

COLONIAL HIGH INCOME MUNICIPAL TRUST  
Form N-30D  
February 06, 2003

COLONIAL HIGH INCOME MUNICIPAL TRUST

ANNUAL REPORT

NOVEMBER 30, 2002

[PHOTO OF BUILDING]

PRESIDENT'S MESSAGE

DEAR SHAREHOLDER:

For a third consecutive year, the municipal bond market offered positive returns. In general, the bond market was aided by strong demand, as investors shied away from the stock market in light of economic uncertainty, corporate scandals and the threat of war. Relatively stable interest rates were also an aid to market performance. The Federal Reserve lowered short-term interest rates early in the period and again late in the period as the economy struggled and consumer confidence sagged. The volume of new municipal bonds increased as cities and states faced budget deficits and revenue shortfalls. However, investor demand for bonds also rose, and that helped support returns throughout the year.

The following report will provide you with more detailed information about the fund's performance and the investment strategies used by portfolio manager Maureen Newman. As always, we thank you for choosing Colonial High Income Municipal Trust and for giving us the opportunity to help you build a strong financial future.

/s/ Keith T. Banks

Keith T. Banks  
President

o NOT FDIC INSURED o MAY LOSE VALUE o NO BANK GUARANTEE

Economic and market conditions change frequently. There is no assurance that the trends described in this report will continue or commence.

PORTFOLIO MANAGER'S REPORT

For the 12-month period ended November 30, 2002, Colonial High Income Municipal Trust generated a total return of 1.44%, based on net asset value. The trust underperformed its peer group, the Lipper High Yield Municipal Debt Funds

## Edgar Filing: COLONIAL HIGH INCOME MUNICIPAL TRUST - Form N-30D

Category Average, which returned 2.53%.<sup>1</sup>

The trust's underperformance was partially the result of our decision to reduce the trust's duration (a measure of interest rate sensitivity) by selling Treasury futures contracts. The use of the futures was driven by the longer duration that results from the leverage on the trust (the preferred shares). These short futures contracts positions held back the trust's results because US Treasuries actually significantly outperformed municipal bonds. (As the price of Treasury bonds went up, the value of the short futures contracts went down). However, the trust's leverage boosted the trust's income, which enhanced the income paid to common shareholders. During the period, high-quality municipal bonds outperformed lower-quality bonds, and the trust benefited from its large number of high-quality securities relative to the average of its Lipper category.

Toward the end of the fiscal year, we sold some of the high-quality issues that had performed well and invested the proceeds in lower-quality bonds, which were laggards. We believe that lower-quality bonds have the potential for strong performance, as economic growth improves. We found some of the best values in electric utility and certain housing development bonds, which are supported by property taxes.

We have structured the portfolio to take advantage of a slowly improving economy and a stable or slightly rising interest-rate environment. Because most states project large budgetary imbalances, we have been cautious about investing in sectors that depend on state government spending and that may be affected by budget cuts. We believe some of the best opportunities will come from the essential services sectors, such as utilities, and water and sewer.

/s/ Maureen G. Newman

Maureen G. Newman

Maureen G. Newman is the portfolio manager of Colonial High Income Municipal Trust and a senior vice president of Colonial Management Associates, Inc., an affiliate of Columbia Management Group. Ms. Newman received her BA in economics from Boston College and her MBA from Babson College. She is a Chartered Financial Analyst, a member of the Boston Security Analysts Society and former chairman of the National Federation of Municipal Analysts.

Past performance is no guarantee of future investment results. The principal value and investment returns will fluctuate, resulting in a gain or loss on sale.

Tax-exempt investing offers current tax-free income, but it also involves certain risks. The value of the trust shares will be affected by interest rate changes and the creditworthiness of issues held in the trust. Investing in high yield securities offers the potential for high current income and attractive total return, but involves certain risks. Lower-rated bond risks include default of the issuer and rising interest rates. Interest income from certain tax-exempt bonds may be subject to the federal alternative minimum tax for individuals and corporations.

<sup>1</sup> Lipper Inc., a widely respected data provider in the industry, calculates an average total return for mutual funds with similar investment objectives as those of the trust.

Edgar Filing: COLONIAL HIGH INCOME MUNICIPAL TRUST - Form N-30D

PRICE PER SHARE AS OF 11/30/02 (\$)	
Net asset value	6.52
-----	
Market price	6.26
-----	

12-MONTH TOTAL RETURN, ASSUMING REINVESTMENT OF ALL DISTRIBUTIONS FOR THE PERIOD ENDED 11/30/02 (%)	
Net asset value	1.44
-----	
Market price	5.81
-----	

DISTRIBUTIONS DECLARED PER COMMON SHARE 12/1/01-11/30/02 (\$)	
	0.50
-----	

A portion of the trust's income may be subject to the alternative minimum tax. The trust may at times purchase tax-exempt securities at a discount from their original issue price. Some or all of this discount may be included in the trust's ordinary income, and any market discount is taxable when distributed.

TOP 10 INDUSTRY SECTORS AS OF 11/30/02 (%)	
Local general obligations	13.1
-----	
Hospitals	9.1
-----	
Multi-family housing	8.6
-----	
Nursing homes	7.9
-----	
Refunded/escrowed	7.2
-----	
Investor owned utility	4.7
-----	
Congregate care retirement	3.6
-----	
Municipal electric utility	3.5
-----	
State general obligations	3.1
-----	
Assisted living / senior housing	3.1
-----	

QUALITY BREAKDOWN AS OF 11/30/02 (%)	
AAA	35.6
-----	
AA	3.4
-----	
A	8.0
-----	
BBB	12.7
-----	
BB	4.7

Edgar Filing: COLONIAL HIGH INCOME MUNICIPAL TRUST - Form N-30D

CCC	0.5
Non-rated	32.8
Cash equivalents	2.3

Quality breakdowns are calculated as a percentage of total investments, including short-term obligations. Ratings shown in the quality breakdown represent the highest rating assigned to a particular bond by one of the following nationally-recognized rating agencies: Standard & Poor's Corporation, Moody's Investors Service, Inc. or Fitch Investors Service, Inc. Sector breakdowns are calculated as a percentage of net assets.

Because the trust is actively managed, there can be no guarantee that the trust will continue to maintain this quality breakdown or invest in these sectors in the future.

ABOUT DURATION

Duration is a measure, expressed in years, of interest-rate sensitivity. It's similar to maturity, but because it takes into consideration the entire stream of future principal and interest payments and how long it will take to collect them, it is a more complex and also a more accurate measure of a trust's exposure to changing interest rates.

Because we are active duration managers, we tend to use duration as a tactical tool to anticipate or respond to interest rate changes. Because bond prices move in the opposite direction that interest rates are moving, we lower duration when we expect interest rates to rise and we raise duration when we expect interest rates to fall. This adjustment provides the potential to benefit performance. If we are wrong and interest rates rise after we lengthen duration or fall after we shorten duration, trust performance could be hurt.

1

INVESTMENT PORTFOLIO

November 30, 2002

MUNICIPAL BONDS - 96.2%	PAR	VALUE
EDUCATION - 2.9%		
CA Loyola Marymount University, Series 2001, (a) 10/01/19	\$2,025,000	\$ 848,921
CA State Public Works Board, UCLA Replacement Hospital, Series 2002 A, 5.375% 10/01/15	1,010,000	1,100,526
CA Statewide Community Development Authority, Crossroads School for Arts & Sciences, Series 1998,		

Edgar Filing: COLONIAL HIGH INCOME MUNICIPAL TRUST - Form N-30D

6.000% 08/01/28 (b)	1,310,000	1,354,566
IL State Development Finance Authority, Latin School of Chicago, Series 1998,		
5.650% 08/01/28	230,000	220,197
IL University of Illinois, Series 2001 A,		
5.500% 08/15/17	685,000	733,354
MA State Industrial Finance Agency: Cambridge Friends School, Series 1998,		
5.800% 09/01/28	1,000,000	963,060
St. John's High School, Series 1998,		
5.350% 06/01/28	300,000	278,715
MI Southfield Economic Development Corp., Lawrence University, Series 1998 A,		
5.400% 02/01/18	1,000,000	964,800
NC State Capital Facilities Finance Authority, Meredith College, Series 2001,		
5.125% 06/01/16	1,000,000	1,043,460
VT State Educational & Health Buildings Finance Agency, Norwich University, Series 1998,		
5.500% 07/01/21	1,500,000	1,481,025
WV State University, Series 2000 A, (a) 04/01/19	1,000,000	427,450
		-----
		9,416,074
		-----

-----

HEALTH CARE - 22.1%		
CONGREGATE CARE RETIREMENT - 3.6%		
CA Statewide Community Development Authority, Eskaton Village - Grass Valley, Series 2000,		
8.250% 11/15/31 (b)	1,000,000	1,062,770
FL Capital Projects Finance Authority, Glenridge on Palmer Ranch, Series 2002 A,		
8.000% 06/01/32	750,000	712,433
IL State Health Facilities Authority, Lutheran Senior Ministries, Series 2001 A,		
7.375% 08/15/31	300,000	302,184
KS Manhattan, Meadowlark Hills Retirement Home, Series 1999 A,		
6.375% 05/15/20	650,000	649,818

	PAR	VALUE
-----		
KY State Economic Development Finance Authority, Christian Church Homes of Kentucky, Inc., Series 1998,		
5.500% 11/15/30	\$ 320,000	\$ 286,912
MA Boston Industrial Development Financing Authority, Springhouse, Inc., Series 1988,		
5.875% 07/01/20	605,000	524,226
MA State Development Finance Agency,		

Edgar Filing: COLONIAL HIGH INCOME MUNICIPAL TRUST - Form N-30D

Loomis Communities:		
Series 1999 A,		
5.625% 07/01/15	400,000	371,492
Series 2002 A,		
6.900% 03/01/32	100,000	99,968
MN Columbia Heights, Crest View Corp.,		
Series 1998,		
6.000% 03/01/33	255,000	223,890
NH State Higher Educational & Health		
Facilities Authority, Rivermead at		
Peterborough, Series 1998:		
5.625% 07/01/18	500,000	449,925
5.750% 07/01/28	500,000	433,305
NJ Economic Development Authority,		
Seabrook Village, Inc., Series 2000 A,		
8.250% 11/15/30	625,000	668,500
PA Lancaster Industrial Development		
Authority, Garden Spot Village,		
Series 2000 A,		
7.625% 05/01/31	500,000	517,025
PA Philadelphia Authority for Industrial		
Development, Baptist Home of		
Philadelphia, Series 1998 A:		
5.500% 11/15/18	360,000	309,240
5.600% 11/15/28	500,000	412,925
TN Metropolitan Government, Nashville &		
Davidson Counties, Blakeford at Green		
Hills, Series 1998,		
5.650% 07/01/24	600,000	520,968
TX Abilene Health Facilities Development		
Corp., Sears Methodist Retirement		
Obligation Group:		
Series 1998 A,		
5.900% 11/15/25	1,000,000	910,900
Series 1999,		
6.000% 11/15/29	250,000	229,413
WI State Health & Educational Facilities		
Authority:		
Attic Angel Obligated Group,		
Series 1998,		
5.750% 11/15/27	1,000,000	846,830
Clement Manor, Series 1998,		
5.750% 08/15/24	1,300,000	1,112,761
United Lutheran Program for Aging, Inc.,		
Series 1998,		
5.700% 03/01/28	1,000,000	848,540
		-----
		11,494,025
		-----

See notes to investment portfolio.

Edgar Filing: COLONIAL HIGH INCOME MUNICIPAL TRUST - Form N-30D

INVESTMENT PORTFOLIO (CONTINUED)

November 30, 2002

MUNICIPAL BONDS (CONTINUED)	PAR	VALUE
-----		
HEALTH CARE (CONTINUED)		
HEALTH SERVICES - 0.5%		
IL State Health Facilities Authority, Midwest Physician Group, Ltd., Series 1998, 5.500% 11/15/19	\$ 120,000	\$ 99,522
MA State Development Finance Agency, Boston Biomedical Research Institute, Series 1999: 5.650% 02/01/19	200,000	187,298
5.750% 02/01/29	450,000	413,037
MA State Health & Educational Facilities Authority, Civic Investments, Inc. Series 1999 A, 9.000% 12/15/15	750,000	790,485
		-----
		1,490,342
		-----
HOSPITALS - 9.1%		
AR Conway Health Facilities Board, Conway Regional Medical Center: Series 1999 A, 6.400% 08/01/29	425,000	439,335
Series 1999 B, 6.400% 08/01/29	1,000,000	1,032,360
CA State Health Facilities Financing Authority, Cedars-Sinai Medical Center, Series 1999 A, 6.125% 12/01/30	750,000	783,480
CO State Health Facilities Authority: National Jewish Medical & Research Center, Series 1998, 5.375% 01/01/23	330,000	307,362
Parkview Medical Center, Inc., Series 2001, 6.600% 09/01/25	300,000	324,531
FL Orange County Health Facilities Authority, Orlando Regional Healthcare, Series 2002, 5.750% 12/01/32	200,000	200,906
FL Tampa, H. Lee Moffitt Cancer Center, Series 1999 A, 5.750% 07/01/29	2,000,000	2,010,640
FL West Orange Healthcare District, Series 2001 A, 5.650% 02/01/22	525,000	519,986
GA Forsyth County Hospital Authority, Georgia Baptist Healthcare System, Series 1998, 6.000% 10/01/08	885,000	970,296
IL Health Facilities Authority, Thorek Hospital & Medical Center, Series 1998, 5.250% 08/15/18	600,000	538,176

Edgar Filing: COLONIAL HIGH INCOME MUNICIPAL TRUST - Form N-30D

	PAR	VALUE
IL Southwestern Illinois Development Authority, Anderson Hospital, Series 1999, 5.500% 08/15/20	\$ 225,000	\$ 210,897
IL State Health Facilities Authority, Swedish American Hospital, Series 2000, 6.875% 11/15/30	500,000	533,290
LA State Public Facilities Authority, Touro Infirmary, Series 1999, 5.625% 08/15/29	600,000	584,976
MA State Health & Educational Facilities, Milford-Whitinsville Hospital, Series 2002 D, 6.350% 07/15/32	465,000	467,381
MI Dickinson County Healthcare System, Series 1999, 5.700% 11/01/18	750,000	708,585
MI Flint Hospital Building Authority, Hurley Medical Center, Series 1998 A, 5.375% 07/01/20	450,000	396,000
MN St. Paul Housing & Redevelopment Authority, Healtheast Project, Series 1997 A, 5.700% 11/01/15	1,000,000	800,580
MN Washington County Housing & Redevelopment Authority, Healtheast, Inc., Series 1998, 5.250% 11/15/12	1,500,000	1,212,405
MS State Business Finance Corp., Rush Medical Foundation, Inc., Series 1998, 5.625% 07/01/23	710,000	604,380
NC State Medical Care Commission, Stanly Memorial Hospital, Series 1999, 6.375% 10/01/29	1,915,000	2,035,396
NH State Higher Educational & Health Facilities Authority, Littleton Hospital Association, Inc., Series 1998 A: 5.900% 05/01/28	780,000	604,601
6.000% 05/01/28	625,000	491,231
NY City Industrial Development Agency, Staten Island University Hospital, Series 2001 B, 6.375% 07/01/31	500,000	496,385
OH Belmont County, East Ohio Regional Hospital, Series 1998, 5.700% 01/01/13	1,875,000	1,689,787
OH Highland County Joint Township Hospital District, Series 1999, 6.750% 12/01/29	980,000	908,940
OH Miami County, Upper Valley Medical Center, Inc., Series 1996 A, 6.375% 05/15/26	1,000,000	1,010,730



Edgar Filing: COLONIAL HIGH INCOME MUNICIPAL TRUST - Form N-30D

See notes to investment portfolio.

3

INVESTMENT PORTFOLIO (CONTINUED)

November 30, 2002

MUNICIPAL BONDS (CONTINUED)	PAR	VALUE
-----		
HEALTH CARE (CONTINUED)		
HOSPITALS (CONTINUED)		
OH Sandusky County, Memorial Hospital, Series 1998, 5.150% 01/01/10	\$ 250,000	\$ 245,050
PA Allegheny County Hospital Development, Ohio Valley General Hospital, Series 1998 A, 5.450% 01/01/28	1,000,000	887,510
PA Pottsville Hospital Authority, Pottsville Hospital & Warne Clinic, Series 1998, 5.500% 07/01/18	1,000,000	873,120
TX Comal County Health Facilities Development, McKenna Memorial, Series 2002 A, 6.250% 02/01/32 (c)	500,000	486,235
TX Lufkin Health Facilities Development Corp., Memorial Health Systems of East Texas, Series 1998, 5.700% 02/15/28	1,120,000	888,832
TX Richardson Hospital Authority, Baylor Richardson Medical Center, Series 1998, 5.625% 12/01/28	1,200,000	1,181,472
TX Tyler Health Facilities Development Corp., Mother Frances Hospital, Series 2001, 6.000% 07/01/31	1,000,000	986,480
UT Weber County, IHC Health Services, Inc., Series 1999, 5.000% 08/15/30	1,500,000	1,449,690
VT State Educational & Health Buildings Authority, Brattleboro Memorial Hospital, Series 1998, 5.375% 03/01/28	1,075,000	959,319
WA State Health Care Facilities Authority, Kadlec Medical Center, Series 2001, 5.875% 12/01/21	600,000	627,840
WI State Health & Educational Facilities Authority, Wheaton Franciscan Services, Series 2002, 5.750% 08/15/30	600,000	600,858
WV Hospital Finance Authority,		

Edgar Filing: COLONIAL HIGH INCOME MUNICIPAL TRUST - Form N-30D

Charleston Medical Center, Series 2000 A, 6.750% 09/01/30	195,000	210,582
		-----
		29,279,624
		-----

	PAR	VALUE
-----		
INTERMEDIATE CARE FACILITIES - 1.0%		
IL State Development Finance Authority, Hoosier Care, Inc., Series 1999 A, 7.125% 06/01/34	\$1,215,000	\$ 1,033,163
IN State Health Facilities Financing Authority, Hoosier Care, Inc., Series 1999 A, 7.125% 06/01/34	150,000	127,551
PA State Economic Development Financing Authority, Northwestern Human Services, Inc., Series 1998 A, 5.250% 06/01/14	2,510,000	2,163,419
		-----
		3,324,133
		-----
NURSING HOMES - 7.9%		
AK Juneau, St. Ann's Care Center, Series 1999, 6.875% 12/01/25	1,250,000	1,232,925
CO Healthcare Facilities Authority: American Housing Foundation, Inc., Series 1990 A, 10.250% 12/01/20 (i)	1,300,000	403,000
Pioneer Healthcare, Series 1989, 10.500% 05/01/19	1,885,000	1,823,738
CO State Health Facilities Authority, Volunteers of America Care Facilities, Inc.: Series 1998 A: 5.450% 07/01/08	300,000	287,130
5.750% 07/01/20	865,000	740,371
Series 1999 A, 6.000% 07/01/29	350,000	293,545
IA State Finance Authority, Care Initiatives Project: Series 1996, 9.250% 07/01/25	1,000,000	1,176,590
Series 1998 B: 5.750% 07/01/18	550,000	499,042
5.750% 07/01/28	1,475,000	1,276,671
IN Gary Industrial Economic Development, West Side Health Care Center, Series 1987 A, 11.500% 10/01/17	1,330,000	1,340,973
IN Michigan City Health Facilities, Metro Health Foundation, Inc. Project, Series 1993, 11.000% 11/01/22 (i)	3,085,000	1,048,900

Edgar Filing: COLONIAL HIGH INCOME MUNICIPAL TRUST - Form N-30D

IN State Health Facilities Financing  
 Authority, Metro Health Indiana, Inc.,  
 Series 1998,  
 6.400% 12/01/33 (i) 1,210,000 484,000

See notes to investment portfolio.

4

INVESTMENT PORTFOLIO (CONTINUED)

November 30, 2002

MUNICIPAL BONDS (CONTINUED)	PAR	VALUE
-----		
HEALTH CARE (CONTINUED)		
NURSING HOMES (CONTINUED)		
MA State Development Finance Agency, Alliance Health Care Facilities, Series 1999, 7.100% 07/01/32	\$1,300,000	\$ 1,290,276
MA State Industrial Finance Agency, Woodlawn Nursing Home, Series 2000 A: 7.750% 12/01/27	1,578,135	1,375,581
10.250% 06/01/27	336,372	312,826
MN Carlton, Inter-Faith Social Services, Inc., Series 2000, 7.750% 04/01/29	750,000	774,135
MN New Hope, North Ridge Care Center, Inc., Series 1999, 5.875% 03/01/29	600,000	546,594
MN Sartell, Foundation for Healthcare, Series 1999 A, 6.625% 09/01/29	1,145,000	1,049,152
NJ State Economic Development Authority, Geriatric & Medical Service, Inc., Series 1990 B, 10.500% 05/01/20	2,000,000	2,012,060
PA Chester County Industrial Development Authority, RHA Nursing Home, Series 2002, 8.500% 05/01/32	1,615,000	1,498,106
PA Washington County Industrial Development Authority, Central States, Series 1989, 10.250% 11/01/19 (d)	1,750,000	875,000
TN Metropolitan Government, Nashville & Davidson Counties Health & Education Facilities, Central States, Series 1989, 10.250% 11/01/19 (d)	1,650,000	825,000
TX Kirbyville Health Facilities Development Corp., Heartway III Project:		

Edgar Filing: COLONIAL HIGH INCOME MUNICIPAL TRUST - Form N-30D

Series 1997 A, 10.000% 03/20/18	673,313	626,181
Series 1997 B, 6.000% 03/20/04 (d)	106,000	5,300
TX Whitehouse Health Facilities Development Corp., Oak Brook Healthcare Center, Series 1989, 10.000% 12/01/19	1,655,000	1,679,196
WA Kitsap County Housing Authority, Martha & Mary Nursing Home, Series 1996, 7.100% 02/20/36	1,000,000	1,168,700
WI State Health & Educational Facilities Authority, Metro Health Foundation, Inc., Series 1993, 11.000% 11/01/22 (i)	2,775,000	943,500
		----- 25,588,492 -----

	PAR	VALUE
HOUSING - 11.0%		
ASSISTED LIVING/SENIOR - 3.1%		
CA Abag Finance Authority for Nonprofit Corps., Eskaton Gold River Lodge, Series 1998:		
6.375% 11/15/15	\$ 720,000	\$ 652,349
6.375% 11/15/28	550,000	464,579
DE Kent County, Heritage at Dover, Series 1999, 7.625% 01/01/30	1,730,000	1,496,415
GA Columbus Housing Authority, The Gardens at Calvary, Series 1999, 7.000% 11/15/19	500,000	432,810
IL State Development Finance Authority, Care Institute, Inc., Series 1995, 8.250% 06/01/25	1,265,000	1,257,979
MN Roseville, Care Institute, Inc., Series 1993, 7.750% 11/01/23 (d)	1,740,000	1,188,159
NC State Medical Care Commission, DePaul Community Facilities Project, Series 1999, 7.625% 11/01/29	1,490,000	1,502,874
NY Huntington Housing Authority, Gurwin Jewish Senior Center, Series 1999:		
5.875% 05/01/19	700,000	615,860
6.000% 05/01/29	775,000	667,849
TX Bell County Health Facilities Development Corp., Care Institute, Inc., Series 1994, 9.000% 11/01/24	1,730,000	1,774,859
		----- 10,053,733 -----
MULTI-FAMILY - 7.3%		

Edgar Filing: COLONIAL HIGH INCOME MUNICIPAL TRUST - Form N-30D

AZ Maricopa County Industrial Development Authority, National Health Facilities, Series 1998 A, 5.100% 01/01/33	4,500,000	4,531,860
DE Wilmington, Electra Arms Senior Association Project, Series 1998, 6.250% 06/01/28	955,000	784,093
FL Broward County Housing Finance Authority, Chaves Lake Apartment Project, Series 2000, 7.500% 07/01/40	750,000	765,315
FL Clay County Housing Finance Authority, Madison Commons Apartments, Series 2000 A, 7.450% 07/01/40	745,000	760,243
GA Clayton County Housing Authority, Magnolia Park Apartments, Series 1999 A, 6.250% 06/01/30	955,000	831,700

See notes to investment portfolio.

5

INVESTMENT PORTFOLIO (CONTINUED)

November 30, 2002

MUNICIPAL BONDS (CONTINUED)	PAR	VALUE
-----		
HOUSING (CONTINUED)		
MULTI-FAMILY (CONTINUED)		
MN Lakeville, Southfork Apartments Project: Series 1989 A, 9.875% 02/01/20	\$2,570,000	\$ 2,576,836
Series 1989 B, (a) 02/01/20	903,000	1,027,788
MN Robbinsdale Economic Development Authority, Broadway Court, Series 1999 A, 6.875% 01/01/26	500,000	468,035
MN Washington County Housing & Redevelopment Authority, Cottages of Aspen, Series 1992, 9.250% 06/01/22	1,015,000	1,048,251
MN White Bear Lake, Birch Lake Townhome Project: Series 1989 A, 10.250% 07/15/19	2,200,000	2,244,638
Series 1989 B, (a) 07/15/19 (b)	703,000	476,623
NY Nyack Housing Assistance Corp., Nyack Plaza Apartments, Series 1979, 7.375% 06/01/21	306,527	307,550
Resolution Trust Corp., Pass-Through Certificates, Series 1993 A,		

Edgar Filing: COLONIAL HIGH INCOME MUNICIPAL TRUST - Form N-30D

	8.500% 12/01/16 (e)	546,075	547,238
TN	Franklin Industrial Board, Landings Apartment Project, Series 1996 B,		
	8.750% 04/01/27	865,000	908,068
TX	El Paso County Housing Finance Corp., American Village Communities: Series 2000 C,		
	8.000% 12/01/32	395,000	399,590
	Series 2000 D, 10.000% 12/01/32	425,000	429,794
TX	Galveston Housing Finance Corp., Driftwood Apartments,		
	8.000% 08/01/23	1,000,000	1,040,000
TX	State Affordable Housing Corp., NHT/GTEX Project, Series 2001 C,		
	10.000% 10/01/31	880,000	869,933
TX	State Department of Housing & Community Affairs, Pebble Brooks Apartments, Series 1998,		
	5.500% 12/01/18	1,000,000	1,018,780
VA	Alexandria Redevelopment & Housing Authority, Courthouse Commons Apartments, Series 1990 A,		
	10.000% 01/01/21	1,500,000	1,317,000
WA	Vancouver Housing Authority, Series 1998 I,		
	5.500% 03/01/28	1,000,000	986,470
			-----
			23,339,805
			-----

		PAR	VALUE
-----			
SINGLE FAMILY - 0.6%			
TX	Bexar County Housing Finance Corp., GNMA Collateralized Mortgage, Series 1989 A,		
	8.200% 04/01/22	\$1,160,000	\$ 1,161,984
WA	State Housing Finance Commission, Series 1992 D1,		
	6.150% 01/01/26 (f)	775,000	837,186
			-----
			1,999,170
			-----
-----			
INDUSTRIAL - 3.9%			
FOOD PRODUCTS - 1.5%			
GA	Cartersville Development Authority, Waste & Wastewater Facilities, Anheuser Busch Cos., Inc. Project, Series 1989 A,		
	5.950% 02/01/32	1,000,000	1,029,880
IN	Hammond, American Maize Products Co., Series 1994,		
	8.000% 12/01/24	1,760,000	1,920,952
LA	Southern Louisiana Port Commission, Cargill, Inc., Series 1997,		
	5.850% 04/01/17	1,000,000	1,055,280

Edgar Filing: COLONIAL HIGH INCOME MUNICIPAL TRUST - Form N-30D

MI State Strategic Fund, Michigan Sugar Co., Sebewaing Project, Series 1998 A, 6.250% 11/01/15	1,250,000	894,288
		-----
		4,900,400
		-----
FOREST PRODUCTS - 0.7%		
GA Rockdale County Development Authority, Solid Waste Disposal, Visy Paper, Inc., Series 1993, 7.500% 01/01/26	1,800,000	1,807,650
MI Delta County Economic Development Corp., Environmental Import, Mead Westvaco Corp., Series 2002 B, 6.450% 04/15/23	450,000	442,454
		-----
		2,250,104
		-----
MANUFACTURING - 1.0%		
IL Will-Kankakee Regional Development Authority, Flanders Corp./Precisionaire Project, Series 1997, 6.500% 12/15/17	890,000	845,981
KS Wichita Airport Authority, Cessna Citation Service Center, Series 2002 A, 6.250% 06/15/32	675,000	688,709
MN Brooklyn Park, TL Systems Corp., Series 1991, 10.000% 09/01/16	685,000	723,983
TX Trinity River Authority, Texas Instruments Project, Series 1996, 6.200% 03/01/20	1,000,000	1,046,640
		-----
		3,305,313
		-----

See notes to investment portfolio.

6

INVESTMENT PORTFOLIO (CONTINUED)

November 30, 2002

MUNICIPAL BONDS (CONTINUED)	PAR	VALUE
-----		
INDUSTRIAL (CONTINUED)		
METALS & MINING - 0.4%		
MD Baltimore County, Bethlehem Steel Corp. Project, Series 1994 B, 7.500% 06/01/15 (i)	\$ 500,000	\$ 30,000

Edgar Filing: COLONIAL HIGH INCOME MUNICIPAL TRUST - Form N-30D

NV State Department of Business & Industry, Wheeling-Pittsburg Steel Corp., Series 1999 A, 8.000% 09/01/14 (e) (i)	1,000,000	700,000
VA Greensville County Industrial Development Authority, Wheeling-Pittsburg Steel Corp., Series 1999 A: 6.375% 04/01/04 (i)	95,000	66,500
7.000% 04/01/14 (i)	500,000	350,000
		-----
		1,146,500
		-----
OIL & GAS - 0.3%		
TX Gulf Coast Industrial Development Authority, Solid Waste Disposal, Citgo Petroleum, Series 1998, 8.000% 04/01/28	500,000	514,705
VI Government Refinery, Hovensa Coker Project, Series 2002, 6.500% 07/01/21 (b)	375,000	376,072
		-----
		890,777
		-----
-----		
OTHER - 8.1%		
OTHER - 0.7%		
CA Tobacco Securitization Authority, Asset Backed, Series 2002 B, 6.000% 06/01/43	1,100,000	1,081,916
MD Baltimore, Park Charles Project, Series 1986, 8.000% 01/01/15	649,656	650,975
WA Tobacco Settlement Authority, Series 2002, 6.625% 06/01/32	500,000	494,565
		-----
		2,227,456
		-----
POOL/BOND BANK - 0.2%		
MI State Municipal Bond Authority, Local Government Loan Project, Series 2001 A, 5.375% 11/01/17	750,000	796,628
		-----
REFUNDED/ESCROWED (G) - 7.2%		
CA Colton Public Financing Authority, Series 1995, 7.500% 10/01/20	1,830,000	1,935,774
CO Denver City & County Airport, Series 1992 C, 6.125% 11/15/25	5,120,000	5,440,422

PAR VALUE



Edgar Filing: COLONIAL HIGH INCOME MUNICIPAL TRUST - Form N-30D

-----			
CT	State Development Authority, Sewer Sludge Disposal Facilities, Series 1996, 8.250% 12/01/06	\$ 715,000	\$ 802,895
DC	District of Columbia, Series 1999 A, 5.375% 06/01/18	2,395,000	2,572,170
FL	Clearwater Housing Authority, Hampton Apartments, Series 1994, 8.250% 05/01/24	2,390,000	2,665,710
ID	State Health Facilities Authority, IHC Hospitals, Inc., Series 1992, 6.650% 02/15/21	1,750,000	2,124,115
MA	State Health & Educational Facilities, Authority Corporation for Independent Living, Series 1993, 8.100% 07/01/18	660,000	698,122
NC	Lincoln County, Lincoln County Hospital, Series 1991, 9.000% 05/01/07	295,000	340,362
PA	Delaware County Authority, Southeastern Pennsylvania Obligated Group, Series 1996: 6.000% 12/15/16	1,400,000	1,598,884
	6.000% 12/15/26	1,000,000	1,111,990
PA	Montgomery County Industrial Development Authority, Assisted Living Facility, Series 1993 A, 8.250% 05/01/23	800,000	837,096
TN	Shelby County, Health, Education & Housing Facilities Board, Open Arms Development Center: Series 1992 A, 9.750% 08/01/19	850,000	1,083,750
	Series 1992 C, 9.750% 08/01/19	830,000	1,058,366
WV	Hospital Finance Authority, Charleston Medical Center, Series 2000 A, 6.750% 09/01/30	805,000	979,484
			-----
			23,249,140
			-----

-----

OTHER REVENUE - 1.8%

HOTELS - 0.3%

PA	Philadelphia Authority for Industrial Development, Doubletree Project A, Series 1997, 6.500% 10/01/27	1,000,000	984,420
			-----

See notes to investment portfolio.

Edgar Filing: COLONIAL HIGH INCOME MUNICIPAL TRUST - Form N-30D

INVESTMENT PORTFOLIO (CONTINUED)

November 30, 2002

MUNICIPAL BONDS (CONTINUED)	PAR	VALUE
-----		
OTHER REVENUE (CONTINUED)		
RECREATION - 0.9%		
CT Gaming Authority, Mohegan Tribe, Series 2001, 6.250% 01/01/31	\$ 275,000	\$ 280,709
FL Capital Trust Agency, Seminole Tribe Convention Center, Series 2002 A, 10.000% 10/01/33	750,000	771,863
NM Red River Sports Facility, Red River Ski Area Project, Series 1998, 6.450% 06/01/07	945,000	944,452
NY New York City Cultural Trust, Museum of Modern Art, Series 2001 D, 5.125% 07/01/31	1,000,000	1,003,340
		-----
		3,000,364
		-----
RETAIL - 0.6%		
NJ State Economic Development Authority, Glimcher Properties L.P. Project, Series 1998, 6.000% 11/01/28	1,250,000	1,245,163
OH Lake County, North Madison Properties, Series 1993, 8.819% 09/01/11	735,000	707,224
		-----
		1,952,387
		-----
-----		
RESOURCE RECOVERY - 1.2%		
DISPOSAL - 0.4%		
MA State Industrial Finance Agency, Peabody Monofill Associates, Inc., Series 1995, 9.000% 09/01/05	605,000	634,155
UT Carbon County, Laidlaw Environmental, Series 1997 A, 7.450% 07/01/17	500,000	500,505
		-----
		1,134,660
		-----
-----		
RESOURCE RECOVERY - 0.8%		
MA State Development Finance Agency, Ogden Haverhill Project, Series 1999 A, 6.700% 12/01/14	250,000	245,963
MA State Industrial Finance Agency, Ogden Haverhill Project, Series 1998 A, 5.500% 12/01/13	500,000	446,635
PA Delaware County Industrial Development Authority, BFI Project, Series 1997 A, 6.200% 07/01/19	2,000,000	2,002,020
		-----
		2,694,618

Edgar Filing: COLONIAL HIGH INCOME MUNICIPAL TRUST - Form N-30D

	PAR	VALUE
-----		
TAX-BACKED - 22.6%		
LOCAL GENERAL OBLIGATIONS - 13.1%		
CA Fresno Unified School District, Series 2002 A, 6.000% 02/01/18 (c)	\$2,000,000	\$ 2,327,140
CA Los Angeles Unified School District: Series 1997 E, 5.125% 01/01/27	4,000,000	4,046,640
Series 2002, 5.750% 07/01/16	700,000	802,046
CA Montebello Unified School District, Series 2001: (a) 08/01/21	1,435,000	530,591
(a) 08/01/23	1,505,000	488,282
CA San Juan Unified School District, Series 2001, (a) 08/01/19	2,210,000	934,476
IL Chicago Board of Education, Series 1997 A, 5.250% 12/01/30 (h)	14,470,000	14,605,005
IL Cook County, Series 1997 A, 5.625% 11/15/22	4,200,000	4,482,114
NY New York City: Series 1997 A, 7.000% 08/01/07	1,000,000	1,148,290
Series 1997 H, 6.000% 08/01/17	1,400,000	1,466,906
TX Irving Independent School District, Series 1997, (a) 02/15/18	1,000,000	458,010
TX San Antonio Independent School District, Series 1997, 5.000% 08/15/27	9,000,000	8,853,840
WA Clark County School District No. 037, Vancouver, Series 2001 C, (a) 12/01/18	5,000,000	2,191,650
		-----
		42,334,990
-----		
SPECIAL NON-PROPERTY TAX - 2.6%		
CA San Diego Redevelopment Agency, Series 2001, (a) 09/01/22	1,910,000	655,168
IL Metropolitan Pier & Exposition Authority, McCormick Place Expansion Project, Series 1993 A, (a) 06/15/16	10,000,000	5,116,000
OH Hamilton County, Series 2000 B, (a) 12/01/21	5,000,000	1,870,800
PR Commonwealth Highway & Transportation Authority, Series 2002 E, 5.500% 07/01/21	750,000	821,835
		-----
		8,463,803

-----

See notes to investment portfolio.

8

INVESTMENT PORTFOLIO (CONTINUED)

November 30, 2002

MUNICIPAL BONDS (CONTINUED)	PAR	VALUE
-----		
TAX-BACKED (CONTINUED)		
SPECIAL PROPERTY TAX - 2.8%		
CA Carson, Series 1992, 7.375% 09/02/22	\$ 35,000	\$ 35,815
CA Huntington Beach Community Facilities District, Grand Coast Resort, Series 2001-1, 6.450% 09/01/31	750,000	766,815
CA Orange County Community Facilities District, Ladera Ranch, Series 1999 A, 6.700% 08/15/29	500,000	531,045
CA Placer Unified High School District, Series 2000 A, (a) 08/01/19	1,700,000	720,001
CA Riverside County Public Financing Authority, Redevelopment Projects, Series 1997 A, 5.500% 10/01/22	650,000	654,784
FL Double Branch Community Development District, Special Assessment, Series 2002 A, 6.700% 05/01/34	700,000	697,221
FL Heritage Palms Community Development District: Series 1999, 6.250% 11/01/04	830,000	841,396
FL Lexington Oaks Community Development District: Series 1998 A, 6.125% 05/01/19	370,000	372,098
Series 1998 B, 5.500% 05/01/05	135,000	135,414
Series 2000 A, 7.200% 05/01/30	295,000	308,378
Series 2000 D, 6.700% 05/01/07	45,000	46,493
Series 2002 A, 6.700% 05/01/33	250,000	253,850
FL Northern Palm Beach County Improvement District, Series 1999, 6.000% 08/01/29	750,000	759,075
FL Orlando, Conroy Road Interchange		

Edgar Filing: COLONIAL HIGH INCOME MUNICIPAL TRUST - Form N-30D

Project, Series 1998 A:		
5.500% 05/01/10	180,000	181,064
5.800% 05/01/26	300,000	292,845
FL Stoneybrook Community Development District:		
Series 1998 A,		
6.100% 05/01/19	325,000	327,031
Series 1998 B,		
5.700% 05/01/08	330,000	333,594
MI Pontiac Finance Authority, Development Area No. 3, Series 2002,		
6.375% 06/01/31	550,000	546,117

	PAR	VALUE
-----		
MI Taylor Tax Increment Finance Authority, Series 2001,		
5.375% 05/01/17	\$1,220,000	\$ 1,288,845
		-----
		9,091,881
		-----
STATE APPROPRIATED - 1.0%		
NY State Urban Development Corp., University Facilities Grants, Series 1995,		
5.875% 01/01/21	1,000,000	1,109,650
PR Commonwealth of Puerto Rico Public Finance Corp., Series 2002 E,		
6.000% 08/01/26	1,800,000	2,034,864
		-----
		3,144,514
		-----
STATE GENERAL OBLIGATIONS - 3.1%		
TX Board of Regents, University of Texas, Series 2001 B,		
5.375% 08/15/18	650,000	682,916
TX State, Series 1999 ABC,		
5.500% 08/01/35	4,200,000	4,318,062
WA State, Series 1999 B,		
5.000% 01/01/24	5,000,000	4,948,350
		-----
		9,949,328
		-----
-----		
TRANSPORTATION - 8.6%		
AIR TRANSPORTATION - 1.9%		
CA Los Angeles Regional Airport, LAXFuel Corp., Series 2001,		
5.250% 01/01/23	750,000	736,275
CO Denver City & County Airport, United Airlines, Inc., Series 1992 A,		
6.875% 10/01/32 (1)	1,645,000	693,219
KY Kenton County Airport Board, Delta Airlines, Inc., Series 1992 A:		
7.500% 02/01/12	500,000	427,575
7.500% 02/01/20	500,000	411,165

Edgar Filing: COLONIAL HIGH INCOME MUNICIPAL TRUST - Form N-30D

MN Minneapolis & St. Paul Metropolitan Airport Commission, Northwest Airlines Corp.:		
Series 2001 A,		
7.000% 04/01/25	500,000	366,295
Series 2001 B,		
6.500% 04/01/25 (f)	250,000	237,305
NC Charlotte, US Airways, Inc.:		
Series 1998,		
5.600% 07/01/27 (m)	250,000	120,940
Series 2000,		
7.750% 02/01/28 (m)	750,000	407,272
TX Alliance Airport Authority:		
American Airlines Project,		
Series 1990,		
7.500% 12/01/29	1,600,000	639,440
Federal Express Corp. Project,		
Series 1996,		
6.375% 04/01/21	1,000,000	1,049,210

See notes to investment portfolio.

9

INVESTMENT PORTFOLIO (CONTINUED)

November 30, 2002

MUNICIPAL BONDS (CONTINUED)	PAR	VALUE
-----		
TRANSPORTATION (CONTINUED)		
AIR TRANSPORTATION (CONTINUED)		
TX Houston Industrial Development Corp., Air Cargo, Perot Development, Series 2002,		
6.000% 03/01/23	\$ 750,000	\$ 750,600
WA Seattle, Northwest Airways, Inc., Series 2000,		
7.250% 04/01/30	500,000	367,080
		-----
		6,206,376
		-----
AIRPORT - 2.7%		
MA State Port Authority, Series 1998 D,		
5.000% 07/01/28	4,000,000	3,934,560
CO Denver City & County Airport, Series 1997 E,		
5.250% 11/15/23	4,590,000	4,645,906
OH Cleveland, Series 2001 A,		
5.000% 01/01/31	150,000	148,652
		-----
		8,729,118

Edgar Filing: COLONIAL HIGH INCOME MUNICIPAL TRUST - Form N-30D

-----		
TOLL FACILITIES - 2.0%		
CO Northwest Parkway Public Highway Authority, Series 2001 D, 7.125% 06/15/41	1,000,000	1,017,860
CO State Public Highway Authority, E-470, Series 2000 B: (a) 09/01/18	3,000,000	1,336,140
(a) 09/01/35	8,750,000	787,238
NY State Triborough Bridge & Tunnel Authority, Series 2002, 5.500% 11/15/20	1,125,000	1,231,898
VA Richmond Metropolitan Authority, Series 1998, 5.250% 07/15/22	2,000,000	2,100,440
		-----
		6,473,576
		-----

TRANSPORTATION - 2.0%		
NV State Department of Business & Industry, Las Vegas Monorail Project, Series 2000, 7.375% 01/01/40	1,000,000	962,500
NY Metropolitan Transportation Authority, Series 2002 A, 5.000% 11/15/30	5,350,000	5,294,253
		-----
		6,256,753
		-----

-----		
UTILITY - 14.0%		
INDEPENDENT POWER PRODUCER - 3.0%		
MI Midland County Economic Development Corp., Series 2000, 6.875% 07/23/09	1,250,000	1,247,063
NY Port Authority of New York & New Jersey, KIAC Partners, Series 1996 IV, 6.750% 10/01/11	2,000,000	2,076,080

	PAR	VALUE
-----		
PA State Economic Development Finance Authority: Colver Project, Series 1994 D, 7.125% 12/01/15	\$3,000,000	\$ 3,119,910
Northampton Generating, Series 1994 A, 6.500% 01/01/13	1,000,000	1,010,620
PR Commonwealth of Puerto Rico Industrial, Educational, Medical & Environmental Cogeneration Facilities, AES Project, Series 2000, 6.625% 06/01/26	650,000	670,644
VA Pittsylvania County Industrial Development Authority, Multi-trade		

Edgar Filing: COLONIAL HIGH INCOME MUNICIPAL TRUST - Form N-30D

of Pittsylvania, Series 1994 A:		
7.450% 01/01/09	1,000,000	1,019,860
7.550% 01/01/19	500,000	506,725
		-----
		9,650,902
		-----
INVESTOR OWNED - 4.7%		
AZ Maricopa County Pollution Control Corp., El Paso Electric Co., Series 2002 A,		
6.250% 05/01/37 (f)	1,000,000	1,003,770
AZ Pima County Industrial Development Authority, Tucson Electric Power Co., Series 1997 A,		
6.100% 09/01/25	750,000	686,078
CT State Development Authority, Connecticut Light & Power Co., Series 1993 B,		
5.950% 09/01/28 (f)	200,000	207,984
IL Bryant, Central Illinois Light Co., Series 1993,		
5.900% 08/01/23	2,650,000	2,451,621
LA Calcasieu Parish Industrial Development Board, Entergy Gulf States, Inc., Series 1999,		
5.450% 07/01/10	500,000	496,585
LA West Feliciana Parish, Entergy Gulf States, Inc., Series 1999 B,		
6.600% 09/01/28	500,000	504,870
MS State Business Finance Corp., Systems Energy Resources Project, Series 1998,		
5.875% 04/01/22	2,000,000	1,803,400
OH State Air Quality Development Authority, Cleveland Pollution Control, Series 2002 A,		
6.000% 12/01/13	1,800,000	1,835,712
TX Brazos River Authority, TXU Electric Co., Series 2001 C,		
5.750% 05/01/36 (f)	1,250,000	1,128,138

See notes to investment portfolio.

10

INVESTMENT PORTFOLIO (CONTINUED)

November 30, 2002

MUNICIPAL BONDS (CONTINUED) PAR VALUE

-----  
UTILITY (CONTINUED)



Edgar Filing: COLONIAL HIGH INCOME MUNICIPAL TRUST - Form N-30D

INVESTOR OWNED (CONTINUED)

VA Chesterfield County Industrial Development Authority, Pollution Control Revenue, Virginia Electric & Power Co., Series 1987 B, 5.875% 06/01/17 (f)	\$ 250,000	\$ 254,653
WV Pleasant County, Western Pennsylvania Power Co., Series 1999 E, 5.500% 04/01/29	4,750,000	4,847,280
		-----
		15,220,091
		-----

JOINT POWER AUTHORITY - 0.2%

NC Eastern Municipal Power Agency, Series 1999 D, 6.700% 01/01/19	500,000	540,280
		-----

MUNICIPAL ELECTRIC - 3.5%

CA State Water Resources Authority, Series 2002 A, 5.500% 05/01/14	2,000,000	2,217,340
NY Long Island Power Authority, Series 1998 A, 5.250% 12/01/26	2,000,000	2,022,240
PR Electric Power Authority, Series 1998 II, 5.125% 07/01/26	3,500,000	3,561,985
WA Chelan County Public Utilities District No. 1, Columbia River Rock Hydroelectric, Series 1997, (a) 06/01/14	5,000,000	2,897,050
WA Seattle, Series 2001, 5.500% 03/01/17	750,000	795,878
		-----
		11,494,493
		-----

WATER & SEWER - 2.6%

LA Public Facility Belmont Water Authority, 9.000% 09/15/24 (d)	760,000	532,000
MA State Water Resources Authority, Series 1997 D, 5.000% 08/01/24	3,000,000	2,984,070
MO Water & Sewer, Lee's Summit, Series 2002, 5.250% 07/01/15	500,000	532,315
MS Five Lakes Utility District, 8.250% 07/15/24	500,000	467,500
NH State Industrial Development Authority, Pennichuck Water Works, Inc., Series 1988, 7.500% 07/01/18 (f)	500,000	547,230
WA King County, Series 1999, 5.250% 01/01/30	3,250,000	3,279,673
		-----
		8,342,788
		-----

TOTAL MUNICIPAL BONDS

(cost of \$318,287,850)		310,417,058
		-----

Edgar Filing: COLONIAL HIGH INCOME MUNICIPAL TRUST - Form N-30D

MUNICIPAL PREFERRED STOCKS - 1.3%	SHARES	VALUE
HOUSING - 1.3%		
MULTI-FAMILY - 1.3%		
Charter Mac Equity Issue Trust, 6.625% 06/30/49 (e)	2,000,000	\$ 2,092,500
MuniMae Equity Issue Trust, 7.750% 06/30/50 (e)	2,000,000	2,172,500
(cost of \$4,000,000)		4,265,000
SHORT-TERM OBLIGATIONS - 2.3%		
VARIABLE RATE DEMAND NOTES (j) - 2.3%		
IA Higher Education Loan Authority, Loras College, Series 2000, 1.250% 11/01/30	\$1,800,000	1,800,000
IL Quad Cities Regional Economic Development Authority, Two Rivers YMCA, Series 2002, 1.300% 12/01/31	300,000	300,000
MI State Strategic Fund, Limited Obligation, Detroit Symphony, Series 2001 A, 1.250% 06/01/31	1,200,000	1,200,000
NY Long Island Power Authority Electric System, Series 1998 2, 1.300% 05/01/33	1,500,000	1,500,000
NY New York City, Series 1993 A-7, 1.300% 08/01/21	200,000	200,000
NY New York City Municipal Water Finance Authority, Series 1994 G, 1.300% 06/15/24	2,300,000	2,300,000
TOTAL SHORT-TERM OBLIGATIONS (cost of \$7,300,000)		7,300,000
TOTAL INVESTMENTS - 99.8% (cost of \$329,587,850) (k)		321,982,058
OTHER ASSETS & LIABILITIES, NET - 0.2%		782,816
NET ASSETS* - 100.0%		\$322,764,874

See notes to investment portfolio.

Edgar Filing: COLONIAL HIGH INCOME MUNICIPAL TRUST - Form N-30D

11

INVESTMENT PORTFOLIO (CONTINUED)

November 30, 2002

NOTES TO INVESTMENT PORTFOLIO:

- (a) Zero coupon bond.
- (b) Denotes a restricted security, which is subject to restrictions on resale under federal securities laws. At November 30, 2002, these securities amounted to \$3,270,031, which represents 1.0% of net assets.

Additional information on these restricted securities is as follows:

SECURITY	ACQUISITION DATE	ACQUISITION COST
CA Statewide Community Development Authority: Crossroads School for Arts & Science, Series 1998, 6.000% 08/01/28	08/31/98	\$1,310,000
Eskaton Village - Grass Valley, Series 2000, 8.250% 11/15/31	09/08/00	1,000,000
MN White Bear Lake, Birch Lake Townhome Project, Series 1989B (a) 07/15/19	07/19/89	703,000
VI Government Refinery, Hovenssa Coker Project, Series 2002, 6.500% 07/01/21	11/15/02	375,000
		----- \$3,388,000 -----

- (c) Settlement of this security is on a delayed delivery basis.
- (d) These issuers are in default of certain debt covenants. Income is not being fully accrued.
- (e) This security is exempt from registration under Rule 144A of the Securities Act of 1933 and may be resold in transactions exempt from registration, normally to qualified institutional buyers. At November 30, 2002, the value of these securities amounted to \$5,512,238, which represented 1.7% of net assets.
- (f) Interest rates on variable rate securities change periodically. The rate listed is as of November 30, 2002.
- (g) The Trust has been informed that each issuer has placed direct obligations of the U.S. Government in an irrevocable trust, solely for the payment of the principal and interest.
- (h) This security, or a portion thereof with a market value of \$3,038,083, is being used to collateralize open futures contracts.
- (i) As of November 30, 2002, the Trust held securities of certain issuers that have filed for bankruptcy protection under Chapter 11 representing 1.2% of net assets. These issuers are in default of certain debt covenants. Income

## Edgar Filing: COLONIAL HIGH INCOME MUNICIPAL TRUST - Form N-30D

is not being fully accrued.

- (j) Variable rate demand notes are considered short-term obligations. Interest rates change periodically on specified dates. These securities are payable on demand and are secured by either letters of credit or other credit support agreements from banks. The rates listed are as of November 30, 2002.
- (k) Cost for generally accepted accounting principles is \$329,587,850. Cost for federal income tax purposes is \$329,342,032. The difference between cost for generally accepted accounting principles and cost on a tax basis is related to amortization/accretion tax elections on fixed-income securities.
- (l) As of November 30, 2002, the Trust held bonds of United Airlines, Inc. representing 0.2% of net assets. United Airlines, Inc. filed for bankruptcy protection under Chapter 11 on December 9, 2002.
- (m) As of November 30, 2002, the Trust held bonds of US Airways, Inc. representing 0.2% of net assets. US Airways, Inc. filed for bankruptcy protection under Chapter 11 on August 11, 2002.

Short futures contracts open at November 30, 2002:

TYPE	PAR VALUE COVERED BY CONTRACTS	EXPIRATION MONTH	UNREALIZED APPRECIATION AT 11/30/02
10 Year Municipal Bond	\$15,500,000	March	\$ 91,307
10 Year U.S. Treasury Note	87,300,000	March	428,922
30 Year U.S. Treasury Bond	49,300,000	March	407,538
			\$927,767

\* Net assets represent both Common Shares and Auction Preferred Shares.

See notes to financial statements.

12

### STATEMENT OF ASSETS AND LIABILITIES

November 30, 2002

#### ASSETS:

Investments, at cost	\$329,587,850	
Investments, at value	\$321,982,058	
Cash	52,018	
Receivable for:		
Investments sold	150,000	
Interest	5,511,183	
Deferred Trustees' compensation plan	8,342	
Other assets	19,940	
Total Assets	327,723,541	

#### LIABILITIES:

## Edgar Filing: COLONIAL HIGH INCOME MUNICIPAL TRUST - Form N-30D

Payable for:

Investments purchased	
on a delayed delivery basis	2,791,435
Futures variation margin	558,435
Distributions-- common shares	1,306,112
Distributions-- preferred shares	9,053
Management fee	196,730
Pricing and bookkeeping fees	9,121
Trustees' fee	267
Deferred Trustees' fee	8,342
Other liabilities	79,172
	-----
Total Liabilities	4,958,667
	-----

Auction Preferred Shares (4,800 shares issued and outstanding at \$25,000 per share)	120,000,000
	-----

COMPOSITION OF NET ASSETS

APPLICABLE TO COMMON SHARES:

Paid-in capital -- common shares	\$268,272,828
Undistributed net investment income	815,284
Accumulated net realized loss	(59,645,213)
Net unrealized appreciation (depreciation) on:	
Investments	(7,605,792)
Futures contracts	927,767
	-----

Net assets at value applicable to 31,097,982 common shares of beneficial interest outstanding	\$202,764,874
	-----

Net asset value per common share	\$ 6.52
	-----

STATEMENT OF OPERATIONS

For the Year Ended November 30, 2002

INVESTMENT INCOME:

Interest	\$ 20,820,974
	-----

EXPENSES:

Management fee	2,486,370
Pricing and bookkeeping fees	155,552
Trustees' fee	16,468
Custody fee	12,751
Preferred shares remarketing commissions	300,344
Other expenses	179,532
	-----
Total Expenses	3,151,017
Custody earnings credit	(2,035)
	-----
Net Expenses	3,148,982
	-----

Edgar Filing: COLONIAL HIGH INCOME MUNICIPAL TRUST - Form N-30D

Net Investment Income	17,671,992
	-----
NET REALIZED AND UNREALIZED GAIN (LOSS) ON INVESTMENTS AND FUTURES CONTRACTS:	
Net realized loss on:	
Investments	(349,090)
Futures contracts	(8,859,946)
	-----
Net realized loss	(9,209,036)
	-----
Net change in unrealized appreciation/ depreciation on:	
Investments	(242,296)
Futures contracts	(3,617,087)
	-----
Net change in unrealized appreciation/depreciation	(3,859,383)
	-----
Net Loss	(13,068,419)
	-----
Net Increase in Net Assets from Operations	4,603,573
	-----
LESS DISTRIBUTIONS DECLARED TO PREFERRED SHAREHOLDERS:	
From net investment income	(1,763,487)
	-----
Net Increase (Decrease) in Net Assets from Operations Applicable to Common Shares	\$ 2,840,086
	-----

See notes to financial statements.

13

STATEMENT OF CHANGES IN NET ASSETS

INCREASE (DECREASE) IN NET ASSETS:

-----  
OPERATIONS:

Net investment income	\$ 1
Net realized loss on investments and futures contracts	(
Net change in unrealized appreciation/depreciation on investments and futures contracts	(
	-----
Net Increase from Operations	-----

Edgar Filing: COLONIAL HIGH INCOME MUNICIPAL TRUST - Form N-30D

LESS DISTRIBUTIONS DECLARED TO PREFERRED SHAREHOLDERS:

From net investment income

Net Increase in Net Assets from Operations Applicable to Common Shares

LESS DISTRIBUTIONS DECLARED TO COMMON SHAREHOLDERS:

From net investment income

SHARE TRANSACTIONS:

Distributions reinvested

Total Increase (Decrease) in Net Assets Applicable to Common Shares

NET ASSETS APPLICABLE TO COMMON SHARES:

Beginning of period

End of period (including undistributed net investment income of  
\$815,284 and \$259,160, respectively)

NUMBER OF TRUST SHARES:

Common Shares:

Issued for distributions reinvested

Outstanding at:

Beginning of period

End of period

Preferred Shares:

Outstanding at end of period

See notes to financial statements.

14

NOTES TO FINANCIAL STATEMENTS

November 30, 2002

NOTE 1. ACCOUNTING POLICIES

ORGANIZATION:

Colonial High Income Municipal Trust (the "Trust") is a Massachusetts business trust registered under the Investment Company Act of 1940 (the "Act"), as amended, as a diversified, closed-end management investment company. The Trust's

## Edgar Filing: COLONIAL HIGH INCOME MUNICIPAL TRUST - Form N-30D

investment goal is to provide high current income, generally exempt from federal income taxes. The Trust's secondary investment goal is to seek total return. The Trust is authorized to issue an unlimited number of common shares of beneficial interest and 4,800 Auction Preferred Shares ("APS").

The preparation of financial statements in conformity with generally accepted accounting principles requires management to make estimates and assumptions that affect the reported amounts of assets and liabilities and disclosure of contingent assets and liabilities at the date of the financial statements and the reported amounts of revenue and expenses during the reporting period. Actual results could differ from those estimates. The following is a summary of significant accounting policies consistently followed by the Trust in the preparation of its financial statements.

### SECURITY VALUATION AND TRANSACTIONS:

Debt securities generally are valued by a pricing service based upon market transactions for normal, institutional-size trading units of similar securities. Such services may use various pricing techniques which take into account appropriate factors such as yield, quality, coupon rate, maturity, type of issue, trading characteristics and other data, as well as broker quotes. Certain securities, which tend to be more thinly traded and of lesser quality, are priced based on fundamental analysis of the financial condition of the issuer and the estimated value of any collateral. Valuations developed through pricing techniques may vary from the actual amounts realized upon sale of the securities, and the potential variation may be greater for those securities valued using fundamental analysis. When management deems it appropriate, an over-the-counter or exchange bid quotation is used.

Futures contracts are valued at the settlement price established each day by the board of trade or exchange on which they are traded.

Options are valued at the last reported sale price, or in the absence of a sale, the mean between the last quoted bid and asking price.

Short-term obligations with a maturity of 60 days or less are valued at amortized cost.

Investments for which market quotations are not readily available, or quotations which management believes are not appropriate, are valued at fair value under procedures approved by the Board of Trustees.

Security transactions are accounted for on the date the securities are purchased, sold or mature.

Cost is determined and gains (losses) are based upon the specific identification method for both financial statement and federal income tax purposes.

The Trust may trade securities on other than normal settlement terms. This may increase the risk if the other party to the transaction fails to deliver and causes the Trust to subsequently invest at less advantageous prices.

### FEDERAL INCOME TAXES:

Consistent with the Trust's policy to qualify as a regulated investment company and to distribute all of its taxable and tax-exempt income, no federal income tax has been accrued.

### INTEREST INCOME, DEBT DISCOUNT AND PREMIUM:

Interest income is recorded on the accrual basis. Original issue discount is accreted to interest income over the life of the security with a corresponding increase in the cost basis. Premium is amortized against interest income with a corresponding decrease in the cost basis.



## Edgar Filing: COLONIAL HIGH INCOME MUNICIPAL TRUST - Form N-30D

Effective December 1, 2001, the Trust adopted the provisions of the AICPA Audit and Accounting Guide for Investment Companies and began accreting market discount on all debt securities. The cumulative effect of this accounting change did not impact total net assets of the Trust, but resulted in reclassifications as follows, based on securities held by the Trust on December 1, 2001:

COST	NET UNREALIZED DEPRECIATION
-----	-----
\$186,128	\$ (186,128)

The effect of this change, for the year ended November 30, 2002, was as follows:

NET INVESTMENT INCOME	NET REALIZED LOSS	NET UNREALIZED DEPRECIATION
-----	-----	-----
\$110,851	\$ (51,161)	\$ (59,690)

The Statement of Changes in Net Assets and Financial Highlights for prior periods have not been restated to reflect this change.

### DISTRIBUTIONS TO SHAREHOLDERS:

Distributions to common shareholders are recorded on the ex-date.

Distributions to preferred shareholders are recorded daily and are payable at the end of each dividend period. Each dividend payment period for the APS is generally seven days. The applicable dividend rate for the APS on November 30, 2002 was 1.26% for Series T and 1.35% for Series W. For the year ended November 30, 2002, the Trust declared dividends to Auction Preferred shareholders amounting to \$1,763,487 representing an average APS dividend rate of 1.47%.

15

### NOTES TO FINANCIAL STATEMENTS (CONTINUED)

November 30, 2002

#### NOTE 2. FEDERAL TAX INFORMATION

Income and capital gain distributions are determined in accordance with income tax regulations, which may differ from generally accepted accounting principles. These differences are primarily due to differing treatments for discount accretion on debt securities, straddle deferrals, mark-to-market on futures contracts, current year distribution payable, capital loss carryforwards, non-deductible expenses, distribution reclassifications, expired capital loss carryforward and defaulted bond interest. Reclassifications are made to the Trust's capital accounts to reflect income and gains available for distribution (or available capital loss carryforwards) under income tax regulations.

For the year ended November 30, 2002 permanent items identified and reclassified among the components of net assets are as follows:

UNDISTRIBUTED NET INVESTMENT INCOME	ACCUMULATED NET REALIZED LOSS	PAID-IN CAPITAL
---	-------------------------------------	--------------------

Edgar Filing: COLONIAL HIGH INCOME MUNICIPAL TRUST - Form N-30D

-----	-----	-----
\$19,830	\$6,575,610	\$ (6,595,440)

Net investment income, net realized gains (losses) and net assets were not affected by this reclassification.

The tax character of distributions paid to common and APS shareholders during the year was as follows:

ORDINARY INCOME	TAX-EXEMPT INCOME
-----	-----
\$101,473	\$17,220,353

As of November 30, 2002, the components of distributable earnings on a tax basis were as follows:

UNDISTRIBUTED TAX-EXEMPT INCOME	UNREALIZED DEPRECIATION
-----	-----
\$3,667,224	\$ (6,432,207)

The following capital loss carryforwards are available to reduce taxable income arising from future net realized gains on investments, if any, to the extent permitted by the Internal Revenue Code:

YEAR OF EXPIRATION	CAPITAL LOSS CARRYFORWARD
-----	-----
2003	\$ 5,267,623
2004	2,815,387
2005	5,926,653
2007	3,941,668
2008	14,340,573
2009	4,198,716
2010	12,980,738
	-----
	\$ 49,471,358
	-----

NOTE 3. FEES AND COMPENSATION PAID TO AFFILIATES

MANAGEMENT FEE:

Colonial Management Associates, Inc. (the "Advisor") is the investment advisor of the Trust and furnishes accounting and other services and office facilities for a fee to be paid monthly at the annual rate of 0.75% of the Trust's average weekly net assets, including assets applicable to the APS.

PRICING AND BOOKKEEPING FEES:

The Advisor is responsible for providing pricing and bookkeeping services to the Trust under a Pricing and Bookkeeping Agreement. Under a separate agreement (the "Outsourcing Agreement"), the Advisor has delegated those functions to State Street Bank and Trust Company ("State Street"). The Advisor pays fees to State Street under the Outsourcing Agreement.

Under its pricing and bookkeeping agreement with the Trust, the Advisor receives from the Trust an annual flat fee of \$10,000, paid monthly, and in any month that the Trust's average weekly net assets, including assets applicable to the APS, are more than \$50 million, a monthly fee equal to the average weekly net

## Edgar Filing: COLONIAL HIGH INCOME MUNICIPAL TRUST - Form N-30D

assets, including assets applicable to the APS, of the Trust for that month multiplied by a fee rate that is calculated by taking into account the fees payable to State Street under the Outsourcing Agreement. For the year ended November 30, 2002, the net asset based fee rate was 0.036%. The Trust also pays out-of-pocket costs for pricing services.

### OTHER:

The Trust pays no compensation to its officers, all of whom are employees of the Advisor or its affiliates.

The Trust's Independent Trustees may participate in a deferred compensation plan which may be terminated at any time. Obligations of the plan will be paid solely out of the Trust's assets.

The Trust has an agreement with its custodian bank under which \$2,035 of custody fees were reduced by balance credits for the year ended November 30, 2002. The Trust could have invested a portion of the assets utilized in connection with the expense offset arrangement in an income-producing asset if it had not entered into such an agreement.

### NOTE 4. PREFERRED SHARES

The Trust currently has outstanding 4,800 APS (2,400 shares each of Series T and W). The APS are redeemable at the option of the Trust on any dividend payment date at the redemption price of \$25,000 per share, plus an amount equal to any dividends accumulated on a daily basis unpaid through the redemption date (whether or not such dividends have been declared).

16

### NOTES TO FINANCIAL STATEMENTS (CONTINUED)

November 30, 2002

Under the Act, the Trust is required to maintain asset coverage of at least 200% with respect to the APS as of the last business day of each month in which any APS are outstanding. Additionally, the Trust is required to meet more stringent asset coverage requirements under the terms of the APS and in accordance with the guidelines prescribed by the rating agencies. Should these requirements not be met, or should dividends accrued on the APS not be paid, the Trust may be restricted in its ability to declare dividends to common shareholders or may be required to redeem certain of the APS. At November 30, 2002, there were no such restrictions on the Trust.

Under Emerging Issues Task Force ("EITF") promulgation Topic D-98, Classification and Measurement of Redeemable Securities, which was issued on July 19, 2001, preferred securities that are redeemable for cash or other assets are classified outside of permanent equity to the extent that the redemption is at a fixed or determinable price and at the option of the holder or upon the occurrence of an event that is not solely within the control of the issuer. Subject to the guidance of the EITF, the Trust's preferred shares, which were previously classified as a component of net assets, have been reclassified outside of permanent equity (net assets) in the accompanying financial statements. Prior year amounts have also been reclassified to conform with this presentation. The impact of this reclassification creates no change to the net assets available to common shareholders.

### NOTE 5. PORTFOLIO INFORMATION

## Edgar Filing: COLONIAL HIGH INCOME MUNICIPAL TRUST - Form N-30D

### INVESTMENT ACTIVITY:

During the year ended November 30, 2002, purchases and sales of investments, other than short-term obligations, were \$48,000,090 and \$56,797,645, respectively.

Unrealized appreciation (depreciation) at November 30, 2002, based on cost of investments for federal income tax purposes, was:

Gross unrealized appreciation	\$ 15,225,298
Gross unrealized depreciation	(22,585,272)
	-----
Net unrealized depreciation	\$ (7,359,974)
	-----

### OTHER:

There are certain risks arising from geographic concentration in any state. Certain revenue or tax related events in a state may impair the ability of certain issuers of municipal securities to pay principal and interest on their obligations.

The Trust may focus its investments in certain industries, subjecting it to greater risk than a trust that is more diversified.

The Trust may invest in municipal and U.S. Treasury futures contracts and purchase and write options on futures. The Trust will invest in these instruments to hedge against the effects of changes in the value of portfolio securities due to anticipated changes in interest rates and/or market conditions, for duration management, or when the transactions are economically appropriate to the reduction of risk inherent in the management of the Trust and not for trading purposes. The use of futures contracts and options involves certain risks, which include: (1) imperfect correlation between the price movement of the instruments and the underlying securities, (2) inability to close out positions due to different trading hours, or the temporary absence of a liquid market, for either the instrument or the underlying securities or (3) an inaccurate prediction by the Advisor of the future direction of interest rates. Any of these risks may involve amounts exceeding the amount recorded in the Trust's Statement of Assets and Liabilities at any given time.

Upon entering into a futures contract, the Trust deposits cash or securities with its custodian in an amount sufficient to meet the initial margin requirement. Subsequent payments are made or received by the Trust equal to the daily change in the contract value and are recorded as variation margin payable or receivable and offset in unrealized gains or losses. The Trust recognizes a realized gain or loss when the contract is closed or expires. Refer to the Trust's Investment Portfolio for a summary of open futures contracts at November 30, 2002.

Restricted securities are securities that may only be resold upon registration under federal securities laws or in transactions exempt from such registration. In some cases, the issuer of restricted securities has agreed to register such securities for resale, at the issuer's expense either upon demand by the Trust or in connection with another registered offering of the securities. Many restricted securities may be resold in the secondary market in transactions exempt from registration. Such restricted securities may be determined to be liquid under criteria established by the Board of Trustees. The Trust will not incur any registration costs upon such resale. The Trust's restricted securities are valued at the price provided by dealers in the secondary market or, if no market prices are available, at the fair value as determined in good faith using methods approved by the Board of Trustees.

Edgar Filing: COLONIAL HIGH INCOME MUNICIPAL TRUST - Form N-30D

17

FINANCIAL HIGHLIGHTS

Selected data for a share outstanding throughout each period is as follows  
(common shares unless otherwise stated):

	YEAR ENDED NOVEMBER 30,			PERIOD
	2002	2001	2000	ENDED NOVEMBER 1999
NET ASSET VALUE, BEGINNING OF PERIOD	\$ 6.93	\$ 6.92	\$ 7.49	\$
INCOME FROM INVESTMENT OPERATIONS:				
Net investment income	0.57 (b) (c)	0.61 (c)	0.62 (d)	
Net realized and unrealized gain (loss) on investments and futures contracts	(0.42) (b)	(0.04)	(0.54)	
Total from Investment Operations	0.15	0.57	0.08	
LESS DISTRIBUTIONS DECLARED TO PREFERRED SHAREHOLDERS:				
From net investment income	(0.06)	(0.12)	(0.16)	
Total from Investment Operations Applicable to Common Shareholders	0.09	0.45	(0.08)	
LESS DISTRIBUTIONS DECLARED TO COMMON SHAREHOLDERS:				
From net investment income	(0.50)	(0.44)	(0.48)	
LESS CAPITAL TRANSACTIONS:				
Commissions and offering costs-- preferred shares	--	--	(0.01)	
NET ASSET VALUE, END OF PERIOD	\$ 6.52	\$ 6.93	\$ 6.92	\$
Market price per share-- common shares	\$ 6.26	\$ 6.38	\$ 5.75	\$
Total return-- based on market value-- common shares (e)	5.81%	18.56%	1.05%	(
RATIOS TO AVERAGE NET ASSETS/SUPPLEMENTAL DATA:				
Expenses (g) (h)	1.49%	1.59%	1.60%	
Net investment income before preferred stock dividend (g) (h)	8.36% (b)	8.67%	8.63%	
Net investment income after preferred stock dividend (g) (h)	7.53% (b)	7.00%	6.37%	
Portfolio turnover rate	15%	15%	10%	
Net assets, end of period (000's)--common shares	\$ 202,765	\$ 215,348	\$ 214,975	\$ 23

Edgar Filing: COLONIAL HIGH INCOME MUNICIPAL TRUST - Form N-30D

- (a) The Trust changed its fiscal year end from December 31 to November 30.
- (b) Effective December 1, 2001, the Trust adopted the provisions of the AICPA Audit and Accounting Guide for Investment Companies and began accreting market discount on all debt securities. The effect of this change, for the year ended November 30, 2002, was to increase the ratio of net investment income to average net assets from 8.31% to 8.36% and increase the net investment income (adjusted for dividend payments to preferred shareholders) from 7.48% to 7.53%. The impact to net investment income and net realized and unrealized loss per share was less than \$0.01. Per share data and ratios for periods prior to November 30, 2002, have not been restated to reflect this change in presentation.
- (c) Per share data was calculated using average shares outstanding during the period.
- (d) The per share net investment income amount does not reflect the period's reclassification of differences between book and tax basis net investment income.
- (e) Total return at market value assuming all distributions reinvested at prices calculated in accordance with the Dividend Reinvestment Plan.
- (f) Not annualized.
- (g) The benefits derived from custody credits and directed brokerage arrangements, if applicable, had an impact of less than 0.01%.
- (h) Ratios reflect average net assets available to common shares only.
- (i) Annualized.

ASSET COVERAGE REQUIREMENTS

	TOTAL AMOUNT OUTSTANDING	ASSET COVERAGE PER SHARE	INVOLUNTARY LIQUIDATION PREFERENCE PER SHARE
11/30/02	\$120,000,000	\$67,243	\$25,000
11/30/01	120,000,000	69,864	25,000
11/30/00	120,000,000	69,786	25,000
11/30/99 *	120,000,000	73,466	25,000

\* On August 26, 1999, the Trust began offering Auction Preferred Shares.

18

FINANCIAL HIGHLIGHTS (CONTINUED)

Selected data for a share outstanding throughout each period is as follows (common shares unless otherwise stated):

Edgar Filing: COLONIAL HIGH INCOME MUNICIPAL TRUST - Form N-30D

	YEAR ENDED DEC		
	1996	1995	1994
NET ASSET VALUE, BEGINNING OF PERIOD	\$ 8.55	\$ 7.96	\$ 7.38
INCOME FROM INVESTMENT OPERATIONS:			
Net investment income	0.56	0.60	
Net realized and unrealized gain (loss) on investments and futures contracts	(0.19)	0.58	
Total from Investment Operations Applicable to Common Shareholders	0.37	1.18	
LESS DISTRIBUTIONS DECLARED TO COMMON SHAREHOLDERS:			
From net investment income	(0.58)	(0.59)	
NET ASSET VALUE, END OF PERIOD	\$ 8.34	\$ 8.55	\$ 8.25
Market price per share-- common shares	\$ 8.25	\$ 7.38	\$ 7.38
Total return-- based on market value-- common shares (a)	20.09%	15.65%	
RATIOS TO AVERAGE NET ASSETS/SUPPLEMENTAL DATA:			
Expenses (b)	1.00%	1.06%	
Net investment income (b)	6.74%	7.15%	
Portfolio turnover rate	15%	23%	
Net assets, end of period (000's)-- common shares	\$ 257,768	\$ 264,467	\$ 244,467

(a) Total return at market value assuming all distributions reinvested at prices calculated in accordance with the Dividend Reinvestment Plan.

(b) The benefits derived from custody credits and directed brokerage arrangements, if applicable, had an impact of less than 0.01%.

19

REPORT OF INDEPENDENT ACCOUNTANTS

TO THE TRUSTEES AND THE SHAREHOLDERS OF COLONIAL HIGH INCOME MUNICIPAL TRUST

In our opinion, the accompanying statement of assets and liabilities, including the investment portfolio, and the related statements of operations and of changes in net assets and the financial highlights present fairly, in all material respects, the financial position of Colonial High Income Municipal Trust (the "Trust") at November 30, 2002, and the results of its operations, the changes in its net assets and its financial highlights for the periods indicated, in conformity with accounting principles generally accepted in the United States of America. These financial statements and financial highlights (hereafter referred to as "financial statements") are the responsibility of the Trust's management; our responsibility is to express an opinion on these financial statements based on our audits. We conducted our audits of these financial statements in accordance with auditing standards generally accepted in

## Edgar Filing: COLONIAL HIGH INCOME MUNICIPAL TRUST - Form N-30D

the United States of America, which require that we plan and perform the audit to obtain reasonable assurance about whether the financial statements are free of material misstatement. An audit includes examining, on a test basis, evidence supporting the amounts and disclosures in the financial statements, assessing the accounting principles used and significant estimates made by management, and evaluating the overall financial statement presentation. We believe that our audits, which included confirmation of securities at November 30, 2002 by correspondence with the custodian and brokers, provide a reasonable basis for our opinion.

PricewaterhouseCoopers LLP  
Boston, Massachusetts  
January 20, 2003

20

### UNAUDITED INFORMATION

#### FEDERAL INCOME TAX INFORMATION

99.41% of the distributions from net investment income will be treated as exempt income for federal income tax purposes.

21

### DIVIDEND REINVESTMENT PLAN

#### COLONIAL HIGH INCOME MUNICIPAL TRUST

Shareholders may elect to have all distributions of dividends and capital gains automatically reinvested by EquiServe Trust Company, N.A. (the "Plan Agent"), as agent under the Trust's Dividend Reinvestment Plan (the "Plan"). Pursuant to the Plan, the provisions of which are described below, shareholders not making such an election will receive all such amounts in cash paid by check mailed directly to the shareholder by the Plan Agent, as the dividend paying agent.

If the Trustees of the Trust declare a dividend or determine to make a capital gain distribution payable either in shares of the Trust or in cash, as shareholders may have elected, non-participants in the Plan will receive cash and participants in the Plan will receive the equivalent in shares of the Trust. If the market price of the shares on the payment date for the dividend or distribution is equal to or exceeds their net asset value, participants will be issued shares of the Trust at the higher of net asset value or 95% of the market price. If net asset value exceeds the market price of Trust shares at such time, or if the Trust declares a dividend or other distribution payable only in cash,



## Edgar Filing: COLONIAL HIGH INCOME MUNICIPAL TRUST - Form N-30D

the Plan Agent will, as agent for Plan participants, buy Trust shares in the open market, on the New York Stock Exchange or elsewhere, for the participants' accounts. If, before the Plan Agent has completed its purchases, the market price exceeds the net asset value of the Trust's shares, the average per share purchase price paid by the Plan Agent may exceed the net asset value of the Trust's shares, resulting in the acquisition of fewer shares than if the dividend or distribution had been paid in shares issued by the Trust. In circumstances in which the net asset value of Trust shares is more than 5% below their market price, participants in the Plan will be issued shares through the Plan at a price exceeding net asset value.

Participants in the Plan may withdraw from the Plan upon written notice to the Plan Agent. When a participant withdraws from the Plan or upon termination of the Plan as provided below, certificates for whole shares credited to his account under the Plan will be issued and a cash payment will be made for any fraction of a share credited to such account. A shareholder's notice of election to participate in or withdraw from the Plan must be received by the Plan Agent before the record date for a dividend in order to be given effect with respect to that dividend.

In the case of shareholders such as banks, brokers or nominees holding shares for others who are the beneficial owners of those shares, the Plan Agent will administer the Plan on the basis of the number of shares certified from time to time by the shareholder of record as representing the total amount registered in such shareholder's name and held for the account of beneficial owners who are to participate in the Plan.

There is no charge to Plan participants for reinvesting dividends or distributions. The Plan Agent's fees for the handling of the reinvestment of dividends and distributions will be paid by the Trust. There will be no brokerage charges with respect to shares issued directly by the Trust as a result of dividends or distributions payable either in stock or in cash. However, each participant will pay a pro rata share of brokerage commissions incurred with respect to the Plan Agent's open market purchases in connection with the reinvestment of dividends or distributions.

The automatic reinvestment of dividends and distributions will not relieve participants of any income tax that may be payable on such dividends or distributions.

The Plan may be amended or terminated on 30 days' written notice to Plan participants. All correspondence concerning the Plan should be directed to EquiServe Trust Company, N.A., by mail at P.O. Box 43010, Providence, RI 02940-3010, or by phone at 1-800-730-6001.

22

### TRUSTEES

The Trustees serve terms of indefinite duration. The names, addresses and ages of the Trustees and officers of Colonial High Income Municipal Trust Fund, the year each was first elected or appointed to office, their principal business occupations during at least the last five years, the number of portfolios overseen by each Trustee, and other directorships they hold are shown below.

Edgar Filing: COLONIAL HIGH INCOME MUNICIPAL TRUST - Form N-30D

Name, address and age	Position with Liberty Funds1	Year first elected or appointed to office	Principal occupation(s) during past five years
-----			
Disinterested Trustees			
-----			
Douglas A. Hacker (age 47) c/o Liberty Funds Group LLC One Financial Center Boston, MA 02111	Trustee	1996	Executive Vice President-Strategy of United since December 2002 (formerly President of U Loyalty Services and Executive Vice President of United Airlines (airline) from September to December 2002; formerly Executive Vice President from July 1999 to September 2001); Chief Financial Officer of United Airlines s July 1999; Senior Vice President and Chief Financial Officer of UAL, Inc. prior thereto
Janet Langford Kelly (age 45) c/o Liberty Funds Group LLC One Financial Center Boston, MA 02111	Trustee	1996	Executive Vice President-Corporate Development and Administration, General Counsel and Secretary, Kellogg Company (food manufacture since September 1999; Senior Vice President, Secretary and General Counsel, Sara Lee Corporation (branded, packaged, consumer-products manufacturer) prior thereto
Richard W. Lowry (age 66) c/o Liberty Funds Group LLC One Financial Center Boston, MA 02111	Trustee	1995	Private Investor since 1987 (formerly Chairman and Chief Executive Officer, U.S. Plywood Corporation (building products manufacturer))
Salvatore Macera (age 71) c/o Liberty Funds Group LLC One Financial Center Boston, MA 02111	Trustee	1998	Private Investor since 1981 (formerly Executive Vice President and Director of Itek Corporation (electronics) from 1975 to 1981)
Charles R. Nelson (age 60) c/o Liberty Funds Group LLC One Financial Center Boston, MA 02111	Trustee	1981	Professor of Economics, University of Washington since January 1976; Ford and Louisa Van Voor Professor of Political Economy, University of Washington, since September 1993; Director, Institute for Economic Research, University of Washington, since September 2001; Adjunct Professor of Statistics, University of Washington since September 1980; Associate Editor, Journal of Money Credit and Banking, since September 1993; Trustee, Columbia Funds since July 2000 consultant on economic and statistical matte
John J. Neuhauser (age 59) c/o Liberty Funds Group LLC One Financial Center Boston, MA 02111	Trustee	1985	Academic Vice President and Dean of Facultie since August 1999, Boston College (formerly Dean, Boston College School of Management from September 1977 to September 1999)
Thomas E. Stitzel (age 66) c/o Liberty Funds Group LLC One Financial Center Boston, MA 02111	Trustee	1998	Business Consultant since 1999 (formerly Professor of Finance from 1975 to 1999 and D from 1977 to 1991, College of Business, Boise University); Chartered Financial Analyst

Edgar Filing: COLONIAL HIGH INCOME MUNICIPAL TRUST - Form N-30D

1 In December 2000, the board of each of the Liberty Funds and Stein Roe Funds were combined into one board of trustees with common membership. The date shown is the earliest date on which a trustee was elected to either the Liberty board or the former Stein Roe Funds board.

23

TRUSTEES (CONTINUED)

Name, address and age	Position with Liberty Funds	Year first elected or appointed to office	Principal occupation(s) during past five years
-----			
Disinterested Trustees			
-----			
Thomas C. Theobald (age 65) c/o Liberty Funds Group LLC One Financial Center Boston, MA 02111	Trustee	1996	Managing Director, William Blair Capital Partners (private equity investing) since September 1996 (formerly Chief Executive Officer and Chairman of the Board of Directors, Continental Bank Corporation)
Anne-Lee Verville (age 57) c/o Liberty Funds Group LLC One Financial Center Boston, MA 02111	Trustee	1998	Author and speaker on educational systems needs (formerly General Manager, Global Education Industry from 1994 to 1997, and President, Applications Solutions Division from 1991 to 1994, IBM Corporation (global education and global applications))
Interested Trustees			
William E. Mayer** (age 62) c/o Liberty Funds Group LLC One Financial Center Boston, MA 02111	Trustee	1994	Managing Partner, Park Avenue Equity Partners (private equity fund) since February 1999 (formerly Founding Partner, Development Capital LLC from November 1996 to February 1999; Dean and Professor, College of Business and Management, University of Maryland from October 1992 to November 1996)
Joseph R. Palombo** (age 49) One Financial Center	Trustee and	2000	Chief Operating Officer of Columbia Management Group, Inc. (Columbia Management

Edgar Filing: COLONIAL HIGH INCOME MUNICIPAL TRUST - Form N-30D

Boston, MA 02111

Chairman  
of the  
Board

Group) since November 2001; formerly Chief Operations Officer of Mutual Funds, Liberty Financial Companies, Inc. from August 2000 to November 2001; Executive Vice President of Stein Roe & Farnham, Incorporated (Stein Roe) since April 1999; Executive Vice President and Director of Colonial Management Associates, Inc. since April 1999; Executive Vice President and Chief Administrative Officer of Liberty Funds Group LLC (LFG) since April 1999; Director of Stein since September 2000; Trustee and Chairman of the Board of Stein Roe Mutual Funds since October 2000; Manager of Stein Roe Floating Rate Limited Liability Company since October 2000; Vice President of Galaxy Funds since September 2002; (formerly Vice President of Liberty Funds from April 1999 to August 2000; Chief Operating Officer and Chief Compliance Officer, Putnam Mutual Funds from December 1993 to March 1999

- \* In addition to serving as a disinterested trustee of Liberty Funds, Mr. Nelson serves as a disinterested director of Columbia Funds, currently consisting of 15 funds, which are advised by an affiliate of the Advisor.
- \*\* Mr. Mayer is an "interested person" (as defined in the Investment Company Act of 1940 ("1940 Act")) by reason of his affiliation with WR Hambrecht + Co, a registered broker-dealer. Mr. Palombo is an interested person as an employee of an affiliate of the Advisor.
- \*\*\* In addition to serving as a trustee of Liberty Funds, Mr. Lowry, Mr. Neuhauser and Mr. Mayer each serve as a director/trustee of Liberty All-Star Funds, currently consisting of 2 funds, which are advised by an affiliate of the Advisor.

24

OFFICERS

Name, address and age	Position with Liberty Funds	Year first elected or appointed to office	Principal occupation(s) during past five years
Keith T. Banks (age 47) Columbia Management Group, Inc. 590 Madison Avenue, 36th Floor New York, NY 10022	President	2001	President of Liberty Funds since November 2001; Officer and Chief Executive Officer of Columbia Management Group, Inc. predecessor since August 2000; President, Chief Investment Officer of Fleet Investment Advisors, Inc. (Fleet) from November 1996 to August 2000; Managing Director and Head of U.S. Equity, J.P. Morgan & Co. (JP Morgan) from November 1996 to August 2000; President of Liberty Funds since 2002

Edgar Filing: COLONIAL HIGH INCOME MUNICIPAL TRUST - Form N-30D

Vicki L. Benjamin (age 41) Chief 2001  
One Financial Center Accounting  
Boston, MA 02111 Officer

Controller of Liberty Funds, Stein Roe and Li  
2002; Chief Accounting Officer of Liberty Fun  
Funds since June 2001; Controller and Chief A  
since September 2002; Vice President of Liber  
Vice President, Corporate Audit, State Street  
1998 to April 2001; Audit Manager from July 1  
Manager from July 1997 to May 1998, Coopers &

J. Kevin Connaughton (age 38) Treasurer 2000  
One Financial Center  
Boston, MA 02111

Treasurer of Liberty Funds and Liberty All-St  
(formerly Controller of the Liberty Funds and  
February 1998 to October 2000); Treasurer of  
(formerly Controller from May 2000 to Februar  
since September 2002; Senior Vice President o  
(formerly Vice President from April 2000 to J  
Colonial Management Associates, Inc. from Feb  
Tax Manager; Coopers & Lybrand, LLP from Apri

Jean S. Loewenberg (age 57) Secretary 2002  
One Financial Center  
Boston, MA 02111

Secretary of Liberty Funds, Stein RoeFunds an  
February 2002; General Counsel of Columbia Ma  
Senior Vice President since November 1996, As  
September 2002 of Fleet National Bank (former  
Counsel of Fleet National Bank from November

25

This page intentionally left blank.

This page intentionally left blank.

This page intentionally left blank.

TRANSFER AGENT

IMPORTANT INFORMATION ABOUT THIS REPORT

The Transfer Agent for Colonial High Income Municipal Trust is:

Edgar Filing: COLONIAL HIGH INCOME MUNICIPAL TRUST - Form N-30D

EquiServe Trust Company, N.A.  
150 Royall Street  
Canton, MA 02021  
800-730-6001

The trust mails one shareholder report to each shareholder address. Shareholders can order additional reports by calling 800-345-6611. In addition, representatives at that number can provide shareholders information about the fund.

Financial advisors who want additional information about the fund may speak to a representative at 800-426-3750.

This report has been prepared for shareholders of Colonial High Income Municipal Trust.

COLONIAL HIGHINCOME MUNICIPAL TRUST

ANNUAL REPORT

120-02/042M-1102 (01/03) 02/3053