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STATEMENT OF NET ASSETS

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December 31, 2007

(In Thousands)

	Primary Government				Component
	Governmental Activities	Business-Type Activities	Comparative Totals		Unit
			2007	Restated 2006	Seattle Public Library Foundation
ASSETS					
<i>Current Assets</i>					
Operating Cash and Equity in Pooled Investments	\$ 611,400	\$ 154,326	\$ 765,726	\$ 691,296	\$ 5,300
Restricted Cash and Equity in Pooled Investments	-	3,626	3,626	3,544	-
Investments	-	-	-	-	45,569
Receivables, Net of Allowances	86,087	190,850	276,937	287,581	1,425
Internal Balances	16,482	(16,482)	-	-	-
Due from Other Governments	69,610	6,315	75,925	80,708	-
Inventories	3,493	31,486	34,979	32,087	-
Prepaid and Other Current Assets	52	1,120	1,172	1,464	18
Total Current Assets	787,124	371,241	1,158,365	1,096,680	52,312
<i>Noncurrent Assets</i>					
Restricted Cash and Equity in Pooled Investments	198	121,925	122,123	97,030	-
Restricted Investments	-	18,652	18,652	90,082	-
Restricted Investment Interest Receivable	-	279	279	1,042	-
Unamortized Debt Costs	2,674	14,998	17,672	40,197	-
Contracts and Notes	282,921	66	282,987	258,950	-
Capitalized Purchased Power Commitment	-	4,749	4,749	15,402	-
Deferred Conservation Costs, Net	-	180,928	180,928	176,070	-
Deferred Landfill Closure and Postclosure Costs, Net	-	30,211	30,211	33,406	-
Net Pension Asset	78,434	-	78,434	78,064	-
Deferred Muckleshoot Settlement Costs	-	2,400	2,400	3,000	-
Other Deferred Charges and Noncurrent Assets	20,863	188,940	209,803	159,408	4,925
Capital Assets, Net of Accumulated Depreciation					
Land and Land Rights	419,494	99,323	518,817	498,994	-
Plant in Service, Excluding Land	-	2,856,738	2,856,738	2,767,831	-
Buildings and Improvements	1,376,754	42,092	1,418,846	1,400,217	-
Machinery and Equipment	125,085	8,168	133,253	102,227	8
Infrastructure	587,456	-	587,456	479,914	-
Construction in Progress	229,233	273,533	502,766	478,289	-
Other Capital Assets	10,962	17,932	28,894	28,707	-
Total Noncurrent Assets	3,134,074	3,860,934	6,995,008	6,708,830	4,933
Total Assets	3,921,198	4,232,175	8,153,373	7,805,510	57,245

The accompanying notes are an integral part of these financial statements.

Government-wide Financial Statements

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STATEMENT OF NET ASSETS

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December 31, 2007

(In Thousands)

	Primary Government				Component Unit
			Comparative Totals		Seattle Public Library Foundation
	Governmental Activities	Business-Type Activities	2007	Restated 2006	
LIABILITIES					
<i>Current Liabilities</i>					
Accounts Payable	\$ 68,026	\$ 61,266	\$ 129,292	\$ 121,333	\$ 530
Salaries, Benefits, and Taxes Payable	32,254	14,986	47,240	43,524	-
Contracts Payable	7,339	664	8,003	4,649	-
Due to Other Governments	8,669	8,679	17,348	16,586	-
Interest Payable	11,569	38,788	50,357	49,513	-
Taxes Payable	37	9,815	9,852	10,412	-
Deposits Payable	1,228	-	1,228	1,012	-
Deferred Credits	3,336	16,183	19,519	17,738	285
Current Portion of Long-Term Debt					
Bonds and Revenue Anticipation Notes Payable	49,190	105,784	154,974	180,541	-
Special Assessment Bonds with Governmental Commitment	1,060	-	1,060	1,220	-
Deferred Bond Interest	-	666	666	555	-
Compensated Absences Payable	15,719	2,322	18,041	15,689	-
Purchased Power Obligation	-	11,970	11,970	11,770	-
Notes and Contracts Payable	2,189	636	2,825	7,304	-
Claims Payable	25,526	15,922	41,448	32,937	-
Habitat Conservation Program Liability	-	9,528	9,528	3,356	-
Muckleshoot Liability	-	1,000	1,000	1,495	-
Landfill Closure and Postclosure Liability	-	1,465	1,465	5,410	-
Arbitrage Rebate Liability	26	-	26	-	-
Other Current Liabilities	373	1,099	1,472	3,112	-
Total Current Liabilities	226,541	300,773	527,314	528,156	815
<i>Noncurrent Liabilities</i>					
Bonds and Anticipation Notes Payable, Net of Unamortized Premiums, Discounts, and Other	684,359	2,571,643	3,256,002	3,296,172	-
Deferred Bond Interest	-	3,664	3,664	3,691	-
Special Assessment Bonds with Governmental Commitment	19,485	-	19,485	20,705	-
Compensated Absences Payable	54,273	21,654	75,927	68,829	-
Claims Payable	44,588	33,409	77,997	59,588	-
Notes and Contracts Payable	19,738	6,412	26,150	28,148	-
Purchased Power Obligation	-	(7,221)	(7,221)	3,632	-
Landfill Closure and Postclosure Liability	-	25,612	25,612	22,873	-
Vendor Deposits Payable	198	326	524	455	-
Habitat Conservation Program Liability	-	4,019	4,019	11,447	-
Muckleshoot Liability	-	495	495	-	-
Deferred Credits	325,033	54,559	379,592	370,873	-
Arbitrage Rebate Liability	407	-	407	-	-
Unfunded Other Post Employment Benefits	9,207	2,492	11,699	-	-
Net Pension Obligation	2,797	-	2,797	-	-
Other Noncurrent Liabilities	810	957	1,767	1,868	-
Total Noncurrent Liabilities	1,160,895	2,718,021	3,878,916	3,888,281	-
Total Liabilities	1,387,436	3,018,794	4,406,230	4,416,437	815
NET ASSETS					
Invested in Capital Assets, Net of Related Debt	2,015,043	967,028	2,982,071	2,638,294	8
Restricted for					
Debt Service	34,834	2,998	37,832	33,605	-
Contingency Reserve Account	-	25,000	25,000	25,000	-
Capital Projects	117,416	-	117,416	136,926	126
Education and Development Services	16,724	-	16,724	15,373	16,622
Special Deposits	23,458	94	23,552	3,304	-
Deferred Conservation and Environmental Costs	-	9,257	9,257	7,153	-
Bonneville Power Administration Projects	-	2,393	2,393	1,872	-
Deferred External Infrastructure Costs	-	7,016	7,016	9,245	-
Muckleshoot Settlement	-	545	545	421	-
Other Deferred Charges	-	4,057	4,057	7,412	-
Other Purposes	-	-	-	-	223
Nonexpendable	2,186	-	2,186	2,190	26,128
Unrestricted	324,101	194,993	519,094	508,278	13,323
Total Net Assets	\$ 2,533,762	\$ 1,213,381	\$ 3,747,143	\$ 3,389,073	\$ 56,430

The accompanying notes are an integral part of these financial statements.

STATEMENT OF ACTIVITIES
For the Year Ended December 31, 2007
(In Thousands)

Functions/Programs	Program Expenses		Program Revenues		
	Expenses	Indirect Expenses	Charges for Services	Operating Grants and Contributions	Capital Grants and Contributions
GOVERNMENTAL ACTIVITIES					
General Government	\$ 104,590	\$ (1,266)	\$ 69,637	\$ 11,284	\$ -
Judicial	24,030	-	19,851	242	30
Public Safety	397,635	(966)	21,850	10,224	485
Physical Environment	9,991	-	1,660	16	-
Transportation	123,982	511	28,859	14,362	19,128
Economic Environment	98,337	-	25,100	26,740	5,019
Health and Human Services	63,275	-	16	27,416	-
Culture and Recreation	224,454	-	57,283	2,898	6,915
Interest on Long-Term Debt	34,048	-	-	-	-
Total Governmental Activities	1,080,342	(1,721)	224,256	93,182	31,577
BUSINESS-TYPE ACTIVITIES					
Light	754,275	846	812,761	3,909	42,203
Water	169,277	354	159,967	695	7,191
Drainage and Wastewater	225,629	204	201,139	944	3,641
Solid Waste	119,602	112	121,913	525	28
Planning and Development	55,934	205	49,471	134	-
Downtown Parking Garage	8,336	-	6,805	-	-
Total Business-Type Activities	1,333,053	1,721	1,352,056	6,207	53,063
Total Government-Wide Activities	\$ 2,413,395	\$ -	\$ 1,576,312	\$ 99,389	\$ 84,640
COMPONENT UNIT	\$ 4,628	\$ -	\$ 194	\$ 4,281	\$ -

The accompanying notes are an integral part of these financial statements.

Government-wide Financial Statements

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STATEMENT OF ACTIVITIES
For the Year Ended December 31, 2007
(In Thousands)

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	Net Revenue (Expense) and Changes in Net Assets				Component Unit
	Primary Government				
	Comparative Totals				
	Governmental Activities	Business-Type Activities	2007	Restated 2006	Seattle Public Library Foundation
GOVERNMENTAL ACTIVITIES					
General Government	\$ (22,403)	\$ -	\$ (22,403)	\$ (60,928)	
Judicial	(3,907)	-	(3,907)	(1,985)	
Public Safety	(364,110)	-	(364,110)	(332,122)	
Physical Environment	(8,315)	-	(8,315)	(5,720)	
Transportation	(62,144)	-	(62,144)	(18,288)	
Economic Environment	(41,478)	-	(41,478)	(42,092)	
Health and Human Services	(35,843)	-	(35,843)	(31,229)	
Culture and Recreation	(157,358)	-	(157,358)	(130,093)	
Interest on Long-Term Debt	(34,048)	-	(34,048)	(35,399)	
Total Governmental Activities	(729,606)	-	(729,606)	(657,856)	
BUSINESS-TYPE ACTIVITIES					
Light	-	103,752	103,752	149,975	
Water	-	(1,778)	(1,778)	(1,692)	
Drainage and Wastewater	-	(20,109)	(20,109)	(822)	
Solid Waste	-	2,752	2,752	(1,591)	
Planning and Development	-	(6,534)	(6,534)	(5,508)	
Downtown Parking Garage	-	(1,531)	(1,531)	(1,427)	
Total Business-Type Activities	-	76,552	76,552	138,935	
Total Government-Wide Activities	(729,606)	76,552	(653,054)	(518,921)	
COMPONENT UNIT					\$ (153)
General Revenues					
Property Taxes	359,651	-	359,651	318,490	-
Sales Taxes	171,846	-	171,846	155,311	-
Business Taxes	332,238	-	332,238	311,015	-
Excise Taxes	76,918	-	76,918	58,397	-
Other Taxes	12,765	-	12,765	4,929	-
Penalties and Interest on Delinquent Taxes	4,276	-	4,276	3,349	-
Unrestricted Investment Earnings	33,156	19,106	52,262	38,262	3,343
Gain (Loss) on Sale of Capital Assets	891	276	1,167	37,176	-
Transfers	(10,612)	10,612	-	-	-
Total General Revenues and Transfers	981,129	29,994	1,011,123	926,929	3,343
Changes in Net Assets	251,523	106,546	358,069	408,008	3,190
Net Assets - Beginning of Year	2,282,239	1,106,835	3,389,074	2,965,505	53,240
Prior-Year Adjustments	-	-	-	15,560	-
Net Assets - Beginning of Year as Restated	2,282,239	1,106,835	3,389,074	2,981,065	53,240
Net Assets - End of Year	\$ 2,533,762	\$ 1,213,381	\$ 3,747,143	\$ 3,389,073	\$ 56,430

The accompanying notes are an integral part of these financial statements.

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