



Comprehensive Annual Financial Report

FISCAL YEAR ENDED JUNE 30, 2008



City of
SUISUN CITY
CALIFORNIA

Comprehensive Annual Financial Report

FISCAL YEAR ENDED JUNE 30, 2008

**Prepared by the
Department of Administrative Services**



**City of
SUISUN CITY
CALIFORNIA**

CITY OF SUISUN CITY, CALIFORNIA

Comprehensive Annual Financial Report
For the Year Ended June 30, 2008

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CITY COUNCIL

Pedro "Pete" M. Sanchez, Mayor
Jane Day, Mayor Pro-Tem
Sam Derting
Michael J. Hudson
Michael A. Segala

CITY COUNCIL MEETING

First and Third Tuesday
Every Month

CITY OF SUISUN CITY

701 Civic Center Blvd.
Suisun City, California 94585

Incorporated October 9, 1868

December 31, 2008

To the Honorable Mayor, Members of the City Council and Citizens of the City of Suisun City:

The annual financial report of the City of Suisun City for the fiscal year ended June 30, 2008, is hereby submitted. Responsibility for both the accuracy of the data, and the completeness and fairness of the presentation, including all disclosures, rests with the City management. To the best of our knowledge and belief, the enclosed data are accurate in all material respects and are reported in a manner designed to present fairly the financial position and results of operations of the various funds of the City. All disclosures necessary to enable the reader to gain an understanding of the City's financial activities have been included. Please read this in conjunction with the Management's Discussion and Analysis of the City of Suisun City's financial activities and performance for the fiscal year ended June 30, 2008, which can be found immediately following the report of the independent auditors.

The City of Suisun City provides a full range of services including police protection, fire protection, planning, building inspections, parks and recreation facilities and services, construction and maintenance of streets, public buildings, and other infrastructure. The City Council serves as the governing board of the Redevelopment Agency of the City of Suisun City, the Housing Authority of the City of Suisun City and various special assessment districts, and these activities are included in the City's financial statements as part of the reporting entity.

ECONOMIC CONDITION AND OUTLOOK

A small community of approximately 28,000 residents, Suisun City is situated midway between San Francisco and Sacramento in central Solano County. The Old Town section of the City is located on the Suisun Slough, which empties into the Suisun and Grizzly Bays, the connecting point for the Sacramento River and the San Francisco Bay.

The City was established in 1868 and grew during the California Gold Rush as a trading route between the foothills of the Sierra Nevada and the San Francisco Bay Area. The town prospered and remained the bustling hub of agricultural Solano County until Interstate 80 opened in the 1960's, effectively relocating commercial traffic away from the railroad and the waterfront area, and into nearby Fairfield.

Since 1989, the City has implemented an aggressive redevelopment program throughout the community. Since the worst blighted areas were concentrated in the Old Town Waterfront and Historic Main Street Shopping District, initial efforts were targeted in this area. After

DEPARTMENTS: AREA CODE (707)

ADMINISTRATION 421-7300 ■ PLANNING 421-7335 ■ BUILDING 421-7310 ■ FINANCE 421-7320
FIRE 425-9133 ■ RECREATION & COMMUNITY SERVICES 421-7200 ■ POLICE 421-7373 ■ PUBLIC WORKS 421-7340
REDEVELOPMENT AGENCY 421-7309 FAX 421-7366

decades of isolation, the waterfront is once again accessible to the general public via a new Public Marina, Public Promenade and Harbor Plaza. The channel has been deepened to allow boating excursions from the San Francisco Bay and the Sacramento Delta.

Suisun City, as well as Solano County and the nation, experienced another year of slow economic growth in 2008. Given the current economic conditions facing both the private and public sectors, it is a continuing challenge to generate ongoing revenue to pay for core services to a community that has increasing demands and expectations.

The City anticipates the continuous slowdown of construction activity and sales of new and existing homes in the coming months. The State of California Department of Finance projects that this housing slump will continue to weigh on the state and national economies for the rest of 2009 and to a lesser extent in 2010. The economy is unlikely to experience a recovery until 2010 at the earliest, and even then the rebound will most likely be somewhat slow.

The decline in the housing market, the financial-institution meltdown, and deficit-driven budget cuts from the State have collectively sliced an estimated of \$1.2 million from Redevelopment Agency's revenue and about \$700,000 from General Fund revenue. However, over the last decade, as tax revenues rose significantly year after year during the housing boom, the City Council set aside reserves that will help the City balance its budget in the next few years.

Again the City faces the need to identify ongoing source of General Fund revenues to pay for core services that include police, fire, streets, facility maintenance, graffiti removal, youth services, senior services, and recreation and community services.

In spite of the current economic crisis, the City and its Redevelopment Agency have managed some major projects.

Major Initiatives

With Economic Development as one of the top priorities of the City Council, the City completed or initiated a number of significant projects, among which are the following:

- **Harbor Square** - This will ultimately involve 37,000 square feet of restaurant/retail/office uses at Main & Solano (occupancy summer 2009).
- **Hampton Inn & Suites** – This waterfront hotel is under construction and scheduled for a spring 2009 opening. The hotel is projected to generate \$300,000 per year in hotel tax revenue, all of which will go to General Fund.
- **Wal-Mart Supercenter** – A major commercial project has been approved for Walters Road and State Route 12, with an expected opening in the winter of 2010. Annual sales tax revenues from the Wal-Mart component of the site alone are estimated to be \$500,000 per year. It is anticipated that the project will generate at least 375 jobs.

City's Economic Factors and Next Year's Budget information can be found under Management's Discussion and Analysis section of this report.

FINANCIAL INFORMATION

General Controls

Management employees of the City of Suisun City are responsible for establishing and maintaining an internal control structure designed to ensure that the assets of the City are protected from loss, theft or misuse, as well as to ensure that adequate accounting data are compiled to allow for the preparation of financial statements in conformity with generally accepted accounting principles. The internal control structure is designed to provide reasonable, but not absolute, assurance that these objectives are met. The concept of reasonable assurance recognizes that (1) the cost of a control should not exceed the benefits likely to be derived and (2) the valuation of costs and benefits requires estimates and judgments by management.

Budgeting Controls

The City of Suisun City maintains budgetary controls to ensure compliance with legal provisions embodied in the Annual Budget adopted by the City Council. Activities of the General Fund, special revenue funds, debt service funds and internal service funds are included in the Annual Budget. The level of budgetary control (that is the level at which expenditures cannot legally exceed the appropriated amount) is to departments within funds.

Only the City Council has the authority to increase total appropriations to departments within funds subject to only the appropriation limits established by State law. The City Council did approve supplemental appropriation increases during the year.

Encumbrance accounting, a system where unperformed contracts and commitments to purchase are recorded against appropriations, was not in effective during this reporting period, but was re-established on July 1, 2007. As demonstrated by the statements and schedules included in the financial section of this report, the City continues to meet its responsibility for sound financial management.

Cash Management

Cash temporarily idle during the year was invested in the State of California Local Agency Investment Fund and U.S. Government backed securities and investment agreements. The City's investment policy is to minimize credit and market risk while maintaining competitive yields on its investments. The City hired PFM Asset Management, LLC in August 2005, to assist the City in managing its current cash. Governmental fund investment earnings were \$1,797,494 for the year, a decrease of \$148,252 compared to 2007. The decrease is attributable to the continuous decline in interest rates.

Retirement System

The City of Suisun City participates in the State of California Public Employees Retirement System (PERS) for retirement coverage of City employees. The City funds both the employer's share and the employee's share of contributions for its miscellaneous and fire safety personnel, and all but 4.0 percent of its police safety employees.

Risk Management

The City is self-insured for the first \$250,000 of each workers compensation claim, first \$25,000 of each general liability claim, and first \$5,000 of each property claim. Claim expenses are accounted for in the City's self-insurance fund. Purchased commercial excess coverage is maintained for workers compensation claims. The City is a member of the ABAG PLAN Corporation, and obtains, through the Corporation, \$5 million excess general liability coverage and \$100,000 excess property coverage. The self-insurance fund ended the fiscal year with fund balance of about \$58,688.

OTHER INFORMATION

Independent Audit

The City Council requires an annual audit of the financial records and transactions of the City be made by an independent certified public accounting firm selected by the City Council. This requirement has been complied with and the independent auditor's report of Maze & Associates, Certified Public Accountants is included in the financial section of this report.

Awards

The Government Finance Officers Association (GFOA) awarded a Certificate of Achievement for Excellence in Financial Reporting to the City of Suisun City for its comprehensive annual financial report (CAFR) for the fiscal year ended June 30, 2007. This is the fourth straight year the City has received the award. The Certificate of Achievement is a prestigious national award, recognizing conformance with the highest standards for preparation of state and local government financial reports.

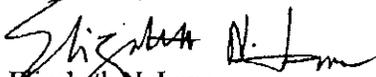
In order to be awarded a Certificate of Achievement, a government must publish an easily readable and efficiently organized comprehensive annual financial report. This report must satisfy both generally accepted accounting principles and applicable legal requirements.

A Certificate of Achievement is valid for a period of one year only. We believe that our current CAFR continues to meet the Certificate of Achievement Program's requirements and we are submitting it to the GFOA to determine its eligibility for another certificate.

Acknowledgments

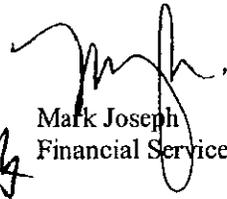
The preparation of this Comprehensive Annual Financial Report was made possible by the dedicated efforts of the entire staff of the Administrative Services Department. We would like to express our appreciation to all members of the department who assisted and contributed to the preparation of this report. Credit also must be given to the Mayor and the Councilmembers for their unfailing support for maintaining the highest standards of professionalism in the management of the City of Suisun City's finances.

Respectfully submitted,


Elizabeth N. Luna
Senior Accountant



Ronald C. Anderson, Jr.
Assistant City Manager/Administrative Services Director


Mark Joseph
Financial Services Manager

PRINCIPAL OFFICIALS

CITY OF SUISUN CITY

JUNE 30, 2008

CITY COUNCIL

Mayor	Pedro "Pete" Sanchez
Vice-Mayor	Jane Day
Councilmember	Michael A. Segala
Councilmember	Sam Derting
Councilmember	Mike Hudson

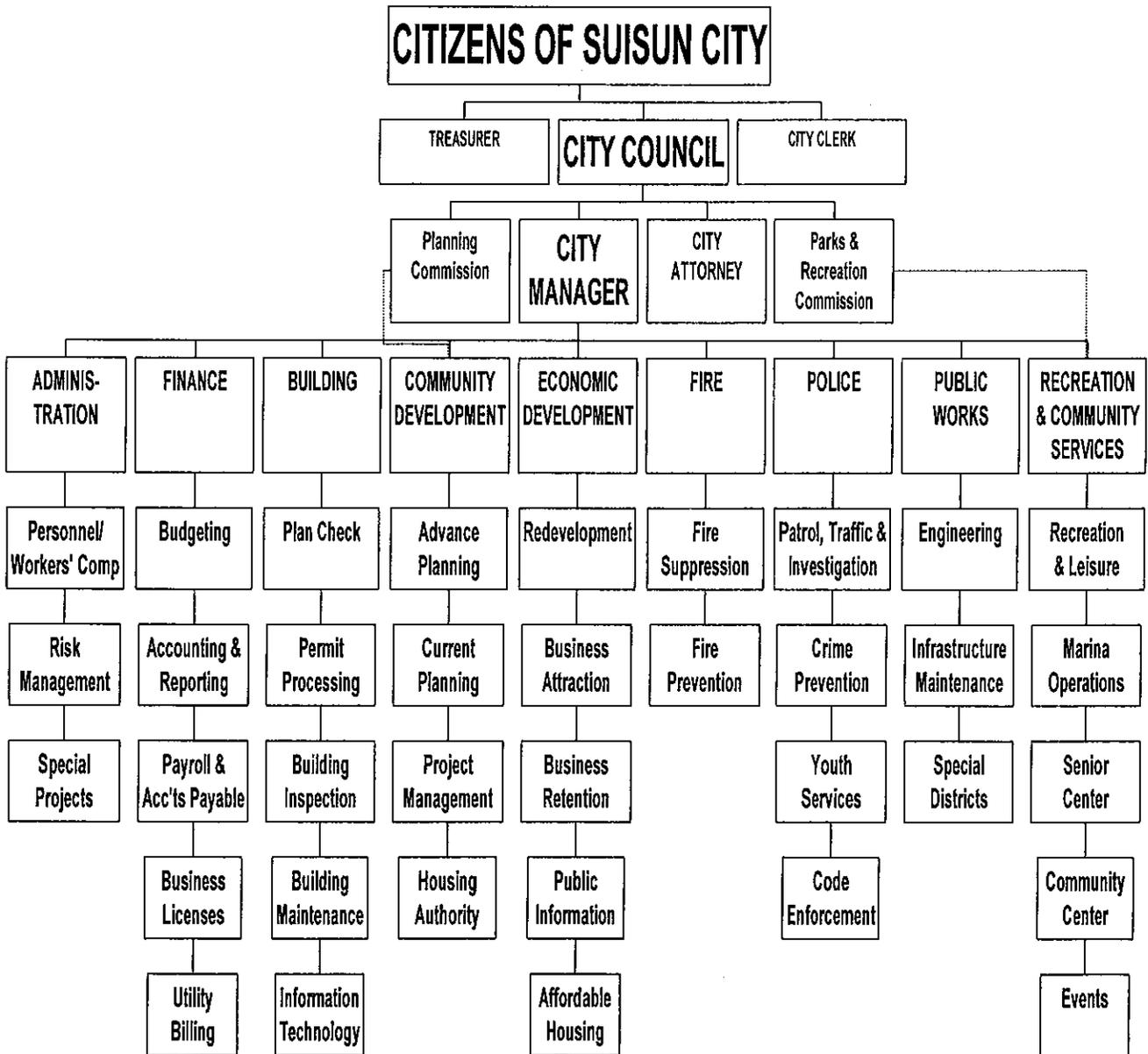
ELECTED AND APPOINTED OFFICIALS

City Manager	Suzanne Bragdon
City Clerk	Linda Hobson
City Treasurer	Jeannie McMurry

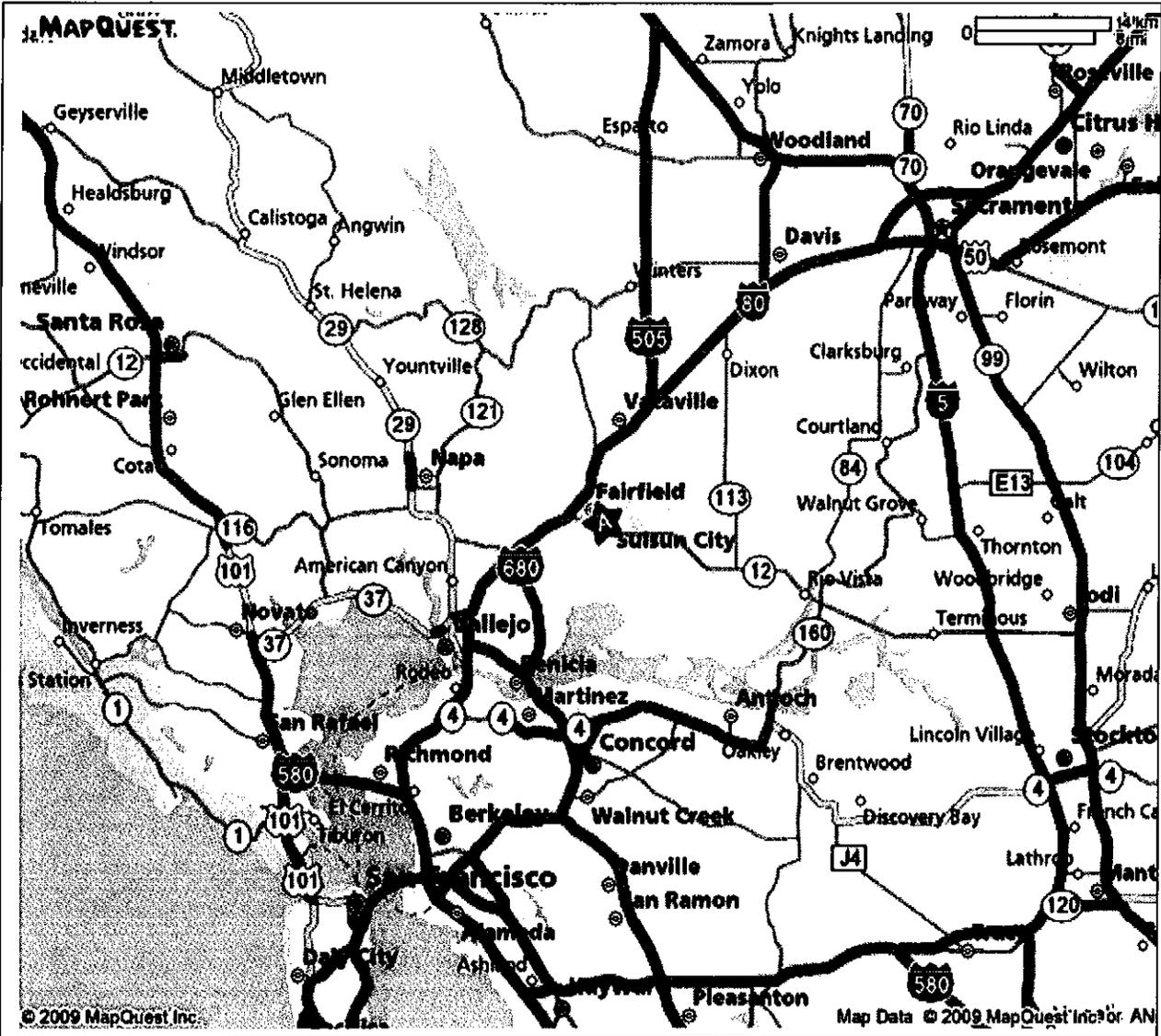
ADMINISTRATIVE TEAM

Assistant City Manager	Ronald C. Anderson Jr.
Chief Building Official	Dan Kasperson
Economic Development Director	Jason Garben
Fire Chief	Michael O'Brien
Police Chief	Ed Dadisho
Public Work Director	Vacant
Recreation and Community Services Director	John "Mick" Jessop
Community Development Director	Heather McCollister
Financial Services Manager	Mark Joseph

CITY OF SUISUN CITY ORGANIZATION CHART



Location Map



Certificate of Achievement for Excellence in Financial Reporting

Presented to

City of Suisun City
California

For its Comprehensive Annual
Financial Report
for the Fiscal Year Ended
June 30, 2007

A Certificate of Achievement for Excellence in Financial Reporting is presented by the Government Finance Officers Association of the United States and Canada to government units and public employee retirement systems whose comprehensive annual financial reports (CAFRs) achieve the highest standards in government accounting and financial reporting.



A handwritten signature in black ink, appearing to read "M. L. R. H.", written in a cursive style.

President

A handwritten signature in black ink, reading "Jeffrey R. Emer", written in a cursive style.

Executive Director

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Pleasant Hill, California 94523
(925) 930-0902 • FAX (925) 930-0135
maze@mazeassociates.com
www.mazeassociates.com

INDEPENDENT AUDITOR'S REPORT ON BASIC FINANCIAL STATEMENTS

To the Honorable City Council of
the City of Suisun City, California

We have audited the financial statements of the governmental activities, each major fund, and the aggregate remaining fund information of the City of Suisun City, California, as of and for the year ended June 30, 2008, which collectively comprise the City's basic financial statements as listed in the Table of Contents. These financial statements are the responsibility of the City's management. Our responsibility is to express an opinion on these financial statements based on our audit.

We conducted our audit in accordance with generally accepted auditing standards in the United States of America and the standards for financial audits contained in *Government Auditing Standards*, issued by the Comptroller General of the United States. Those standards 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. An audit also includes assessing the accounting principles used and significant estimates made by management, as well as evaluating the overall financial statement presentation. We believe that our audit provides a reasonable basis for our opinion.

In our opinion, the financial statements referred to above present fairly in all material respects the respective financial position of the governmental activities, each major fund, the aggregate remaining fund information of the City of Suisun City, California, as of June 30, 2008 and the respective changes in the financial position and cash flows, where applicable, thereof and the respective budgetary comparisons listed as part of the basic financial statements for the year then ended in conformity with accounting principles generally accepted in the United States of America.

In accordance with *Government Auditing Standards*, we have also issued our report dated December 5, 2008 on our consideration of the City of Suisun City's internal control over financial reporting and on our tests of its compliance with certain provisions of laws, regulations, contracts, and grant agreements and other matters. The purpose of that report is to describe the scope of our testing of internal control over financial reporting and compliance and the results of that testing, and not to provide an opinion on the internal control over financial reporting or on compliance. That report is an integral part of an audit performed in accordance with *Government Auditing Standards* and should be considered in assessing the results of our audit.

Management's Discussion and Analysis is not a required part of the basic financial statements but is supplementary information required by the Governmental Accounting Standards Board. We have applied certain limited procedures, which consisted principally of inquiries of management regarding the methods of measurement and presentation of the required supplementary information. However, we did not audit the information and express no opinion on it.

Our audit was conducted for the purpose of forming opinions on the financial statements that collectively comprise the basic financial statements. The supplemental section listed in the Table of Contents is presented for purposes of additional analysis and is not a required part of the basic financial statements. This information has been subjected to the auditing procedures applied in the audit of the basic financial statements and, in our opinion, is fairly stated in all material respects in relation to the basic financial statements taken as a whole.

The introductory section and statistical section have not been subjected to the auditing procedures applied in the audit of the basic financial statements and, accordingly, we express no opinion on them.

Maze & Associates

December 5, 2008

City of Suisun City
Management's Discussion and Analysis

This is management's discussion and analysis of the City of Suisun City's financial activities and performance for the fiscal year ended June 30, 2008. Please read this in conjunction with the transmittal letter that can be found in the introductory section at the front of this report, as well as with the City's financial statements that follow this discussion and analysis.

FINANCIAL HIGHLIGHTS

Government-Wide Financial Statements

- The Government-Wide Statement of Net Assets, appearing as the first statement of the Basic Financial Statements and summarized in this Management Discussion and Analysis, shows the City's assets to be \$224 million, liabilities of \$83 million, and net assets of \$141 million.
- Net assets, as measured in the government-wide financial statements, increased \$4.9 million. The increase is summarized by total revenues of \$38.9 million, less total expenditures of \$34 million net to approximately \$4.9 million.
- The City's long-term debt decreased by \$2,082,324. The decrease was primarily due to principal payments of about \$2.7 million and the recording of accreted interest of \$0.6 million in the 1998 Capital Appreciation Bonds. Please refer to Note 8 for details.

Governmental Funds Financial Statements

- As of the close of fiscal year 2008, the City's governmental funds reported a combined ending fund balance of \$44.6 million, an increase of \$3.1 million for the year ending June 30, 2008.
- The core operations of the City are accounted for in the General Fund, and the General Fund balance is a key measure of the financial health of the City. As of June 30, 2008, the General Fund, fund balance was \$4,663,022, a net decrease of \$1,439,758 over the balance at June 30, 2007. As of June 30, 2008, the unreserved fund balance for the General Fund was \$4,598,741 and \$64,281 reserved for prepaid.
- The \$7.4 million fund balance in the Redevelopment Agency Debt Service Fund includes \$5.9 million in reserves with the trustee for the Tax Allocation Bonds.

City of Suisun City
Management's Discussion and Analysis

- The \$0.7 million fund balance in the 1998/2003 Tax Allocation Bonds is designated for redevelopment projects.
- The \$12 million fund balance in the Redevelopment Housing Set-Aside Special Revenue is being held for low- and moderate-income Redevelopment Agency housing projects. \$1.9 million was reserved for long-term receivable and \$8.2 million is designated for projects such as First-Time Buyer-Foreclosure, First-Time Buyer-Waterfront Housing and the Continental Apartment Rehabilitation.

FY 2007-2008 Project Highlights

- **FIRST-TIME HOMEBUYER PROGRAM** - Created a First-Time Homebuyer Program that provides low and moderate income households with up to 35% of the purchase price in down payment assistance in the form of 2nd mortgages to purchase foreclosed homes. The Agency budgeted \$4.4 million in Housing Set-Aside monies to fund this program. In addition to creating affordable home ownership opportunities, this program was designed to help deal with the significant balance of foreclosures currently on the market and to eliminate blight in neighborhoods.
- **CONTINENTAL APARTMENT** - Executed the Owner Participation Agreement with Dawson Holding Inc. for the acquisition/rehabilitation of 76 apartment units that will be made available to low and moderate income households. The Agency is participating in this project through a \$3.8 million loan from the Housing Set Aside Fund.
- **NEIGHBORHOOD REINVESTMENT PROGRAM** - Continued administration of a Neighborhood Reinvestment Program for residential properties in need of exterior improvements. The intent of this program is to provide funding to low and moderate income persons and households to improve the curb appeal in residential neighborhoods throughout the Agency's Project Area to eliminate blight and maintain property values within existing neighborhoods. The Agency utilized \$86,123 of Housing Set-Aside as matching funds in the 2007-2008 fiscal year for this program, which leveraged a total investment of \$159,824 for 56 projects within the existing neighborhoods of Suisun City located within the Agency's Project Area.
- **MAIN STREET WEST PROJECT** – Continued administration of the Main Street West Disposition and Development Agreement. The first phase of the project began construction, with a former vacant Agency-owned parcel being developed with a 40,000 square foot retail/office building known as Harbor Square. A public courtyard area is also being developed adjacent to the aforementioned building on an Agency-owned property. The anticipated completion date of this project is Spring 2009.
- **HAMPTON INN & SUITES** – A 102 room Hampton Inn & Suites is also under construction in close proximity to the Harbor Square project. This project is being developed on private property without Agency participation. However, the strategy of the Main Street West Disposition and Development Agreement was a direct catalyst for the development of the Hampton Inn and Suites.

City of Suisun City
Management's Discussion and Analysis

- **MARINE SALES AND SERVICE** - Purchased the leased fee interest in a Marine Sales and Service facility and recruited California Marine Sports to the facility to provide marine sales and service operations to the at the Suisun City marina. California Marine Sports opened in April 2008. The property was formerly occupied by Adams Marine, which went out of business in May 2007. The property was initially owned by the Agency, and subsequently ground leased and developed by the owners of Adams Marine. The Agency now holds fee title to this property.
- **COTTONWOOD CREEK APARTMENTS** - BRIDGE Housing completed construction on a 94-unit affordable housing apartment complex known as Cottonwood Creek Apartments, located in the vicinity of Railroad and Sunset Avenues. The project was completed in May 2008. The Agency directly participated in this project through a loan of Housing Set-Aside funds in the amount of \$7,950,000.
- **NEW LIBRARY** - In cooperation between Solano County, Fairfield-Suisun Unified School District, City of Suisun City, and the Agency, a new Library facility was opened in June 2008. The Agency provided gap financing in the amount of \$1,023,891 that will be repaid through County Development Impact fees.
- **SUNSET AVENUE AND RAILROAD AVENUE IMPROVEMENTS** - This project will complete a portion of the City's Transportation Element by installing a traffic signal at the intersection of Sunset Avenue and Railroad Avenue for safety and public convenience. Improvements will also include undergrounding existing overhead utility lines; reconstructing the pavement and medians on Sunset Avenue; and installing new sidewalks on both sides of Sunset Avenue to close the gap sidewalk segments. The design phase, as well as coordination with Caltrans, the Union Pacific Railroad and the City of Fairfield, was completed in January 2008. Construction contracts were awarded in February 2008, and construction began shortly thereafter. The project is scheduled for completion in February 2009.
- **CENTRAL COUNTY BIKEWAY GAP CLOSURE** - More than \$1.1 million dollars in grant funding has been secured for this project. Among the grant programs contributing to funding this project are the following: Transportation Development Act (TDA) Article 3 through the Metropolitan Transportation Commission (MTC); Transportation for Clean Air (TFCA) through the Bay Area Air Quality Management District (BAAQMD), Bicycle Transportation Account (BTA) through Caltrans District 4, and Recreational Trails Program (RTP) through the State Parks and Recreation Department. This project will provide a segregated, 10-foot wide paved multi-use recreational bike and pedestrian trail along the north side of State Route 12 from Marina Boulevard to the Amtrak Train Station/City modal terminal. This trail segment is an extension of the existing Central County Bikeway, and will complete the final gap in the Central County Bikeway. The design phase is scheduled for completion in July 2008, and construction will begin shortly thereafter.
- **McCOY CREEK TRAIL – PHASE ONE** - This project will provide a 10-foot wide paved multi-use recreational bike and pedestrian trail along the west side of the McCoy Creek from the existing Central County Bikeway to Pintail Drive. The BTA and TFCA grant programs will fund this first phase of the overall McCoy Creek Trail. The design phase was completed in May 2008, construction contracts awarded in June 2008 and construction to begin in July 2008.

City of Suisun City
Management's Discussion and Analysis

- **DRIFTWOOD PEDESTRIAN PLAZA (SHELDON PLAZA)** - The construction of this waterfront plaza provides walkways and a park area linking previously completed pedestrian walkways from the residential neighborhoods to the downtown businesses, the waterfront, and the Suisun/Fairfield Amtrak Train Depot. This project provides a focal point and activity center within the downtown waterfront area. Improvements to the site include construction of a concrete pedestrian pathway and plaza area, improvements to handicap access sites to meet ADA requirements, and amenities such as seating, lighting and landscaping. Construction costs totaled approximately \$1 million, funded mainly by Transportation for Livable Communities (TLC) Grants.
- **2007 STREET OVERLAY – CHIPMAN LANE** - This project entails base failure repairs; replacement of curb ramps with ADA-compliant curb ramps, elimination of tripping hazards on sidewalks; roadway striping and overlay of roadway along Chipman Lane. The total cost of the construction was approximately \$220,000, funded mainly through Proposition 42 funding allocations.
- **2007 STREET SLURRY SEAL PROJECT** - As part of the City's Pavement Management Program (PMP), a total of 70 City streets, covering a total area of approximately 300,000 square yards, were slurry sealed. This project required coordination with the residents, business owners, School District, local transit operators, emergency service providers, the Solano Garbage Company and those that are expected to be impacted by the slurry seal activities. The total cost of the project totaled over \$540,000, funded mainly through a General fund allocation.
- **2007 STREET NAME SIGN PROGRAM** - This project entailed the removal and replacement of all city street name signs for reflective, branded street name signs. This project is to ensure accuracy and safety for emergency vehicles and general City beautification. This project was funded through the 2007 Workforce Housing Grant and completed in June 2008.
- **HARBOR CENTER STREET EXTENSION PROJECT** - Harbor Center Drive is currently a private drive serving One Harbor Center, an adjacent three-story office building. This project will restore the public road connection between Lotz Way and Driftwood Drive by extending the existing drive through to Driftwood Drive for public use and improved applicable street standards. Improvements will include the construction of new wider sidewalks, decorative pedestrian lighting, new street trees and tree planters, traffic-calming measures, drainage modifications, pavement striping, crosswalks, ADA ramps, and greater pedestrian access to the Marina and Sheldon Plaza. A design contract was awarded in November 2007 for this project with the intent that this project would be split into two phases. Phase 1 would be the underground utility work and Phase 2 would be the above ground street and landscape improvements. Phase 1 was completed awarded in February 2008 and scheduled to be completed in August 2008. Phase 2 is scheduled to begin shortly thereafter and scheduled for completion in Spring 2009.
- **PIERCE ISLAND IMPROVEMENTS/DREDGING PROJECT** - This project will include an engineering analysis of the island levees, and preparation of a scope of work to repair dikes, opinion of construction costs, and necessary permits. After the stabilization of Pierce Island, the Suisun channels will be dredged to allow the proper flow for traffic and water. Staff applied for all the necessary permits during FY 2007/08. This project is estimated to be complete by December 2008.

City of Suisun City
Management's Discussion and Analysis

- **2007 STORM CHANNEL MAINTENANCE** - The Storm Channel Maintenance project will be the first major step in winter storm preparations. This project included the removal of excess vegetation in the downstream reaches of Laurel and McCoy Creeks. If this excess vegetation had not been removed, flooding may have occurred in the upstream areas. Staff worked closely with the Fairfield-Suisun Sewer District to develop the means to complete the work prior to the onset of the wet season. This project was funded through the Fairfield-Suisun Sewer District and other City Storm Drain Funds.

- **SAFE ROUTE TO SCHOOL PROGRAM – CRYSTAL TO CRESCENT CONNECTION**
On March 21, 2008, the City was notified that our application for the State Safe Routes to School (SR2S) Program was approved for \$900,000. This project will construct a 0.8 mile, 8 foot wide, concrete, Class I Bicycle/Pedestrian path along the south side of Highway 12 between Marina Boulevard and Grizzly Island Road to help bring students safely to Crystal Middle School and Crescent Elementary School. In order to construct the project, staff will need to secure additional funding, as well as bring all stakeholders together for a collaborative design of the project. Design is scheduled to begin early 2009.

- **2008 STREET IMPROVEMENT PROJECT** - In order to address some of the worse streets in the City, staff developed the 2008 Street Improvement project using a surface treatment new to the City called Asphalt Rubber Chip Seal (ARCS). By using this road treatment and packaging several funding sources, staff was able to develop a bid package that included up to 22 street segments to be funded with City funds and 16 street segments to be funded through the SSWA resurfacing and water service replacement partnership. In addition to the 16 street segments resurfaced, 210 water services were replaced by SID prior the streets' being resurfaced. This project was awarded on July 1, 2008 and scheduled for completion in early Fall

- **Goepf Park Improvements** - In May 2007, the City awarded a contract for the redesign of Goepf Park. Goepf Park is approximately 5.0 acres and is located on the northwest corner of Pintail Drive and Harrier Drive. In general, the project will rejuvenate the existing park facilities. The Conceptual Plans were presented to and approved by the Parks and Recreation Commission on August 1, 2007, and presented to and approved by the Planning Commission on August 14, 2007. Improvements include installing angled street parking on Harrier Drive, removing trees which have caused the existing asphalt walkway to lift, removing existing asphalt walkways within the project site and replacing them with concrete walkways, removing, re-grading and replanting the existing turf area in the open field, and moving and upgrading storm drain facilities, where needed. A construction contract was awarded in June 2008 with completion scheduled for early 2009.

OVERVIEW OF THE FINANCIAL STATEMENTS

This discussion and analysis is intended to serve as an introduction to the City's financial statements. The City's financial statements consist of three components: 1) government-wide financial statements, 2) fund financial statements, and 3) notes to the basic financial statements. This report also contains other supplementary information in addition to the basic financial statements themselves.

City of Suisun City
Management's Discussion and Analysis

Government-wide Financial Statements

The government-wide financial statements consist of a Statement of Net Assets and a Statement of Activities and Changes in Net Assets. These statements are designed to provide readers with a broad overview of the City's finances, in a manner similar to a private-sector business. They provide information about the activities of the City as a whole and present a longer-term view of the City's finances.

The Statement of Net Assets presents information on all of the City's assets and liabilities, with the difference between the two reported as net assets. Over time, increases or decreases in net assets may serve as a useful indicator of whether the financial position of the City is improving or deteriorating.

The Statement of Activities and Changes in Net Assets presents information showing how the City's net assets changed during the most recent fiscal year. All changes in net assets are reported as soon as the underlying event giving rise to the change occurs, regardless of the timing of related cash flows. Thus, revenues and expenses may be reported in this statement for some items that will only result in cash flows in future fiscal periods, such as revenues related to uncollected taxes and interest expense incurred but not paid.

Fund Financial Statements

A fund is a grouping of related accounts that is used to maintain control over resources that have been segregated for specific activities or objectives. The City, like other governmental entities, uses fund accounting to ensure and demonstrate compliance with finance-related legal requirements. Funds of governmental entities can be divided into three categories: governmental funds, proprietary funds, and fiduciary funds.

Governmental funds

Governmental funds are used to account for essentially the same functions reported as governmental activities in the government-wide financial statements. However, unlike the government-wide financial statements, governmental fund financial statements focus on (1) short-term inflows and outflows of spendable resources and (2) the remaining year-end balances available for spending. This information may be useful in evaluating a government's near-term financing requirements.

Because the focus of governmental funds is narrower than that of the government-wide financial statements, it is useful to compare the information presented for governmental funds with similar information presented for governmental activities in the government-wide financial statements. By doing so, readers may better understand the long-term impact of the government's near-term financing decisions. Both the governmental balance sheet and the governmental fund statement of revenues, expenditures, and changes in fund balances provide a reconciliation to assist the reader with this comparison between governmental funds and governmental activities.

The City maintains a total of 38 individual governmental funds. Information is presented separately in the governmental fund balance sheet and the governmental fund statement of revenues, expenditures, and changes in fund balances for the following funds that are considered to be major funds. Some funds were combined for external financial reporting purposes only.

City of Suisun City
Management's Discussion and Analysis

Governmental Funds
Revenues, Expenditures and Other Changes in Fund Balances
For the Fiscal Year Ended June 30, 2008

	General Fund	Other Major Funds	Other Governmental Funds	Total Governmental Funds
Revenues	\$ 9,448,248	\$ 18,885,590	\$ 10,148,033	\$ 38,481,871
Current expenditures	9,774,711	7,363,108	9,881,640	27,019,459
Capital outlay	897,836	251,062	1,639,507	2,788,405
Debt service	19,296	4,832,071	926,660	5,778,027
	<u>10,691,843</u>	<u>12,446,241</u>	<u>12,447,807</u>	<u>35,585,891</u>
Net transfers including sale of capital assets	(196,163)	(2,337,091)	2,816,254	283,000
Net change in fund balances	(1,439,758)	4,102,258	516,480	3,178,980
Fund balances, beginning of year	6,102,780	16,074,412	19,203,755	41,380,947
Fund balances, end of year	<u>\$ 4,663,022</u>	<u>\$ 20,176,670</u>	<u>\$ 19,720,235</u>	<u>\$ 44,559,927</u>

The focus of the City's governmental funds is to provide information on near-term inflows, outflows, and balances of resources that are available for spending. Such information is useful in assessing the City's financing requirements. In particular, unreserved fund balances may serve as a useful measure of a government's net resources available for spending at the end of the fiscal year.

Proprietary funds

Proprietary funds have as their focus the determination of operating income or cost recovery. There are two types of proprietary funds: enterprise funds and internal service funds.

- Enterprise funds are used to report the same functions presented as business-type activities in the government-wide financial statements. The City has no enterprise funds.
- Internal service funds are used to accumulate and allocate costs internally among the City's various funds and departments.

Fiduciary funds

Fiduciary funds are used to account for resources held for the benefit of parties outside the government. Fiduciary funds are not reflected in the government-wide financial statements because those resources are not available to support the City's own programs. Accordingly, only assets and liabilities are reported for these funds. The major fiduciary fund maintained by the City is the Suisun-Solano Water Agency Fund. Please refer to page 36 for details.

City of Suisun City
Management's Discussion and Analysis

Notes to the Financial Statements

The notes provide additional information that is essential to a full understanding of the data provided in the government-wide and fund financial statements. The notes to the financial statements follow the basic financial statements.

Required Supplementary Information

In addition to the basic financial statements and accompanying notes, this report also presents certain required supplementary information such as this discussion and analysis and the City's budgetary comparison schedules for major funds.

Other supplementary Information

This includes a budgetary comparison schedule of all non-major funds.

Statistical Section

Presentations of financial information and non-financial information, and statistical tables for the last ten years are included in this section, as an aid to understanding and evaluating the overall operation and status of the City. Per GASB Statement 44, a new set of financial trends information is provided under this section applicable for the last four years.

City of Suisun City
Management's Discussion and Analysis

GOVERNMENT-WIDE FINANCIAL ANALYSIS

Analysis of Net Assets

Net assets are a measure of a government's financial position and, over time, a trend of increasing or decreasing net assets is an indicator of the financial health of the organization. The City of Suisun's net assets, exceeded liabilities by \$141,041,406. A schedule of net assets is presented in the following table.

Net Assets
June 30, 2008 and 2007

	Governmental Activities		Total Percentage Change
	2008	2007	
Current and other assets	\$ 62,052,489	\$ 57,104,806	9%
Capital Assets	162,483,295	163,905,321	-1%
Total Assets	224,535,784	221,010,127	2%
Current liabilities	8,072,907	7,301,117	11%
Noncurrent liabilities	75,421,471	77,603,479	-3%
Total Liabilities	83,494,378	84,904,596	-2%
Net assets:			
Invested in capital assets, net of related debt	89,322,941	88,026,488	1%
Restricted	13,051,878	13,167,071	-1%
Unrestricted	38,666,587	34,911,972	11%
Total net assets	\$ 141,041,406	\$ 136,105,531	4%

Net assets invested in capital assets (e.g., land, buildings, equipment and infrastructure) of \$89,322,941 represent the net book value of these assets less any outstanding debt used to acquire those assets. The infrastructure valuation study was completed in October 2007. The City uses these capital assets to provide services to citizens; consequently, these assets are not available for future spending. Resources needed to repay the outstanding debt must be provided from other sources other than the related assets, because the capital assets themselves cannot be used to repay these debts.

Restricted net assets of \$13 million represent resources that are subject to external restrictions on how they may be used. The \$38.6 million unrestricted net assets consist mainly of \$4.6 million in general fund, \$10.1 million for redevelopment housing set-aside and \$23.9 for all other funds to be used to finance the day-to-day operations without constraints established by debt covenants, enabling legislation, or other legal requirements.

City of Suisun City
Management's Discussion and Analysis

Analysis of Changes in Net Assets

The City's net assets increased by \$4.9 million during the current fiscal year. This growth in the City's net assets is principally from the governmental activities. Information about changes in net assets is presented in the summary table below:

Activities and Changes in Net Assets
For the Fiscal Years Ended June 30, 2008 and 2007

	Governmental Activities		Total Percentage Change
	2008	2007	
Revenues:			
Program revenues:			
Charges for services	\$ 8,547,766	\$ 8,076,244	5.84%
Operating grants & contributions	4,059,537	4,568,940	-11.15%
Capital grants & contributions	1,834,313	2,537,781	-27.72%
General revenues:			
Property Taxes	21,238,878	19,875,251	6.86%
Sales Tax	982,667	1,042,944	-5.78%
Gain on sale of capital assets	-	2,580,539	0.00%
Investment earnings	1,797,494	1,945,746	-7.62%
Miscellaneous	502,082	2,211,492	-77.30%
Total revenues	38,962,737	42,838,937	-9.05%
Program expenses:			
General government	6,785,352	5,244,020	29.39%
Public safety	6,324,288	5,861,374	7.90%
Public works	3,342,076	2,966,551	12.66%
Highways and streets	3,296,699	3,014,295	9.37%
Building Services	1,010,367	651,340	55.12%
Culture & recreation	2,355,217	1,870,837	25.89%
Community development	7,167,225	5,645,108	26.96%
Interest on long-term debt	3,745,638	3,598,258	4.10%
Total program expenses	34,026,862	28,851,783	17.94%
Change in net assets	4,935,875	13,987,154	-64.71%
Net assets-Beginning	136,105,531	122,118,377	11.45%
Net assets - end of the year	\$ 141,041,406	\$ 136,105,531	3.63%

Note: For the purpose of comparison, some revenues and expenditures in 2007 were reclassified to conform to the 2008 table using the classification of typical California city revenues, i.e. tax increment pass-through is now classified under general government.

City of Suisun City
Management's Discussion and Analysis

Change in net assets increased by \$4,935,875 was due to the following factors:

- Although property taxes increased by about \$1,363,627 million, the total revenue still have a decrease of \$3,876,200, mainly due to zero gain on sale of capital assets for this year recorded in government-wide financial statement, a significant decrease in building permits, investment earnings, and in capital & operating grants.
- The expenditures have increased by \$5,175,079 from all programs as illustrated above. The increase was due to various factors such as the capital construction in highways and streets, the improvement construction of Goepf Park, the extension of One Harbor Street, a higher pass through payments to various government agencies as a result of tax increment increase, and higher liability and worker's compensation claims.

ANALYSIS OF MAJOR GOVERNMENTAL FUNDS

General Fund

General Fund revenues of about \$9.4 million were generated. An overall decrease of about \$1 million from the previous fiscal year is due to a non-recurring revenue which is the reimbursement made by Redevelopment Agency to General Fund in relation to the sale of property at Sunset Avenue amounting to \$1.2 million recorded last year. With the exclusion of the non-recurring revenue, there is actually a very slight increase of about \$15,000 in revenues.

General Fund expenditures of \$10.7 million were made, including an increase of \$1.9 million from previous fiscal year. The increase was attributed mainly to the \$905,000 Harbor Street Extension Project, and the implementation of recording the Suisun-Solano Water Authority customer service cost of about \$437,000 to general fund offset by corresponding revenue from the Water Authority. The remaining \$558,000 is partly COLA and increase in various cost of community services.

The General Fund balance at fiscal year-end was \$4.6 million, consisting of restricted \$64,281, and \$4,598,741 that were undesignated.

RDA-Housing Set-Aside – Special Revenue Fund

This fund is used to account for the 20% tax increment revenue set-aside monies required by law to be used only for low and moderate-income housing. Expenditures of \$1.5 million included \$792,463 representing the predevelopment loan granted to Cottonwood Creek Housing, \$354,536 for administration costs and \$306,411 of operation costs at Almond Garden apartment complex. The fund transfers out of \$492,218 were mainly for debt service.

1998/2003 Tax Allocation Bonds – Capital Projects Fund

This fund is used to account for the bond proceeds used for capital projects. Expenditures of \$289,683 were mainly for Main Street West Project. Fund balance as of June 30, 2008 available for redevelopment projects was \$733,874.

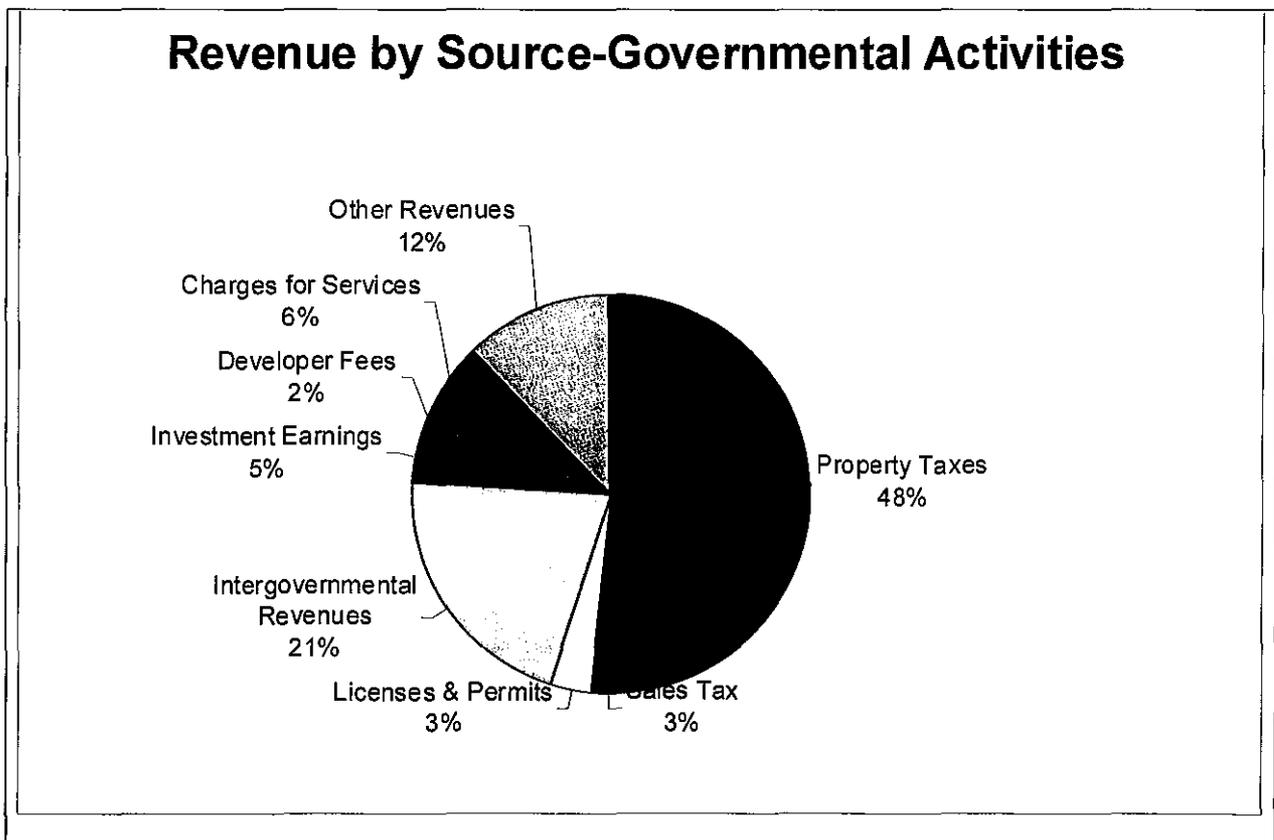
**City of Suisun City
Management's Discussion and Analysis**

RDA Bonds Debt Service Fund

This is the principal debt service fund of the redevelopment agency that is used to account primarily for all tax increment revenues and payment of debt service on long-term debt obligations. The bonds are secured by a pledge of all incremental tax revenues to be received by the Agency and funds held by the trustee. As of June 30, 2008, the fund balance was \$7,408,258, net of the \$4.5 million due to the Municipal Facilities Capital Projects Fund, which is the difference in the fund balance as compared to the Redevelopment Agency Basic Financial Report as of June 30, 2008, per GASB 34.

Analysis of All Governmental Funds

The following schedule presents a summary of general, special revenue, debt service and capital projects fund revenues for the fiscal year ended June 30, 2008 and the amount and percentage of increases and decreases in relation to prior year revenues.



While about 48 percent of total revenues are derived from property taxes, 92 percent of these property tax revenues go to the Redevelopment Agency.

City of Suisun City
Management's Discussion and Analysis

About 21 percent of the City's general governmental revenues are realized from other governmental agencies. In 2007-2008 these included:

State of California Gas Tax	505,504
Federal HUD Section 8 Housing Assistance Program	2,974,177
Federal & State Public Safety Grants	613,180
Local Transportation –Capital Projects Grants	1,151,458
Property Tax (VLF)	2,380,733
All Other Intergovernmental Allocations	576,704
Total	<u>\$ 8,201,756</u>

Revenues	2008	2007	% of Increase (Decrease)
Property Taxes	\$ 18,758,360	\$ 17,846,612	5.1%
Sales Tax	982,667	1,042,944	-5.8%
License & Permits	1,282,790	1,526,909	-16.0%
Fines & Forfeitures	225,420	263,533	-14.5%
Investment Earnings	1,797,494	1,945,746	-7.6%
Intergovernmental	8,201,756	8,676,774	-5.5%
Developer Fees	615,649	1,140,627	-46.0%
Charges for Services	2,161,569	1,873,012	15.4%
Special Assessments	1,669,407	1,579,243	5.7%
Reimbursements	1,964,620	2,953,283	-33.5%
Miscellaneous	822,139	1,453,612	-43.4%
Total	<u>\$ 38,481,871</u>	<u>\$ 40,302,295</u>	<u>-4.5%</u>

Developer fees (impact fees) and License & Permits decrease from prior year is a result of the current economic crisis.

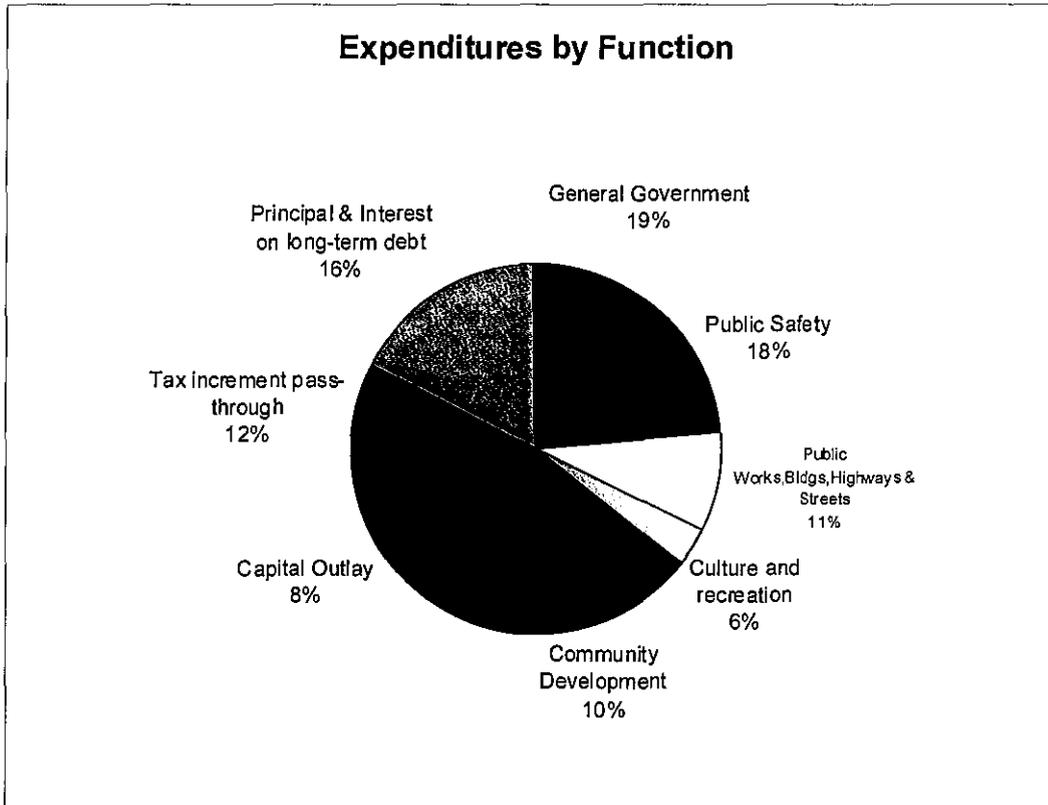
Special assessments slight increases were partially due to newly formed districts.

Reimbursement revenues were significantly low due to a one-time entry last year where Redevelopment Agency reimbursed the City for sale proceeds of property at Sunset Avenue amounting to \$1.2 million.

Miscellaneous revenues were significantly low, due to decreases in Developer's contributions for capital projects.

**City of Suisun City
Management's Discussion and Analysis**

The following schedule presents a summary of expenditures for the fiscal year ended June 30, 2008 and the percentage increases and decreases in relation to prior year expenditures.



Expenditures	2008	2007	% of Increase Decrease
General Government	\$ 6,748,235	\$ 5,844,650	15%
Public Safety	6,220,072	5,795,287	7%
Public Works	2,215,153	2,141,410	3%
Highways & Streets	1,331,444	1,185,064	12%
Building Services	471,634	408,029	16%
Culture & Recreation	2,154,353	1,439,984	50%
Community Development	3,614,524	8,554,251	-58%
Capital Outlay	2,788,405	6,081,255	-54%
Tax Increment Pass-through	4,264,044	3,978,311	7%
Principal on Long Term Debt	2,802,499	3,861,196	-27%
Interest on Long Term Debt	2,975,528	3,113,824	-4%
Total Expenditures	\$ 35,585,891	\$ 42,403,261	-16.1%

Governmental spending decreased by about \$6.8 million or about 16 % compared to prior year. The decrease is mainly caused by last year's \$5.3 million redevelopment loan granted to Cottonwood Creek Housing. The table above shows the comparison. Some of the expenditure increases were also offset by revenue increases. There was no bond refunding for this fiscal year.

City of Suisun City
Management's Discussion and Analysis

General Fund Budgetary Comparison Schedule
For the Fiscal Year Ended June 30, 2008

	<u>Original Budget</u>	<u>Final Budget</u>	<u>Actual</u>	<u>Variance Final Budget</u>
Beginning fund balances, July 1, 2007	\$ -	\$ -	\$ 6,102,780	\$ 6,102,780
Resources:				
Revenues	10,020,400	10,116,500	9,448,248	(668,252)
Transfer in & sale of capital assets	625,000	598,200	514,920	(83,280)
Total Resources	<u>10,645,400</u>	<u>10,714,700</u>	<u>9,963,168</u>	<u>(751,532)</u>
Appropriations:				
Expenditures	10,352,500	11,411,200	10,691,843	719,357
Transfer out	869,100	693,900	711,083	(17,183)
Total Appropriations	<u>11,221,600</u>	<u>12,105,100</u>	<u>11,402,926</u>	<u>702,174</u>
Resources over (under) appropriations	<u>(576,200)</u>	<u>(1,390,400)</u>	<u>(1,439,758)</u>	<u>(49,358)</u>
Ending fund balances, June 30, 2008			<u>\$ 4,663,022</u>	

Budget Modifications

For fiscal year 2007-08, appropriations were adopted by fund. The total actual expenditures in General Fund per above table did not exceed total original budget. Some individual departments have exceeded their budgets, and budget amendments were approved by the City Council.

Transfers

Transfers to the General Fund are generally made to match restricted revenue with related cost that has been recorded in the General Fund and vice versa.

CAPITAL ASSETS AND DEBT ADMINISTRATION

Capital Assets

The City's net capital assets for its governmental funds as of June 30, 2008 amount to \$162.5 million, net of accumulated depreciation of \$79.6 million. This investment in capital assets includes land and improvements, buildings and improvements, machinery and equipment, construction in progress, and all infrastructures.

Additional information on the City's capital assets can be found in Note 7 on the accompanying basic financial statements.

City of Suisun City
Management's Discussion and Analysis

Debt Administration

At the end of the current fiscal year, the City had \$78.3 million in long-term debt, net, outstanding compared to \$80.4 million last year, a 2.6% decrease. The decrease is primarily due to principal payments.

At June 30, 2008, the City had total long-term debts and obligations as summarized below.

Tax Allocation Bonds	\$ 60,218,950	77%
Redevelopment Loans	9,675,774	12%
General Obligation Bonds	2,685,000	3%
Certificates of Participation	1,755,000	2%
Capital Leases	1,859,280	2%
North Bay Aqueduct Agreement	<u>2,129,650</u>	3%
Sub-total	<u>\$ 78,323,654</u>	100%

The City has met all required debt service payments and is maintaining required reserve funds with bond trustees. The \$60.2 million in tax allocation bonds and \$9.7 million in redevelopment loans are repayable from tax increment revenues received by the City's Redevelopment Agency. The \$2.7 million in general obligation Highway 12 bonds and the \$2.1 million for North Bay Aqueduct are repayable from a voter-approved property tax. The remaining \$3.6 million City of Suisun City obligations are repayable from special assessments, lease revenues and general fund revenues.

Additional information on the City's long-term debt obligations can be found in Note 8 of the accompanying basic financial statements.

ECONOMIC FACTORS AND NEXT YEAR'S BUDGET

The Council's conservative fiscal policies have positioned the City well to weather the current economic downturn. Unlike neighboring communities, the City is not in a position at this time of having to cut positions and service levels, institute hiring freezes or, in the extreme, file for bankruptcy.

The City, while financially stable, has a number of issues to address in the future. These are dependent, in large part, upon how the economy fares over the next few years. Among the issues are:

- Economic Development – new Business attraction/long term fiscal health.
- Neighborhood Reinvestment – streets, residential rehabilitation, related infrastructure.
- Public Safety – equipment replacement, technology enhancement.
- Recreation & Leisure Services – youth and building a sense of community.

City of Suisun City
Management's Discussion and Analysis

- Strong Dedicated Workforce - striving to be competitive.

The FY 2008-2009 Annual Budget highlights:

- Anticipates an ongoing General Fund operating surplus of just under \$50,000 after addressing many organizational needs and demands.
- Projects conservative revenue forecasts given the uncertain nature of the economy.
- Incorporates an aggressive Capital Improvement program designed to address a wide variety of needs.
- Anticipates a continued strong and viable Redevelopment Agency in spite of an expected decrease of revenue due to decline of assessed values of properties within Project Area.

The FY 2008-2009 General Fund operating budget is about \$12 million, an increase of about \$588,384 or about five percent over FY 2007-08. This budget includes amount for merit increases, PERS retirement, health insurance premiums, COLA, and roughly \$1.5 million of one time major capital expenditures including the One Harbor Street Extension Project.

The Redevelopment Agency's tax increment revenue is budgeted at \$17 million for FY 2008-09. Of that amount, 20% is transferred to the Housing Set-Aside Fund and another 31% is passed through to other agencies.

REQUESTS FOR INFORMATION

This financial report is designed to provide our citizens, taxpayers, creditors and government regulators with a general overview of the City's finances and to demonstrate the City's accountability for the money it receives. Below is the contact address for questions about this report or requests for additional financial information.

City of Suisun City
Finance Department
701 Civic Center Blvd.
Suisun City, Ca. 94585
Ph: 707-421-3215

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CITY OF SUISUN CITY

STATEMENT OF NET ASSETS AND STATEMENT OF ACTIVITIES

The Statement of Net Assets and the Statement of Activities summarize the entire City's financial activities and financial position. They are prepared on the same basis as is used by most businesses, which means they include all the City's assets and all its liabilities, as well as all its revenues and expenses. This is known as the full accrual basis—the effect of all the City's transactions is taken into account, regardless of whether or when cash changes hands, but all material internal transactions between City funds have been eliminated.

The Statement of Net Assets reports the difference between the City's total assets and the City's total liabilities, including all the City's capital assets and all its long-term debt. The Statement of Net Assets presents information in a way that focuses the reader on the composition of the City's net assets, by subtracting total liabilities from total assets.

The Statement of Net Assets summarizes the financial position of all the City's Governmental Activities in a single column.

The City's Governmental Activities include the activities of its General Fund, along with all its Special Revenue, Capital Projects and Debt Service Funds.

The Statement of Activities reports increases and decreases in the City's net assets. It is also prepared on the full accrual basis, which means it includes all the City's revenues and all its expenses, regardless of when cash changes hands. This differs from the "modified accrual" basis used in the Fund financial statements, which reflect only current assets, current liabilities, available revenues and measurable expenditures.

The Statement of Activities presents the City's expenses first, listed by program. Program revenues—that is, revenues which are generated directly by these programs—are then deducted from program expenses to arrive at the net expense of each governmental program. The City's general revenues are then listed in the Governmental Activities and the Change in Net Assets is computed and reconciled with the Statement of Net Assets.

Both these Statements include the financial activities of the City, the Redevelopment Agency of the City of Suisun City, the City of Suisun City Public Financing Authority and the City of Suisun City Housing Authority. These entities are legally separate but are component units of the City because they are controlled by the City, which is financially accountable for the Agency's and the Authority's activities.

CITY OF SUISUN CITY
STATEMENT OF NET ASSETS
JUNE 30, 2008

	<u>Governmental Activities</u>
ASSETS	
Cash and investments (Note 3)	\$40,700,556
Cash with fiscal agents (Note 3)	4,891,948
Receivables:	
Accounts receivables, net	1,161,997
Developer agreement (Note 6)	500,000
Interest receivable	369,476
Notes receivable (Note 5)	12,401,144
Taxes receivable	
Prepaid items	118,071
Other assets	1,909,297
Capital assets: (Note 7)	
Nondepreciable	55,328,597
Depreciable, net	<u>107,154,698</u>
 Total Assets	 <u>224,535,784</u>
LIABILITIES	
Accounts payable and claims payable	2,801,020
Interest payable	1,031,134
Unearned revenue	24,108
Refundable deposits	852,448
Retention payable	32,511
Accrued compensated absences: (Note 1.I.)	
Due within one year	221,948
Due in more than one year	207,555
Long-term debt, net: (Note 8)	
Due within one year	2,902,183
Due in more than one year	<u>75,421,471</u>
 Total Liabilities	 <u>83,494,378</u>
NET ASSETS (Note 10)	
Invested in capital assets, net of related debt	<u>89,322,941</u>
Restricted for:	
Debt service	6,290,450
Special projects	<u>6,761,428</u>
Total Restricted Net Assets	<u>13,051,878</u>
 Unrestricted	 <u>38,666,587</u>
 Total Net Assets	 <u>\$141,041,406</u>

See accompanying notes to financial statements

CITY OF SUISUN CITY
STATEMENT OF ACTIVITIES
JUNE 30, 2008

Functions/Programs	Expenses	Program Revenues			Net (Expense) Revenue and Changes in Net
		Charges for Services	Operating Grants and Contributions	Capital Grants and Contributions	Governmental Activities
Governmental Activities:					
General government	\$6,785,352	\$2,567,517		\$11,817	(\$4,206,018)
Public safety	6,324,288	748,481	\$382,856	48,584	(5,144,367)
Public works	3,342,076	639,941		138,317	(2,563,818)
Highways and streets	3,296,699	879,344	505,502	1,471,757	(440,096)
Building services	1,010,367	18,164			(992,203)
Culture and recreation	2,355,217	1,350,270	176,373	11,512	(817,062)
Community development	7,167,225	2,344,049	2,994,806	152,326	(1,676,044)
Interest on long-term debt	3,745,638				(3,745,638)
Total Governmental Activities	34,026,862	8,547,766	4,059,537	1,834,313	(19,585,246)
General revenues:					
Property taxes					21,238,878
Sales taxes					982,667
Investment earnings					1,797,494
Miscellaneous					502,082
Total general revenues					24,521,121
Change in Net Assets					4,935,875
Net Assets-Beginning					136,105,531
Net Assets-Ending					\$141,041,406

See accompanying notes to financial statements

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FUND FINANCIAL STATEMENTS

MAJOR GOVERNMENTAL FUNDS

The funds described below were determined to be Major Funds by the City in fiscal 2008. Individual non-major funds may be found in the Supplemental section.

GENERAL FUND

The fund is used to account for the resources to carry out basic governmental activities of the City such as general government, public safety, public works, and parks and recreation which are not required to be accounted for in another fund.

RDA - HOUSING SET-ASIDE SPECIAL REVENUE

This fund is used to account for the 20 percent tax increment revenues set-aside monies required by law to be used only for low and moderate-income housing.

1998/2003 TAX ALLOCATION BONDS – CAPITAL PROJECTS

This fund is used to account for the bond proceeds used for capital projects, including the new community center and other capital projects.

RDA BONDS DEBT SERVICE

This fund is used to account for the payment of principal and interest on long-term obligations.

CITY OF SUISUN CITY
GOVERNMENTAL FUNDS
BALANCE SHEET
JUNE 30, 2008

	General	RDA-Housing Set-Aside Special Revenue	1998/2003 Tax Allocation Bonds-Capital Projects	RDA Bonds Debt Service	Other Funds	Total Governmental Funds
ASSETS						
Cash and investments (Note 3)	\$5,129,467	\$10,022,942	\$734,254	\$7,997,363	\$14,649,452	\$38,533,478
Cash with fiscal agents (Note 3)		34,560	7,464	4,599,990	249,934	4,891,948
Receivables:						
Accounts receivables, net	385,802	804	7,493		767,898	1,161,997
Development agreement (Note 6)					500,000	500,000
Due from other funds (Note 4.B.)	270,580				185,563	456,143
Interest receivable	246,211	123,265				369,476
Notes receivable (Note 5)	1,192,000	9,886,859		1,023,891	298,394	12,401,144
Prepaid items (Note 1.G.)	64,281	281		24,800	28,709	118,071
Advances to other funds (Note 4.C.)					4,591,318	4,591,318
Other assets	1,000				7,984	8,984
Total Assets	\$7,289,341	\$20,068,711	\$749,211	\$13,646,044	\$21,279,252	\$63,032,559
LIABILITIES						
Accounts payable	\$737,162	\$24,537	\$15,295	\$337,770	\$475,788	\$1,590,552
Unearned revenues	5,720	100			18,288	24,108
Due to other funds (Note 4.B.)				267,138	265,452	532,590
Deferred revenues	1,192,000	7,950,000		1,023,891	683,214	10,849,105
Advances from other funds (Note 4.C.)				4,591,318		4,591,318
Refundable deposits	670,951	59,536		17,669	104,292	852,448
Retention payable	20,486		42		11,983	32,511
Total Liabilities	2,626,319	8,034,173	15,337	6,237,786	1,559,017	18,472,632
FUND BALANCES						
Fund balance (Note 10)						
Reserved for:						
Debt Service				5,904,601	385,849	6,290,450
Prepays	64,281	281		24,800	28,709	118,071
Notes receivables		1,936,859			115,180	2,052,039
Advances to other funds					4,591,318	4,591,318
Unreserved, Reported in:						
General Fund:						
Designated						
Undesignated	4,598,741					4,598,741
Special Revenue Funds						
Designated		8,215,000			574,380	8,789,380
Undesignated		1,882,398			11,337,493	13,219,891
Capital Projects Funds						
Designated			733,874	1,478,857		2,212,731
Undesignated					2,687,306	2,687,306
Total Fund Balances	4,663,022	12,034,538	733,874	7,408,258	19,720,235	44,559,927
Total Liabilities and Fund Balances	\$7,289,341	\$20,068,711	\$749,211	\$13,646,044	\$21,279,252	\$63,032,559

See accompanying notes to financial statements

CITY OF SUISUN CITY
 Reconciliation of the
 GOVERNMENTAL FUNDS -- FUND BALANCES
 with the
 GOVERNMENTAL ACTIVITIES STATEMENT OF NET ASSETS
 JUNE 30, 2008

Total fund balances reported on the governmental funds balance sheet \$44,559,927

Amounts reported for Governmental Activities in the Statement of Net Assets
 are different from those reported in the Governmental Funds above because of the following:

CAPITAL ASSETS

Capital assets used in Governmental Activities are not current assets or financial resources and
 therefore are not reported in the Governmental Funds. 161,760,463

ALLOCATION OF INTERNAL SERVICE FUND NET ASSETS

Internal Service Funds are not governmental funds. However, they are used by management to
 charge the costs of certain activities, such as insurance and central services and maintenance
 to individual governmental funds. The net current assets of the Internal Service Funds are therefore
 included in Governmental Activities in the following line items in the Statement of Net Assets.

Cash and investments	2,167,078
Advances from other funds	81,575
Capital assets	722,832
Other assets	10,931
Accounts payable	(1,210,468)
Due to other funds	(5,128)

ACCRUAL OF NON-CURRENT REVENUES AND EXPENSES

Revenues which are deferred on the Fund Balance Sheets because they are not available currently
 are taken into revenue in the Statement of Activities. 10,849,105

LONG-TERM ASSETS AND LIABILITIES

The assets and liabilities below are not due and payable in the current period and therefore are not
 reported in the Funds:

Other assets - debt issuance costs	1,889,382
Long-term debt	(78,323,654)
Interest payable	(1,031,134)
Non-current portion of compensated absences	(429,503)

NET ASSETS OF GOVERNMENTAL ACTIVITIES \$141,041,406

See accompanying notes to financial statements

CITY OF SUISUN CITY
GOVERNMENTAL FUNDS
STATEMENT OF REVENUES, EXPENDITURES AND CHANGES IN FUND BALANCES
JUNE 30, 2008

	General	RDA-Housing Set-Aside Special Revenue	1998/2003 Tax Allocation Bonds-Capital Projects	RDA Bonds Debt Service	Other Funds	Total
REVENUES						
Taxes:						
Property taxes	\$1,164,452			\$17,223,703	\$370,205	\$18,758,360
Sales taxes	982,667					982,667
Licenses and permits	1,282,790					1,282,790
Fines and forfeits	224,600				820	225,420
Intergovernmental revenue	2,591,347				5,610,409	8,201,756
Developer fees					615,649	615,649
Special assessments					1,669,407	1,669,407
Charges for services	1,441,991				719,578	2,161,569
Investment earnings	362,946	\$367,304	\$27,294	494,460	545,490	1,797,494
Reimbursements	1,227,677		345,151		391,792	1,964,620
Miscellaneous revenue	169,778	427,678			224,683	822,139
Total Revenues	9,448,248	794,982	372,445	17,718,163	10,148,033	38,481,871
EXPENDITURES						
Current:						
General government	1,677,264				5,070,971	6,748,235
Public safety	5,431,235				788,837	6,220,072
Public works	605,060				1,610,093	2,215,153
Highways and streets	7,305				1,324,139	1,331,444
Building services	471,634					471,634
Culture and recreation	1,403,572				750,781	2,154,353
Community development	178,641	1,453,412	38,621	1,607,031	336,819	3,614,524
Tax increment pass-through				4,264,044		4,264,044
Capital outlay	897,836		251,062		1,639,507	2,788,405
Debt service:						
Principal on long-term debt	19,296			2,181,981	601,222	2,802,499
Interest on long-term debt				2,650,090	325,438	2,975,528
Total Expenditures	10,691,843	1,453,412	289,683	10,703,146	12,447,807	35,585,891
EXCESS (DEFICIENCY) OF REVENUES OVER EXPENDITURES	(1,243,595)	(658,430)	82,762	7,015,017	(2,299,774)	2,895,980
OTHER FINANCING SOURCES (USES)						
Sale of capital assets	400,000					400,000
Transfers in (Note 4.A.)	114,920	3,474,748		821,174	4,230,781	8,641,623
Transfers (out) (Note 4.A.)	(711,083)	(492,218)	(98,002)	(6,042,793)	(1,414,527)	(8,758,623)
Total Other Financing Sources (Uses)	(196,163)	2,982,530	(98,002)	(5,221,619)	2,816,254	283,000
NET CHANGE IN FUND BALANCES	(1,439,758)	2,324,100	(15,240)	1,793,398	516,480	3,178,980
BEGINNING FUND BALANCES	6,102,780	9,710,438	749,114	5,614,860	19,203,755	41,380,947
ENDING FUND BALANCES	\$4,663,022	\$12,034,538	\$733,874	\$7,408,258	\$19,720,235	\$44,559,927

See accompanying notes to financial statements

CITY OF SUISUN CITY
 Reconciliation of the
 NET CHANGES IN FUND BALANCES - TOTAL GOVERNMENTAL FUNDS
 with the Change in
 GOVERNMENTAL NET ASSETS
 FOR THE YEAR ENDED JUNE 30, 2008

The schedule below reconciles the Net Changes in Fund Balances reported on the Governmental Funds Statement of Revenues, Expenditures and Changes in Fund Balances, which measures only changes in current assets and current liabilities on the modified accrual basis, with the Change in Net Assets of Governmental Activities reported in the Statement of Activities, which is prepared on the full accrual basis.

NET CHANGE IN FUND BALANCES - TOTAL GOVERNMENTAL FUNDS \$3,178,980

Amounts reported for governmental activities in the Statement of Activities are different because of the following:

CAPITAL ASSETS TRANSACTIONS

Governmental Funds report capital outlays as expenditures. However, in the Statement of Activities the cost of those assets is capitalized and allocated over their estimated useful lives and reported as depreciation expense. The capital outlay expenditures are therefore added back to fund balances

From Capital Outlay	2,752,391
Net retirement of capital assets are deducted from fund balances	(211,421)
Depreciation expense is deducted from the fund balances (Depreciation expense is net of internal service fund depreciation of \$136,884 which has already been allocated to internal service funds)	(3,918,727)

LONG-TERM DEBT PROCEEDS AND PAYMENTS

Bond proceeds provide current financial resources to governmental funds, but issuing debt increases long-term liabilities in the Statement of Net Assets. Repayment of bond principal is an expenditure in the governmental funds, but in the Statement of Net Assets the repayment reduces long-term liabilities.

Repayment of debt principal is added back to fund balances	2,802,499
Interest payable is recorded	(686,262)
Record amortization of gain on refunding	(83,848)

ACCRUAL OF NON-CURRENT ITEMS

The amounts below included in the Statement of Activities do not provide or (require) the use of current financial resources and therefore are not reported as revenue or expenditures in governmental funds (net change):

Deferred revenue	1,289,781
Compensated absences	116,535

ALLOCATION OF INTERNAL SERVICE FUND ACTIVITY

Internal Service Funds are used by management to charge the costs of certain activities, such as equipment acquisition, and maintenance to individual funds.

The portion of the net revenue (expense) of these Internal Service Funds arising out of their transactions with governmental funds is reported with governmental activities, because they service those activities.

Change in Net Assets - All Internal Service Funds	(304,053)
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CHANGE IN NET ASSETS OF GOVERNMENTAL ACTIVITIES	\$4,935,875
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See accompanying notes to financial statements

CITY OF SUISUN CITY
GENERAL FUND
STATEMENT OF REVENUES, EXPENDITURES
AND CHANGES IN FUND BALANCES
BUDGET AND ACTUAL
FOR THE YEAR ENDED JUNE 30, 2008

	<u>Budgeted Amounts</u>		<u>Actual Amounts</u>	Variance with
	<u>Original</u>	<u>Final</u>		Final Budget Positive (Negative)
REVENUES:				
Taxes	\$4,506,400	\$2,335,800	\$2,147,119	(\$188,681)
Licenses and permits	1,641,200	1,641,200	1,282,790	(358,410)
Intergovernmental	352,400	2,565,900	2,591,347	25,447
Charges for services	1,624,600	1,629,300	1,441,991	(187,309)
Fines and forfeits	256,000	256,000	224,600	(31,400)
Investment earnings	414,600	414,600	362,946	(51,654)
Reimbursements	1,197,400	1,233,900	1,227,677	(6,223)
Miscellaneous	27,800	39,800	169,778	129,978
Total Revenues	<u>10,020,400</u>	<u>10,116,500</u>	<u>9,448,248</u>	<u>(668,252)</u>
EXPENDITURES:				
Current:				
General government	1,704,100	1,788,100	1,677,264	110,836
Public safety	5,610,800	5,680,500	5,431,235	249,265
Public works	705,100	690,100	605,060	85,040
Highway and streets			7,305	(7,305)
Building services	527,400	527,400	471,634	55,766
Culture and recreation	1,558,000	1,574,700	1,403,572	171,128
Community development	247,100	247,100	178,641	68,459
Capital Outlay		903,300	897,836	5,464
Debt service:				
Principal			19,296	(19,296)
Total Expenditures	<u>10,352,500</u>	<u>11,411,200</u>	<u>10,691,843</u>	<u>719,357</u>
EXCESS (DEFICIENCY) OF REVENUES OVER EXPENDITURES	<u>(332,100)</u>	<u>(1,294,700)</u>	<u>(1,243,595)</u>	<u>51,105</u>
OTHER FINANCING SOURCES (USES)				
Sale of capital assets	540,000	540,000	400,000	(140,000)
Transfers in	85,000	58,200	114,920	56,720
Transfers (out)	(869,100)	(693,900)	(711,083)	(17,183)
Total other financing sources (uses)	<u>(244,100)</u>	<u>(95,700)</u>	<u>(196,163)</u>	<u>(100,463)</u>
EXCESS (DEFICIENCY) OF REVENUES AND OTHER SOURCES OVER EXPENDITURES AND OTHER USES	<u>(\$576,200)</u>	<u>(\$1,390,400)</u>	<u>(1,439,758)</u>	<u>(\$49,358)</u>
BEGINNING FUND BALANCES			<u>6,102,780</u>	
ENDING FUND BALANCES			<u>\$4,663,022</u>	

See accompanying notes to financial statements

CITY OF SUISUN CITY
 RDA-HOUSING SET-ASIDE SPECIAL REVENUE FUND
 STATEMENT OF REVENUES, EXPENDITURES
 AND CHANGES IN FUND BALANCES
 BUDGET AND ACTUAL
 FOR THE YEAR ENDED JUNE 30, 2008

	<u>Budgeted Amounts</u>		<u>Actual Amounts</u>	Variance with Final Budget Positive (Negative)
	<u>Original</u>	<u>Final</u>		
REVENUES:				
Investment earnings	\$358,000	\$358,000	\$367,304	\$9,304
Miscellaneous	438,400	438,400	427,678	(10,722)
Total Revenues	<u>796,400</u>	<u>796,400</u>	<u>794,982</u>	<u>(1,418)</u>
EXPENDITURES:				
Current:				
Community development	3,362,900	1,185,800	1,453,412	(267,612)
Capital outlay		726,300		726,300
Total Expenditures	<u>3,362,900</u>	<u>1,912,100</u>	<u>1,453,412</u>	<u>458,688</u>
EXCESS (DEFICIENCY) OF REVENUES OVER EXPENDITURES	<u>(2,566,500)</u>	<u>(1,115,700)</u>	<u>(658,430)</u>	<u>457,270</u>
OTHER FINANCING SOURCES (USES)				
Transfers in	3,400,000	5,390,100	3,474,748	(1,915,352)
Transfers (out)	(572,400)	(592,300)	(492,218)	100,082
Total other financing sources (uses)	<u>2,827,600</u>	<u>4,797,800</u>	<u>2,982,530</u>	<u>(1,815,270)</u>
EXCESS (DEFICIENCY) OF REVENUES AND OTHER SOURCES OVER EXPENDITURES AND OTHER USES	<u>\$261,100</u>	<u>\$3,682,100</u>	2,324,100	<u>(\$1,358,000)</u>
BEGINNING FUND BALANCES			<u>9,710,438</u>	
ENDING FUND BALANCES			<u>\$12,034,538</u>	

See accompanying notes to financial statements

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INTERNAL SERVICE FUNDS

Internal service funds account for City operations financed and operated in a manner similar to a private business enterprise. The intent of the City is that the cost of providing goods and services to other City funds be financed through user charges to those funds.

CITY OF SUISUN CITY
 PROPRIETARY FUNDS
 STATEMENT OF NET ASSETS
 JUNE 30, 2008

	<u>Governmental Activities- Internal Service Funds</u>
ASSETS	
Current Assets:	
Cash and investments (Note 3)	\$2,167,078
Due from other funds (Note 4.B.)	81,575
Other assets	10,931
Total Current Assets	<u>2,259,584</u>
Non-current assets:	
Capital Assets (Note 6):	
Depreciable, net	722,832
Total Assets	<u>2,982,416</u>
LIABILITIES	
Current liabilities:	
Accounts payable and claims payable	1,210,468
Due to other funds (Note 4.B.)	5,128
Total Liabilities	<u>1,215,596</u>
NET ASSETS (Note 10)	
Invested in capital assets, net of related debt	722,832
Unrestricted	1,043,988
Total Net Assets	<u><u>\$1,766,820</u></u>

See accompanying notes to financial statements

CITY OF SUISUN CITY
 PROPRIETARY FUNDS
 STATEMENT OF REVENUES, EXPENSES
 AND CHANGES IN FUND NET ASSETS
 JUNE 30, 2008

	Governmental Activities- Internal Service Funds
OPERATING REVENUES	
Charges to City departments	\$2,116,896
Total Operating Revenues	2,116,896
OPERATING EXPENSES	
Salaries and benefits	1,088,910
Services and supplies	865,467
Claims and settlements	552,381
Depreciation	149,005
Total Operating Expenses	2,655,763
Operating Income (Loss)	(538,867)
NONOPERATING REVENUES	
Interest income	80,866
Miscellaneous	36,948
Total Nonoperating Revenues	117,814
Income before operating transfers	(421,053)
Transfers in (Note 4.A.)	224,400
Transfers (out) (Note 4.A.)	(107,400)
Net transfers	117,000
Change in net assets	(304,053)
BEGINNING NET ASSETS	2,070,873
ENDING NET ASSETS	\$1,766,820

See accompanying notes to financial statements

CITY OF SUISUN CITY
 PROPRIETARY FUNDS
 STATEMENT OF CASH FLOWS
 FOR THE YEAR ENDED JUNE 30, 2008

	<u>Governmental Activities- Internal Service Funds</u>
CASH FLOWS FROM OPERATING ACTIVITIES	
Receipts from customers	\$2,153,844
Payments to suppliers	(984,673)
Payments to employees	<u>(1,088,685)</u>
Cash Flows from Operating Activities	<u>80,486</u>
CASH FLOWS FROM NONCAPITAL FINANCING ACTIVITIES	
Transfers in from other funds	224,400
Transfers (out) to other funds	<u>(107,400)</u>
Cash Flows from Noncapital Financing Activities	<u>117,000</u>
CASH FLOWS USED FOR CAPITAL AND RELATED FINANCING ACTIVITIES	
Repayment of advances from other funds	45,900
Purchase of capital assets	<u>(104,736)</u>
Cash Flows used for Capital and Related Financing Activities	<u>(58,836)</u>
CASH FLOWS FROM INVESTING ACTIVITIES	
Interest received	<u>80,866</u>
Cash Flows from Investing Activities	<u>80,866</u>
Net Cash Flows	219,516
Cash and investments at beginning of period	<u>1,947,562</u>
Cash and investments at end of period	<u><u>\$2,167,078</u></u>
Reconciliation of Operating Income to Cash Flows	
from Operating Activities:	
Operating income (Loss)	(\$538,867)
Miscellaneous receipts	36,948
Adjustments to Reconcile Operating Income to Cash Flows	
from operating activities:	
Depreciation	149,005
Change in Assets and Liabilities:	
Accounts payable	433,175
Due from other funds	<u>225</u>
Cash Flows from Operating Activities	<u><u>\$80,486</u></u>

See accompanying notes to financial statements

FIDUCIARY FUNDS

FIDUCIARY FUNDS

Agency funds are used to account for assets held by the City as an agent for individuals, private organizations, and other governments. The financial activities of these funds are excluded from the Entity-wide financial statements, but are presented in separate Fiduciary Fund financial statements.

CITY OF SUISUN CITY
 FIDUCIARY FUNDS
 STATEMENT OF FIDUCIARY NET ASSETS
 JUNE 30, 2008

	Agency Funds
ASSETS	
Cash and investments (Note 3)	\$13,558,024
Cash with fiscal agent (Note 3)	805,948
Assessments receivable	1,399,858
 Total Assets	 \$15,763,830
 LIABILITIES	
Accounts payable	\$526,491
Due to other agencies	15,237,339
 Total Liabilities	 \$15,763,830

See accompanying notes to financial statements

CITY OF SUISUN CITY
Notes to Basic Financial Statements

NOTE 1 - SUMMARY OF SIGNIFICANT ACCOUNTING POLICIES

The financial statements and accounting policies of the City of Suisun City (City) conform with generally accepted accounting principles applicable to governments. The Governmental Accounting Standards Board (GASB) is the accepted standard-setting body for establishing governmental accounting and financial reporting principles. Significant accounting policies are summarized below:

A. Reporting Entity

The City is governed by a five-member Council elected by City residents. The City is legally separate and fiscally independent which means it can issue debt, set and modify budgets and fees, and sue or be sued. These financial statements present the government and its component unit-entities for which the government is considered to be financially accountable. Blended component units, although legally separate entities, are, in substance, part of the government's operations and so data from these units are combined with data of the primary government.

PRIMARY GOVERNMENT

The financial statements of the primary government of the City of Suisun City include the activities of the City as well as the Redevelopment Agency of the City of Suisun City, City of Suisun City Public Financing Authority, and City of Suisun City Housing Authority, which are controlled by and dependent on the City. While these are separate legal entities, their financial activities are integral to those of the City. Their financial activities have been aggregated and merged (termed "blending") with those of the primary government of the City in the accompanying financial statements.

BLENDED COMPONENT UNITS

The City of Suisun City Redevelopment Agency (Agency) was established to assist in the clearance and rehabilitation of City areas determined to be in a declining condition. The Agency has the same governing board as the City, all accounting and administrative functions are performed by City staff and its activities are intended to finance capital improvements and economic development to benefit the City. The financial activities of the Agency have been included in the Redevelopment Agency and Redevelopment Agency Low Income Housing Special Revenue Funds, the Redevelopment Agency Debt Service Fund, and the Redevelopment Agency Capital Projects Fund. Audited annual financial statements are available from the Agency at 701 Civic Center Boulevard, Suisun City, CA 94585.

The Public Financing Authority is a joint powers authority duly organized and existing under and pursuant to that certain Joint Exercise of Powers Agreement dated as of March 9, 1990, by and between the City of Suisun City and the Redevelopment Agency of the City of Suisun City, and under the provisions of Articles 1 through 4 (commencing with Section 6500) of Chapter 5 of Division 7 of Title 1 of the Government Code of the State of California (the "Act"), and is authorized pursuant to Article 4 of the Act (the "Bond Law") to borrow money for the purpose of financing the acquisition of bonds, notes and other obligations of the Agency to provide financing for public improvements of the Agency and for the purpose of providing funds to purchase bonds of the Agency for the Suisun City Redevelopment Project.

Housing Authority of City of Suisun City was established on November 26, 1968. The City Council members are the commissioners of the Housing Authority pursuant to Section 34290 of the Health and Safety Code of the State of California. The Authority manages and administers the U.S. Department of Housing and Urban Development, Housing Choice Voucher Program.

CITY OF SUISUN CITY
Notes to Basic Financial Statements

NOTE 1 - SUMMARY OF SIGNIFICANT ACCOUNTING POLICIES (Continued)

B. Basis of Presentation

The City's Basic Financial Statements are prepared in conformity with accounting principles generally accepted in the United States of America. The Government Accounting Standards Board is the acknowledged standard setting body for establishing accounting and financial reporting standards followed by governmental entities in the U.S.A.

These Standards require that the financial statements described below be presented.

Government-wide Statements: The Statement of Net Assets and the Statement of Activities display information about the primary government (the City) and its component units. These statements include the financial activities of the overall City government, except for fiduciary activities. Eliminations have been made to minimize the double counting of internal activities. Governmental activities generally are financed through taxes, intergovernmental revenues, and other nonexchange transactions.

The Statement of Activities presents a comparison between direct expenses and program revenues for each function of the City's governmental activities. Direct expenses are those that are specifically associated with a program or function and, therefore, are clearly identifiable to a particular function. Program revenues include (a) charges paid by the recipients of goods or *services* offered by the programs, (b) grants and contributions that are restricted to meeting the operational needs of a particular program and (c) capital grants and contributions, all of which are capital grants under California law. Revenues that are not classified as program revenues, including all taxes, are presented as general revenues.

Fund Financial Statements: The fund financial statements provide information about the City's funds, including fiduciary funds and blended component units. Separate statements for each fund category—*governmental* and *fiduciary*—are presented. The emphasis of fund financial statements is on major individual governmental funds, each of which is displayed in a separate column. All remaining governmental funds are aggregated and reported as nonmajor funds.

C. Major Funds

Major funds are defined as governmental funds which have either assets, liabilities, revenues or expenditures equal to ten percent of their fund-type total and five percent of the grand total. The General Fund is always a major fund. The City may select other governmental funds it believes should be presented as major funds.

The City reported the following major governmental funds in the accompanying financial statements:

General Fund - The fund is used to account for the resources to carry out basic governmental activities of the City such as general government, public safety, public works, and parks and recreation which are not required to be accounted for in another fund.

RDA Housing Set-Aside Special Revenue - This fund is used to account for the 20 percent tax increment revenues set-aside monies required by law to be used only for low and moderate-income housing.

1998/2003 Tax Allocation Bonds – Capital Projects - This fund is used to account for the bond proceeds used for capital projects, including the new community center and other capital projects.

RDA Bonds Debt Service - This fund is used to account for the payment of principal and interest on long-term obligations.

CITY OF SUISUN CITY
Notes to Basic Financial Statements

NOTE 1 - SUMMARY OF SIGNIFICANT ACCOUNTING POLICIES (Continued)

D. Basis of Accounting

The government-wide and proprietary fund financial statements are reported using the *economic resources measurement focus* and the full *accrual basis* of accounting. Revenues are recorded when *earned* and expenses are recorded at the time liabilities are *incurred*, regardless of when the related cash flows take place.

Governmental funds are reported using the *current financial resources* measurement focus and the *modified accrual* basis of accounting. Under this method, revenues are recognized when *measurable* and *available*. The City considers all revenues reported in the governmental funds to be available if the revenues are collected within sixty days after year-end. Expenditures are recorded when the related fund liability is incurred, except for principal and interest on long-term debt, claims and judgments, and compensated absences, which are recognized as expenditures to the extent they have matured. Governmental capital asset acquisitions are reported as *expenditures* in governmental funds. Proceeds of governmental long-term debt and acquisitions under capital leases are reported as *other financing sources*.

Non-exchange transactions, in which the City gives or receives value without directly receiving or giving equal value in exchange, include taxes, grants, entitlements, and donations. On the accrual basis, revenue from taxes is recognized in the fiscal year for which the taxes are levied or assessed. Revenue from grants, entitlements, and donations is recognized in the fiscal year in which all eligibility requirements have been satisfied.

Non-exchange transactions, in which the City gives or receives value without directly receiving or giving equal value in exchange, include taxes, grants, entitlements, and donations. On the accrual basis, revenue from taxes is recognized in the fiscal year for which the taxes are levied or assessed. Revenues from grants, entitlements, and donations are recognized in the fiscal year in which all eligibility requirements have been satisfied.

E. Use of Restricted/Unrestricted Net Assets

When an expense is incurred for purposes for which both restricted and unrestricted net assets are available, the City's policy is to apply restricted net assets first.

F. Receivables and Payables

Transactions between funds that are representative of lending/borrowing arrangements outstanding at the end of the fiscal year are referred to as either "due to/from other funds" (i.e., the current portion of interfund loans) or "advances to/from other funds" (i.e., the noncurrent portion of interfund loans).

Long-term advances between funds are offset by a fund balance reserve account in applicable governmental funds indicate they are not available for appropriation and are not expendable available financial resources. The investment in tax allocation bonds held by the Financing Authority, a component unit, has been eliminated in the accompanying financial statements.

The City makes housing rehabilitation, economic development, and redevelopment loans to individuals and businesses. These long-term loans are carried as assets of the government funds making loans. Fund balance accounts are reserved for such loans to indicate they are not available for appropriation and are not expendable available financial resources.

CITY OF SUISUN CITY
Notes to Basic Financial Statements

NOTE 1 - SUMMARY OF SIGNIFICANT ACCOUNTING POLICIES (Continued)

G. *Prepaid Items*

Certain payments to vendors reflect costs applicable to future accounting periods and are recorded as prepaid items in both the government-wide and fund financial statements.

Prepaid items, as reported in the fund financial statements, are offset by a reservation of fund balance for noncurrent assets in government funds to indicate that they do not constitute resources available for appropriation.

H. *Capital Assets*

The City's assets are capitalized at historical cost or estimated historical cost. City policy has set the capitalization threshold for reporting capital assets at \$5,000. Gifts and contributions of capital assets are recorded at fair market value on the date donated. Depreciation of capital assets is charged as an expense each year and the total amount of depreciation taken over the years, accumulated depreciation, is reported on the Statement of Net Assets as a reduction in the book value of capital assets.

I. *Compensated Absences*

Compensated absences comprise unused vacation leave and other employee benefits which are accrued as earned. The City's liability for compensated absences is recorded in various Governmental funds or Proprietary funds as appropriate. The liability for compensated absences is determined annually. For all governmental funds, amounts expected to be permanently liquidated are recorded as fund liabilities; the long-term portion is recorded in the Statement of Net Assets.

Changes in compensated absences were as follows:

Beginning Balance	\$546,038
Additions	616,024
Payments	<u>(732,559)</u>
Ending Balance	<u>\$429,503</u>
Due in One Year	<u>\$221,948</u>
Due in More than One Year	<u>\$207,555</u>

J. *Property Tax Revenues*

Solano County assesses properties and bills, collects, and distributes property taxes to the City. The County remits the entire amount levied and handles all delinquencies, retaining interest and penalties. Secured and unsecured property taxes are levied on January 1.

Secured property tax is due in two installments, on November 1 and March 1, and becomes a lien on those dates. It becomes delinquent on December 10 and April 10, respectively. Unsecured property tax is due on July 1, and becomes delinquent on August 31.

The term "unsecured" refers to taxes on personal property other than real estate, land and buildings. These taxes are secured by liens on the property being taxed. Property tax revenues are recognized by the City in the fiscal year they are assessed, provided they become available as defined above.

CITY OF SUISUN CITY
Notes to Basic Financial Statements

NOTE 2 - BUDGETS AND BUDGETARY ACCOUNTING

A. *Budgeting Procedures*

Annual budgets are adopted on a basis consistent with accounting principals generally accepted in the United States of America for the special revenue, capital projects, and debt service governmental funds, except for the Lambrecht Sports Complex and Asset Forfeiture Special Revenue Funds. All annual appropriations lapse at fiscal year end. The City submits requests for appropriations to the City Manager so that a budget may be prepared. The proposed budget is presented to the City Council for review. The Council holds public hearings and adopts a final budget.

The appropriated budget is prepared by fund, function, and department. The City Manager may make transfers of appropriations within a department. Transfers of appropriations between departments and other changes require the approval of the City Council. The legal level of budgetary control is the department and fund level. Encumbrances accounting, a method of recording purchase commitments, is not used by the City.

The budgets for the Suisun-Solano Water Authority and the Fairfield-Suisun Sewer District are prepared for approval by the respective agency's board.

B. *Expenditures that Exceed Budget*

The funds below incurred expenditures in excess of their budgets in the amounts below. Sufficient resources were available within each fund to finance the expenditures.

	Amount
General Fund:	
Highway and streets	\$7,305
RDA-Housing Set-Aside Special Revenue Fund:	
Community development	267,612
Special Revenue Funds	
Housing Authority Choice Vouchers:	
General government	20,388
ATOD Grant:	
Public Safety	29,853
Workforce Grants:	
Highway and streets	8,596
Prop 49 Grant:	
Public Safety	49,102
Fire Assistance:	
Public Safety	317
RDA-Other Special Revenue Fund:	
Highway and streets	20
Special Assessment Districts:	
Public Works	68,641

CITY OF SUISUN CITY
Notes to Basic Financial Statements

NOTE 3 - CASH AND INVESTMENTS

A. Policies

California Law requires banks and savings and loan institutions to pledge government securities with a market value of 110% of the City's cash on deposit or first trust deed mortgage notes with a value of 150% of the City's cash on deposit as collateral for these deposits. Under California Law this collateral is held in an investment pool by an independent financial institution in the City's name and places the City ahead of general creditors of the institution pledging the collateral.

B. Classification

Cash and investments are classified in the financial statements as shown below, based on whether or not their use is restricted under the terms of City debt instruments or Agency agreements. Cash and investments as of June 30, 2008 are as follows:

City cash and investments in primary government:		
Cash and investments		\$40,700,556
Cash with fiscal agent		4,891,948
		45,592,504
Total City cash and investments in primary government		
Cash and investments in Fiduciary Funds (Separate Statement)		
Cash and investments		13,558,024
Cash with fiscal agent		805,948
		14,363,972
Total Fiduciary Funds cash and investments		
		\$59,956,476

C. Investments Authorized by the California Government Code and the City's Investment Policy

The City's Investment Policy and the California Government Code allow the City to invest in the following, provided the credit ratings of the issuers are acceptable to the City and approved percentages and maturities are not exceeded. The table below also identifies certain provisions of the California Government Code or the City's Investment Policy where it is more restrictive that addresses interest rate risk, credit risk and concentration of credit risk. This table does not address investments of debt proceeds held by bond trustees that are governed by the provisions of debt agreements of the City, rather than the general provisions of the California Government Code or the City's investment policy.

The City's investment policy and the California Government Code allow the City to invest in the following:

Authorized Investment Type	Maximum Maturity	Minimum Credit Quality	Maximum Percentage of Portfolio	Maximum Investment In One Issuer
U.S. Treasury Bills, Bonds, and Notes	5 years	No Limit	No Limit	No Limit
Federal Agency Obligations	5 years	No Limit	No Limit	No Limit
Commercial Paper	180 days	A-1	25%	10%
Certificates of Deposit	1 year	No Limit	30%	No Limit
Local Agency Investment Fund	No Limit	No Limit	No Limit	No Limit

CITY OF SUISUN CITY
Notes to Basic Financial Statements

NOTE 3 - CASH AND INVESTMENTS (Continued)

D. Investments Authorized by Debt Agreements

The City must maintain required amounts of cash and investments with trustees or fiscal agents under the terms of certain debt issues. These funds are unexpended bond proceeds or are pledged reserves to be used if the City fails to meet its obligations under these debt issues. The California Government Code requires these funds to be invested in accordance with City resolutions, bond indentures or State statutes. The table below identifies the investment types that are authorized for investments held by fiscal agents. The bond indentures contain no limitations for the maximum investment in any one issuer or the maximum percentage of the portfolio that may be invested in any one investment type. The table also identifies certain provisions of these debt agreements:

Authorized Investment Type	Maximum Maturity	Credit Quality
Federal Securities	No Limit	N/A
U.S. Government Obligation	No Limit	N/A
U.S. Government Sponsored Obligations	No Limit	N/A
Money Market Accounts	N/A	AAm - AAAm
FDIC Insured Deposits	One year	N/A
Investment Agreements	No Limit	AA - AAAm
Commercial Paper	None to 270 days	A-1
State Obligations:		
General Obligation	N/A	A
General Short-Term Obligation	No Limit	A-1
Special Revenue Bonds	No Limit	AA
Federal Funds	360 days	A-1
Repurchase Agreements	30 days	A
Local Agency Investment Fund	N/A	N/A

E. Interest Rate Risk

Interest rate risk is the risk that changes in market interest rates will adversely affect the fair value of an investment. Generally, the longer the maturity of an investment, the greater the sensitivity of its fair value to changes in market interest rates. One of the ways that the City manages its exposure to interest rate risk is by purchasing a combination of shorter term and longer term investments and by timing cash flows from maturities so that a portion of the portfolio is maturing or coming close to maturity evenly over time as necessary to provide the cash flow and liquidity needed for operations.

Information about the sensitivity of the fair values of the City's investments (including investments held by bond trustees) to market interest rate fluctuations is provided by the following table that shows the distribution of the City's investments by maturity or earliest call date:

Investment Type	12 Months or less	13 to 24 Months	25 to 36 Months	37 to 48 months	49 to 60 months	Total
U.S. Treasury Notes	\$228,603		\$2,322,167	\$757,798	\$259,205	\$3,567,773
Federal Agency Securities	6,138,018	\$2,429,635	3,766,961	2,268,585	569,007	15,172,206
Local Agency Investment Fund	33,866,619					33,866,619
Money Market Mutual Funds	2,777,300					2,777,300
Investment Agreements	3,257,458					3,257,458
Total Investments	<u>\$46,267,998</u>	<u>\$2,429,635</u>	<u>\$6,089,128</u>	<u>\$3,026,383</u>	<u>\$828,212</u>	58,641,356
Cash In Bank and on hand						<u>1,315,120</u>
Total Cash and Investments						<u>\$59,956,476</u>

CITY OF SUISUN CITY
Notes to Basic Financial Statements

NOTE 3 - CASH AND INVESTMENTS (Continued)

The City is a participant in the Local Agency Investment Fund (LAIF) that is regulated by California Government Code Section 16429 under the oversight of the Treasurer of the State of California. The City reports its investment in LAIF at the fair value amount provided by LAIF, which is the same as the value of the pool share. The balance is available for withdrawal on demand, and is based on the accounting records maintained by LAIF, which are recorded on an amortized cost basis. Included in LAIF's investment portfolio are collateralized mortgage obligations, mortgage-backed securities, other asset-backed securities, loans to certain state funds, United States Treasury Notes and Bills and floating rate securities issued by federal agencies, government-sponsored enterprises, and corporations. At June 30, 2008, these investments have an average maturity of 212 days.

Money market mutual funds are available for withdrawal on demand and at June 30, 2008, have an average maturity of less than 40 days.

F. Credit Risk

Credit risk is the risk that an issuer of an investment will not fulfill its obligation to the holder of the investment. This is measured by the assignment of a rating by a nationally recognized statistical rating organization. The actual ratings as of June 30, 2008 for all U.S. Treasury Notes and U.S. Government Agencies Securities are AAA as provided by Standard and Poor's investment rating system. Money Market Mutual Funds were rated AAAM by Standard and Poor's investment rating system. The Local Agency Investment Funds were not rated as of June 30, 2008.

G. Concentration of Credit Risk

The City's investment policy regarding the amount that can be invested in any one issuer is stipulated by the California Government Code. However, the City is required to disclose investments that represent a concentration of five percent or more of investments in any one issuer, held by individual City Funds in the securities of issuers other than U. S. Treasury securities, mutual funds and external investment pools. At June 30, 2008, those investments consisted of:

Reporting Unit	Issuer	Investment Type	Reported Amount
Entity-wide	Fannie Mae	Federal Agency Securities	\$8,630,980
	Federal Home Loan Mortgage Corporation	Federal Agency Securities	4,498,362
	MBIA Inc.	Investment Agreement	3,257,548

CITY OF SUISUN CITY
Notes to Basic Financial Statements

NOTE 4 - INTERFUND TRANSACTIONS

A. Transfers Between Funds

With Council approval, resources may be transferred from one City fund to another. Transfers between funds during the fiscal year ended June 30, 2008 were as follows:

Fund Making Transfer	Fund Receiving Transfers	Amount Transferred	
General Fund	Local Transportation Special Revenue Fund	\$400,000	(B)
	Self Insurance Fund	117,000	(A)
	ATOD Grant Special Revenue Fund	11,776	(A)
	Special Assessment Districts Special Revenue Fund	164,468	(D)
	Bureau of Justice Vest Grant Special Revenue Fund	839	(F)
	RDA-Other Special Revenue Funds	17,000	(A)
Special Revenue Funds:			
Special Gas Tax	Vehicle Lease Debt Service Funds	22,600	(C)
Special Gas Tax	Traffic Congestion Relief Special Revenue Fund	63,100	(A)
Traffic Congestion Relief	Local Transportation Special Revenue Fund	256,602	(B)
Traffic Towing	General Fund	61,000	(A)
Off-Site Street Improvement	Local Transportation Special Revenue Fund	100,000	(B)
Off-Site Street Improvement	General Fund	12,000	(A)
Sewer Maintenance	Vehicle Lease Debt Service Funds	1,200	(C)
School Resource Grant	ATOD Grant Special Revenue Fund	216	(A)
Housing Authority Choice Vouchers	Housing Authority Admin Special Revenue Funds	149,877	(A)
Special Assessment Districts	Special Assessment District Special Revenue Fund	73,865	(A)
Special Assessment Districts	Workforce Grants Special Revenue Funds	58,611	(B)
Special Assessment Districts	Workforce Grants Special Revenue Fund	235,800	(B)
Special Assessment Districts	Vehicle Lease Debt Service Fund	16,700	(C)
RDA-Other Special Revenue Funds	RDA Bonds Debt Service Fund	328,956	(C)
RDA-Other Special Revenue Funds	RDA-Other Special Revenue Funds	1,000	(A)
RDA-Housing Set Aside	RDA Bonds Debt Service Fund	492,218	(C)
Capital Projects Funds:			
Park Development	General Fund	12,000	(A)
Municipal Facilities and Equipment	General Fund	21,000	(A)
1998/2003 Tax Allocation Bonds	RDA Other Special Revenue Funds	98,002	(B)
Debt Service Funds:			
RDA Bonds Debt Service	RDA-Other Special Revenue Funds	2,366,345	(A)
	RDA-Other Special Revenue Funds	3,474,748	(E)
	Civic Center Debt Service Fund	200,300	(C)
	RDA-Other Special Revenue Funds	1,400	(F)
Internal Service Funds:			
Equipment Maintenance	Motor Vehicle Repair Internal Service Fund	57,500	(A)
Self Insurance	Self Insurance Service Fund	49,900	(A)
		\$8,866,023	

- (A) To fund general operations/recurring transfers.
- (B) To fund capital improvements projects
- (C) To fund debt service payments
- (D) To fund outstanding deficit
- (E) To transfer 20% tax increment to Housing Set-Aside Fund.
- (F) To transfer matching portion of grant.

CITY OF SUISUN CITY
Notes to Basic Financial Statements

NOTE 4 - INTERFUND TRANSACTIONS (Continued)

B. Current Interfund Balances

Current interfund balances arise in the normal course of business and are expected to be repaid shortly after the end of the fiscal year. At June 30, 2008 the following funds have balances due to the General Fund.

<u>Due From Fund</u>	<u>Due To Fund</u>	<u>Amount</u>
General Fund	Special Revenue Funds:	
	Special Gas Tax	\$130,380
	Boating Safety	6,174
	ATOD	4,793
	Office of Traffic Safety Grants	74,390
	Police Grants	6,052
	Special Assessment Districts	43,663
General Fund	Motor Vehicle Repair Internal Service Fund	5,128
Off-Site Street Improvement Special Revenue Fund	RDA Bond Debt Service Fund	89,623
Park Development Capital Projects Fund	RDA Bond Debt Service Fund	95,940
Self-insurance Internal Service Fund	RDA Bond Debt Service Fund	<u>81,575</u>
	Total	<u><u>\$537,718</u></u>

C. Long-Term Interfund Advances

The long-term interfund advance is composed of a Redevelopment Agency Reimbursement Agreement in which the Redevelopment Agency agreed to provide the City all or a portion of the moneys paid as lease payments under a lease agreement entered into between the City and the Suisun City Public Financing Authority providing for the lease by the City of the Civic Center improvements, amounting to \$4,591,318 as of June 30, 2008.

NOTE 5 - NOTES RECEIVABLE

Notes receivable, including accrued interest and related deferred revenue, comprised balances from the following programs, all of which are discussed below:

Bay Homes Development Corporation	\$1,936,859
Cottonwood Creek Housing Association, LP	7,950,000
Solano County - Library Construction	1,023,891
Redevelopment Loans	71,685
Housing rehabilitation loans	183,214
CDBG loans	43,495
Capital asset sale -Twin Sister	<u>1,192,000</u>
Total Notes Receivables	<u><u>\$12,401,144</u></u>

CITY OF SUISUN CITY
Notes to Basic Financial Statements

NOTE 5 – NOTES RECEIVABLE (Continued)

A. *Bay Homes Development Corporation*

The note receivable of \$1,936,859 relates to a loan made by the Agency to the Bay Homes Development Corporation for the purpose of constructing a 28-unit very low and moderate income rental housing project. The loan bears interest at 2% per annum and is secured by a deed of trust, assignment of rents, security agreement, and fixture filing on the underlying project. Repayment of the loan is to be made from residual cash flows, to the extent generated by the completed housing project. The Corporation owes unpaid interest of \$123,265 to the Agency as of June 30, 2008. All outstanding and accrued but unpaid interest is due and payable June 21, 2026.

B. *Cottonwood Creek Housing Association*

The Agency entered to a Disposition, Development and Loan agreements with Cottonwood Creek Housing Associates, LP, a California limited partnership for the construction of Cottonwood Creek Apartments, a low and moderate income housing project of the Agency. The total loan agreement provides for loans up to \$7,950,000. The loan bears a contingent simple interest of 3% from the date of disbursement until paid and is secured by a deed of trust with assignment rents and security agreement. Repayment of the loan is contingent upon availability of residual income. The loan receivable at June 30, 2008 consists of a note from the sale of land valued at \$1,800,000 and cash advances of \$6,150,000.

C. *Advance to the Solano County Library*

The Agency advanced \$1,098,000 to Solano County for the construction of the Solano County Library. The Agency will be repaid from future collections of Public Facilities Fees for all advances made by the Agency. Such repayments shall include interest of three percent (3%) per annum. As of June 30, 2008, the outstanding balance of these loans was \$1,023,891.

D. *Redevelopment, Housing Rehabilitation, and CDBG*

The City and the Agency entered into agreements with individuals and businesses for housing rehabilitation, economic development, and redevelopment loans. As of June 30, 2008, the outstanding balance of these loans was \$298,394.

E. *Twin Sister*

The City sold the Twin Sister property to Herman Rowland on January 18, 2006 for \$2,392,000. The remaining principal balance is payable in five years with 5% simple interest. At June 30, 2008, the outstanding balance was \$1,192,000.

NOTE 6 – DEVELOPMENT AGREEMENT

Pursuant to a Development and Disposition Agreement, the Agency sold for \$722,400 real property, known as the North Harbor site, to a developer for the purpose of assisting in the construction of a commercial office building. The developer is to pay the Agency the greater of \$500,000 or 10% of the cumulative gross proceeds derived from the project as defined whether derived from operation or sale of the project. If the Agency has not been paid such amounts prior to 20 years after the certificate of occupancy is issued with respect to the building, then the entire amount shall become due and payable. The Agency has recorded this receivable at \$500,000 and has offset it by deferred revenue.

CITY OF SUISUN CITY
Notes to Basic Financial Statements

NOTE 7 - CAPITAL ASSETS

All capital assets are valued at historical cost or estimated historical cost if actual historical cost is not available. Contributed capital assets are valued at their estimated fair market value on the date contributed.

Capital assets with limited useful lives are depreciated over their estimated useful lives. The purpose of depreciation is to spread the cost of capital assets equitably among all users over the life of these assets. The amount charged to depreciation expense each year represents that year's pro rata share of the cost of capital assets. Depreciation is provided using the straight line method which means the cost of the asset is divided by its expected useful life in years and the result is charged to expense each year until the asset is fully depreciated. The City has assigned the useful lives listed below to capital assets:

Buildings	25-30 years
Improvements	25-30 years
Buildings and Vehicle, Equipment	3-25 years
Machinery and Equipment	3-20 years
Infrastructure	25-65 years
Streets-Pavement System	10-75 years

A. Capital Asset Additions and Retirements

Capital assets activity for the year ended June 30, 2008 is as follows:

	Balance June 30, 2007	Additions	Retirements	Balance June 30, 2008
Governmental Activities:				
Capital assets not being depreciated:				
Land and improvements	\$51,707,753		\$227,115	\$51,480,638
Construction in Progress	1,730,258	\$2,117,701		3,847,959
Total Non-Depreciable Assets	<u>53,438,011</u>	<u>2,117,701</u>	<u>227,115</u>	<u>55,328,597</u>
Capital assets being depreciated:				
Buildings	32,668,772	557,599		33,226,371
Buildings and improvements	9,017,114			9,017,114
Equipment	2,741,301	77,091	26,852	2,791,540
Internal Service-Vehicle, Machine & Equipme	2,556,294	95,597	120,933	2,530,958
Infrastructure	44,330,299			44,330,299
Streets-Pavement System	94,836,783			94,836,783
Total capital assets being depreciated	<u>186,150,563</u>	<u>730,287</u>	<u>147,785</u>	<u>186,733,065</u>
Less accumulated depreciation for:				
Buildings	5,878,157	653,375		6,531,532
Buildings and improvements	5,973,566	439,993		6,413,559
Equipment	2,345,726	76,049	42,546	2,379,229
Internal Service-Vehicle, Machine & Equipme	1,789,193	136,844	117,911	1,808,126
Infrastructure	15,062,854	952,703		16,015,557
Streets-Pavement System	44,633,757	1,796,607		46,430,364
Total accumulated depreciation	<u>75,683,253</u>	<u>4,055,571</u>	<u>160,457</u>	<u>79,578,367</u>
Net capital assets being depreciated	<u>110,467,310</u>	<u>(3,325,284)</u>	<u>(12,672)</u>	<u>107,154,698</u>
Total capital assets, net	<u>\$163,905,321</u>	<u>(\$1,207,583)</u>	<u>\$214,443</u>	<u>\$162,483,295</u>

Construction in progress consists of \$1,150,960 in Main Street Improvement, \$719,254 Crystal Middle School Development, \$509,361 in Sunset & RR Intersection and \$905,141 in Harbor Center Street Extension.

CITY OF SUISUN CITY
Notes to Basic Financial Statements

NOTE 7 - CAPITAL ASSETS (Continued)

B. Capital Asset Contributions

Some capital assets may be acquired using Federal and State grant funds, or they may be contributed by developers or other governments. These contributions are required to be accounted for as revenues at the time the capital assets are contributed.

C. Depreciation Allocation

Depreciation expense is charged to functions and programs based on their usage of the related assets. The amounts allocated to each function or program are as follows:

Public safety	\$60,587
Public works	814,615
Highways & streets	1,784,447
Building services	544,695
Culture and recreation	169,144
Community development	533,078
Internal Service Funds	149,005
Total depreciation expense	<u><u>\$4,055,571</u></u>

CITY OF SUISUN CITY
Notes to Basic Financial Statements

NOTE 8 - LONG TERM DEBT

The City generally incurs long-term debt to finance projects or purchase assets, which will have useful lives equal to or greater than the related debt.

A. Current Year Transactions and Balance

The City's long-term debt activities for the year ended June 30, 2008 is as follows:

	Balance June 30, 2007	Additions	Retirements	Balance June 30, 2008	Current Portion
Redevelopment Agency:					
<i>Tax Allocation Bonds:</i>					
1998 Tax Allocation Revenue Bonds					
Current Interest Term Bonds					
3.9%-5.20%, due 10/1/28	\$7,015,000		\$210,000	\$6,805,000	\$215,000
Capital Appreciation Bonds					
3.9%-5.32%, due 10/1/28 and 3.9%-5.37, due 10/1/33	11,568,630	\$626,155		12,194,785	
2003-B Tax Allocation Refunding Bonds					
2.0%-3.375%, due 10/1/2023	38,395,000		1,600,000	36,795,000	1,635,000
2003-A Tax Allocation Refunding Bonds					
2.0%-3.375%, due 10/1/2023	6,105,000		170,000	5,935,000	205,000
<i>Loans payable:</i>					
Marina Loan					
4.5%, due 10/1/48	7,191,335		128,459	7,062,876	134,241
Marina Expansion Loan					
7.239%, due 10/24/25	2,686,420		73,522	2,612,898	78,844
Total Redevelopment Agency	<u>72,961,385</u>	<u>626,155</u>	<u>2,181,981</u>	<u>71,405,559</u>	<u>2,268,085</u>
City of Suisun City:					
North Bay Aqueduct					
due 7/1/36	2,200,215		70,565	2,129,650	71,590
General Obligation Bonds Highway 12 Expansion					
5.0%-5.2%, due 2/1/19	2,850,000		165,000	2,685,000	175,000
2004 Certificates of Participation					
1.5%-4.40%, due 11/1/15	1,945,000		190,000	1,755,000	195,000
Capital Lease Obligation	2,054,233		194,953	1,859,280	192,508
Total City of Suisun City	<u>9,049,448</u>		<u>620,518</u>	<u>8,428,930</u>	<u>634,098</u>
Total Governmental Activity Debt	<u>82,010,833</u>	<u>626,155</u>	<u>2,802,499</u>	<u>79,834,489</u>	<u>\$2,902,183</u>
Less / Plus:					
Current portion of long-term debt				(2,902,183)	
2003-B deferred refunding, net	(1,633,523)		(96,089)	(1,537,434)	
2003-B premium, net	48,987		2,882	46,105	
2003-A discount, net	(20,319)		(813)	(19,506)	
Total long-term debt, due in more than one year, net	<u>\$80,405,978</u>	<u>\$626,155</u>	<u>\$2,708,479</u>	<u>\$75,421,471</u>	

CITY OF SUISUN CITY
Notes to Basic Financial Statements

NOTE 8 - LONG-TERM DEBT (Continued)

B. Debt Service Requirements

Future principal and interest payments were as follows at June 30, 2008:

For the Year Ending June 30	Principal	Interest
2009	\$2,902,183	\$2,854,309
2010	2,994,416	2,760,094
2011	3,113,023	2,654,397
2012	3,199,375	2,536,320
2013	3,350,255	2,409,756
2014-2018	18,707,217	9,732,646
2019-2023	19,875,618	5,472,268
2024-2028	13,450,116	14,335,788
2029-2033	8,199,841	15,708,857
2034-2038	2,302,407	2,063,341
2039-2043	1,290,107	280,496
2044-2048	366,528	69,697
2049	83,403	3,753
Total	<u>\$79,834,489</u>	<u>\$60,881,722</u>

C. Redevelopment Agency Long-Term Debt Issues

1998 Tax Allocation Bonds - On February 1, 1998, the Redevelopment Agency issued \$14,996,384 original principal amount of 1998 Tax Allocation, which were purchased by the Suisun City Public Financing Authority (a component unit of the City of Suisun City). The proceeds from the sale of the Bonds were used to finance redevelopment activities of the Agency. The bonds bear interest at rates from 3.9%-5.37%. Interest is payable semi-annually each April 1 and October 1 through 2033. Principal payment are payable annually on October 1 through 2033.

Upon sale of the bonds, \$6,906,000 was placed on deposit in a special escrow fund. Prior to each April 1 and October 1, through 2003, the Agency shall file, with the bond trustee, a Tax Revenue Certificate to identify amounts, if any, to be released from the Series 1998 special escrow fund and transferred to the Agency and to the reserve fund to meet the increased reserve requirement, as a result of such release of funds. On October 1, 2000, \$3,889,303 was released from the Series 1998 special escrow fund with \$3,494,260 being deposited into the Agency tax allocation bond project fund and \$270,740 being deposited into the reserve fund, and \$124,303 was deposited into the interest account. An additional \$20,597 of investment earnings was released and deposited into the interest account for payment of the current year interest of the bonds. All remaining funds in the special escrow fund were released by October 1, 2002. The bonds are secured by a lien of the tax revenues of the Agency on parity with the lien securing the \$49,390,000 in outstanding 2003 Series A & B Tax Allocation Bonds.

The Agency's bonds secure payment of the Financing Authority's bonds totaling \$14,996,384. The Authority's 1998 Tax Allocation Revenue Bonds consist of \$7,955,000 term bonds maturing October 1, 2028, and \$7,041,384 in capital appreciation bonds maturing 2028 and 2033. Interest on those bonds (other than the capital appreciation bonds) is payable each October 1 and April 1, commencing October 1, 1998. In the case of the capital appreciation bonds, accreted value shall be determined by compounding interest semi-annually on April 1 and October 1, commencing October 1, 1998, payable upon maturity or prior redemption. As of June 30, 2008, accreted interest amounted to \$5,153,401.

CITY OF SUISUN CITY
Notes to Basic Financial Statements

NOTE 8 - LONG-TERM DEBT (Continued)

The Agency has pledged all future tax increment revenues, less amounts required to be set aside in the Low Income Housing Fund, for the repayment of the Tax Allocation Bonds. The pledge of all future tax increment revenues ends upon repayment of \$47,001,728 remaining debt service on the Bonds, which is scheduled to occur in 2034. For fiscal year 2008, tax increment revenue amounted to \$17,261,212 which represented coverage of 3,037% over the \$568,441 of debt service.

2003 Series A Tax Allocation Bonds and 2003 Series B Tax Allocation Refunding Bonds – On July 1, 2003, the Agency issued \$6,390,000 original principal amount of 2003 Series A Tax Allocation Bonds and \$43,000,000 original principal amount of 2003 Series B Tax Allocation Refunding Bonds. The proceeds from the sale of the Bonds were used to refinance and advance refund the 1993 Tax Allocation Bonds and to obtain additional financing for redevelopment projects. The bonds bear interest at rates from 2.0% to 3.375%. Interest is payable semi-annually each April 1 and October 1, through 2023. Principal payments are due October 1, through 2023.

The refunding took advantage of lower interest rates which were available and results in reduction debt service requirements over the life of the new debt. Proceeds of \$44,680,426 were transferred to a trustee and placed in irrevocable trust to redeem the 1993 Tax Allocation Refunding Bonds. Accordingly, the 1993 bonds were removed from the balance sheet. The advance refunding resulted in a difference between the reacquisition price and the net carrying amount of the old debt of \$2,017,879 which has been deferred in accordance with GASB Statement No. 23. The deferred amount recognized is being amortized over the life of the new debt on a straight-line basis.

The 2003 Series A bonds are subject to optional redemption on any date on or after October 1, 2012, with a premium of 2% from October 1, 2011 through September 30, 2012 and 1% from October 1, 2012 through September 30, 2013. Term bonds maturing October 1, 2013 October 1, 2018, October 1, 2022 and October 1, 2032 are subject to mandatory sinking fund redemption commencing October 1, 2010, from sinking account payments at a redemption price equal to the principal amount plus accrued interest.

The 2003 Series B bonds maturing on or after October 1, 2012 are subject to redemption at the option of the Agency from any source of available funds on any date on or after October 1, 2011 with a premium of 2% from October 1, 2011 through September 30, 2012 and 1% from October 1, 2012 through September 30, 2013. Bonds maturing October 1, 2013 and thereafter are subject to a redemption price equal to the principal amount plus accrued interest.

At June 30, 2008, \$516,835 was on deposit in the 2003 Series A reserve account, and \$3,344,662 was on deposit in the 2003 Series B reserve account.

The Agency has pledged all future tax increment revenues, less amounts required to be set aside in the Low Income Housing Fund, for the repayment of the Tax Allocation Bonds. The pledge of all future tax increment revenues ends upon repayment of \$60,162,664 remaining debt service on the Bonds, which is scheduled to occur in 2032. Projected tax increment revenues are expected to provide coverage over debt service of 3.2% over the life of the Bonds. For fiscal year 2008, tax increment revenue amounted to \$17,261,212 which represented coverage of 491% over the \$3,512,269 of debt service.

CITY OF SUISUN CITY
Notes to Basic Financial Statements

NOTE 8 - LONG-TERM DEBT (Continued)

Marina Loan – On July 22, 1991, the Agency entered into agreement with the California Department of Boating and Waterways, whereby a loan of \$8,091,405 was granted to the Agency to finance a small craft harbor. The loan bears interest at 4.5% per annum on the unpaid balance, commencing with the date of each transfer of loan funds to the Agency. Repayment of the loan commences August 1, 1998, with 68% of the loan repayable over 50 years and 32% of the loan payable over 30 years. The Agency is required to maintain a reserve fund increasing to a limit of \$2 million. At June 30, 2008, the Agency had \$1,304,612 in its reserve account.

The Marina expansion loan – On October 24, 1995, Agency entered into a loan agreement with Sheldon Oil Company in the amount of \$3,250,000 for the acquisition of property related to the Marina. The note bears interest at 7.239% per annum, is payable in installments of \$268,000 annually on October 24, through 2025. The loan may be prepaid at the option of the Agency after October 24, 2001 with a premium of up to 4%.

D. City's Long-Term Debt Issues

North Bay Aqueduct Agreement Payable – On October 22, 1985, the City entered into an agreement with the Solano County Flood Control and Water Conservation District for the purpose of obtaining an additional water supply up to a maximum of 1,300 acre-feet per annum. Under the agreement, the City is required to make annual payments to the District for the cost to the District of route for the reach of the North Bay Aqueduct from the Delta to Cordelia (the capital cost of the Phase 2 of the North Bay Aqueduct). The City is obligated under the agreement to levy a zone of benefit property tax sufficient to provide for payment under the agreement. The agreement bears no interest and matures July 1, 2036.

General Obligation Bonds – The City issued \$4,250,000 of voter-approved general obligation bonds for the purpose of financing costs of widening that portion of California Highway 12 located within the City. The bonds bear interest at rates from 5.0% to 5.2%. Interest is payable semi-annually each February 1 and August 1, through 2019. Principal payments are payable annually each February 1, through 2019. Bonds maturing February 1, 2005 or thereafter are subject to early redemption, at the option of the City, with a premium from .5% to 2.0% from February 1, 2004 through January 31, 2008. The bonds are secured by levies of ad valorem taxes upon all property within the City subject to taxation.

In April 2004, the Suisun City Public Financing Authority issued \$2,490,000 of 2004 Certificates of Participation to assist the City in advance refunding its 1993 Certificates of Participation used to finance the Civic Center project. The Certificates are secured by a lease agreement between the Authority and the City, wherein the City agreed to make such lease payments and to include such payments in its budget during the term of the lease. The Certificates bear interest at rates from 1.5% to 4.40%. Interest is payable semi-annually each May 1 and November 1, through 2015. Principal payments are payable annually each November 1, 2015. Certificates maturing on or after November 1, 2004 are subject to redemption on or after November 1, 2004, with a premium of 2.0% through October 31, 2010.

Capital Lease Obligations – The City entered into a capital lease agreement for the purpose of the reconstruction of recreation facilities to provide the City with a modern YMCA. Title to the assets revert to the City upon making the final lease payment. The lease is due in 80 quarterly installments through August 31, 2014. Under the terms of an operating agreement, the YMCA is to pay rent to the City in equal payments required by the City to discharge its lease obligations.

CITY OF SUISUN CITY
Notes to Basic Financial Statements

NOTE 8 - LONG-TERM DEBT (Continued)

On January 9, 2006, the City entered into a five-year lease agreement for the purchase of a new street sweeper. The lease is payable in semi-annual installments of \$14,225 through January 4, 2011.

On March 29, 2006, the City entered into a five-year lease agreement for the purchase of 5 copiers. The lease is payable in semi-annual installments of \$1,608 through March 2011.

On January 23, 2003, the City entered into a five-year lease agreement for the purchase of a trash collection vehicle (dump truck). The lease is payable in annual installments of \$11,895 through March 24, 2008, and bears interest at 4.25% per annum.

E. Subsequent Event

On September 2, 2008, the City entered into capital lease agreement to purchase a new fire truck in the amount of \$700,000.

NOTE 9 – SPECIAL ASSESSMENT DEBT WITHOUT CITY’S COMMITMENT

On June 6, 2003, the City of Suisun City issued \$570,000 principal amount of Limited Obligation Refunding Improvement Bonds to refund \$615,000 outstanding aggregate principal amount of the City’s Limited Obligation Improvement Bonds, Victorian Harbor Assessment Reassessment District, Series 1994-1. The Bonds are secured by the unpaid reassessments against 93 reassessment parcels. Neither the faith and credit nor the general taxing power of the City of Suisun have been pledged to the payment of the Bonds. Therefore, the Bonds have not been included in the accompanying financial statements. The balance of the outstanding debt was \$601,812 at June 30, 2008.

NOTE 10 – NET ASSETS AND FUND BALANCES

A. Net Assets

Net Assets is the excess of all the City’s assets over all its liabilities, regardless of fund. Net Assets are divided into three captions. These captions apply only to Net Assets, which is determined only at the Government-wide level, and are described below:

Invested in Capital Assets, net of related debt describes the portion of Net Assets which is represented by the current net book value of the City’s capital assets, less the outstanding balance of any debt issued to finance these assets.

Restricted describes the portion of Net Assets which is restricted as to use by the terms and conditions of agreements with outside parties, governmental regulations, laws, or other restrictions which the Agency cannot unilaterally alter. These principally include developer fees received for use on capital projects and debt service requirements.

Unrestricted describes the portion of Net Assets which is not restricted to use.

CITY OF SUISUN CITY
Notes to Basic Financial Statements

NOTE 10 – NET ASSETS AND FUND BALANCES (Continued)

B. Fund Equity

Fund equity consists of reserved and unreserved amounts. Reserved fund equity represents that portion of a fund balance or net assets, which has been appropriated for expenditure or is legally segregated for a specific future use. The remaining portion is unreserved. Net Assets is reserved for debt service requirements.

A portion of unreserved fund balance may be designated to indicate plans for financial resource utilization in a future period, such as for general contingencies or capital projects. Such plans are subject to change and may never be legally authorized or result in expenditures.

NOTE 11 - RISK MANAGEMENT

A. Risk Coverage

The City is exposed to various risks of loss to torts, theft of, damage to and destruction of assets, errors and omissions, injuries to employees, and natural disasters. The City has a self-insurance internal service fund to account for and finance its uninsured risks of loss. Under this program, the self-insurance fund provided coverage up to a maximum of \$25,000 for each general liability claim, \$5,000 for each property damage claim, and \$250,000 for each workers' compensation claim. The City is a member of the Local Agency Worker's Compensation Excess Joint Powers Authority (LAWCX) that provides coverage in excess of \$250,000.

LAWCX's financial statements may be obtained from Bickmore & Associates, 6371 Auburn Boulevard, Citrus Heights, CA 95621.

The City is a member of the Association of Bay Area Governments (ABAG) PLAN Corporation, a 32-member public entity insurance pool. The ABAG PLAN Corporation provides the City general liability coverage of \$5,000,000 per occurrence and property insurance coverage of \$100,000 per occurrence, both subject to the respective deductibles in the above paragraph. The City is also covered by the Special Excess Liability Policy with Driver Alliant Integrated Insurance for up to \$10,000,000 in general liability, and for property, excess of \$100,000 up to replacement cost. Special Excess Liability Settled claims have not exceeded this commercial coverage in any of the past three years.

Audited financial statements may be obtained from ABAG Services, P.O. Box 2050, Oakland, CA 94604-2050.

The City has coverage for Commercial Crime under Driver Alliant Integrated Insurance. This policy provides coverage up to a maximum of \$1,000,000, with a \$5,000 deductible.

All funds of the City participate in the program and make payments to the self-insurance fund based on estimates of amounts needed to pay prior and current year claims and to establish a reserve for catastrophe losses. The claims liability of \$1,144,259 reported in the fund at June 30, 2008 is based on accounting standards which require that a liability for claims be reported if information prior to the issuance of the financial statements indicates that it is probable that a liability has been incurred and the amount of the loss can be reasonable estimated.

CITY OF SUISUN CITY
Notes to Basic Financial Statements

NOTE 11 - RISK MANAGEMENT (Continued)

B. Liability for Uninsured Claims

The following is a summary of changes in City recorded claim liabilities during the years ended June 30:

	2008	2007
Beginning balance	\$762,665	\$573,184
Increase (decrease) in current year		
claims and changes in estimates	544,539	372,840
Claims paid	(175,189)	(183,359)
Ending Balance	<u>\$1,132,015</u>	<u>\$762,665</u>

NOTE 12 – DEVELOPER LEASEBACK AGREEMENT

To assist in the development of the commercial office building, the Agency agreed to lease 12,400 square feet of space for a period of 60 months from November 1, 2001 to October 31, 2006 and 5,000 square feet until March 2009. As of June 30, 2008, all of the spaces have been subleased through the developer. The Agency's remaining commitment under the lease agreement is the difference between the Agency's lease rate and that of the subleases including CPI adjustments. The leaseback agreement expired on October 31, 2006.

NOTE 13 - PENSION PLAN

CALPERS Safety and Miscellaneous Employees Plans

The City participates in pension plans offered by California Public Employees Retirement System (CALPERS), an agent multiple employer defined benefit pension plan which acts as a common investment and administrative agent for its participating member employers. CALPERS provides retirement and disability benefits, annual cost of living adjustments and death benefits to plan members and beneficiaries. The City's employees participate in the separate Safety (police and fire) and Miscellaneous (all other) Employee Plans. Benefit provisions under both Plans are established by State statute and City resolution. Benefits are based on years of credited service, equal to one year of full time employment. Funding for city's contributions for both Plans are determined annually on an actuarial basis as of June 30 by CALPERS. The Plans' provisions and benefits in effect at June 30, 2008, are summarized as follows:

	Safety - Fire	Safety - Police	Miscellaneous
Benefit vesting schedule	5 years service	5 years service	5 years service
Benefit payments	monthly for life	monthly for life	monthly for life
Retirement age	55	50	55
Monthly benefits, as % of annual salary	1.426% - 2.50%	3%	1.426% - 2.418%
Required employee contribution rates	7%	9%	7%
Required employer contribution rates	25.599%	34.534%	11.053%

CALPERS determines contribution requirements using a modification of the Entry Age Normal Method. Under this method, the City's total normal benefit cost for each employee from date of hire to date of retirement is expressed as a level percentage of the related total payroll cost. Normal benefit cost under this method is the level amount the City must pay annually to fund an employee's projected retirement benefit. This level percentage of payroll method is used to amortize any unfunded actuarial liabilities. The actuarial assumptions used to compute contribution requirements are also used to compute the actuarial accrued liability.

CITY OF SUISUN CITY
Notes to Basic Financial Statements

NOTE 13 - PENSION PLAN (Continued)

The City uses the actuarially determined percentages of payroll to calculate and pay contributions to CALPERS. This results in no net pension obligations or unpaid contributions. Annual Pension Costs, representing the payment of all contributions required by CALPERS, for the years ended June 30 as follows:

	Employer Contribution Amount	Employer Contribution Rate		
		Police	Fire	Miscellaneous
2006	\$973,602	29.575%	26.451%	9.979%
2007	1,214,640	31.642%	26.147%	10.879%
2008	1,318,012	32.453%	25.812%	11.088%

CALPERS uses the market related value method of valuing the Plan's assets. An investment rate of return of 7.75% is assumed, including inflation at 3.00%. Annual salary increases are assumed to vary by duration of service and annual retirement benefit increases are assumed to be 3.25%. The City's unfunded actuarial accrued liability is being amortized as a level percentage of payroll on a closed basis. The remaining amortization period at June 30, 2008 was 16 years for the miscellaneous plan, 16 years for the safety police plan, and 15 years for the safety fire plan.

As required by State law, effective July 1, 2005, the City's Safety Plans and Miscellaneous Plan were terminated, and the Safety and Miscellaneous employees in the plan were required by CALPERS to join the new State-wide pools. One of the conditions of entry was for the City to adjust and true-up any unfunded liabilities or overfunded assets in the former Plan, either by paying cash or by increasing or decreasing its future contribution rates through a Side Fund offered by CALPERS.

The latest available actuarial values of the above State-wide pools (which differs from market value) and funding progress were set forth as follow. The information presented below relates to the State-wide pools as a whole, of which the City is one of the participating employers:

CITY OF SUISUN CITY
Notes to Basic Financial Statements

NOTE 13 - PENSION PLAN (Continued)

State-wide Pool - Safety Plan: Fire

Actuarial						
Valuation Date	Entry Age Accrued Liability	Value of Assets	Unfunded (Overfunded) Liability	Funded Ratio	Annual Covered Payroll	Unfunded (Overfunded) Liability as % of Payroll
2005	\$80,635,642	\$74,447,690	\$6,187,952	92.3%	\$26,985,629	22.9%
2006	80,120,356	73,620,920	6,499,436	91.9%	25,907,168	25.1%
2007	77,117,539	69,523,793	7,593,746	90.2%	22,403,563	33.9%

State-wide Pool - Safety Plan: Police

Actuarial						
Valuation Date	Entry Age Accrued Liability	Value of Assets	Unfunded (Overfunded) Liability	Funded Ratio	Annual Covered Payroll	Unfunded (Overfunded) Liability as % of Payroll
2005	\$6,367,049,264	\$5,295,150,375	\$1,071,898,889	83.2%	\$664,147,796	161.4%
2006	7,278,049,834	6,102,615,567	1,175,434,267	83.8%	754,730,438	155.7%
2007	7,986,055,176	6,826,599,459	1,159,455,717	85.5%	831,607,658	139.4%

State-wide Pool - Miscellaneous Plan:

Actuarial						
Valuation Date	Entry Age Accrued Liability	Value of Assets	Unfunded (Overfunded) Liability	Funded Ratio	Annual Covered Payroll	Unfunded (Overfunded) Liability as % of Payroll
2005	\$2,891,460,651	\$2,588,713,000	\$302,747,651	89.5%	\$755,046,679	40.1%
2006	2,754,396,608	2,492,226,176	262,170,432	90.5%	699,897,835	37.5%
2007	2,611,746,790	2,391,434,447	220,312,343	91.6%	665,522,859	33.1%

NOTE 14 - COMMITMENTS AND CONTINGENCIES

The City participates in several Federal and State grant programs. These programs have been audited by the City's independent accountants in accordance with the provisions of the Federal Single Audit Act amendments of 1996 and applicable State requirements. No cost disallowances were proposed as a result of these audits. However, these programs are still subject to further examination by the grantors and the amount, if any, of expenditures which may be disallowed by the granting agencies cannot be determined at this time. The City expects such amounts, if any, to be immaterial.

The City is subject to litigation arising in the normal course of business. In the opinion of the City Attorney there is no other pending litigation, which is likely to have a material adverse effect on the financial position of the City.

CITY OF SUISUN CITY
1998/2003 TAX ALLOCATION BONDS - CAPITAL PROJECTS FUND
SCHEDULE OF REVENUES, EXPENDITURES
AND CHANGES IN FUND BALANCES
BUDGET AND ACTUAL
FOR THE YEAR ENDED JUNE 30, 2008

	<u>Budgeted Amounts</u>		<u>Actual Amounts</u>	<u>Variance with Final Budget Positive (Negative)</u>
	<u>Original</u>	<u>Final</u>		
REVENUES:				
Investment earnings	\$30,000	\$30,000	\$27,294	(\$2,706)
Reimbursements			345,151	345,151
Total Revenues	<u>30,000</u>	<u>30,000</u>	<u>372,445</u>	<u>342,445</u>
EXPENDITURES:				
Current:				
Community development	455,000	400,000	38,621	361,379
Capital outlay	23,000	357,300	251,062	106,238
Total Expenditures	<u>478,000</u>	<u>757,300</u>	<u>289,683</u>	<u>467,617</u>
EXCESS (DEFICIENCY) OF REVENUES OVER EXPENDITURES	<u>(448,000)</u>	<u>(727,300)</u>	<u>82,762</u>	<u>810,062</u>
OTHER FINANCING SOURCES (USES)				
Transfers in				
Transfers (out)		(100,000)	(98,002)	1,998
Total other financing sources (uses)		<u>(100,000)</u>	<u>(98,002)</u>	<u>1,998</u>
EXCESS (DEFICIENCY) OF REVENUES AND OTHER SOURCES OVER EXPENDITURES AND OTHER USES	<u>(\$448,000)</u>	<u>(\$727,300)</u>	<u>(15,240)</u>	<u>\$810,062</u>
BEGINNING FUND BALANCES			<u>749,114</u>	
ENDING FUND BALANCES			<u>\$733,874</u>	

CITY OF SUISUN CITY
1998/2003 TAX ALLOCATION BONDS - CAPITAL PROJECTS FUND
SCHEDULE OF REVENUES, EXPENDITURES
AND CHANGES IN FUND BALANCES
BUDGET AND ACTUAL
FOR THE YEAR ENDED JUNE 30, 2008

	<u>Budgeted Amounts</u>		<u>Actual Amounts</u>	<u>Variance with Final Budget Positive (Negative)</u>
	<u>Original</u>	<u>Final</u>		
REVENUES:				
Investment earnings	\$30,000	\$30,000	\$27,294	(\$2,706)
Reimbursements			345,151	345,151
Total Revenues	<u>30,000</u>	<u>30,000</u>	<u>372,445</u>	<u>342,445</u>
EXPENDITURES:				
Current:				
Community development	455,000	400,000	38,621	361,379
Capital outlay	23,000	357,300	251,062	106,238
Total Expenditures	<u>478,000</u>	<u>757,300</u>	<u>289,683</u>	<u>467,617</u>
EXCESS (DEFICIENCY) OF REVENUES OVER EXPENDITURES	<u>(448,000)</u>	<u>(727,300)</u>	<u>82,762</u>	<u>810,062</u>
OTHER FINANCING SOURCES (USES)				
Transfers in				
Transfers (out)		(100,000)	(98,002)	1,998
Total other financing sources (uses)		<u>(100,000)</u>	<u>(98,002)</u>	<u>1,998</u>
EXCESS (DEFICIENCY) OF REVENUES AND OTHER SOURCES OVER EXPENDITURES AND OTHER USES	<u>(\$448,000)</u>	<u>(\$727,300)</u>	<u>(15,240)</u>	<u>\$810,062</u>
BEGINNING FUND BALANCES			<u>749,114</u>	
ENDING FUND BALANCES			<u>\$733,874</u>	

CITY OF SUISUN CITY
 RDA BONDS DEBT SERVICE FUND
 SCHEDULE OF REVENUES, EXPENDITURES
 AND CHANGES IN FUND BALANCES
 BUDGET AND ACTUAL
 FOR THE YEAR ENDED JUNE 30, 2008

	<u>Budgeted Amounts</u>		<u>Actual Amounts</u>	Variance with Final Budget Positive (Negative)
	<u>Original</u>	<u>Final</u>		
REVENUES:				
Property taxes	\$16,860,000	\$16,860,000	\$17,223,703	\$363,703
Investment earnings	450,000	450,000	494,460	44,460
Total Revenues	<u>17,310,000</u>	<u>17,310,000</u>	<u>17,718,163</u>	<u>408,163</u>
EXPENDITURES:				
Current:				
General government	1,724,000	1,724,000	1,607,031	116,969
Tax increment pass-through	4,969,200	4,969,200	4,264,044	705,156
Principal on long-term debt	2,380,900	2,380,900	2,181,981	198,919
Interest on long-term debt	2,659,260	2,659,260	2,650,090	9,170
Total Expenditures	<u>11,733,360</u>	<u>11,733,360</u>	<u>10,703,146</u>	<u>1,030,214</u>
EXCESS OF REVENUES OVER EXPENDITURES	<u>5,576,640</u>	<u>5,576,640</u>	<u>7,015,017</u>	<u>1,438,377</u>
OTHER FINANCING SOURCES (USES)				
Transfers in	492,300	(3,362,200)	821,174	4,183,374
Transfers (out)	(5,470,700)	(7,593,500)	(6,042,793)	1,550,707
Total other financing sources (uses)	<u>(4,978,400)</u>	<u>(10,955,700)</u>	<u>(5,221,619)</u>	<u>5,734,081</u>
EXCESS (DEFICIENCY) OF REVENUES AND OTHER SOURCES OVER EXPENDITURES AND OTHER USES	<u>\$598,240</u>	<u>(\$5,379,060)</u>	1,793,398	<u>\$7,172,458</u>
BEGINNING FUND BALANCES			<u>5,614,860</u>	
ENDING FUND BALANCES			<u>\$7,408,258</u>	

NON-MAJOR GOVERNMENTAL FUNDS

SPECIAL REVENUE FUNDS

These funds account for the proceeds derived from specific revenue sources that are legally restricted to expenditures for specified purposes.

OFF-SITE STREET IMPROVEMENT - This fund accounts for Capital Improvement Fees generated by new development and expended on street improvement citywide.

HOUSING AUTHORITY CHOICE VOUCHERS - This fund is used to account for intergovernmental revenues received to be used for housing assistance payment programs

SPECIAL GAS TAX - This fund accounts for revenues allocated by the State to be used only for street and highway purposes.

LOCAL TRANSPORTATION - This fund accounts for federal, state and local funds used for streets, pedestrian and bikeway improvements.

AB 939 - This fund accounts for fees collected and to be used only for purposes of the Integrated Solid Waste Management Act.

HOUSING AUTHORITY ADMINISTRATION – This funds accounts for revenue allocated by the HUD to administer Housing Choice Program.

ATOD GRANT – This funds accounts for County grant used for programs related to alcohol, tobacco and other drugs.

SEWER MAINTENANCE - This fund accounts for assessments levied against properties located within the Fairfield-Suisun sewer District boundary, expended for maintenance of the City's sewer system.

MARINA OPERATIONS –This fund accounts for the revenues and expenditures associated with the purchase and sale of gasoline at the Suisun Marina.

TRAFFIC CONGESTION RELIEF –A State of California Assembly Bill that provides funding for street and highway pavement maintenance, rehabilitation, and reconstruction of necessary associated facilities.

BOATING SAFETY - This fund accounts for Grant funds received from the Boating and Waterways Commission to provide for Police Services along the Suisun Slough and within the Harbor area.

ASSET FORFEITURE - This fund accounts for variety of federal and state and local grants made available to improve and enhance and police and fire protection, boating safety, and traffic safety.

DARE/DONATIONS – This fund accounts for all donations that are received by the Police Department, including DARE program donations specified for Police Department Capital Outlays.

TRAFFIC SAFETY PT0554 GRANT – This grant provides funding for traffic education and enforcement.

CLICK IT OR TICKET – This grant provides funding for enforcement of seatbelts law for a specific period.

TRAFFIC TOWING – This fund accounts for local receipts from towing cars that have been used in illegal activities or parked illegally.

WORKFORCE GRANTS –This program provides funding in support of development of affordable housing.

NON-MAJOR GOVERNMENTAL FUNDS (Continued)

SLESF GRANT – This grant provides funding for supplemental law enforcement services.

BUREAU OF JUSTICE VEST GRANT – This fund accounts for the grant to purchase bullet-proof safety vests.

SCHOOL RESOURCE GRANT – This fund provides funding for police officer assigned as a School Resource officer.

PROP 49 GRANTS – This fund provides funding for before & after school programs, providing tutoring, homework assistance and educational enrichment.

FIRE ASSISTANCE – This fund accounts for grants expended for small equipment used in fire fighting machinery.

RDA – OTHER SPECIAL REVENUE FUNDS - This fund accounts for primarily for the administrative operations of the Agency and the 20 percent tax increment revenue set-aside monies required by law to be used only for low and moderate-income housing.

SPECIAL MAINTENANCE DISTRICTS - This fund accounts for maintenance assessments to be expended only for landscaping, lighting and storm drain maintenance purposes.

POLICE GRANTS – This fund accounts for various one-time grants that benefits the Police Departments.

DEBT SERVICE FUNDS

Debt service funds are used to account for the accumulation of resources and payment of principal and interest on general obligation bonds, loans, notes and other general obligations of the City where such resources are accumulated from the City's other general governmental funds. The City has the following debt service funds.

HIGHWAY 12 BOND - This fund accounts for the debt service of the City's general obligation bonds issued for the Highway 12 Expansion project.

NORTH BAY AQUEDUCT - This fund accounts the debt service of the City's obligation for its share of the construction of Solano County water line.

CIVIC CENTER - This fund accounts for the debt service on the Certificates of Participation issued for the construction of the Civic Center building.

YMCA - This fund accounts for the debt service on the City's loan for the construction of the YMCA facility.

VEHICLE LEASE - This fund accounts for the City's debt service for vehicles.

CAPITAL PROJECTS FUNDS

Capital projects funds are utilized to account for resources used for the acquisition and construction of capital facilities by the City.

PARK DEVELOPMENT FUND - This fund accounts for impact fees and state grants to be spent only on parks and related projects.

MUNICIPAL FACILITIES AND EQUIPMENT - This fund accounts for funds generated from construction activity and expended for improvements necessitated by community growth.

YMCA - This fund accounts for the sources and uses of funds for the rehabilitation of the Recreation Center and construction on the YMCA.

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CITY OF SUISUN CITY
NON-MAJOR GOVERNMENTAL FUNDS
COMBINING BALANCE SHEETS
JUNE 30, 2008

SPECIAL REVENUE FUNDS					
	Off-Site Street Improvement	Housing Authority Choice Vouchers	Special Gas Tax	Local Transportation	AB 939
Cash and investments	\$5,878,857	\$549,971		\$378,986	\$171,586
Cash with fiscal agent					
Receivables:					
Accounts receivable, net		9,855	\$170,253	279,169	2,169
Developer Agreement					
Due from other funds	89,623				
Notes receivable, net					
Advances to other funds					
Prepaid Items					
Other assets					
Total Assets	\$5,968,480	\$559,826	\$170,253	\$658,155	\$173,755
 LIABILITIES					
Accounts payable		\$1,299	\$28,239	\$71,792	
Deferred revenues					
Unearned Revenues					
Due to other funds			130,380		
Refundable deposits					
Retention payable				11,983	
Total Liabilities		1,299	158,619	83,775	
 FUND EQUITY					
Fund balances					
Reserved for:					
Debt service					
Prepays					
Notes Receivable					
Advances to other funds					
Designated:					
Special Revenue Funds				574,380	
Unreserved, undesignated:					
Special Revenue Funds	\$5,968,480	558,527	11,634		\$173,755
Capital Projects Funds					
Total Fund Balances	5,968,480	558,527	11,634	574,380	173,755
Total Liabilities and Fund Balances	\$5,968,480	\$559,826	\$170,253	\$658,155	\$173,755

<u>Housing Authority Administration</u>	<u>ATOD Grant</u>	<u>Sewer Maintenance</u>	<u>Marina Operations</u>	<u>Traffic Congestion Relief</u>	<u>Boating Safety</u>	<u>Asset Forfeiture</u>
\$333,102		\$1,228,996	\$5,580	\$38,945		\$5,486
9,855	\$10,372	26,156	677		\$7,344	
			7,984			
<u>\$342,957</u>	<u>\$10,372</u>	<u>\$1,255,152</u>	<u>\$14,241</u>	<u>\$38,945</u>	<u>\$7,344</u>	<u>\$5,486</u>
	\$2,431	\$23,295	\$536		\$1,165	\$60
	4,793				6,174	
	7,224	23,295	536		7,339	60
\$342,957	3,148	1,231,857	13,705	\$38,945	5	5,426
<u>342,957</u>	<u>3,148</u>	<u>1,231,857</u>	<u>13,705</u>	<u>38,945</u>	<u>5</u>	<u>5,426</u>
<u>\$342,957</u>	<u>\$10,372</u>	<u>\$1,255,152</u>	<u>\$14,241</u>	<u>\$38,945</u>	<u>\$7,344</u>	<u>\$5,486</u>

(CONTINUED)

CITY OF SUISUN CITY
NON-MAJOR GOVERNMENTAL FUNDS
COMBINING BALANCE SHEETS
JUNE 30, 2008

SPECIAL REVENUE FUNDS					
	DARE/ Donations	Traffic Safety PT0554 Grant	Click It or Ticket	Traffic Towing	Workforce Grants
Cash and investments	\$11,073	\$55		\$7,542	\$44,348
Cash with fiscal agent					
Receivables:					
Accounts receivable, net		75,152			88,619
Developer Agreement					
Due from other funds					
Notes receivable, net					
Advances from other funds					
Prepaid Items					
Other assets					
Total Assets	\$11,073	\$75,207		\$7,542	\$132,967
 LIABILITIES					
Accounts payable	\$467	\$762			\$124,486
Deferred revenues					
Unearned Revenues					
Due to other funds		74,390			
Refundable deposits					
Retention payable					
Total Liabilities	467	75,152			124,486
 FUND EQUITY					
Fund balances					
Reserved for:					
Debt service					
Prepays					
Notes Receivable					
Advances					
Designated:					
Special Revenue Funds					
Unreserved:					
Special Revenue Funds	10,606	55		\$7,542	8,481
Capital Projects Funds					
Total Fund Balances	10,606	55		7,542	8,481
Total Liabilities and Fund Balances	\$11,073	\$75,207		\$7,542	\$132,967

SPECIAL REVENUE FUNDS

<u>SLESF Grant</u>	<u>Bureau of Justice Vest Grant</u>	<u>School Resource Grant</u>	<u>Prop 49 Grants</u>	<u>Fire Assistance</u>	<u>RDA-Other Special Revenue-Funds</u>	<u>Special Assessment Districts</u>	<u>Police Grants</u>
	\$1,418	\$29,873	\$77,708		\$1,318,126	\$1,882,240	
	839				25,629 500,000	14,000	\$6,052
					298,394		
					28,709		
	<u>\$2,257</u>	<u>\$29,873</u>	<u>\$77,708</u>		<u>\$2,170,858</u>	<u>\$1,896,240</u>	<u>\$6,052</u>
	\$1,678		\$25,482		\$113,332 683,214 18,288	\$80,728	
					68,234	43,663 36,058	\$6,052
	<u>1,678</u>		<u>25,482</u>		<u>883,068</u>	<u>160,449</u>	<u>6,052</u>
					28,709 115,180		
	579	\$29,873	52,226		1,143,901	1,735,791	
	579	29,873	52,226		1,287,790	1,735,791	
	<u>\$2,257</u>	<u>\$29,873</u>	<u>\$77,708</u>		<u>\$2,170,858</u>	<u>\$1,896,240</u>	<u>\$6,052</u>

(CONTINUED)

CITY OF SUISUN CITY
NON-MAJOR GOVERNMENTAL FUNDS
COMBINING BALANCE SHEETS
JUNE 30, 2008

DEBT SERVICE FUNDS

	Highway 12 Bond	North Bay Aqueduct	Civic Center	YMCA	Vehicle Lease
Cash and investments	\$107,750	\$15,088	\$12,900		\$177
Cash with fiscal agent			249,934		
Receivables:					
Accounts receivable, net					
Developer Agreement					
Due from other funds					
Notes receivable, net					
Advances from other funds					
Prepaid Items					
Other assets					
Total Assets	<u>\$107,750</u>	<u>\$15,088</u>	<u>\$262,834</u>		<u>\$177</u>
LIABILITIES					
Accounts payable					
Deferred revenues					
Unearned Revenues					
Due to other funds					
Refundable deposits					
Retention payable					
Total Liabilities					
FUND EQUITY					
Fund balances					
Reserved for:					
Debt service	\$107,750	\$15,088	\$262,834		\$177
Prepays					
Notes Receivable					
Advances to other funds					
Designated:					
Special Revenue Funds					
Unreserved:					
Special Revenue Funds					
Capital Projects Funds					
Total Fund Balances	<u>107,750</u>	<u>15,088</u>	<u>262,834</u>		<u>177</u>
Total Liabilities and Fund Balances	<u>\$107,750</u>	<u>\$15,088</u>	<u>\$262,834</u>		<u>\$177</u>

CAPITAL PROJECTS FUNDS

<u>Park Development</u>	<u>Municipal Facilities and Equipment</u>	<u>YMCA</u>	<u>Total Nonmajor Governmental Funds</u>
\$1,488,901	\$1,041,641	\$19,103	\$14,649,452 249,934
41,757			767,898 500,000
95,940			185,563 298,394
	4,591,318		4,591,318 28,709 7,984
<u>\$1,626,598</u>	<u>\$5,632,959</u>	<u>\$19,103</u>	<u>\$21,279,252</u>
\$36			\$475,788 683,214 18,288 265,452 104,292 11,983
<u>36</u>			<u>1,559,017</u>
			385,849 28,709 115,180 4,591,318 574,380
1,626,562	1,041,641	\$19,103	11,337,493 2,687,306
<u>1,626,562</u>	<u>5,632,959</u>	<u>19,103</u>	<u>19,720,235</u>
<u>\$1,626,598</u>	<u>\$5,632,959</u>	<u>\$19,103</u>	<u>\$21,279,252</u>

CITY OF SUISUN CITY
NON-MAJOR GOVERNMENTAL FUNDS
COMBINING STATEMENTS OF REVENUES, EXPENDITURES
AND CHANGES IN FUND BALANCES
FOR THE YEAR ENDED JUNE 30, 2008

	<u>SPECIAL REVENUE FUNDS</u>				
	<u>Off-Site Street Improvement</u>	<u>Housing Authority Choice Vouchers</u>	<u>Special Gas Tax</u>	<u>Local Transportation</u>	<u>AB 939</u>
REVENUES					
Taxes:					
Property taxes					
Sales taxes					
Fines and forfeits					
Intergovernmental		\$2,973,512	\$505,504	\$1,151,458	\$44,666
Developer fees	\$359,738				
Special assessments					
Charges for services					
Investment earnings	239,651	26,920			6,770
Reimbursements				298,800	
Miscellaneous		20,165		21,500	
Total Revenues	<u>599,389</u>	<u>3,020,597</u>	<u>505,504</u>	<u>1,471,758</u>	<u>51,436</u>
EXPENDITURES					
Current:					
General government		3,052,188			
Public safety					
Public works					31,871
Highways and streets			570,092	745,431	
Culture and recreation					
Community development					
Capital outlay				911,595	
Debt Service					
Principal					
Interest and fiscal charges					
Total Expenditures		<u>3,052,188</u>	<u>570,092</u>	<u>1,657,026</u>	<u>31,871</u>
EXCESS (DEFICIENCY) OF REVENUES OVER EXPENDITURES	<u>599,389</u>	<u>(31,591)</u>	<u>(64,588)</u>	<u>(185,268)</u>	<u>19,565</u>
OTHER FINANCING SOURCES (USES)					
Transfers in			161,500	595,102	
Transfers (out)	(112,000)	(149,877)	(85,700)		
Total Other Financing Sources (Uses)	<u>(112,000)</u>	<u>(149,877)</u>	<u>75,800</u>	<u>595,102</u>	
NET CHANGE IN FUND BALANCES	487,389	(181,468)	11,212	409,834	19,565
BEGINNING FUND BALANCES	<u>5,481,091</u>	<u>739,995</u>	<u>422</u>	<u>164,546</u>	<u>154,190</u>
ENDING FUND BALANCES	<u><u>\$5,968,480</u></u>	<u><u>\$558,527</u></u>	<u><u>\$11,634</u></u>	<u><u>\$574,380</u></u>	<u><u>\$173,755</u></u>

<u>Housing Authority Administration</u>	<u>ATOD Grant</u>	<u>Sewer Maintenance</u>	<u>Marina Operations</u>	<u>Traffic Congestion Relief</u>	<u>Boating Safety</u>	<u>Asset Forfeiture</u>
					\$6,047	
\$665	\$83,052				10,990	
		\$313,339	\$79,960			
7,464		47,623	324	\$10,311		\$272
20,190			7			
<u>28,319</u>	<u>83,052</u>	<u>360,962</u>	<u>80,291</u>	<u>10,311</u>	<u>17,037</u>	<u>272</u>
	118,753	189,481	79,068		17,032	11,888
	<u>118,753</u>	<u>189,481</u>	<u>79,068</u>		<u>17,032</u>	<u>11,888</u>
<u>28,319</u>	<u>(35,701)</u>	<u>171,481</u>	<u>1,223</u>	<u>10,311</u>	<u>5</u>	<u>(11,616)</u>
149,877	(5,451)	(1,200)		63,100		
				(256,602)		
<u>149,877</u>	<u>(5,451)</u>	<u>(1,200)</u>		<u>(193,502)</u>		
178,196	(41,152)	170,281	1,223	(183,191)	5	(11,616)
164,761	44,300	1,061,576	12,482	222,136		17,042
<u>\$342,957</u>	<u>\$3,148</u>	<u>\$1,231,857</u>	<u>\$13,705</u>	<u>\$38,945</u>	<u>\$5</u>	<u>\$5,426</u>

(CONTINUED)

CITY OF SUISUN CITY
NON-MAJOR GOVERNMENTAL FUNDS
COMBINING STATEMENTS OF REVENUES, EXPENDITURES
AND CHANGES IN FUND BALANCES
FOR THE YEAR ENDED JUNE 30, 2008

SPECIAL REVENUE FUNDS

	DARE/ Donations	Traffic Safety PT0554 Grant	Click It or Ticket	Traffic Towing	Workforce Grants
REVENUES					
Taxes:					
Property taxes					
Sales taxes					
Fines and forfeits					
Intergovernmental		\$118,750			\$245,044
Developer fees					
Special assessments					
Charges for services					
Investment earnings	\$632			\$740	
Reimbursements					
Miscellaneous	5,100			41,598	4,166
Total Revenues	<u>5,732</u>	<u>118,750</u>		<u>42,338</u>	<u>249,210</u>
EXPENDITURES					
Current:					
General government					
Public safety	14,437	118,750			
Public works					
Highways and streets					8,596
Culture and recreation					
Community development					
Capital outlay					579,918
Debt Service					
Principal					
Interest and fiscal charges					
Total Expenditures	<u>14,437</u>	<u>118,750</u>			<u>588,514</u>
EXCESS (DEFICIENCY) OF REVENUES OVER EXPENDITURES	<u>(8,705)</u>			<u>42,338</u>	<u>(339,304)</u>
OTHER FINANCING SOURCES (USES)					
Transfers in					294,411
Transfers (out)				(61,000)	
Total Other Financing Sources (Uses)				<u>(61,000)</u>	<u>294,411</u>
NET CHANGE IN FUND BALANCES	(8,705)			(18,662)	(44,893)
BEGINNING FUND BALANCES	19,311	55		26,204	53,374
ENDING FUND BALANCES	<u>\$10,606</u>	<u>\$55</u>		<u>\$7,542</u>	<u>\$8,481</u>

SPECIAL REVENUE FUNDS

<u>SLESF Grant</u>	<u>Bureau Of Justice Vest Grant</u>	<u>School Resource Grant</u>	<u>Prop 49 Grants</u>	<u>Fire Assistance</u>	<u>RDA-Other Special Revenue-Funds</u>	<u>Special Assessment Districts</u>	<u>Police Grants</u>
\$100,000	\$1,418	\$35,000	\$141,373	\$57,594	\$820 56,281	\$69,363	\$11,052
						1,356,068	
			4,055		399,618 8,692	72,246 40,592	
					2,372	109,335	
<u>100,000</u>	<u>1,418</u>	<u>35,000</u>	<u>145,428</u>	<u>57,594</u>	<u>467,783</u>	<u>1,647,604</u>	<u>11,052</u>
100,004	1,678	77,012	93,202	66,117	2,018,783 158,912	1,388,741	11,052
					20 635,163 336,819 72,982		
<u>100,004</u>	<u>1,678</u>	<u>77,012</u>	<u>93,202</u>	<u>66,117</u>	<u>3,222,679</u>	<u>1,388,741</u>	<u>11,052</u>
(4)	(260)	(42,012)	52,226	(8,523)	(2,754,896)	258,863	
	839	(216)		8,523	2,483,747 (329,956)	238,333 (384,976)	
	839	(216)		8,523	2,153,791	(146,643)	
(4)	579	(42,228)	52,226		(601,105)	112,220	
4		72,101			1,888,895	1,623,571	
	\$579	\$29,873	\$52,226		\$1,287,790	\$1,735,791	

(CONTINUED)

CITY OF SUISUN CITY
NON-MAJOR GOVERNMENTAL FUNDS
COMBINING STATEMENTS OF REVENUES, EXPENDITURES
AND CHANGES IN FUND BALANCES
FOR THE YEAR ENDED JUNE 30, 2008

	<u>DEBT SERVICE FUNDS</u>				
	<u>Highway 12 Bond</u>	<u>North Bay Aqueduct</u>	<u>Civic Center</u>	<u>YMCA</u>	<u>Vehicle Lease</u>
REVENUES					
Taxes:					
Property taxes	\$293,305	\$70,853			
Sales taxes					
Fines and forfeits					
Intergovernmental					
Developer fees					
Special assessments					
Charges for services				\$240,000	
Investment earnings	3,390	768	\$8,833		
Reimbursements			52,400		
Miscellaneous					
Total Revenues	<u>296,695</u>	<u>71,621</u>	<u>61,233</u>	<u>240,000</u>	
EXPENDITURES					
Current:					
General government					
Public safety					
Public works					
Highways and streets					
Culture and recreation					
Community development					
Capital outlay					
Debt Service					
Principal	165,000	70,565	190,000	140,168	\$35,489
Interest and fiscal charges	148,554		72,198	99,832	4,854
Total Expenditures	<u>313,554</u>	<u>70,565</u>	<u>262,198</u>	<u>240,000</u>	<u>40,343</u>
EXCESS (DEFICIENCY) OF REVENUES OVER EXPENDITURES	<u>(16,859)</u>	<u>1,056</u>	<u>(200,965)</u>		<u>(40,343)</u>
OTHER FINANCING SOURCES (USES)					
Transfers in			200,300		40,500
Transfers (out)					
Total Other Financing Sources (Uses)			<u>200,300</u>		<u>40,500</u>
NET CHANGE IN FUND BALANCES	(16,859)	1,056	(665)		157
BEGINNING FUND BALANCES	<u>124,609</u>	<u>14,032</u>	<u>263,499</u>		<u>20</u>
ENDING FUND BALANCES	<u>\$107,750</u>	<u>\$15,088</u>	<u>\$262,834</u>		<u>\$177</u>

CAPITAL PROJECTS FUNDS

<u>Park Development</u>	<u>Municipal Facilities and Equipment</u>	<u>YMCA</u>	<u>Total Nonmajor Governmental Funds</u>
			\$370,205
			820
\$4,687			5,610,409
126,541	\$129,370		615,649
			1,669,407
			719,578
66,868	39,931		545,490
			391,792
250			224,683
<u>198,346</u>	<u>169,301</u>		<u>10,148,033</u>
			\$5,070,971
			788,837
			1,610,093
			1,324,139
18,663		\$17,887	750,781
			336,819
75,012			1,639,507
			601,222
			325,438
<u>93,675</u>		<u>17,887</u>	<u>12,447,807</u>
<u>104,671</u>	<u>169,301</u>	<u>(17,887)</u>	<u>(2,299,774)</u>
			4,230,781
(12,000)	(21,000)		(1,414,527)
(12,000)	(21,000)		2,816,254
92,671	148,301	(17,887)	516,480
1,533,891	5,484,658	36,990	19,203,755
<u>\$1,626,562</u>	<u>\$5,632,959</u>	<u>\$19,103</u>	<u>\$19,720,235</u>

CITY OF SUISUN CITY
 BUDGETED NON-MAJOR FUNDS
 COMBINING SCHEDULE OF REVENUES, EXPENDITURES
 AND CHANGES IN FUND BALANCES
 BUDGET AND ACTUAL
 FOR THE YEAR ENDED JUNE 30, 2008

	OFF-SITE STREET IMPROVEMENT			HOUSING AUTHORITY CHOICE VOUCHERS		
	Budget	Actual	Variance Positive (Negative)	Budget	Actual	Variance Positive (Negative)
REVENUES						
Property taxes						
Sales taxes						
Fines and forfeits						
Intergovernmental				\$2,993,400	\$2,973,512	(\$19,888)
Developer fees	\$2,338,600	\$359,738	(\$1,978,862)			
Special assessments						
Charges for services						
Investment earnings	140,000	239,651	99,651	38,000	26,920	(11,080)
Reimbursements						
Miscellaneous					20,165	20,165
Total Revenues	2,478,600	599,389	(1,879,211)	3,031,400	3,020,597	(10,803)
EXPENDITURES						
Current:						
General government				3,031,800	3,052,188	(20,388)
Public safety						
Public works						
Highways and streets						
Culture and recreation						
Community development						
Capital outlay						
Debt Service:						
Principal						
Interest and fiscal charges						
Total Expenditures				3,031,800	3,052,188	(20,388)
EXCESS (DEFICIENCY) OF REVENUES OVER EXPENDITURES	2,478,600	599,389	(1,879,211)	(400)	(31,591)	(31,191)
OTHER FINANCING SOURCES (USES)						
Transfers in						
Transfers (out)	(2,512,000)	(112,000)	2,400,000		(149,877)	(149,877)
Total Other Financing Sources (Uses)	(2,512,000)	(112,000)	2,400,000		(149,877)	(149,877)
NET CHANGE IN FUND BALANCES	<u>(\$33,400)</u>	487,389	<u>\$520,789</u>	<u>(\$400)</u>	(181,468)	<u>(\$181,068)</u>
BEGINNING FUND BALANCES		5,481,091			739,995	
ENDING FUND BALANCES		<u>\$5,968,480</u>			<u>\$558,527</u>	

SPECIAL GAS TAX			LOCAL TRANSPORTATION			AB 939		
Budget	Actual	Variance Positive (Negative)	Budget	Actual	Variance Positive (Negative)	Budget	Actual	Variance Positive (Negative)
\$599,000	\$505,504	(\$93,496)	\$2,506,200	\$1,151,458	(\$1,354,742)	\$33,500	\$44,666	\$11,166
500		(500)	2,951,000	298,800	(2,652,200)	5,700	6,770	1,070
				21,500	21,500			
599,500	505,504	(93,996)	5,457,200	1,471,758	(3,985,442)	39,200	51,436	12,236
718,600	570,092	148,508	1,970,700	745,431	1,225,269	184,400	31,871	152,529
			6,830,000	911,595	5,918,405			
718,600	570,092	148,508	8,800,700	1,657,026	7,143,674	184,400	31,871	152,529
(119,100)	(64,588)	54,512	(3,343,500)	(185,268)	3,158,232	(145,200)	19,565	164,765
(42,600)	161,500 (85,700)	161,500 (43,100)	3,261,000	595,102	(2,665,898)			
(42,600)	75,800	118,400	3,261,000	595,102	(2,665,898)			
(\$161,700)	11,212	\$172,912	(\$82,500)	409,834	\$492,334	(\$145,200)	19,565	\$164,765
	422			164,546			154,190	
	\$11,634			\$574,380			\$173,755	

(CONTINUED)

CITY OF SUISUN CITY
 BUDGETED NON-MAJOR FUNDS
 COMBINING SCHEDULE OF REVENUES, EXPENDITURES
 AND CHANGES IN FUND BALANCES
 BUDGET AND ACTUAL
 FOR THE YEAR ENDED JUNE 30, 2008

	HOUSING AUTHORITY ADMINISTRATION			ATOD GRANT		
	Budget	Actual	Variance Positive (Negative)	Budget	Actual	Variance Positive (Negative)
REVENUES						
Property taxes						
Sales taxes						
Fines and forfeits						
Intergovernmental		\$665	\$665	\$88,900	\$83,052	(\$5,848)
Developer fees						
Special assessments						
Charges for services						
Investment earnings	\$2,300	7,464	5,164			
Reimbursements						
Miscellaneous		20,190	20,190			
Total Revenues	2,300	28,319	26,019	88,900	83,052	(5,848)
EXPENDITURES						
Current:						
General government	2,300		2,300			
Public safety				88,900	118,753	(29,853)
Public works						
Highways and streets						
Culture and recreation						
Community development						
Capital outlay						
Debt Service:						
Principal						
Interest and fiscal charges						
Total Expenditures	2,300		2,300	88,900	118,753	(29,853)
EXCESS (DEFICIENCY) OF REVENUES OVER EXPENDITURES		28,319	28,319		(35,701)	(35,701)
OTHER FINANCING SOURCES (USES)						
Transfers in		149,877	149,877			
Transfers (out)					(5,451)	(5,451)
Total Other Financing Sources (Uses)		149,877	149,877		(5,451)	(5,451)
NET CHANGE IN FUND BALANCES		178,196	\$178,196		(41,152)	(\$41,152)
BEGINNING FUND BALANCES		164,761			44,300	
ENDING FUND BALANCES		\$342,957			\$3,148	

SEWER MAINTENANCE			MARINA OPERATIONS			TRAFFIC CONGESTION RELIEF		
Budget	Actual	Variance Positive (Negative)	Budget	Actual	Variance Positive (Negative)	Budget	Actual	Variance Positive (Negative)
						\$225,000		(\$225,000)
\$300,000	\$313,339	\$13,339	\$94,200	\$79,960	(\$14,240)			
35,000	47,623	12,623	100	324	224	2,000	\$10,311	8,311
				7	7			
<u>335,000</u>	<u>360,962</u>	<u>25,962</u>	<u>94,300</u>	<u>80,291</u>	<u>(14,009)</u>	<u>227,000</u>	<u>10,311</u>	<u>(216,689)</u>
216,160	189,481	26,679						
			94,500	79,068	15,432			
<u>216,160</u>	<u>189,481</u>	<u>26,679</u>	<u>94,500</u>	<u>79,068</u>	<u>15,432</u>			
<u>118,840</u>	<u>171,481</u>	<u>52,641</u>	<u>(200)</u>	<u>1,223</u>	<u>1,423</u>	<u>227,000</u>	<u>10,311</u>	<u>(216,689)</u>
<u>(1,200)</u>	<u>(1,200)</u>					<u>(333,500)</u>	<u>63,100</u>	<u>63,100</u>
<u>(1,200)</u>	<u>(1,200)</u>					<u>(333,500)</u>	<u>(256,602)</u>	<u>76,898</u>
<u>\$117,640</u>	<u>170,281</u>	<u>\$52,641</u>	<u>(\$200)</u>	<u>1,223</u>	<u>\$1,423</u>	<u>(\$106,500)</u>	<u>(183,191)</u>	<u>(\$76,691)</u>
	<u>1,061,576</u>			<u>12,482</u>			<u>222,136</u>	
	<u>\$1,231,857</u>			<u>\$13,705</u>			<u>\$38,945</u>	

(CONTINUED)

CITY OF SUISUN CITY
 BUDGETED NON-MAJOR FUNDS
 COMBINING SCHEDULE OF REVENUES, EXPENDITURES
 AND CHANGES IN FUND BALANCES
 BUDGET AND ACTUAL
 FOR THE YEAR ENDED JUNE 30, 2008

	BOATING SAFETY GRANT			ASSET FORFEITURE		
	Budget	Actual	Variance Positive (Negative)	Budget	Actual	Variance Positive (Negative)
REVENUES						
Property taxes	\$6,000	\$6,047	\$47			
Sales taxes						
Fines and forfeits						
Intergovernmental	43,800	10,990	(32,810)			
Developer fees						
Special assessments						
Charges for services						
Investment earnings				\$500	\$272	(\$228)
Reimbursements						
Miscellaneous				500		(500)
Total Revenues	49,800	17,037	(32,763)	1,000	272	(728)
EXPENDITURES						
Current:						
Public safety	49,800	17,032	32,768	17,900	11,888	6,012
Public works						
Highways and streets						
Culture and recreation						
Community development						
Capital outlay						
Debt Service:						
Principal						
Interest and fiscal charges						
Total Expenditures	49,800	17,032	32,768	17,900	11,888	6,012
EXCESS (DEFICIENCY) OF REVENUES OVER EXPENDITURES		5	5	(16,900)	(11,616)	5,284
OTHER FINANCING SOURCES (USES)						
Transfers in						
Transfers (out)						
Total Other Financing Sources (Uses)						
NET CHANGE IN FUND BALANCES		5	\$5	(\$16,900)	(11,616)	\$5,284
BEGINNING FUND BALANCES					17,042	
ENDING FUND BALANCES		\$5			\$5,426	

<u>DARE/DONATIONS</u>			<u>TRAFFIC SAFETY PT0554 GRANT</u>			<u>CLICK IT OR TICKET</u>		
<u>Budget</u>	<u>Actual</u>	<u>Variance Positive (Negative)</u>	<u>Budget</u>	<u>Actual</u>	<u>Variance Positive (Negative)</u>	<u>Budget</u>	<u>Actual</u>	<u>Variance Positive (Negative)</u>
			\$222,400	\$118,750	(\$103,650)			
\$1,000	\$632	(\$368)						
	5,100	5,100						
1,000	5,732	4,732	222,400	118,750	(103,650)			
25,100	14,437	10,663	222,400	118,750	103,650			
25,100	14,437	10,663	222,400	118,750	103,650			
(24,100)	(8,705)	15,395						
<u>(\$24,100)</u>	<u>(8,705)</u>	<u>\$15,395</u>						
	19,311			55				
	<u>\$10,606</u>			<u>\$55</u>				

(CONTINUED)

CITY OF SUISUN CITY
 BUDGETED NON-MAJOR FUNDS
 COMBINING SCHEDULE OF REVENUES, EXPENDITURES
 AND CHANGES IN FUND BALANCES
 BUDGET AND ACTUAL
 FOR THE YEAR ENDED JUNE 30, 2008

	TRAFFIC TOWING			WORKFORCE GRANTS		
	Budget	Actual	Variance Positive (Negative)	Budget	Actual	Variance Positive (Negative)
REVENUES						
Property taxes						
Sales taxes						
Fines and forfeits						
Intergovernmental				\$691,400	\$245,044	(\$446,356)
Developer fees						
Special assessments						
Charges for services						
Investment earnings	\$1,000	\$740	(\$260)			
Reimbursements						
Miscellaneous	60,000	41,598	(18,402)		4,166	4,166
Total Revenues	61,000	42,338	(18,662)	691,400	249,210	(442,190)
EXPENDITURES						
Current:						
General government						
Public safety						
Public works						
Highways and streets					8,596	(8,596)
Culture and recreation						
Community development						
Capital outlay				1,736,600	579,918	1,156,682
Debt Service:						
Principal						
Interest and fiscal charges						
Total Expenditures				1,736,600	588,514	1,148,086
EXCESS (DEFICIENCY) OF REVENUES OVER EXPENDITURES	61,000	42,338	(18,662)	(1,045,200)	(339,304)	705,896
OTHER FINANCING SOURCES (USES)						
Transfers in				1,083,800	294,411	(789,389)
Transfers (out)	(61,000)	(61,000)		(38,600)		38,600
Total Other Financing Sources (Uses)	(61,000)	(61,000)		1,045,200	294,411	(750,789)
NET CHANGE IN FUND BALANCES		(18,662)	(\$18,662)		(44,893)	(\$44,893)
BEGINNING FUND BALANCES		26,204			53,374	
ENDING FUND BALANCES		\$7,542			\$8,481	

SLESF GRANT			BUREAU OF JUSTICE VEST GRANT			SCHOOL RESOURCE GRANT		
Budget	Actual	Variance Positive (Negative)	Budget	Actual	Variance Positive (Negative)	Budget	Actual	Variance Positive (Negative)
\$100,000	\$100,000		\$2,000	\$1,418	(\$582)	\$67,000	\$35,000	(\$32,000)
2,000		(\$2,000)						
<u>102,000</u>	<u>100,000</u>	<u>(2,000)</u>	<u>2,000</u>	<u>1,418</u>	<u>(582)</u>	<u>67,000</u>	<u>35,000</u>	<u>(32,000)</u>
102,000	100,004	1,996	4,000	1,678	2,322	77,400	77,012	388
<u>102,000</u>	<u>100,004</u>	<u>1,996</u>	<u>4,000</u>	<u>1,678</u>	<u>2,322</u>	<u>77,400</u>	<u>77,012</u>	<u>388</u>
	(4)	(4)	(2,000)	(260)	1,740	(10,400)	(42,012)	(31,612)
			2,000	839	(1,161)		(216)	(216)
			2,000	839	(1,161)		(216)	(216)
	(4)	(\$4)		579	\$579	(\$10,400)	(42,228)	(\$31,828)
	4						72,101	
				<u>\$579</u>			<u>\$29,873</u>	

(CONTINUED)

CITY OF SUISUN CITY
 BUDGETED NON-MAJOR FUNDS
 COMBINING SCHEDULE OF REVENUES, EXPENDITURES
 AND CHANGES IN FUND BALANCES
 BUDGET AND ACTUAL
 FOR THE YEAR ENDED JUNE 30, 2008

	PROP 49 GRANT			FIRE ASSISTANCE		
	Budget	Actual	Variance Positive (Negative)	Budget	Actual	Variance Positive (Negative)
REVENUES						
Property taxes						
Sales taxes						
Fines and forfeits						
Intergovernmental		\$141,373	\$141,373	\$74,200	\$57,594	(\$16,606)
Developer fees						
Special assessments						
Charges for services						
Investment earnings		4,055	4,055			
Reimbursements						
Miscellaneous						
Total Revenues		145,428	145,428	74,200	57,594	(16,606)
EXPENDITURES						
Current:						
General government						
Public safety	\$44,100	93,202	(49,102)	65,800	66,117	(317)
Public works						
Highways and streets						
Culture and recreation						
Community development						
Capital outlay						
Debt Service:						
Principal						
Interest and fiscal charges						
Total Expenditures	44,100	93,202	(49,102)	65,800	66,117	(317)
EXCESS (DEFICIENCY) OF REVENUES OVER EXPENDITURES	(44,100)	52,226	96,326	8,400	(8,523)	(16,923)
OTHER FINANCING SOURCES (USES)						
Transfers in					8,523	8,523
Transfers (out)						
Total Other Financing Sources (Uses)					8,523	8,523
NET CHANGE IN FUND BALANCES	(\$44,100)	52,226	\$96,326	\$8,400		(\$8,400)
BEGINNING FUND BALANCES						
ENDING FUND BALANCES		\$52,226				

RDA-OTHER SPECIAL REVENUE FUND			SPECIAL ASSESSMENT DISTRICTS			POLICE GRANTS		
Budget	Actual	Variance Positive (Negative)	Budget	Actual	Variance Positive (Negative)	Budget	Actual	Variance Positive (Negative)
\$1,100	\$820	(\$280)						
40,000	56,281	16,281	\$14,000	\$69,363	\$55,363	\$49,100	\$11,052	(\$38,048)
			1,332,900	1,356,068	23,168			
403,200	399,618	(3,582)						
5,100	8,692	3,592	60,400	72,246	11,846			
3,700		(3,700)	40,100	40,592	492			
11,300	2,372	(8,928)	109,300	109,335	35			
<u>464,400</u>	<u>467,783</u>	<u>3,383</u>	<u>1,556,700</u>	<u>1,647,604</u>	<u>90,904</u>	<u>49,100</u>	<u>11,052</u>	<u>(38,048)</u>
2,032,000	2,018,783	13,217						
159,600	158,912	688	1,320,100	1,388,741	(68,641)	49,100	11,052	38,048
	20	(20)						
767,500	635,163	132,337						
1,086,400	336,819	749,581						
1,175,000	72,982	1,102,018						
<u>5,220,500</u>	<u>3,222,679</u>	<u>1,997,821</u>	<u>1,320,100</u>	<u>1,388,741</u>	<u>(68,641)</u>	<u>49,100</u>	<u>11,052</u>	<u>38,048</u>
<u>(4,756,100)</u>	<u>(2,754,896)</u>	<u>2,001,204</u>	<u>236,600</u>	<u>258,863</u>	<u>22,263</u>			
4,148,200	2,483,747	(1,664,453)	234,300	238,333	4,033			
(12,500)	(329,956)	(317,456)	(1,073,400)	(384,976)	688,424			
<u>4,135,700</u>	<u>2,153,791</u>	<u>(1,981,909)</u>	<u>(839,100)</u>	<u>(146,643)</u>	<u>692,457</u>			
<u>(\$620,400)</u>	<u>(601,105)</u>	<u>\$19,295</u>	<u>(\$602,500)</u>	<u>112,220</u>	<u>\$714,720</u>			
	<u>1,888,895</u>			<u>1,623,571</u>				
	<u>\$1,287,790</u>			<u>\$1,735,791</u>				

(CONTINUED)

CITY OF SUISUN CITY
 BUDGETED NON-MAJOR FUNDS
 COMBINING SCHEDULE OF REVENUES, EXPENDITURES
 AND CHANGES IN FUND BALANCES
 BUDGET AND ACTUAL
 FOR THE YEAR ENDED JUNE 30, 2008

	PARK DEVELOPMENT			MUNICIPAL FACILITIES AND EQUIPMENT		
	Budget	Actual	Variance Positive (Negative)	Budget	Actual	Variance Positive (Negative)
REVENUES						
Property taxes						
Sales taxes						
Fines and forfeits						
Intergovernmental	\$296,900	\$4,687	(\$292,213)			
Developer fees	556,300	126,541	(429,759)	\$405,600	\$129,370	(\$276,230)
Special assessments						
Charges for services						
Investment earnings	25,000	66,868	41,868	35,000	39,931	4,931
Reimbursements						
Miscellaneous		250	250			
Total Revenues	878,200	198,346	(679,854)	440,600	169,301	(271,299)
EXPENDITURES						
Current:						
General government						
Public safety						
Public works						
Highways and streets						
Culture and recreation	20,750	18,663	2,087			
Community development						
Capital outlay	882,900	75,012	807,888			
Debt Service:						
Principal						
Interest and fiscal charges						
Total Expenditures	903,650	93,675	809,975			
EXCESS (DEFICIENCY) OF REVENUES OVER EXPENDITURES	(25,450)	104,671	130,121	440,600	169,301	(271,299)
OTHER FINANCING SOURCES (USES)						
Transfers in	201,400		(201,400)			
Transfers (out)	(12,000)	(12,000)		(241,000)	(21,000)	220,000
Total Other Financing Sources (Uses)	189,400	(12,000)	(201,400)	(241,000)	(21,000)	220,000
NET CHANGE IN FUND BALANCES	\$163,950	92,671	(\$71,279)	\$199,600	148,301	(\$51,299)
BEGINNING FUND BALANCES		1,533,891			5,484,658	
ENDING FUND BALANCES		\$1,626,562			\$5,632,959	

YMCA

Budget	Actual	Variance Positive (Negative)
\$1,000		(\$1,000)
<u>1,000</u>		<u>(1,000)</u>
48,800	\$17,887	30,913
<u>48,800</u>	<u>17,887</u>	<u>30,913</u>
<u>(47,800)</u>	<u>(17,887)</u>	<u>29,913</u>
<u><u>(\$47,800)</u></u>	<u>(17,887)</u>	<u>\$29,913</u>
	<u>36,990</u>	
	<u>\$19,103</u>	

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INTERNAL SERVICE FUNDS

Internal Service Funds are used to account for special activities and services performed by a designated City department for other departments on a cost reimbursement basis.

MOTOR VEHICLE REPAIR FUND

This fund accounts for the revenues and expenses of the maintenance of motor vehicles provided to City departments.

MOTOR VEHICLE REPLACEMENT FUND

This fund accounts for the rental revenues and expenses of the maintenance of public works equipment provided to City departments.

EQUIPMENT MAINTENANCE FUND

This fund accounts for the rental revenues and expenses of the maintenance of public works equipment provided to City departments.

EQUIPMENT REPLACEMENT FUND

This fund accounts for the rental revenues and depreciation expenses of the City owned public works equipment.

NETWORK MAINTENANCE FUND

This fund accounts for the revenues and expenses of the maintenance of the City's computer servers and accounts for the rental and depreciation expense of the City owned computer network servers.

PUBLIC WORKS OPERATING COST FUND

This fund accounts for operating cost and charges where service is provided, including the Maintenance Districts, Streets, Parks and various departments under the general fund.

SELF-INSURANCE FUND

This fund accounts for the revenues and expenses of the City's insurance programs (liability, workers compensation and unemployment).

CITY OF SUISUN CITY
INTERNAL SERVICE FUNDS
COMBINING STATEMENTS OF NET ASSETS
JUNE 30, 2008

	<u>Motor Vehicle Repair</u>	<u>Motor Vehicle Replacement</u>	<u>Equipment Maintenance</u>	<u>Equipment Replacement</u>
ASSETS				
Current Assets:				
Cash and investments		\$761,053	\$3,129	\$136,236
Due from other funds				
Other assets	<u>\$9,813</u>		<u>1,118</u>	
Total Current Assets	<u>9,813</u>	<u>761,053</u>	<u>4,247</u>	<u>136,236</u>
Non-Current Assets:				
Advance to other funds				
Capital assets, net		<u>569,685</u>		<u>109,917</u>
Total Non-Current Assets		<u>569,685</u>		<u>109,917</u>
Total Assets	<u>9,813</u>	<u>1,330,738</u>	<u>4,247</u>	<u>246,153</u>
LIABILITIES				
Current Liabilities:				
Accounts payable and claims payable	1,437		2,850	
Due to other funds	<u>5,128</u>			
Total Liabilities	<u>6,565</u>		<u>2,850</u>	
NET ASSETS				
Invested in capital assets		569,685		109,917
Undesignated	<u>3,248</u>	<u>761,053</u>	<u>1,397</u>	<u>136,236</u>
Total Net Assets	<u>\$3,248</u>	<u>\$1,330,738</u>	<u>\$1,397</u>	<u>\$246,153</u>

<u>Network Maintenance</u>	<u>Public Works Operating Cost</u>	<u>Self-Insurance</u>	<u>Total</u>
\$114,302	\$9,265	\$1,143,093 81,575	\$2,167,078 81,575 10,931
<u>114,302</u>	<u>9,265</u>	<u>1,224,668</u>	<u>2,259,584</u>
<u>43,230</u>			<u>722,832</u>
<u>43,230</u>			<u>722,832</u>
<u>157,532</u>	<u>9,265</u>	<u>1,224,668</u>	<u>2,982,416</u>
<u>31,081</u>	<u>9,120</u>	<u>1,165,980</u>	<u>1,210,468</u> 5,128
<u>31,081</u>	<u>9,120</u>	<u>1,165,980</u>	<u>1,215,596</u>
<u>43,230</u>			<u>722,832</u>
<u>83,221</u>	<u>145</u>	<u>58,688</u>	<u>1,043,988</u>
<u>\$126,451</u>	<u>\$145</u>	<u>\$58,688</u>	<u>\$1,766,820</u>

CITY OF SUISUN CITY
INTERNAL SERVICE FUNDS
COMBINING STATEMENTS OF REVENUES, EXPENSES AND
CHANGES IN FUND NET ASSETS
FOR THE YEAR ENDED JUNE 30, 2008

	<u>Motor Vehicle Repair</u>	<u>Motor Vehicle Replacement</u>	<u>Equipment Maintenance</u>	<u>Equipment Replacement</u>	<u>Network Maintenance</u>
OPERATING REVENUES					
Charges to City departments	\$72,614	\$183,779	\$108,050	\$6,330	\$257,600
Total Operating Revenues	<u>72,614</u>	<u>183,779</u>	<u>108,050</u>	<u>6,330</u>	<u>257,600</u>
OPERATING EXPENDITURES					
Salaries and benefits	121,344		6,735		71,570
Services and supplies	6,761	1,550	42,854	173	119,106
Claims and settlements					
Depreciation		88,318		35,857	24,830
Total Expenditures	<u>128,105</u>	<u>89,868</u>	<u>49,589</u>	<u>36,030</u>	<u>215,506</u>
Operating Income (Loss)	<u>(55,491)</u>	<u>93,911</u>	<u>58,461</u>	<u>(29,700)</u>	<u>42,094</u>
NONOPERATING REVENUES (EXPENSES)					
Interest income	(1,572)	28,724	397	5,674	2,797
Miscellaneous		14,150		1,150	
Transfers in	57,500				
Transfers (out)			(57,500)		
Total Nonoperating Revenues (Expenses)	<u>55,928</u>	<u>42,874</u>	<u>(57,103)</u>	<u>6,824</u>	<u>2,797</u>
Changes in Net Assets	437	136,785	1,358	(22,876)	44,891
BEGINNING NET ASSETS	<u>2,811</u>	<u>1,193,953</u>	<u>39</u>	<u>269,029</u>	<u>81,560</u>
ENDING NET ASSETS	<u>\$3,248</u>	<u>\$1,330,738</u>	<u>\$1,397</u>	<u>\$246,153</u>	<u>\$126,451</u>

Public Works Operating Cost	Self-Insurance	Total
<u>\$1,067,611</u>	<u>\$420,912</u>	<u>\$2,116,896</u>
<u>1,067,611</u>	<u>420,912</u>	<u>2,116,896</u>
804,807	84,454	1,088,910
262,881	432,142	865,467
	552,381	552,381
		149,005
<u>1,067,688</u>	<u>1,068,977</u>	<u>2,655,763</u>
<u>(77)</u>	<u>(648,065)</u>	<u>(538,867)</u>
104	44,742	80,866
	21,648	36,948
	166,900	224,400
	(49,900)	(107,400)
<u>104</u>	<u>183,390</u>	<u>234,814</u>
27	(464,675)	(304,053)
<u>118</u>	<u>523,363</u>	<u>2,070,873</u>
<u>\$145</u>	<u>\$58,688</u>	<u>\$1,766,820</u>

CITY OF SUISUN CITY
INTERNAL SERVICE FUNDS
COMBINING STATEMENTS OF CASH FLOWS
FOR THE YEAR ENDED JUNE 30, 2008

	<u>Motor Vehicle Repair</u>	<u>Motor Vehicle Replacement</u>	<u>Equipment Maintenance</u>	<u>Equipment Replacement</u>
CASH FLOWS FROM OPERATING ACTIVITIES				
Receipts from customers	\$72,614	\$197,929	\$108,050	\$7,480
Payments to suppliers	(7,423)	(1,550)	(44,295)	(173)
Payments to employees	(121,119)		(6,735)	
Cash Flows from Operating Activities	<u>(55,928)</u>	<u>196,379</u>	<u>57,020</u>	<u>7,307</u>
CASH FLOWS FROM NONCAPITAL FINANCING ACTIVITIES				
Transfers in from other funds	57,500			
Transfers out to other funds			(57,500)	
Net cash used by noncapital financing activities	<u>57,500</u>		<u>(57,500)</u>	
CASH FLOWS FROM CAPITAL AND RELATED FINANCING ACTIVITIES				
Repayment of advances from other funds				
Purchase of capital assets		(76,291)		(8,900)
Cash Flows from Capital and Related Financing Activities		<u>(76,291)</u>		<u>(8,900)</u>
CASH FLOWS FROM INVESTING ACTIVITIES				
Interest	(1,572)	28,724	397	5,674
Cash Flows from Investing Activities	<u>(1,572)</u>	<u>28,724</u>	<u>397</u>	<u>5,674</u>
Net Cash Flows		148,812	(83)	4,081
Cash and investments at beginning of period		612,241	3,212	132,155
Cash and investments at end of period		<u>\$761,053</u>	<u>\$3,129</u>	<u>\$136,236</u>
Reconciliation of operating loss to net cash flows				
from operating activities:				
Operating income (loss)	(\$55,491)	\$93,911	\$58,461	(\$29,700)
Miscellaneous receipts		14,150		1,150
Adjustments to reconcile operating income (loss) to net cash flows				
from operating activities:				
Depreciation		88,318		35,857
Change in assets and liabilities:				
Accounts payable	(662)		(1,441)	
Due from other funds	225			
Cash Flows from Operating Activities	<u>(\$55,928)</u>	<u>\$196,379</u>	<u>\$57,020</u>	<u>\$7,307</u>

<u>Network Maintenance</u>	<u>Public Works Operating Cost</u>	<u>Self Insurance</u>	<u>Total</u>
\$257,600	\$1,067,611	\$442,560	\$2,153,844
(93,234)	(256,790)	(581,208)	(984,673)
<u>(71,570)</u>	<u>(804,807)</u>	<u>(84,454)</u>	<u>(1,088,685)</u>
<u>92,796</u>	<u>6,014</u>	<u>(223,102)</u>	<u>80,486</u>
		166,900	224,400
		<u>(49,900)</u>	<u>(107,400)</u>
		<u>117,000</u>	<u>117,000</u>
		45,900	45,900
<u>(19,545)</u>			<u>(104,736)</u>
<u>(19,545)</u>		<u>45,900</u>	<u>(58,836)</u>
<u>2,797</u>	<u>104</u>	<u>44,742</u>	<u>80,866</u>
<u>2,797</u>	<u>104</u>	<u>44,742</u>	<u>80,866</u>
76,048	6,118	(15,460)	219,516
<u>38,254</u>	<u>3,147</u>	<u>1,158,553</u>	<u>1,947,562</u>
<u>\$114,302</u>	<u>\$9,265</u>	<u>\$1,143,093</u>	<u>\$2,167,078</u>
\$42,094	(\$77)	(\$648,065)	(\$538,867)
		21,648	36,948
24,830			149,005
25,872	6,091	403,315	433,175
			<u>225</u>
<u>\$92,796</u>	<u>\$6,014</u>	<u>(\$223,102)</u>	<u>\$80,486</u>

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AGENCY FUNDS

Agency Funds account for assets held by the City as agent for individuals, governmental entities, and non-public organizations. These funds include the following:

CASA de SUISUN

This fund is a replacement reserve account required by the agreement between Casa de Suisun and the Department of Housing Community Development.

REC/COM PROGRAMS

This fund is held solely for the purpose of monitoring the donations to run specific recreation programs.

ASSET FORFEITURE

This fund accounts for funds forfeited by the Police Department.

SCHOOL IMPACT FEES

This fund accounts for the impact fees collected in behalf of the Fairfield-Suisun Unified School District.

PUBLIC ARTS & BID

This fund accounts for the fees collected in behalf of the Business Improvement District.

STRONG MOTION FEES

This fund accounts for the fees collected in behalf of the Department of Conservation.

SOLANO COUNTY TRUST

This fund accounts for the funds collected in behalf of Solano County.

TRANSIT TICKETS

This fund accounts for the Fairfield-Suisun Transit ticket sales.

EVENT TICKETS

This fund accounts for the sales of various event tickets for other agencies.

PLAN CHECK FEES

This fund accounts for the developer deposit for plan check fees.

SEWER DISTRICT TRUST

This fund accounts for the fees collected in behalf of the Fairfield-Suisun Sewer District.

SOLANO GARBAGE

This fund accounts for the fees collected through property tax from unpaid waste collection liens.

AGENCY FUNDS (Continued)

SOLID WASTE

This fund accounts for the fees collected in behalf of Solano Garbage.

PUBLIC WORKS ENCROACHMENT

This fund accounts for the deposit for encroachment fees.

HARBOR PLAZA TRASH

This fund accounts for the fees collected for managing the Suisun Downtown Plaza Trash.

PERFORMANCE BOND

This fund accounts for the Performance bond held for a Developer.

REDEVELOPMENT AGENCY TRUST

This fund consists of a Disposition Development Agreement Deposit from various developers.

SUISUN-SOLANO WATER AGENCY

This fund accounts for the funds collected in behalf of SSWA

VICTORIAN HARBOR ASSESSMENT DISTRICT

This fund accounts for the debt service of the City's obligation for the special assessment bonds issued for the construction of the Victorian Harbor subdivision.

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CITY OF SUISUN CITY
 AGENCY FUNDS
 STATEMENT OF CHANGES IN ASSETS AND LIABILITIES
 FOR THE YEAR ENDED JUNE 30, 2008

	Balance June 30, 2007	Additions	Deductions	Balance June 30, 2008
<u>Casa de Suisun</u>				
<u>Assets</u>				
Cash and investments	\$106,201	\$13,038	\$50,398	\$68,841
Total assets	<u>\$106,201</u>	<u>\$13,038</u>	<u>\$50,398</u>	<u>\$68,841</u>
<u>Liabilities</u>				
Due to other agencies	\$106,201	\$13,038	\$50,398	\$68,841
Total liabilities	<u>\$106,201</u>	<u>\$13,038</u>	<u>\$50,398</u>	<u>\$68,841</u>
<u>Rec/Com Programs</u>				
<u>Assets</u>				
Cash and investments	\$1,522	\$48,517	\$29,369	\$20,670
Assessments receivable		2,036		2,036
Total assets	<u>\$1,522</u>	<u>\$50,553</u>	<u>\$29,369</u>	<u>\$22,706</u>
<u>Liabilities</u>				
Due to other agencies	\$1,522	\$58,085	\$36,901	\$22,706
Total liabilities	<u>\$1,522</u>	<u>\$58,085</u>	<u>\$36,901</u>	<u>\$22,706</u>
<u>Asset Forfeiture</u>				
<u>Assets</u>				
Cash and investments	\$550			\$550
Total assets	<u>\$550</u>			<u>\$550</u>
<u>Liabilities</u>				
Due to other agencies	\$550			\$550
Total liabilities	<u>\$550</u>			<u>\$550</u>

	Balance June 30, 2007	Additions	Deductions	Balance June 30, 2008
<u>School Impact Fees</u>				
<u>Assets</u>				
Cash and investments	\$371,480	\$248,429	\$573,237	\$46,672
Assessments receivable	174,500	188,129	155,252	207,377
Total assets	<u>\$545,980</u>	<u>\$436,558</u>	<u>\$728,489</u>	<u>\$254,049</u>
<u>Liabilities</u>				
Accounts payable	\$371,480	\$380,619	\$705,427	\$46,672
Due to other agencies	174,500	413,696	380,819	207,377
Total liabilities	<u>\$545,980</u>	<u>\$794,315</u>	<u>\$1,086,246</u>	<u>\$254,049</u>
<u>Public Art & BID</u>				
<u>Assets</u>				
Cash and investments	\$500	\$17,550	\$17,350	\$700
Total assets	<u>\$500</u>	<u>\$17,550</u>	<u>\$17,350</u>	<u>\$700</u>
<u>Liabilities</u>				
Accounts payable		\$700		\$700
Due to other agencies	\$500		\$500	
Total liabilities	<u>\$500</u>	<u>\$700</u>	<u>\$500</u>	<u>\$700</u>
<u>Strong Motion Fees</u>				
<u>Assets</u>				
Cash and investments	\$448	\$3,327	\$2,845	\$930
Total assets	<u>\$448</u>	<u>\$3,327</u>	<u>\$2,845</u>	<u>\$930</u>
<u>Liabilities</u>				
Accounts payable		\$6		\$6
Due to other agencies	\$448	924	\$448	924
Total liabilities	<u>\$448</u>	<u>\$930</u>	<u>\$448</u>	<u>\$930</u>
<u>Solano County Trust</u>				
<u>Assets</u>				
Cash and investments	\$43,662	\$275,867	\$212,415	\$107,114
Total assets	<u>\$43,662</u>	<u>\$275,867</u>	<u>\$212,415</u>	<u>\$107,114</u>
<u>Liabilities</u>				
Due to other agencies	\$43,662	\$246,655	\$183,203	\$107,114
Total liabilities	<u>\$43,662</u>	<u>\$246,655</u>	<u>\$183,203</u>	<u>\$107,114</u>

(Continued)

CITY OF SUISUN CITY
 AGENCY FUNDS
 STATEMENT OF CHANGES IN ASSETS AND LIABILITIES
 FOR THE YEAR ENDED JUNE 30, 2008

	Balance June 30, 2007	Additions	Deductions	Balance June 30, 2008
<u>Transit Tickets</u>				
<u>Assets</u>				
Cash and investments	\$20	\$1,537	\$1,103	\$454
Total assets	<u>\$20</u>	<u>\$1,537</u>	<u>\$1,103</u>	<u>\$454</u>
<u>Liabilities</u>				
Accounts payable		\$140		\$140
Due to other agencies	\$20	2,337	\$2,043	314
Total liabilities	<u>\$20</u>	<u>\$2,477</u>	<u>\$2,043</u>	<u>\$454</u>
<u>Event Tickets</u>				
<u>Assets</u>				
Cash and investments	\$640			\$640
Total assets	<u>\$640</u>			<u>\$640</u>
<u>Liabilities</u>				
Due to other agencies	\$640			\$640
Total liabilities	<u>\$640</u>			<u>\$640</u>
<u>Plan Check Fees</u>				
<u>Assets</u>				
Cash and investments	\$42,547	\$37,765	\$62,738	\$17,574
Total assets	<u>\$42,547</u>	<u>\$37,765</u>	<u>\$62,738</u>	<u>\$17,574</u>
<u>Liabilities</u>				
Due to other agencies	\$42,547	\$106,872	\$131,845	\$17,574
Total liabilities	<u>\$42,547</u>	<u>\$106,872</u>	<u>\$131,845</u>	<u>\$17,574</u>

	Balance June 30, 2007	Additions	Deductions	Balance June 30, 2008
<u>Sewer District Trust</u>				
<u>Assets</u>				
Cash and investments	\$366,527	\$1,518,207	\$1,652,383	\$232,351
Assessments receivable	370,323	2,708,981	2,653,859	425,445
Total assets	<u>\$736,850</u>	<u>\$4,227,188</u>	<u>\$4,306,242</u>	<u>\$657,796</u>
<u>Liabilities</u>				
Due to other agencies	\$736,850	\$3,383,000	\$3,462,054	\$657,796
Total liabilities	<u>\$736,850</u>	<u>\$3,383,000</u>	<u>\$3,462,054</u>	<u>\$657,796</u>
<u>Solano Garbage</u>				
<u>Assets</u>				
Cash and investments		\$82,762		\$82,762
Total assets		<u>\$82,762</u>		<u>\$82,762</u>
<u>Liabilities</u>				
Accounts payable		\$82,762		\$82,762
Total liabilities		<u>\$82,762</u>		<u>\$82,762</u>
<u>Solid Waste</u>				
<u>Assets</u>				
Cash and investments	\$4,223			\$4,223
Total assets	<u>\$4,223</u>			<u>\$4,223</u>
<u>Liabilities</u>				
Due to other agencies	\$4,223			\$4,223
Total liabilities	<u>\$4,223</u>			<u>\$4,223</u>
<u>Public Works Encroachment</u>				
<u>Assets</u>				
Cash and investments	\$31,576		\$560	\$31,016
Total assets	<u>\$31,576</u>		<u>\$560</u>	<u>\$31,016</u>
<u>Liabilities</u>				
Due to other agencies	\$31,576	\$65	\$625	\$31,016
Total liabilities	<u>\$31,576</u>	<u>\$65</u>	<u>\$625</u>	<u>\$31,016</u>

(Continued)

CITY OF SUISUN CITY
 AGENCY FUNDS
 STATEMENT OF CHANGES IN ASSETS AND LIABILITIES
 FOR THE YEAR ENDED JUNE 30, 2008

	Balance June 30, 2007	Additions	Deductions	Balance June 30, 2008
<u>Harbor Plaza Trash</u>				
<u>Assets</u>				
Cash and investments	\$1,041	\$13,473	\$13,497	\$1,017
Assessments receivable	2,475	16,657	16,494	2,638
Total assets	<u>\$3,516</u>	<u>\$30,130</u>	<u>\$29,991</u>	<u>\$3,655</u>
<u>Liabilities</u>				
Accounts payable	\$3,549		\$3,203	\$346
Due to other agencies	(33)	\$17,054	13,712	3,309
Total liabilities	<u>\$3,516</u>	<u>\$17,054</u>	<u>\$16,915</u>	<u>\$3,655</u>
<u>Performance Bond</u>				
<u>Assets</u>				
Cash and investments	\$1,750		\$1,750	
Total assets	<u>\$1,750</u>		<u>\$1,750</u>	
<u>Liabilities</u>				
Due to other agencies	\$1,750		\$1,750	
Total liabilities	<u>\$1,750</u>		<u>\$1,750</u>	
<u>Redevelopment Agency Trust</u>				
<u>Assets</u>				
Cash and investments		\$25,035	\$25,035	
Total assets		<u>\$25,035</u>	<u>\$25,035</u>	
<u>Liabilities</u>				
Due to other agencies		\$25,035	\$25,035	
Total liabilities		<u>\$25,035</u>	<u>\$25,035</u>	

	Balance June 30, 2007	Additions	Deductions	Balance June 30, 2008
<u>Suisun-Solano Water Agency</u>				
<u>Assets</u>				
Cash and investments	\$11,788,262	\$4,276,169	\$3,211,619	\$12,852,812
Cash with fiscal agent	1,579,865	718,778	1,492,695	805,948
Assessments receivable	719,517	10,652,911	10,610,066	762,362
Total assets	<u>\$14,087,644</u>	<u>\$15,647,858</u>	<u>\$15,314,380</u>	<u>\$14,421,122</u>
<u>Liabilities</u>				
Accounts payable		\$395,865		\$395,865
Due to other agencies	\$14,087,644	15,251,993	\$15,314,380	14,025,257
Total liabilities	<u>\$14,087,644</u>	<u>\$15,647,858</u>	<u>\$15,314,380</u>	<u>\$14,421,122</u>
<u>Victorian Harbor Assessment District</u>				
<u>Assets</u>				
Cash and investments	\$87,506	\$57,846	\$55,654	\$89,698
Total assets	<u>\$87,506</u>	<u>\$57,846</u>	<u>\$55,654</u>	<u>\$89,698</u>
<u>Liabilities</u>				
Due to other agencies	\$87,506	\$57,798	\$55,606	\$89,698
Total liabilities	<u>\$87,506</u>	<u>\$57,798</u>	<u>\$55,606</u>	<u>\$89,698</u>
<u>Combined Totals</u>				
<u>Assets</u>				
Cash and investments	\$12,848,455	\$6,619,522	\$5,909,953	\$13,558,024
Cash with fiscal agent	1,579,865	718,778	1,492,695	805,948
Assessments receivable	1,266,815	13,568,714	13,435,671	1,399,858
Total assets	<u>\$15,695,135</u>	<u>\$20,907,014</u>	<u>\$20,838,319</u>	<u>\$15,763,830</u>
<u>Liabilities</u>				
Accounts payable	\$375,029	\$860,092	\$708,630	\$526,491
Due to other agencies	15,320,106	19,576,552	19,659,319	15,237,339
Total liabilities	<u>\$15,695,135</u>	<u>\$20,436,644</u>	<u>\$20,367,949</u>	<u>\$15,763,830</u>

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STATISTICAL SECTION

This part of the City's Comprehensive Annual Financial Report presents detailed information as a context for understanding what the information in the financial statements, note disclosures, and required supplementary information says about the City's overall financial health. In contrast to the financial section, the statistical section information is not subject to independent audit.

Financial Trends

These schedules contain trend information to help the reader understand how the City's financial performance and well being have changed over time:

1. Net Assets by Component
2. Changes in Net Assets
3. Fund Balances of Governmental Funds
4. Changes in Fund Balance of Governmental Funds

Revenue Capacity

These schedules contain information to help the reader assess the City's most significant local revenue source, the property tax:

1. Net Assessed and Estimated Actual Value of Property
2. Property Tax Levies and Collections
3. Property Tax Rates Overlapping Governments
4. Principal Taxpayers

Debt Capacity

These schedules present information to help the reader assess the affordability of the City's current levels of outstanding debt and the City's ability to issue additional debt in the future:

1. Ratio of Net General Obligation Bonded Debt to Assessed Value and Net General Obligation on Bonded Debt Per Capita
2. Ratio of Annual Debt Service Expenditures for General Obligation Bonded Debt to Total General Governmental Expenditures
3. Computation of Legal Debt Margin
4. Schedule of Direct and Overlapping Debt

Demographic and Economic Information

These schedules offer demographic and economic indicators to help the reader understand the environment within which the City's financial activities take place:

1. Demographic Statistics
2. Principal Employers

Operating Information

These schedules contain service and infrastructure data to help the reader understand how the information in the City's financial report relates to the services the City provides and the activities it performs:

1. Full-Time Equivalent Employees by Function
2. Operating Indicators by Function
3. Construction Value
4. Special Assessments Billings and Collections
5. Miscellaneous Statistics

Sources

Unless otherwise noted, the information in these schedules is derived from the Comprehensive Annual Financial Reports for the relevant year. The City implemented GASB Statement 34 in 2003; schedules presenting government-wide information include information beginning in that year.

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CITY OF SUISUN CITY
Net Asset By Component
Last Six Fiscal Years

	Fiscal Year					
	2003	2004	2005	2006	2007	2008
Government activities:						
Invested in capital assets, net of related debt	\$ 25,051,103	\$ 23,583,975	\$ 24,607,570	\$ 24,987,074	\$ 83,499,340	\$ 89,322,941
Restricted for:						
Debt service funds	6,215,569	5,007,205	5,104,513	6,213,218	13,167,071	13,051,878
Unrestricted	7,933,187	13,381,611	18,685,435	22,525,248	39,439,121	38,666,587
Total governmental activities net assets	\$ 39,199,859	\$ 41,972,791	\$ 48,397,518	\$ 53,725,540	\$136,105,532	\$ 141,041,406
Primary government:						
Invested in capital assets, net of related debt	\$ 25,051,103	\$ 23,583,975	\$ 24,607,570	\$ 24,987,074	\$ 83,499,340	\$ 89,322,941
Restricted	6,215,569	5,007,205	5,104,513	6,213,218	13,167,071	13,051,878
Unrestricted	7,933,187	13,381,611	18,685,435	22,525,248	39,439,121	38,666,587
Total primary activities net assets	\$ 39,199,859	\$ 41,972,791	\$ 48,397,518	\$ 53,725,540	\$136,105,532	\$ 141,041,406

Source: Financial Statements

Note: The City of Suisun City implemented GASB 34 for the fiscal year ended June 30, 2003. Information prior to the implementation of GASB 34 is not available. Ten years of historical data is the preferred presentation, but only 6 years are presented in this report because comparable data was not available for years prior to 2003.

CITY OF SUISUN CITY
Changes in Net Assets
Last Six Fiscal Years

	Fiscal Year					
	2003	2004	2005	2006	2007	2008
Expenses:						
Governmental activities:						
General government	\$ 3,556,316	\$ 3,836,626	\$ 4,354,512	\$ 5,692,605	\$ 1,267,155	\$6,785,352
Public safety	4,349,512	4,339,980	4,685,740	5,251,632	5,861,374	6,324,288
Public works	1,620,099	1,859,194	592,499	691,932	2,966,551	3,342,076
Highways and streets	524,651	640,412	626,094	1,438,421	3,014,295	3,296,699
Building services	239,631	254,554	267,083	344,430	651,340	1,010,367
Culture and recreation	1,568,088	1,321,671	1,101,420	2,011,975	1,870,837	2,355,217
Community development	8,601,001	7,093,672	6,430,496	7,756,666	5,645,108	7,167,225
Tax Increment Pass-through	-	-	-	-	3,976,965	-
Interest on long-term debt	4,761,158	5,773,905	4,106,121	4,042,990	3,598,258	3,745,638
Depreciation - unallocated	3,624,882	3,617,719	5,196,026	5,593,909	-	-
expenses	<u>\$ 28,845,338</u>	<u>\$ 28,737,733</u>	<u>\$ 27,359,991</u>	<u>\$ 32,824,560</u>	<u>\$ 28,851,882</u>	<u>\$34,026,862</u>
Program Revenues:						
Charges for services:						
General government	\$ 1,593,715	\$ 1,981,754	\$ 1,843,284	\$ 2,096,939	\$ 1,407,458	\$2,567,517
Public safety	263,638	389,582	359,496	697,476	319,940	748,481
Public works	218,030	612,747	589,803	624,341	2,216,104	639,941
Highways & streets	367,076	1,732,932	2,394,708	1,553,808	2,334,759	879,344
Building services	202,515	59,231	298,204	41,298	317,863	18,164
Culture & recreation	380,680	744,000	471,208	1,094,006	1,196,929	1,350,270
Community development	-	-	1,785,045	1,917,728	283,191	2,344,049
Operating grants and contribution	1,126,389	1,530,089	4,427,312	4,471,342	4,568,940	4,059,537
Capital grants and contributions	1,500,437	3,857,913	2,221,756	639,070	2,537,781	1,834,313
Total Governmental program	<u>\$ 5,652,480</u>	<u>\$ 10,908,248</u>	<u>\$ 14,390,816</u>	<u>\$ 13,136,008</u>	<u>\$ 15,182,965</u>	<u>\$14,441,616</u>
Net revenues (expense)	<u>\$ (23,192,858)</u>	<u>\$ (17,829,485)</u>	<u>\$ (12,969,175)</u>	<u>\$ (19,688,552)</u>	<u>\$ (13,668,917)</u>	<u>\$ (19,585,246)</u>
General revenues:						
Taxes:						
Property taxes	\$ 10,946,689	\$ 12,206,723	\$ 13,851,307	\$ 16,169,408	\$ 19,875,251	21,238,878
Sales taxes	872,810	869,220	914,679	1,049,626	1,042,944	982,667
Intergovernmental revenue-unrestricted	8,416,554	4,816,580	2,181,199	2,133,868	-	-
Gain on sale of capital asset	-	-	-	2,022,353	2,580,539	-
Investment earnings	584,675	610,872	807,935	1,274,550	1,945,746	1,797,494
Miscellaneous revenue	2,627,968	2,037,240	1,638,781	2,366,770	2,211,492	502,082
Total general revenues	<u>\$ 23,448,696</u>	<u>\$ 20,540,635</u>	<u>\$ 19,393,901</u>	<u>\$ 25,016,575</u>	<u>\$ 27,655,972</u>	<u>24,521,121</u>
Changes in net assets	<u>\$ 255,838</u>	<u>\$ 2,711,150</u>	<u>\$ 6,424,727</u>	<u>\$ 5,328,022</u>	<u>\$ 13,987,055</u>	<u>\$ 4,935,875</u>

Source: Financial statements

Note: The City of Suisun City implemented GASB 34 for the fiscal year ended June 30, 2003. Information prior to the implementation of GASB 34 is not available. This schedule contain trend information to help the reader understand how the City's financial performance and well being have changed over time.

CITY OF SUISUN CITY
Fund Balances of Governmental Funds
Last Six Fiscal Years

	Fiscal Year					
	2003	2004	2005	2006	2007	2008
General fund:						
Reserved	\$ 184,014	\$ 2,775	\$ 1,775	\$ 1,775	\$ 74,055	\$ 64,281
Unreserved	2,132,691	2,343,785	3,491,385	4,232,462	6,028,725	4,598,741
Total general fund	<u>\$ 2,316,705</u>	<u>\$ 2,346,560</u>	<u>\$ 3,493,160</u>	<u>\$ 4,234,237</u>	<u>\$ 6,102,780</u>	<u>\$ 4,663,022</u>
All other governmental funds:						
Reserved	\$ 9,091,630	\$ 7,841,008	\$ 7,686,871	\$ 8,781,695	\$ 13,093,016	\$ 12,987,597
Unreserved, reported in:						
Special revenue funds	7,494,572	8,577,567	13,612,325	17,595,791	19,121,306	22,009,271
Capital projects funds	2,935,454	9,955,401	7,769,274	7,178,602	3,063,845	4,900,037
Debt service funds	-	1,897,584	2,860,203	3,196,883	-	-
Total all other governmental funds	<u>\$ 19,521,656</u>	<u>\$ 28,271,560</u>	<u>\$ 31,928,673</u>	<u>\$ 36,752,973</u>	<u>\$ 35,278,167</u>	<u>\$ 39,896,905</u>

Source: City Financial Statements

Note: The City of Suisun City has elected to show only six years of data for this schedule. This schedule contains information of the City's fund balances status.

CITY OF SUISUN CITY
Changes in Fund Balances of Governmental Funds
Last Six Fiscal Years

	Fiscal Year					
	2003	2004	2005	2006	2007	2008
Revenues:						
Taxes:						
Property taxes	\$ 10,946,689	\$ 12,206,723	\$ 13,851,307	\$ 16,169,408	\$ 19,875,251	\$18,758,360
Sales taxes	872,810	869,220	914,679	1,049,626	1,042,944	982,667
Licenses and permits	1,009,731	1,229,456	1,363,143	1,301,409	1,526,909	1,282,790
Fines and forfeits	116,658	130,013	180,576	214,948	263,533	225,420
Intergovernmental revenue	8,416,554	8,497,755	9,281,068	7,244,280	6,648,135	8,201,756
Developer fees	1,500,437	1,917,161	1,400,453	984,385	1,140,627	615,649
Special assessments	814,135	931,278	1,010,339	1,074,125	1,579,243	1,669,407
Charges for services	908,578	1,312,337	1,574,921	1,673,418	1,873,012	2,161,569
Investment earnings	584,675	610,872	784,362	1,289,785	1,945,746	1,797,494
Reimbursements	1,302,941	1,202,276	590,008	881,923	2,953,283	1,964,620
Miscellaneous revenue	2,438,596	2,402,748	3,372,954	2,359,838	1,453,612	822,139
Total revenues	28,911,804	31,309,839	34,323,810	34,243,143	40,302,295	38,481,871
Expenditures:						
Current:						
General government	1,067,647	930,961	886,094	1,432,384	1,266,432	6,748,235
Public safety	4,186,959	4,339,980	4,637,904	4,931,225	5,795,287	6,220,072
Public works	454,647	438,698	545,517	503,832	2,141,410	2,215,153
Highways and streets	605,848	640,412	445,455	1,290,203	1,185,064	1,331,444
Building services	236,737	254,554	289,169	326,663	408,029	471,634
Culture and recreation	1,302,991	1,321,671	1,236,637	1,433,707	1,439,984	2,154,353
Community development	7,749,925	7,093,672	6,561,178	8,288,167	13,132,469	3,614,524
Tax increment pass-through	2,476,268	2,905,665	3,661,145	4,254,358	3,978,311	4,264,044
Capital outlay	4,449,870	3,881,546	5,294,548	1,087,217	6,081,255	2,788,405
Principal on long-term debt	2,041,124	47,456,183	2,551,920	2,711,640	3,861,196	2,802,499
Interest on long-term debt	4,189,979	5,366,741	3,314,200	3,244,340	3,113,824	2,975,528
Total expenditures	28,761,995	74,630,083	29,423,767	29,503,736	42,403,261	35,585,891
Revenue Over (Under) expenditures	149,809	(43,320,244)	4,900,043	4,739,407	(2,100,966)	2,895,980
Other Financing Sources (Uses):						
Debt Proceeds	570,000	51,880,000	-	-	-	-
Sale of capital assets	-	-	-	825,975	2,580,539	400,000
Transfer in	6,894,820	7,398,257	6,629,672	7,102,679	10,404,010	8,641,623
Transfer out	(6,355,406)	(7,178,254)	(6,726,002)	(7,102,679)	(10,404,010)	(8,758,623)
Total other financing sources (uses)	1,109,414	52,100,003	(96,330)	825,975	2,580,539	283,000
Net Change in fund balance	\$ 1,259,223	\$ 8,779,759	\$ 4,803,713	\$ 5,565,382	\$ 479,573	\$ 3,178,980
Debt service as a percentage of non-capital expenditures	25.6%	26.7%	32.3%	27.6%	26.2%	21.4%

Source: City Financial Statements

Note: 1. The City of Suisun City has elected to show only six years of data for this schedule.

2. The property tax in lieu of VLF for FY 06-07 is classified under property tax, whereas in other years, it was shown as intergovernmental revenue. The amount received for FY 06-07 is \$2,028,639.

3. This schedule contains trend information to help the reader understand how the City's financial performance and well being have changed over time.

City of Suisun City
Net Assessed and Estimated Actual Value of Property
Last Ten Fiscal Years
(Amounts in Thousands)

Fiscal Year	Real Property (1)	Personal Property (1)	Total (1)	Percentage Increase in Market Value
	Net Assessed Market Value	Net Assessed Market Value	Net Assessed Market Value	
1998-99	\$ 914,219	\$ 17,593	\$ 931,812	1.6%
1999-00	987,599	18,959	1,006,558	8.0%
2000-01	1,078,990	21,149	1,100,139	9.3%
2001-02	1,183,173	21,728	1,204,901	9.5%
2002-03	1,286,828	21,230	1,308,058	8.6%
2003-04	1,411,206	21,457	1,432,663	9.5%
2004-05	1,590,952	23,293	1,614,245	12.7%
2005-06	1,836,303	25,495	1,861,798	15.3%
2006-07	2,079,531	27,107	2,106,638	13.2%
2007-08	\$ 2,317,947	\$ 23,037	\$ 2,340,984	11.1%

Notes:

(1) Source is City of Suisun City Department of Finance

**City of Suisun City
Property Tax Levies and Collections
Last Ten Fiscal Years
(Amounts in Thousands)**

<u>Fiscal Year</u>	<u>Allocation (1)</u>	<u>Current Collections</u>	<u>Percent of Current Taxes Collected</u>	<u>Percent Delinquent</u>
1998-99	\$ 604	\$ 604	100.0%	0.0%
1999-00	630	630	100.0%	0.0%
2000-01	643	643	100.0%	0.0%
2001-02	630	630	100.0%	0.0%
2002-03	824	824	100.0%	0.0%
2003-04	880	880	100.0%	0.0%
2004-05	1,137	1,137	100.0%	0.0%
2005-06	1,286	1,286	100.0%	0.0%
2006-07	1,245	1,245	100.0%	0.0%
2007-08	\$ 1,164	\$ 1,164	100.0%	0.0%

Notes:

- (1) Source is State Controller's Report for City of Suisun City.
- (2) Includes general fund only.

**City of Suisun City
Property Tax Rates Overlapping Governments
Last Ten Fiscal Years
(Amounts in Thousands)**

<u>Fiscal Year</u>	<u>City</u>	<u>County</u>	<u>School</u>	<u>Other</u>	<u>Total</u>
1998-99	.0146	.0339	.0321	0.919	1.000
1999-00	.0172	.0339	.0321	0.917	1.000
2000-01	.0179	.0339	.0321	0.916	1.000
2001-02	.0179	.0339	.0321	0.916	1.000
2002-03	.0179	.0339	.0321	0.916	1.000
2003-04	.0179	.0339	.0321	0.916	1.000
2004-05	.0179	.0339	.0321	0.916	1.000
2005-06	.0179	.0339	.0321	0.916	1.000
2006-07	.0179	.0339	.0321	0.916	1.000
2007-08	.0179	.0339	.0321	0.916	1.000

Notes:

(1) Source is Solano County Assessor Annual Tax Increment Tables

**City of Suisun City
Principal Taxpayers
June 30, 2008
(Amounts in Thousands)**

<u>Taxpayer</u>	<u>Type of Business</u>	<u>Valuation</u>	<u>Percent</u>
Cap V Suisun LLC	Residential	\$ 22,046,296	0.93%
Heritage Owner LLC	Commercial Offices	20,151,858	0.85%
Village Green Apartments LLC	Multi-Family Residential	17,282,353	0.73%
Peter L. Carter Trust	Commercial Offices	14,315,700	0.60%
Wal Mart Stores Inc.	Vacant Lot	14,000,000	0.59%
O'Brien At Suisun LLC	Vacant Lot TD #1	13,724,340	0.58%
One Harbor Center	Commercial Office Lease	9,704,207	0.41%
WRI Golden State LLC	Commercial Sales and Service	8,547,675	0.36%
Dancing Tides LLC	Residential	6,341,789	0.27%
Solano Co. Community Housing Corp.	Residential	<u>5,893,588</u>	0.25%
Total		<u>\$ 132,007,806</u>	5.55%
Total Suisun City Assessed Valuation		<u>\$ 2,376,862,771</u>	

Notes:

- (1) Source is Solano County Assessment Rolls
- (2) Percent is of fiscal year 2007-2008 total assessed value for the project area.

City of Suisun City
Ratio of Net General Obligation Bonded Debt to Assessed Value and Net General Obligation on Bonded Debt Per Capita
Last Ten Fiscal Years
(Amounts in Thousands)

<u>Fiscal Year</u>	<u>Estimated Population (1)</u>	<u>Net Assessed Valuation (2)</u>	<u>Gross Bonded Debt</u>	<u>Net Bonded Debt</u>	<u>Percentage of Net Bonded Debt to Assessed Value</u>	<u>Net Bonded Debt Per Capita</u>
1998-99	26,740	\$ 931,812,000	\$ 3,920,000	\$ 3,920,000	.0042	146.60
1999-00	27,247	1,006,558,000	3,810,000	3,810,000	.0038	139.83
2000-01	26,685	1,118,819,000	3,690,000	3,690,000	.0033	138.28
2001-02	26,118	1,231,437,000	3,565,000	3,565,000	.0030	136.49
2002-03	26,635	1,336,274,000	3,435,000	3,435,000	.0026	128.97
2003-04	27,416	1,462,654,000	3,295,000	3,295,000	.0023	120.19
2004-05	27,716	1,614,245,111	3,155,000	3,155,000	.0020	113.83
2005-06	27,748	1,861,798,248	3,005,000	3,005,000	.0016	108.30
2006-07	27,980	2,106,638,785	2,850,000	2,850,000	.0014	101.86
2007-08	28,193	\$ 2,340,984,658	\$ 2,685,000	\$ 2,685,000	.0011	95.24

Notes:

- (1) Population from State Department of Finance
- (2) Assessed Valuation from Table 4

City of Suisun City
Ratio of Annual Debt Service Expenditures for General Obligation Bonded Debt to Total General Government Expenditures
Last Ten Fiscal Years
(Amounts in Thousands)

<u>Fiscal Year</u>	<u>Principal</u>	<u>Interest</u>	<u>Total Debt Service (2)</u>	<u>Total General Governmental Expenditures (2)</u>	<u>Ratio of Debt Service to General Governmental Expenditures</u>
1998-99	\$ 110,000	\$ 209,750	\$ 319,750	\$ 22,903,218	.01
1999-00	110,000	201,250	311,250	21,378,686	.01
2000-01	120,000	196,450	316,450	24,072,653	.01
2001-02	125,000	191,773	316,773	31,241,622	.01
2002-03	130,000	183,500	313,500	29,333,174	.01
2003-04	140,000	176,870	316,870	32,387,757	.01
2004-05	140,000	169,730	309,730	29,958,421	.01
2005-06	150,000	164,242	314,242	29,503,736	.01
2006-07	155,000	154,940	309,940	42,403,261	.01
2007-08	\$ 165,000	\$ 147,035	\$ 312,035	\$ 35,585,891	.01

Notes:

- (1) Source is City of Suisun City debt service on general obligation bonds
- (2) Includes general, special revenue, debt service and capital projects funds
- (3) No general obligation bonded debt prior to 1993-94

**City of Suisun City
Computation of Legal Debt Margin
June 30, 2008**

Assessed value (1)	\$ 2,340,984,658
Debt limit is 3.75% of assessed value (1)	87,786,925
Debt applicable to limitation:	
Total bonded debt	2,685,000
Legal debt margin	\$ 85,101,925

Fiscal Year	Assessed Value	Debt Limit	Total Net Debt Applicable to Limit	Legal Debt Margin	Ratio of Outstanding Net Debt Limit
1998-99	931,812,000	34,942,950	3,920,000	31,022,950	11.22%
1999-00	1,006,558,000	37,745,925	3,810,000	33,935,925	10.09%
2000-01	1,118,819,000	41,955,713	3,690,000	38,265,713	8.79%
2001-02	1,231,437,000	46,178,888	3,565,000	42,613,888	7.72%
2002-03	1,336,274,941	50,110,310	3,435,000	46,675,310	6.85%
2003-04	1,462,654,823	54,849,556	3,295,000	51,554,556	6.01%
2004-05	1,614,245,111	60,534,192	3,155,000	57,379,192	5.21%
2005-06	1,861,798,248	69,817,434	3,005,000	66,812,434	4.30%
2006-07	2,106,638,785	78,998,954	2,850,000	76,148,954	3.61%
2007-08	2,340,984,658	87,786,925	2,685,000	85,101,925	3.06%

Notes:

(1) California Government Code, Section 43605 sets the limit at 15%. The Code section was enacted when assessed valuations were based on 25% of full market value. This has since changed to 100% of full market value. This, the limit shown is 3.75% (one-fourth the limit of 15%).

City of Suisun City
Schedule of Direct and Overlapping Debt
June 30, 2008

2006-07 Net Assessed Valuation : \$2,340,984,658
 Redevelopment Incremental Valuation: 1,671,531,096
 Adjusted Assessed Valuation \$669,453,562

<u>Direct and Overlapping Tax and Assessment Debt</u>	Total Debt 6/30/08	% Applicable (1)	City's Share of Debt 6/30/08
Fairfield-Suisun Joint Unified School District	\$90,460,000	7.129%	\$ 6,448,893
FSUSD Community Facilities District # 1	2,905,234	100.0%	2,905,234
FSUSD Community Facilities District # 4	1,212,752	100.0%	1,212,752
FSUSD Community Facilities District # 5	37,402,375	16.314%	6,101,823
Solano County Community College District	119,175,000	1.816%	2,178,521
City of Suisun City General Obligation Bonds	2,685,000	100.0%	2,685,000
City of Suisun City Zone of Benefit Obligations	2,129,050	100.0%	2,129,050
Solano Irrigation District	367,000	15.329%	56,257
Suisun City 1915 Act Bonds	455,000	100.0%	<u>455,000</u>
Total Direct and Overlapping Tax and Assessment Debt			24,172,530
<u>Direct and Overlapping General Fund Obligation Debt:</u>			
Solano County General Fund Obligations	137,955,000	1.762%	2,430,767
Solano County Board of Education Certificates of Participation	3,220,000	1.762%	56,736
Solano County Pension Obligations	121,020,000	1.762%	2,132,372
City of Suisun City Certificates of Participation	1,755,000	100.0%	<u>1,755,000</u>
Total Direct and Overlapping General Fund Obligation Debt			6,374,875
COMBINED TOTAL DEBT			<u><u>\$ 30,547,405</u></u>

(1) Percentage of overlapping agency's assessed valuation located within boundaries of the city.
 (2) Excludes tax and revenue anticipation notes, enterprise revenue, mortgage revenue and tax allocation bonds and non-bonded capital lease obligations.

Ratios to Assessed Valuation:

Direct debt (\$2,685,000) 0.11%
 Total direct and overlapping tax and assessment debt 1.03%

Ratios to Adjusted Assessed Valuation:

Combined direct debt (\$4,440,000) 0.66%
 Combined total debt 4.56%

State school building aid repayable as of June 30, 2008 : \$0 \$ -0-

Source: California Municipal Statistics, Inc.

Notes:

(1) For debt repaid with property taxes, the percentage of overlapping debt applicable is estimated using taxable assessed property values. Applicable percentages were estimated by determining the portion of another government unit's taxable assessed value that is within the City's boundaries and dividing it by each unit's total taxable assessed value.

(2) Overlapping governments are those that coincide, at least in part, with the geographic boundaries of the City. This schedule estimates the portion of the outstanding debt of those overlapping governments that is borne by the residents and businesses of the City. This process recognizes that, when considering the City's ability to issue and repay long-term debt, the entire debt burden borne by the residents and businesses should be taken into account. However, this does not imply that every taxpayer a resident, and therefore responsible for repaying the debt, of each overlapping government.

**City of Suisun City
Demographics Statistics
Last Ten Fiscal Years**

<u>Fiscal Year</u>	<u>City Size Square Mile</u>	<u>City Population (1)</u>	<u>Population Increase</u>	<u>Population of Household</u>	<u>Unemployment Rate (2)</u>	<u>Per Capita Personal Income</u>	<u>Median Household Income (3)</u>	<u>Total Personal Income</u>
1998-99	4.02	26,750	470	3.465	4.2	n/a	n/a	n/a
1999-00	4.02	27,247	497	3.490	5.6	n/a	n/a	n/a
2000-01	4.02	26,685	(562)	3.220	4.9	\$ 22,928	\$ 73,828	\$ 611,832,354
2001-02	4.02	26,118	(567)	3.590	6.5	20,565	73,828	537,114,124
2002-03	4.02	26,635	517	3.260	7.4	22,647	73,828	603,192,877
2003-04	4.02	27,416	781	3.330	7.1	22,171	73,828	607,828,363
2004-05	4.02	27,716	300	3.234	5.3	22,829	73,828	632,720,114
2005-06	4.02	27,748	32	3.193	5.3	23,122	73,828	641,584,511
2006-07	4.02	27,980	232	3.180	5.6	23,442	74,546	655,911,031
2007-08	4.02	28,193	213	3.165	7.9	\$ 24,056	\$ 76,136	\$ 678,199,762

Notes:

- (1) Source is California State Controller's Office
- (2) Source is Bureau of the Census
- (3) Source is Fairfield-Suisun Chamber of Commerce per latest release of the U.S. Census in 2000 adjusted for inflation

**City of Suisun City
Principal Employers
June 30, 2008**

<u>Company</u>	<u>Product/Service</u>	<u>Number of Employees</u>	<u>Percent of Total Employment</u>
Fairfield-Suisun Unified School Dist	Education	295	21.80%
City of Suisun City	Government	160	11.83%
Raley's Superstores	Retail Grocery	104	7.69%
US Post Office	Federal -Courier	87	6.43%
McDonald's	Fast Food	40	2.96%
Athenian Grill	Restaurant	36	2.66%
Taco Bell	Fast Food	28	2.07%
Round Table	Fast Food	28	2.07%
Jack in the Box	Fast Food	27	2.00%
NOR Cal Foods-Black Bear Diner	Restaurant	25	1.85%
Popeye's Chicken	Fast Food	23	1.70%
The Gallery	Salon & Spa	21	1.55%
La Cabana	Restaurant	<u>20</u>	<u>1.48%</u>
Total - Major Employers		<u>894</u>	<u>66.08%</u>
Total - All Suisun City		1,353	

Note: 1. Data for the period nine years ago is not available.

2. "Total Employment" as used above represents the total employment of all employers located within City limits.

Source : City's business license records.

City of Suisun City
Full-Time Equivalent Employees By Function
Last Seven Fiscal Years

Function	Full-time Equivalent Employees as of June 30						
	2002	2003	2004	2005	2006	2007	2008
General Government	14	17	15	14	15	16	15
Public Safety	44	41	39	38	39	37	40
Public Works	15	15	15	17	18	16	18
Community development	5	5	4	4	4	6	5
Recreation	5	5	5	5	5	8	6
Redevelopment	3	3	3	3	3	3	4
Total	86	86	81	81	84	86	88

**City of Suisun City
Operating Indicators By Function
Last Six Fiscal Years**

	Fiscal Year					
	2003	2004	2005	2006	2007	2008
Police:						
Arrests	not available	768	907	953	955	937
Parking Citations Issued	not available	1,242	1,691	1,734	1,631	1372
Fire:						
Number of emergency calls	1,480	1,692	1,601	1,775	1,776	1674
Parks and Recreation						
Number of recreation classes	not available	not available	not available	194	174	300
Number of facility rentals	not available	not available	not available	850	730	736

Source: Various City records.

**City of Suisun City
Construction Value
Last Ten Fiscal Years**

<u>Fiscal Year</u>	<u>New Commercial Construction (1)</u>		<u>New Residential Construction (1) (2)</u>	
	<u>Number of Permits</u>	<u>Value of Improvements</u>	<u>Number of Units</u>	<u>Value of Improvements</u>
1998-99	3	\$ 890,000	91	\$ 14,914,000
1999-00	1	602,000	53	10,764,000
2000-01	2	3,719,000	88	24,739,000
2001-02	5	4,732,588	79	21,630,520
2002-03	1	187,048	157	34,295,580
2003-04	4	759,585	209	47,429,913
2004-05	3	1,230,690	147	34,166,445
2005-06	3	1,474,333	114	31,885,011
2006-07	2	1,368,570	199	34,148,462
2007-08	5	\$ 7,386,691	57	\$ 9,516,799

Notes:

- (1) Source is City of Suisun City Building Inspection Department
- (2) Includes single and multi-family units

**City of Suisun City
Special Assessments Billing and Collections
Last Ten Fiscal Years**

<u>Fiscal Year</u>	<u>Special Assessment Billings</u>	<u>Assessment Collections</u>	<u>Percent of Collections</u>
1996-97	\$ 416,285	\$ 416,285	100.00%
1997-98	424,212	424,212	100.00%
1998-99	443,691	443,691	100.00%
1999-00	447,982	447,982	100.00%
2000-01	450,466	450,466	100.00%
2001-02	573,721	573,721	100.00%
2002-03	622,135	622,135	100.00%
2003-04	736,278	736,278	100.00%
2004-05	837,339	837,339	100.00%
2005-06	1,074,125	1,074,125	100.00%
2006-07	1,275,327	1,275,327	100.00%
2007-08	\$ 1,356,057	\$ 1,356,057	100.00%

Notes:

- (1) Source is City of Suisun City Department of Finance

**City of Suisun City
Miscellaneous Statistics
June 30, 2008**

City Type	General Law
Date of Incorporation	1868
Date Founded	1848
Form of Government	Council/Manager
Population	28,193
Land Area	4.02 Square Miles
Municipal Water Plant	4 Steel Reservoirs with 6,500,000 Gallons Storage Capacity 4,163,362 Gallons Daily Average Distribution 90.26 Miles of Water Main Line
Police Protection	1 Station, 1 Sub-station 24 Officers 4 Crossing Guards 20 Leased Patrol Vehicles 2 Patrol Boats
Fire Protection	1 Station 3 Full-time Firefighters 9 Fire Apparatus 3,000 Fire Hydrants 50 Volunteers
Assessed Valuation	\$2,340,984,658
Parks and Recreation	1 Marina 1 Boat Launch 1 Community Theater 1 Community Center 1 Senior Center 9 Parks 1 Sports Center Complex 1 Golf Driving Range 1 Batting Cage Operation 1 Entertainment Plaza 1 Waterfront Promenade 51+ Acres of Parklands

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