5,099,438     \$ (22,90)       Instruction of internal service intervenue (expense) to business-type activities     (4,667)					
31,258       16,446       67,043         1,567,009       334,642       9,306       8,276,357       143,37         1,766,748       800,295       15,743       9,654,924       208,00         1,396,153       301,329       54,210       3,591,546         111,767       3,232       316,248         286,036       286,036       286,036         4345,543       196,967       14,109       556,466       (22,90)         2,139,499       \$ 498,826       \$ 73,225       5,099,438       \$ (22,90)         Instrement to reflect the allocation of internal service intervenue (expense) to business-type activities       (4,667)					
1,567,009       334,642       9,306       8,276,357       143,3*         1,766,748       800,295       15,743       9,654,924       208,09*         1,396,153       301,329       54,210       3,591,546         111,767       3,232       316,248         286,036       286,036       286,036         530       1,674       349,142         345,543       196,967       14,109       556,466       (22,90*         2,139,499       \$ 498,826       \$ 73,225       5,099,438       \$ (22,90*         ustment to reflect the allocation of internal service         In et revenue (expense) to business-type activities       (4,667)					
1,766,748       800,295       15,743       9,654,924       208,09         1,396,153       301,329       54,210       3,591,546         111,767       3,232       316,248         286,036       286,036         530       1,674       349,142         345,543       196,967       14,109       556,466       (22,90)         2,139,499       \$ 498,826       \$ 73,225       5,099,438       \$ (22,90)         sistment to reflect the allocation of internal service         In et revenue (expense) to business-type activities       (4,667)					
1,396,153       301,329       54,210       3,591,546         111,767       3,232       316,248         286,036       286,036         530       1,674       349,142         345,543       196,967       14,109       556,466       (22,90)         2,139,499       \$ 498,826       \$ 73,225       5,099,438       \$ (22,90)         sistement to reflect the allocation of internal service         In et revenue (expense) to business-type activities       (4,667)					
111,767 3,232 316,248 286,036 286,036 530 1,674 349,142 345,543 196,967 14,109 556,466 (22,90) 2,139,499 \$ 498,826 \$ 73,225 5,099,438 \$ (22,90)  Instruction reflect the allocation of internal service Intervenue (expense) to business-type activities (4,667)	1,766,748	800,295	15,743	9,654,924	208,09
286,036	1,396,153	301,329	54,210	3,591,546	
286,036	111 767		<b>२ ว</b> २ว	216 240	
530       1,674       349,142         345,543       196,967       14,109       556,466       (22,90)         2,139,499       \$ 498,826       \$ 73,225       5,099,438       \$ (22,90)         ustment to reflect the allocation of internal service         In ret revenue (expense) to business-type activities       (4,667)			5,252		
345,543 196,967 14,109 556,466 (22,90 2,139,499 \$ 498,826 \$ 73,225 5,099,438 \$ (22,90 2,139,499 to business-type activities (4,667)	200,000	530	1 674		
2,139,499       \$ 498,826       \$ 73,225       5,099,438       \$ (22,90)         ustment to reflect the allocation of internal service         In et revenue (expense) to business-type activities       (4,667)	345 543				(22 90
Instruction of internal service In et revenue (expense) to business-type activities (4,667)					
net revenue (expense) to business-type activities (4,667)				.,.,,,,,,,,,,,,,,,,,,,,,,,,,,,,,,,,,,,,	
				(4,667)	
				\$ 5,094,771	

(Concluded)

#### PROPRIETARY FUNDS STATEMENT OF REVENUES, EXPENSES AND

#### CHANGES IN FUND NET ASSETS

# FOR THE FISCAL YEAR ENDED SEPTEMBER 30, 2008 (in thousands)

		Busin	ess-type Activit	ies - E	nterprise Funds	i	
	Transit Agency		Solid Waste lanagement		Seaport		Aviation epartment
Operating revenues:							
Charges for services	\$ 97,560	\$	270,259	\$	94,698	\$	561,940
Operating expenses:							
Personnel costs	294,137		72,596		31,020		172,825
Contractual services	49,921		100,456		8,449		127,900
Material and supplies	89,422		14,470		2,521		15,948
Claims and policy payments							
Other	76,769		53,668		19,589		66,251
Operating expenses before depreciation and assumption of closure and postclosure							
care costs for inactive landfills	510,249		241,190		61,579		382,924
Depreciation expense	(71,940)		(35,284)		(19,863)		(138,117)
Assumption of closure and postclosure	(11/11/2)		(,,		(,)		(100)111)
care costs for inactive landfills			(2,803)				
Operating income (loss)	(484,629)		(9,018)		13,256		40,899
Non-operating revenues (expenses):	( , , , , , , , , , , , , , , , , , , ,		( , , , , , ,				
Investment income	1,427		8,971		960		18,138
Interest expense	(13,272)		(10,166)		(22,409)		(154,575)
Intergovernmental subsidies	40,411		(10,100)		(==,,		(10.70.0)
Other, net	8,169		(1,430)		2,733		84,625
Total non-operating revenues (expenses)	36,735		(2,625)		(18,716)		(51,812)
Income (loss) before transfers and contributions	(447,894)		(11,643)		(5,460)		(10,913)
Transfers in	263,099		2,582		(-,,		( - , ,
Capital contributions	95,118		216		7,212		44,547
Change in net assets	(89,677)		(8,845)		1,752		33,634
Total net assets (deficit) beginning, restated (Note 11)	915,748		170,577		206,353		1,158,346
Total net assets (deficit) ending	\$ 826,071	\$	161,732	\$	208,105	\$	1,191,980

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

Water and Sewer	Public Health Trust	1)	nterprise Fund: Other Nonmajor) Interprise Funds	Total Enterpri Funds	ise	Ac Self- Intern	ernmental tivities- Insurance al Service Fund
437,476	\$ 1,435	,602 \$	21,969	\$ 2,9	19,504	\$	459,343
180,212	1,010	,215	7,845	1,7	68,850		
70,274	499	,131	8,191	8	64,322		
42,189	240	,000	444	4	04,994		
0							432,021
29,289	62	,095	2,290	3	09,951		
321,964	1,811	,441	18,770	3,3	48,117		432,021
(154,881)		,447)	(3,142)		73,674)		,
					(2,803)		
(39,369)	(426	,286)	57	(9	05,090)		27,322
28,489	12	,391	432		70,808		4,970
(66,320)	(15	,029)	(205)	•	81,976)		
0			321		40,732		
36,517		,135	85	1	74,834		
(1,314)		,497	633		4,398		4,970
(40,683)	•	,789)	690	-	00,692)		32,292
26,761	410	,468	335		76,484		
Zn./n I	25	,679	1,025		73,854 50,354)		32,292
		,017	72,200	(	30,334)		(55,198)
(13,922) 2,153,421		,147					

#### PROPRIETARY FUNDS STATEMENT OF CASH FLOWS

## FOR THE YEAR ENDED SEPTEMBER 30, 2008 (in thousands)

			Busine	ss-type Activiti	ies - Ente	erprise Funds		
	Transit Agency			Solid Waste Management		Seaport		Aviation epartment
Cash flows from operating activities:								
Cash received from customers and tenants	\$	98,384	\$	274,780	\$	91,608	\$	557,218
Cash received for premiums								
Cash paid to suppliers		(213,405)		(118,748)		(8,524)		(134,128)
Cash paid to other County departments		(10,200)		(43,851)		(20,281)		(73,151)
Cash paid to employees for services		(289,727)		(70,733)		(29,623)		(169,578)
Cash paid for claims								
Cash paid for policies								
Net cash provided (used) by operating activities		(414,948)		41,448		33,180		180,361
Cash flows from non-capital financing activities:								
Operating grants received		164,467		(1,090)				11,221
Transfers in from other funds		263,099						
Net cash provided (used) by non-capital financing activities		427,566		(1,090)				11,221
Cash flows from capital and related financing activities:								
Issuance of long-term debt and commercial paper notes		222,915						1,346,472
Principal payments - bonds, loans, notes payable		(93,923)		(19,066)		(10,620)		(889,326)
Bond premium/(discount)		, ,		, ,				(18,479)
Interest paid		(14,269)		(8,898)		(25,321)		(201,427)
Proceeds from sale of assets		2,626		2,135				,
Capital advances to other governments								
Proceeds from environmental reimbursements								1,902
Purchase of capital and intangible assets						(31,853)		(520,727)
Payments/receipts related to lease agreements		2,958				, ,		, ,
Acquisition and construction		(101,803)		(5,990)		625		
Capital contributed by federal, state and local governments		16,863		, ,		5,727		36,168
Passenger facility charges								67,531
Net cash provided (used) by capital and related financing activities		35,367		(31,819)		(61,442)		(177,886)
Cash flows from investing activities:				(= , = ,		(* , * * )		( ,,,,,,
Purchase of investment securities				(219,064)		(17,291)		(980,767)
Proceeds from sale and maturities of investment securities				139,468		23,314		901,533
Interest and dividends on investments		1,427		8,971		1,014		20,328
Net cash provided (used) by investing activities		1,427		(70,625)		7,037		(58,906)
Net increase (decrease) in cash and cash equivalents		49,412		(62,086)		(21,225)		(45,210)
Cash and cash equivalents at beginning of year		15,875		126,198		29,579		683,959
Cash and cash equivalents at end of year	\$	65,287	\$	64,112	\$	8,354	\$	638,749

(Continued)

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

		Bus	iness-type Activ					vernmental
V	Water and Sewer		Public Health Trust		Other onmajor) nterprise Funds	Total Enterprise Funds	Self	ctivities- -Insurance nal Service Fund
\$	482,456	\$	1,430,170	\$	21,964	\$ 2,956,580		
							\$	479,673
	(80,601)		(786,248)		(8,456)	(1,350,110)		
	(57,081)		(512)		0	(205,076)		
	(180,582)		(987,312)		(8,498)	(1,736,053)		
								(233,412)
								(219,528)
	164,192		(343,902)		5,010	(334,659)	-	26,733
	103		29,135		412	204,248		
			410,468		335	673,902		
	103		439,603		747	878,150		
	442,855				6,214	2,018,456		
	(464,228)		(4,745)		(1,009)	(1,482,917)		
	24,464		(4,745)		(1,009)	5,985		
	(150,381)		(14,419)		(223)	(414,938)		
	347		(14,417)		(223)	5,108		
	347				(25)	(25)		
					(23)	1,902		
			(74,926)		(652)	(628,158)		
			(71,720)		(002)	2,958		
	(162,104)				(1,812)	(271,084)		
	0				0	58,758		
	ŭ				ŭ	67,531		
	(309,047)		(94,090)		2,493	(636,424)		
	(1,006,987)		(60,345)		(13,717)	(2,298,171)		(131,930)
	1,065,697		98,940		4,778	2,233,730		70,358
	34,173		98,940 12,391		4,778	2,233,730 78,736		4,970
	92,883		50,986		(8,507)	14,295		(56,602)
	(51,869)		52,597		(257)	(78,638)		(29,869)
	195,915		89,512		9,157	1,150,195		66,282
\$	144,046	\$	142,109	\$	8,900	\$ 1,071,557	\$	36,413

(Continued)

# PROPRIETARY FUNDS STATEMENT OF CASH FLOWS

#### FOR THE YEAR ENDED SEPTEMBER 30, 2008

(in thousands)

	Business-type Activities - Enterprise Funds							
		Transit Agency		lid Waste nagement	S	Seaport		Aviation partment
Reconciliation of operating income (loss) to								
net cash provided (used) by operating activities:								
Operating income (loss)	\$	(484,629)	\$	(9,018)	\$	13,256	\$	40,899
Adjustments to reconcile operating income (loss) to								
net cash provided (used) by operating activities:								
Depreciation expense		71,940		35,284		19,863		138,117
Provision for uncollectible accounts								(1,044)
Other - net				7,788				
(Increase) decrease in assets:								
Accounts receivable, net		824		4,342		(1,598)		3,856
Inventories		(2,947)						
Other current assets		186		467		(44)		473
Deferred charges and other assets				801				
Due from other funds								2,257
Due from other governments				683				
Increase (decrease) in liabilities:								
Accounts payable and accrued expenses		(6,471)		3,505		(2,364)		10,794
Due to other funds				(602)		2,686		(8,275)
Due to other governments								
Unearned revenue and other current liabilities				(23)		(80)		526
Compensated absences		5,877		811		1,271		
Estimated claims payable								(1,153)
Liability for closure and postclosure care costs				(3,003)				
Other long-term liabilities		272		413		190		(6,089)
Net cash provided (used) by operating activities	\$	(414,948)	\$	41,448	\$	33,180	\$	180,361
Noncash Investing, Capital and Financing Activities:								
Deferred loss on loan refinancing					\$	(2,160)		
· · · · · · · · · · · · · · · · · · ·					Ф	,		
Change in construction and related liabilities			¢	г		10,885	¢	(2.100)
(Decrease) increase in the fair value of investments			\$	5			\$	(2,190)
Increase in construction in progress accrual								49,163
(Decrease) increase in other restricted assets	(0-	atinuod)						(20,183)
	(C01	ntinued)						

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

		Bus	siness-type Activ	ities - En	terprise Funds	5		Gov	ernmental
				(	Other			Α	ctivities-
			Public (Nonmajor) Total						-Insurance
W	later and		Health		terprise		Enterprise	Inter	nal Service
	Sewer		Trust		unds		Funds		Fund
\$	(39,369)	\$	(426,286)	\$	57	\$	(905,090)	\$	27,322
	154,881		50,447		3,142		473,674		
	1,458		232,346				232,760		
	38,795						46,583		
	7,962		(258,888)		(134)		(243,636)		1,677
	(2,713)		(5,796)		2		(11,454)		
	10		(76)		(73)		943		
	329						1,130		
			(2,365)		(3)		(111)		18,391
							683		262
	(2,539)		40,250		1,545		44,720		(19,654)
			(8,064)				(14,255)		
			9,582				9,582		
			15,361		195		15,979		
	2,568				279		10,806		
	(421)		(5,112)				(6,686)		(1,265)
							(3,003)		
	3,231	•	14,699	•	F 040		12,716		0/700
\$	164,192	\$	(343,902)	\$	5,010	\$	(334,659)	\$	26,733

(Concluded)