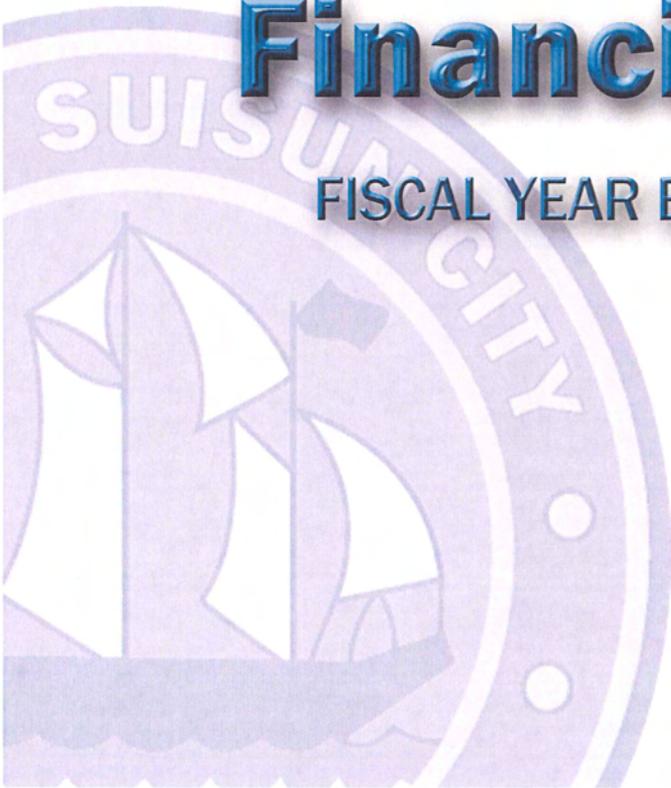


Comprehensive Annual Financial Report

FISCAL YEAR ENDED JUNE 30, 2009

City of
SUISUN CITY
CALIFORNIA



Comprehensive Annual Financial Report

FISCAL YEAR ENDED JUNE 30, 2009

**Prepared by the
Department of Administrative Services**

City of

SUISUN CITY

CALIFORNIA

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CITY OF SUISUN CITY, CALIFORNIA

Comprehensive Annual Financial Report
For the Year Ended June 30, 2009

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



First and Third Tuesday
Every Month

CITY OF SUISUN CITY

701 Civic Center Blvd.
Suisun City, California 94585

Incorporated October 9, 1868

December 31, 2009

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

The comprehensive annual financial report of the City of Suisun City for the fiscal year ended June 30, 2009 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, 2009, which can be found immediately following the report of the independent auditors.

The City is required to undergo an independent, annual single audit in conformity with the provisions of the Single Audit Act of 1996 and the U.S. Office of Management and Budget Circular A-133, *Audits of States, Local Governments, and Non-Profit Organizations*. Information related to this independent, single audit, including a schedule of expenditures of federal awards is included in a separately issued report.

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.

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

ECONOMIC CONDITION AND OUTLOOK

A small community of approximately 29,000 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 Channel, which empties into 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 switching commercial traffic away from the railroad and the waterfront area, and into nearby Fairfield.

Solano County Economic Forecast Highlights include:

- Job growth was negative in 2008 at -0.7 percent, and projected to remain low through 2009, before recovering in 2010.
- Population growth in 2009 was 0.94 percent. Annual growth in the 2009 to 2012 is forecast to average 0.9 percent per year.
- Over the next five years, all sectors will experience some net positive job creation, except financial services. The fastest growing sector is expected to be professional services. Leisure services, government, and healthcare and education will also contribute to job growth. Construction employment fell by another 2,900 jobs in 2008, but will recover in 2012.
- Total taxable sales are expected to increase by an average of 3.2 percent over the next five years.
- Real per capita income is forecast to grow an average of 2.0 percent per year.

Source:http://www.dot.ca.gov/hq/tpp/offices/ote/socioeconomic_files/2008/Solano.pdf

Since 1989, the City has implemented an aggressive redevelopment program centered on the Old Town Waterfront and Historic Main Street Shopping District. After decades of isolation, the waterfront is once again accessible to the general public via a new Public Marina, Public Promenade and Harbor Square Plaza. The channel has been deepened to allow boating excursions from the San Francisco Bay and the Sacramento Delta.

The continuous challenge that the City faces is how to generate an ongoing source of General Fund revenue to pay for core services that include police, fire, streets, facility maintenance, graffiti removal, youth services, senior services, and recreation and community services. The General Fund budget for fiscal year 2009-2010 has a

structural operating surplus of over \$80,000. The structural operating surplus is calculated by subtracting ongoing expenditures from ongoing revenues, and it takes into account the use of proceeds from the sale of Twin Sister property.

In spite of the current economic crisis, the City and its Redevelopment Agency have managed to facilitate 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 sq. ft. of restaurant/retail/office uses at Main & Solano Street. Two new businesses opened, *Cast Iron Grill & Bar* and *Dimitri's Lounge by the Bay*.
- Hampton Inn & Suites – The first hotel in half a century has opened on the Waterfront. The hotel is projected to generate \$300,000 per year in hotel tax revenue, all of which goes to General Fund.
- Central County Bikeway – Suisun has now plenty of bike and walking paths, including a pedestrian path that passes over the railroad tracks at Blossom Avenue.
- Community & Aquatic Center – Salvation Army acquired the center and will reopen by May 2010.
- Wal-Mart Supercenter – the process of compliance with all requirements is still ongoing.

The full detail of project highlights in fiscal year 2008-2009 can be found under the Management's Discussion and Analysis section of this report.

FINANCIAL INFORMATION

General Controls

Management of the City of Suisun City is 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 appropriated annual budget approved by the City Council. Activities of the General Fund, special revenue funds, debt service funds, and internal service funds are included in the appropriated 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 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, is not used by the City. 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 \$1,347,807 for the year, a decrease of \$449,687, compared to 2008. The decrease is attributable to the continuous decline in interest rates. The City modified its Investment Policy to increase the safety of the investment while increasing the City's flexibility to invest.

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 and employee's share of contributions for its miscellaneous and fire safety personnel and all but 4.0 percent of its police safety employees. Further details about the plan may be found in Note 13 of the Notes to the Financial Statements.

Risk Management

The City is self-insured for the first \$250,000 of each workers' compensation claim, the first \$25,000 of each general liability claim, and the first \$5,000 of each property claim. Claim expenditures are accounted for in the City's self-insurance funds. 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 \$245,563.

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 and Acknowledgements

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, 2008. This is the fifth 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.

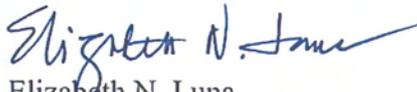
In order to be awarded a Certificate of Achievement, a government must publish an easily readable and efficiently organized comprehensive annual financial report. This report must satisfy both generally accepted accounting principles and applicable legal requirements.

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.

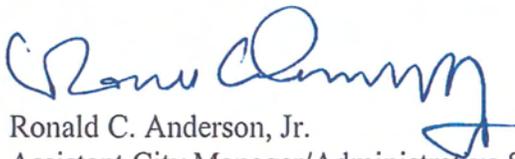
Respectfully submitted,



Elizabeth N. Luna
Senior Accountant



Mark Joseph
Financial Services Manager



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

PRINCIPAL OFFICIALS

CITY OF SUISUN CITY

JUNE 30, 2009

CITY COUNCIL

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

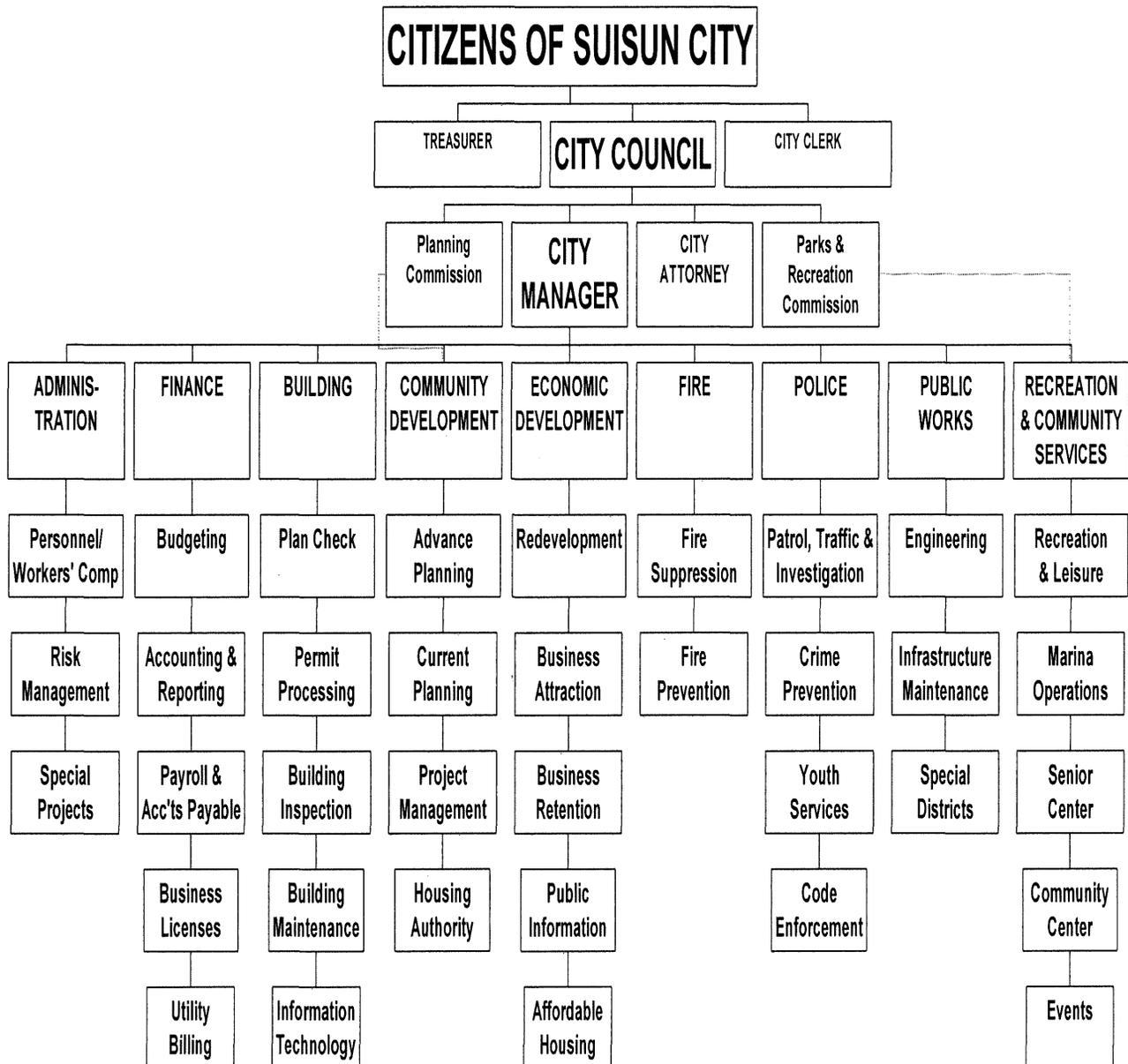
ELECTED AND APPOINTED OFFICIALS

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	April Wooden
Financial Services Manager	Mark Joseph

CITY OF SUISUN CITY ORGANIZATION CHART



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, 2008

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.



President

Executive Director

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, 2009, 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, 2009 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 November 27, 2009 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

November 27, 2009

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, 2009. 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 \$229 million, liabilities of \$82 million, and net assets of \$147 million.
- Net assets, as measured in the government-wide financial statements, increased \$6.4 million. The increase is summarized by total revenues of \$39.0 million, less total expenditures of \$32.5 million net to approximately \$6.4 million.
- The City's long-term debt decreased by \$1,585,280. The decrease was primarily due to principal payments of about \$2.9 million, the recording of accreted interest of \$0.6 million in the 1998 Capital Appreciation Bonds and the addition of Fire Truck-Capital Lease amounting to \$700,000. Please refer to Note 8 on page 57 for details.

Governmental Funds Financial Statements

- As of the close of fiscal year 2009, the City's governmental funds reported a combined ending fund balance of \$42.7 million, a decrease of \$1.9 million for the year ending June 30, 2009. The detailed components of Revenues and Expenditures can be found in the accompanying Statement of Revenues, Expenditures and Changes in Fund Balances on page 30.
- 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, 2009, the General Fund, fund balance was \$3,254,024, a net decrease of \$1,408,998 over the balance at June 30, 2008. The bulk of this decrease was due to one-time capital expenditure. As of June 30, 2009, the unreserved fund balance for the General Fund was \$3,250,328 and \$3,696 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.
- The \$0.7 million fund balance in the Local Transportation Special Revenue is for road projects.
- The \$15.3 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 \$13.4 million is for projects such as First-Time Home Buyer-Foreclosure program.

City of Suisun City
Management's Discussion and Analysis

FY 2008-2009 Project Highlights

- **HAMPTON INN & SUITES** – A 102 room *Hampton Inn & Suites* is now fully operational and located next to the City's new Harbor Center Road Extension (see below). This project was 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.
- **HARBOR SQUARE** - Harbor Square (and the courtyard plaza) is almost complete. *Subway* has been operating for about six months already, the new *Cast Iron Grill and Bar* had opened as of this writing and *Demetrius' Lounge by the Bay* is slated to open by end of December 2009.
- **FIRST-TIME HOMEBUYER PROGRAM** - Continued administration of 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 shared equity 2nd mortgages to purchase foreclosed homes. Since the program's inception, the Agency has assisted 17 first-time homebuyer households, with a total loan amount of \$852,298. The Agency originally 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 avoid blight in neighborhoods
- **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 \$77,043.47 of Housing Set-Aside monies as matching funds in the 2008-2009 fiscal year for this program, which leveraged into a total public/private investment of \$134,310 for 51 projects within the existing neighborhoods of Suisun City located with the Agency's Project Area.
- **FAÇADE IMPROVEMENT PROGRAM** - Continued administration of Façade Improvement Program for property owners of buildings located in the Redevelopment Project Area. All funds for this fiscal year were fully expended, funding façade improvements such as: the neon fish sign at Virgil's Bait Shop, a new sign for La Cabana on Main Street, as well as new awnings for Family Cookie Company and the Tasuke Restaurant on Spring Street.
- **ART GALLERY** - The Agency entered into a lease agreement with the Fairfield Visual Arts Association (dba: Suisun City Waterfront District Artists) on May 13, 2009 (later amended on October 20, 2009) to operate an art gallery and studio within the first-floor suites of the Lawler House to give patrons of other businesses in the Waterfront District "one more thing to do." The gallery contains various sculptures and painting exhibits by local artists.

City of Suisun City
Management's Discussion and Analysis

- COMPREHENSIVE MARKETING STRATEGY - The creation and implementation of the Agency's comprehensive Marketing Plan, which specifically outlines the necessary steps in creating an overall brand and marketing strategy for the City to create a distinct identity as a tourist destination and prime business location.
 - Launched www.visitsuisuncity.com website focusing on visitors, tourism, and things to do in and around Suisun City.
 - Launched www.suisuncitybusiness.com website focusing recruitment and marketing of Suisun City as a prime business location.
 - Implemented a comprehensive promotional plan, including print media and collateral materials.
 - Implemented a comprehensive publicity plan, including strategic press releases, contacts with media representatives and social media strategy.
 - Leveraged partnerships with businesses and destination attractions to increase awareness of year-round tourist activity and business opportunities.

- 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. Construction of this project began in July 2008 and was mostly complete in June 2009. The last portion of the project to be completed is work by the Union Pacific Railroad on the Railroad tracks. This work is scheduled for completion in September 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. In addition to the bikeway, this project partially reconstructed Main Street, along the bike path, to install drain inlets due to flooding problems in this area and installed a sizeable landscaped area to beautify this entrance to downtown. Construction of this project began in September 2008 and scheduled for completion in October 2009 and landscaping to be completed in Spring 2010.

- 2008 ARCS PROJECT - As part of the City's Pavement Management Program (PMP), staff developed a pavement rehab project that included 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 being resurfaced, 210 water services will be replaced by SID prior the streets' being resurfaced. The new project involved using a new technology for the City, Asphalt Rubberized Cape Seal (ARCS). This ARCS treatment methodology included a treatment of asphalt rubberized cape seal and then a slurry seal layer applied on top. This project required coordination with the residents, business owners, School District, local transit operators,

City of Suisun City
Management's Discussion and Analysis

emergency service providers, the Solano Garbage Company and those that are expected to be impacted by the street resurfacing activities. The cost of the project totaled over \$1.4 million, funded mainly through the SSWA partnership, a grant from the California Integrated Waste Management Board, Prop 1B funds, Prop 42 funds TDA Article 8 and General Fund as a contingency.

- **HARBOR CENTER STREET EXTENSION PROJECT** - 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 included, 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. Phase 1 of this project was completed in August 2008 and Phase 2 of this project began in September 2008. This project was completed in October 2009, in time for the new Hampton Inn Hotel.
- **PIERCE ISLAND IMPROVEMENTS/DREDGING PROJECT** - This project included 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 were dredged to allow the proper flow for traffic and water. Staff applied for all the necessary permits during FY 2007/08. This project was completed in December 2008.
- **GOEPP 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 and was completed in February 2009.
- **AMERICAN RECOVERY AND REINVESTMENT ACT OF 2009 (ARRA)** – In February 2009, President Obama signed the American Recovery and Reinvestment Act of 2009 (ARRA). This program provided Federal funds to the City totaling \$870,000. These funds were divided into two projects, Sunset Avenue Rehabilitation (\$700,000) and Main Street Rehabilitation (\$170,000). Both of these projects will overlay segments of their respective streets and upgrade pedestrian ramps. These projects were mandated to be shovel ready and were fast tracked to be obligated and completed quickly. Sunset Avenue was obligated in June 2009 and with an anticipated Award and Construction start date in September 2009. Main Street Rehab is to be obligated by November 30, 2009 and awarded by June 30, 2010.
- **WAL-MART SUPERCENTER** – The City's EIR withstood its first legal challenge for the Wal-Mart Supercenter proposed on Walters Road and State Route 12, with the project now working its way through the final permitting process involving the Regional Water Quality Control Board, and an appeal of the legal judgment that found the EIR solid.

City of Suisun City
Management's Discussion and Analysis

- **NEW FIRE TRUCK** – The new fire truck was acquired on September 2008. The acquisition will be funded by new development.
- **OLD COMMUNITY CENTER (YMCA)** – The Salvation Army was selected to replace the San Francisco YMCA as the operator of the old community center after working through a comprehensive selection process that involved community stakeholders. Negotiations took place in FY 2008-09 to work out the details of the Agreement, which included the sale of the land and building to the Salvation Army.

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.

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.

City of Suisun City
Management's Discussion and Analysis

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.

Governmental Funds
Revenues, Expenditures and Other Changes in Fund Balances
For the Fiscal Year Ended June 30, 2009

	General Fund	Other Major Funds	Other Governmental Funds	Total Governmental Funds
Revenues	\$ 8,767,229	\$ 21,858,521	\$ 9,434,646	\$ 40,060,396
Current expenditures	9,359,785	6,639,252	8,391,287	24,390,324
Capital outlay	1,584,315	5,010,716	6,059,594	12,654,625
Debt service	19,296	5,034,269	975,754	6,029,319
	<u>10,963,396</u>	<u>16,684,237</u>	<u>15,426,635</u>	<u>43,074,268</u>
Net transfers including sale of capital assets & issuance of debt	787,169	(1,762,736)	2,109,594	1,134,027
Net change in fund balances	(1,408,998)	3,411,548	(3,882,395)	(1,879,845)
Fund balances, beginning of year	4,663,022	20,017,176	19,879,729	44,559,927
Fund balances, end of year	<u>\$ 3,254,024</u>	<u>\$ 23,428,724</u>	<u>\$ 15,997,334</u>	<u>\$ 42,680,082</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.

City of Suisun City
Management's Discussion and Analysis

- 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 42 for details.

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 seven years.

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 \$147,474,254. A schedule of net assets is presented in the following table.

City of Suisun City
Management's Discussion and Analysis

Net Assets
June 30, 2009 and 2008

	Governmental Activities		Total Percentage Change
	2009	2008	
Current and other assets	\$ 59,601,324	\$ 62,052,489	-4%
Capital Assets	170,084,433	162,483,295	5%
Total Assets	229,685,757	224,535,784	2%
Current liabilities	8,462,923	8,072,907	5%
Noncurrent liabilities	73,748,580	75,421,471	-2%
Total Liabilities	82,211,503	83,494,378	-2%
Net assets:			
Invested in capital assets, net of related debt	103,823,239	89,322,941	16%
Restricted for:			
Debt Service	3,368,567	6,290,450	-46%
RDA housing set-aside programs	15,320,186	12,034,538	27%
Off-site street improvement	4,494,790	5,968,480	-25%
Sewer maintenance	1,370,490	1,231,857	11%
Park development capital projects	1,312,569	1,626,562	-19%
1998/2003 Tax Allocation Bonds capital projects	652,245	733,874	-11%
Total Restricted Net Assets	26,518,847	27,885,761	-5%
Unrestricted	17,132,168	23,832,704	-28%
Total net assets	\$ 147,474,254	\$ 141,041,406	5%

Net assets invested in capital assets (e.g., land, buildings, equipment and infrastructure) of \$103,823,239 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 \$26.5 million represent resources that are subject to external restrictions on how they may be used. The \$17 million unrestricted net assets consist mainly of \$3.2 million in general fund and \$13.8 million 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 \$6.4 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, 2009 and 2008

	Governmental Activities		Total Percentage Change
	2009	2008	
Revenues:			
Program revenues:			
Charges for services	\$ 6,776,196	\$ 7,191,709 ▼	-6%
Operating grants & contributions	6,477,075	6,314,591	3%
Capital grants & contributions	5,098,395	1,834,313	178%
General revenues:			
Property Taxes	18,302,548	20,339,881 ▼	-10%
Sales Tax	954,945	982,667	-3%
Gain on sale of capital assets	-	- ▼	0%
Investment earnings	1,347,807	1,797,494	-25%
Miscellaneous	-	502,082	-100%
Total revenues	38,956,966	38,962,737	0%
Program expenses:			
General government	10,407,757	6,785,352 ▼	53%
Public safety	6,363,693	6,324,288	1%
Public works	3,638,323	3,342,076	9%
Highways and streets	3,740,463	3,296,699	13%
Building Services	792,348	1,010,367	-22%
Culture & recreation	2,316,094	2,355,217	-2%
Community development	1,366,044	7,167,225	-81%
Interest on long-term debt	3,899,396	3,745,638	4%
Total program expenses	32,524,118	34,026,862	-4%
Change in net assets	6,432,848	4,935,875	30%
Net assets-Beginning	141,041,406	136,105,531	4%
Net assets - end of the year	\$ 147,474,254	\$ 141,041,406	5%

Note: For the purpose of comparison, some revenues and expenditures in 2008 were reclassified to conform to the 2009 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 \$6,432,848 was due to the following factors:

- The City generated a total of \$39.0 million in revenues and only spend \$32.5 million in expenditures. Although property taxes revenue decreased by about \$2 million and investment earnings revenue decreased by about \$450,000, total revenue did not vary much compare from prior year. Major increase comes from capital grants and contributions for projects such as Sunset & Railroad Avenue Widening and Street Rehabilitation.
- The total expenditures have decreased by \$1,502,744 as illustrated above. The decrease was due to City's overall efforts to operate within its means. Major decrease comes from community development expenses, last year the City contributed to Cottonwood Creek Housing by extending predevelopment loan.

ANALYSIS OF MAJOR GOVERNMENTAL FUNDS

General Fund

General Fund revenues of about \$8.8 million were generated. A decrease of about \$681,000 from the previous fiscal year. The decrease was mainly attributed to decline in investment earnings, licenses and permits fees and intergovernmental revenues.

General Fund expenditures of \$11.0 million were made, including an increase of about \$300,000 from previous fiscal year. The increase was attributed mainly to the \$686,569 increase in the construction cost of Harbor Street Extension Project from prior year and offset by \$386,569 of reductions in various expenditure programs.

The General Fund balance at fiscal year-end was \$3.25 million, consisting of restricted \$3,696, and \$3,250,328 that were undesignated.

Local Transportation Special Revenue

This fund accounts for federal, state and local funds used for streets, pedestrian and bikeway improvements. Revenues worth \$4 million were generated mostly through grants and a transfer in of about \$2.3 million from OSSIP funds. Expenditures of \$6.3 million consist of \$3.7 million for Sunset & Railroad Widening, \$1.3 million for Streets Improvements & Restoration, \$1 million for County Bikeway Gap Closure and \$0.3 million in various streets projects within City limits.

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 \$1.3 million included \$583,075 representing the First Time Home Buyer Program, \$397,173 for administration costs, \$274,486 of operation costs at Almond Garden apartment complex and \$82,290 for Neighborhood Revitalization Projects. The fund transfers out of \$554,518 were mainly for debt service.

City of Suisun City
Management's Discussion and Analysis

RDA-Other Special Revenue

This fund is used to account for activities in the Redevelopment Agency, such as the administration cost, property management cost, CDBG/Home Program, and all non-recurring special projects of the Agency. Transfer in from tax increment is the major funding source and various grants for CDBG/HOME programs.

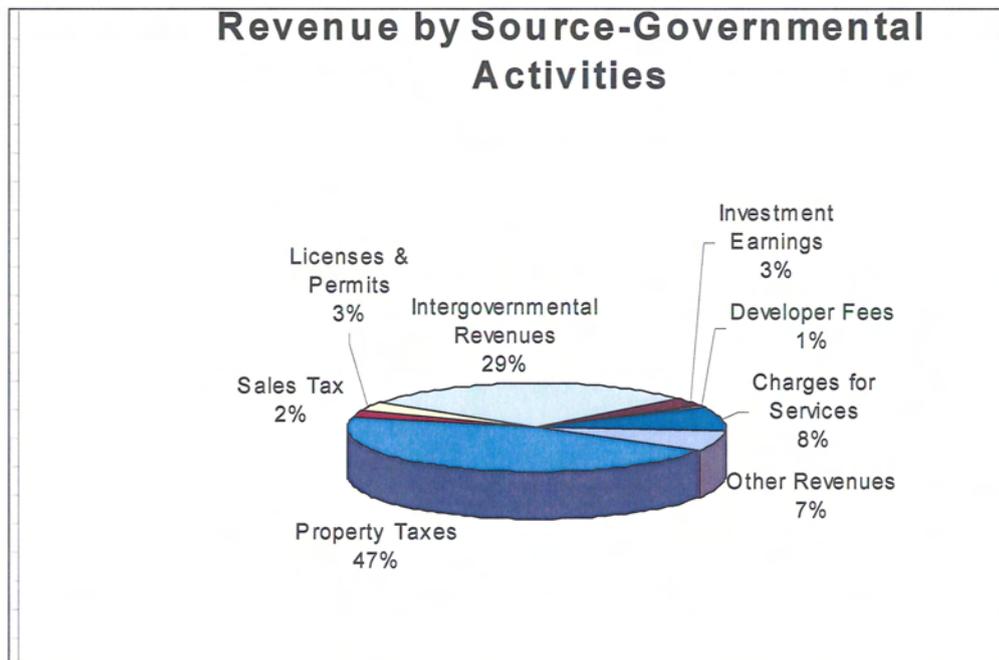
RDA Bonds Debt Service Fund

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, 2009, the fund balance was \$7,439,887, 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, 2009, per GASB 34.

The property tax revenue received is about \$2 million less, due to decline in property valuation. Expenditures were also about \$1.7 million less from prior year. The decrease in expenditures is mainly due to realignment of various project expenditures that are now part of the transfers out amount. These non-recurring capital and special projects are now accounted in a separate special revenue fund and are being funded through transfers from tax increment. The result is an increase of \$1.3 million in transfers out. The net change amounts to only \$31,629.

Analysis of All Governmental Funds

The following schedule and chart presents a summary of general, special revenue, debt service and capital projects fund revenues for the fiscal year ended June 30, 2009 and the amount and percentage of increases and decreases in relation to prior year revenues.



City of Suisun City
Management's Discussion and Analysis

While about 45 percent of total revenues are derived from property taxes, 83 percent of these property tax revenues go to the Redevelopment Agency.

About 29 percent of the City's general governmental revenues are realized from other governmental agencies. In 2008-2009 these included:

State of California Gas Tax	463,837
Federal HUD Section 8 Housing Assistance Program	2,935,519
Federal & State Public Safety Grants	797,828
Local Transportation –Capital Projects Grants	4,050,044
Property Tax (VLF)	2,148,127
All Other Intergovernmental Allocations	<u>1,224,941</u>
Total	<u>\$11,620,296</u>

Revenues	2009	2008	% of Increase (Decrease)
Property Taxes	\$ 18,302,548	\$ 20,114,417	-9.0%
Sales Tax	954,945	982,667	-2.8%
License & Permits	1,186,684	1,282,790	-7.5%
Fines & Forfeitures	211,881	225,420	-6.0%
Investment Earnings	1,347,807	1,797,494	-25.0%
Intergovernmental	11,620,296	8,201,756	41.7%
Developer Fees	310,548	615,649	-49.6%
Charges for Services	3,398,653	4,051,189	-16.1%
Special Assessments	315,946	313,350	0.8%
Reimbursements	75,489	75,000	0.7%
Miscellaneous	2,335,599	822,139	184.1%
Total	<u>\$ 40,060,396</u>	<u>\$ 38,481,871</u>	<u>4.1%</u>

Property taxes decrease was a result of adjustments in property assessed valuation.

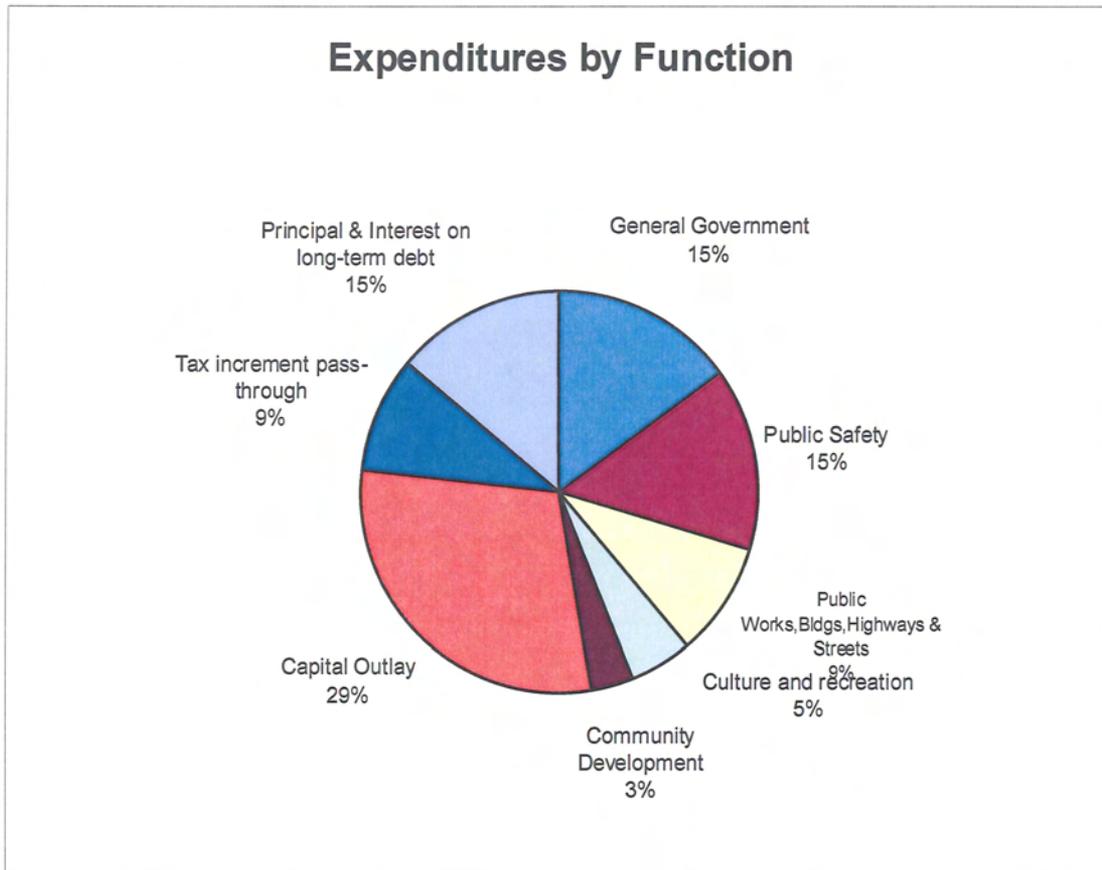
Developer fees (impact fees) and License & Permits decrease from prior year is a result of the current economic conditions in Suisun City and country wide.

Miscellaneous revenues were significantly high due to loan repayments paid by Cottonwood Creek on their predevelopment loan amounting to \$1,304,558 million and \$700,000 loan proceeds for Fire Truck.

The decrease in charges for services is an overall effect of the market. This revenue accounts for recreation room rentals, park rentals, recreation program fees, rents & royalties, engineering service fees, planning & zoning fees, police fees and all other fees related to City services.

City of Suisun City
Management's Discussion and Analysis

The following schedule and chart presents a summary of expenditures for the fiscal year ended June 30, 2009 and the percentage increases and decreases in relation to prior year expenditures.



Expenditures	2009	2008	% of Increase Decrease
General Government	\$ 6,414,336	\$ 6,748,235	-5%
Public Safety	6,351,947	6,220,072	2%
Public Works	1,679,017	2,215,153	-24%
Highways & Streets	2,037,459	1,331,444	53%
Building Services	252,908	471,634	-46%
Culture & Recreation	2,195,208	2,154,353	2%
Community Development	1,442,042	3,614,524	-60%
Capital Outlay	12,654,625	2,788,405	354%
Tax Increment Pass-through	4,017,407	4,264,044	-6%
Principal on Long Term Debt	2,945,450	2,802,499	5%
Interest on Long Term Debt	3,083,869	2,975,528	4%
Total Expenditures	\$ 43,074,268	\$ 35,585,891	21.0%

City of Suisun City
Management's Discussion and Analysis

Governmental spending increase by about \$7.5 million or about 21% compared to prior year. The increase is mainly caused by this year's capital outlay expenditures, which are mostly funded by intergovernmental revenues, see below schedule.

Capital Outlay Expenditures	Amount
Mobile Data Computer-Police Car mounted	\$ 6,071
Mapping Software - Police Dept Use	\$ 9,212
Commercial AC for City Hall Computer Service	\$ 6,000
Commercial AC for Police Station	\$ 12,724
Collision Database System & Mapping	\$ 28,000
Server	\$ 6,385
Server	\$ 6,554
APN:0032-230-280 - provide right of way for Railroad Ave Ext	\$ 86,851
Main Street - 7 Parcels	\$ 721,433
Escrow Deposit APN 0032-061-240/250	\$ 10,000
F150-FTPW14568KC71069	\$ 26,903
F150- radio equipment	\$ 5,089
F150-shell & short bed	\$ 4,055
F150-service & accessories	\$ 9,516
F-150-mobile computer/fdata	\$ 9,703
F-250-1FTNF20588ED09189 - PW Dept	\$ 18,244
Ford Ranger Supercab XLT -1FTYR14U88PA02528 - Bldg	\$ 16,610
2008 Arctic Cat #44F08MPVX8T302805	\$ 11,910
PJ-5 X 10 DUMP Side Extension Kit Trailer	\$ 5,798
Fire Truck-2007 Ferrara #1F95081367H140484	\$ 1,098,773
Corp Yard Garage	\$ 8,850
Heritage Park - Parking	\$ 21,150
Harbor Center Street Extension	\$ 1,584,405
Sunset & Railroad Intersection	\$ 3,683,675
Gateway Signage	\$ 19,578
Central County Bikeway Gap Closure	\$ 844,071
McCoy Creek Bike Path Phase 1	\$ 330,824
Hi-Crime Cameras	\$ 1,618
Emergency Generator	\$ 113,608
Hardware & Software Electronic File	\$ 2,500
Waterfront Railings	\$ 1,565
Street Signs	\$ 12,505
Goepp Park Improvements	\$ 666,253
Senior Center Upgrade	\$ 27,857
MSW Courtyard	\$ 1,495,085
Lawler House Improvements	\$ 61,716
Streets Rehabilitation	\$ 1,679,534
Total Capital Outlay	\$ 12,654,625

* Items that are less than \$5,000 are part of CIP.

City of Suisun City
Management's Discussion and Analysis

There is a decrease in Community Development expenditures by \$2.2 million which represents last year's outflow for Library Construction and the Cotton 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.

General Fund Budgetary Comparison Schedule
For the Fiscal Year Ended June 30, 2009

	<u>Original Budget</u>	<u>Final Budget</u>	<u>Actual</u>	<u>Variance Final Budget</u>
Beginning fund balances, July 1, 2008	\$ -	\$ -	\$ 4,663,022	
Resources:				
Revenues	8,434,400	8,377,700	8,767,229	389,529
Transfer in & sale of capital assets	1,981,100	1,499,400	1,099,522	(399,878)
Total Resources	<u>10,415,500</u>	<u>9,877,100</u>	<u>9,866,751</u>	<u>(10,349)</u>
Appropriations:				
Expenditures	14,946,300	14,945,500	10,963,396	3,982,104
Transfer out			312,353	(312,353)
Total Appropriations	<u>14,946,300</u>	<u>14,945,500</u>	<u>11,275,749</u>	<u>3,669,751</u>
Resources over (under) appropriations	<u>(4,530,800)</u>	<u>(5,068,400)</u>	<u>(1,408,998)</u>	<u>3,659,402</u>
Ending fund balances, June 30, 2009			<u>\$ 3,254,024</u>	

Budget Modifications

For fiscal year 2008-09, appropriations were adopted by fund. The total actual expenditures in General Fund per above table did not exceed total original budget. The \$4 million under budget is mainly the contingency budget of \$2.7 million and the remaining came from general government expenditures. Some individual departments may have exceeded their original budgets, and budget amendments were approved by the City Council. For more detailed information, please refer to page 33.

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.

City of Suisun City
Management's Discussion and Analysis

CAPITAL ASSETS AND DEBT ADMINISTRATION

Capital Assets

The City's net capital assets for its governmental funds as of June 30, 2009 amount to \$170 million, net of accumulated depreciation of \$83.6 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 pages 55-56 of the accompanying basic financial statements.

Debt Administration

At the end of the current fiscal year, the City had \$76.8 million in long-term debt, net, outstanding compared to \$78.3 million last year, about 2% decrease. The decrease is primarily due to principal payments. This year, the City acquired a new Fire Truck under capital lease agreement amounting to \$700,000.

At June 30, 2009, the City had total long-term debts and obligations as summarized below.

Tax Allocation Bonds	\$ 58,918,140	77%
Redevelopment Loans	9,462,689	12%
General Obligation Bonds	2,510,000	3%
Certificates of Participation	1,560,000	2%
Capital Leases	2,323,505	3%
North Bay Aqueduct Agreement	<u>2,058,060</u>	3%
Sub-total	<u>\$ 76,832,394</u>	100%

The City has met all required debt service payments and is maintaining required reserve funds with bond trustees. The \$58.9 million in tax allocation bonds and \$9.5 million in redevelopment loans are repayable from tax increment revenues received by the City's Redevelopment Agency. The \$2.5 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 \$3.8 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 on page 57 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.

In spite of the challenging times facing the City on so many fronts, the budget for fiscal year 2009-10 continues on with the City Council's commitments and goals. The City is able to do so because of the eminent opening of the new Hampton Inn & Suites on the Waterfront, and by diligent efforts of staff to

City of Suisun City
Management's Discussion and Analysis

- Stretch limited resources through renewed operating efficiencies, and in some cases, redistributions of work when vacancies occur.
- Take advantage of grant and other new revenue opportunities available through the Federal stimulus program and other grants.
- Utilize one-time monies to “bridge” the structural gap between ongoing revenues and ongoing expenditures. This approach is used in large part in anticipation of the upcoming Wal-Mart project on Walters Road and Highway 12.

The FY 2009-2010 budget is basically a status quo budget that is structurally balanced, built upon conservative assumption, and maintains strong reserves. Highlights include:

- Structural surplus in General Fund resources of \$9.42 million and ongoing expenditures of \$9.34 million.
- Development fees from the Wal-mart Supercenter assumed in spring 2010.
- Finalizing efforts to bring in a new operator of the old YMCA facility and expand services directly to youth and senior citizens.
- Aggressive capital improvement programs funded by grants.
- Renewed Redevelopment Agency funding for blight removal and downtown beautification.

The FY 2009-2010 General Fund operating budget is about \$10 million, an increase of \$219,461 or about two percent over FY 2008-09. This budget includes amount for merit increases, PERS retirement, health insurance premiums, and COLA. There is no major capital budgeted at this time.

The Redevelopment Agency's tax increment revenue is budgeted at \$13.6 million for FY 2009-10. 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, 2009

	Governmental Activities
ASSETS	
Cash and investments (Note 3)	\$38,290,729
Cash with fiscal agents (Note 3)	4,790,056
Receivables:	
Accounts receivables, net	2,645,674
Developer agreement (Note 6)	500,000
Interest receivable	223,381
Notes receivable (Note 5)	11,277,134
Prepaid items	45,026
Other assets	1,829,324
Capital assets: (Note 7)	
Nondepreciable	64,127,948
Depreciable, net	105,956,485
Total Assets	229,685,757
LIABILITIES	
Accounts payable and claims payable	2,377,143
Interest payable	1,008,623
Unearned revenue	21,663
Refundable deposits	294,293
Retention payable	428,527
Claims payable:	
Due within one year	171,778
Due in more than one year	645,418
Accrued compensated absences: (Note 1.I.)	
Due within one year	215,832
Due in more than one year	215,832
Long-term debt, net: (Note 8)	
Due within one year	3,083,814
Due in more than one year	73,748,580
Total Liabilities	82,211,503
NET ASSETS (Note 10)	
Invested in capital assets, net of related debt	103,823,239
Restricted for:	
Debt service	3,368,567
RDA housing set-aside programs	15,320,186
Off-site street improvement	4,494,790
Sewer maintenance	1,370,490
Park development capital projects	1,312,569
1998/2003 Tax Allocation Bonds capital projects	652,245
Total Restricted Net Assets	26,518,847
Unrestricted	17,132,168
Total Net Assets	\$147,474,254

See accompanying notes to financial statements

CITY OF SUISUN CITY
STATEMENT OF ACTIVITIES
JUNE 30, 2009

Functions/Programs	Expenses	Program Revenues		Capital Grants and Contributions	Net (Expense)
		Charges for Services	Operating Grants and Contributions		Revenue and Changes in Net
					Governmental Activities
Governmental Activities:					
General government	\$10,407,757	\$2,740,062	\$2,272,869	\$11,817	(\$5,383,009)
Public safety	6,363,693	312,754	866,266	384,595	(4,800,078)
Public works	3,638,323	517,821	464,954	86,549	(2,568,999)
Highways and streets	3,740,463	342,901	468,903	4,251,196	1,322,537
Building services	792,348	53,089			(739,259)
Culture and recreation	2,316,094	1,332,502	135,575	306,864	(541,153)
Community development	1,366,044	1,477,067	2,268,508	57,374	2,436,905
Interest on long-term debt	3,899,396				(3,899,396)
Total Governmental Activities	32,524,118	6,776,196	6,477,075	5,098,395	(14,172,452)
General revenues:					
Property taxes					18,302,548
Sales taxes					954,945
Investment earnings					1,347,807
Total general revenues					20,605,300
Change in Net Assets					6,432,848
Net Assets-Beginning					141,041,406
Net Assets-Ending					\$147,474,254

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 2009. 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.

LOCAL TRANSPORTATION SPECIAL REVENUE FUND

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

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.

RDA – OTHER SPECIAL REVENUE FUNDS

This fund accounts for primarily for the administrative operations of the Agency.

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, 2009

	General	Local Transportation Special Revenue	RDA-Housing Set-Aside Special Revenue	RDA-Other Special Revenue
ASSETS				
Cash and investments (Note 3)	\$3,294,997	\$94,373	\$13,304,342	\$1,159,764
Cash with fiscal agents (Note 3)			32,321	
Receivables:				
Accounts receivables, net	300,990	1,348,001	644	32,087
Development agreement (Note 6)				500,000
Due from other funds (Note 4.B.)	494,888			2,065
Interest receivable	108,449		114,932	
Notes receivable (Note 5)	792,000		9,162,849	298,394
Prepaid items (Note 1.G.)	3,696		281	40,068
Advances to other funds (Note 4.C.)				
Other assets	1,000			
Total Assets	<u>\$4,996,020</u>	<u>\$1,442,374</u>	<u>\$22,615,369</u>	<u>\$2,032,378</u>
LIABILITIES				
Accounts payable	\$813,544	\$384,187	\$8,918	\$699,561
Unearned revenues	1,999		277	19,387
Due to other funds (Note 4.B.)				
Deferred revenues	792,000		7,225,990	683,214
Advances from other funds (Note 4.C.)				
Refundable deposits	134,453		59,998	67,748
Retention payable		389,536		
Total Liabilities	<u>1,741,996</u>	<u>773,723</u>	<u>7,295,183</u>	<u>1,469,910</u>
FUND BALANCES				
Fund balance (Note 10)				
Reserved for:				
Debt Service				
Prepays	3,696		281	40,068
Notes receivables			1,936,859	115,180
Advances to other funds				
Unreserved, Reported in:				
General Fund:				
Undesignated	3,250,328			
Special Revenue Funds				
Undesignated		668,651	13,383,046	407,220
Capital Projects Funds				
Undesignated				
Total Fund Balances	<u>3,254,024</u>	<u>668,651</u>	<u>15,320,186</u>	<u>562,468</u>
Total Liabilities and Fund Balances	<u>\$4,996,020</u>	<u>\$1,442,374</u>	<u>\$22,615,369</u>	<u>\$2,032,378</u>

See accompanying notes to financial statements

RDA Bonds Debt Service	Other Funds	Total Governmental Funds
\$7,821,487	\$10,310,121	\$35,985,084
4,508,469	249,266	4,790,056
	963,952	2,645,674
		500,000
	40,875	537,828
		223,381
1,023,891		11,277,134
	981	45,026
	4,591,318	4,591,318
	11,859	12,859
<u>\$13,353,847</u>	<u>\$16,168,372</u>	<u>\$60,608,360</u>
\$298,751	\$124,593	\$2,329,554
		21,663
	537,828	537,828
1,023,891		9,725,095
4,591,318		4,591,318
	32,094	294,293
	38,991	428,527
<u>5,913,960</u>	<u>733,506</u>	<u>17,928,278</u>
5,861,973	686,407	6,548,380
	981	45,026
		2,052,039
	4,591,318	4,591,318
		3,250,328
	7,886,827	22,345,744
<u>1,577,914</u>	<u>2,269,333</u>	<u>3,847,247</u>
<u>7,439,887</u>	<u>15,434,866</u>	<u>42,680,082</u>
<u>\$13,353,847</u>	<u>\$16,168,372</u>	<u>\$60,608,360</u>

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CITY OF SUISUN CITY
 Reconciliation of the
 GOVERNMENTAL FUNDS -- FUND BALANCES
 with the
 GOVERNMENTAL ACTIVITIES STATEMENT OF NET ASSETS
 JUNE 30, 2009

Total fund balances reported on the governmental funds balance sheet	\$42,680,082
<p>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:</p>	
CAPITAL ASSETS	
Capital assets used in Governmental Activities are not current assets or financial resources and therefore are not reported in the Governmental Funds.	169,359,058
ALLOCATION OF INTERNAL SERVICE FUND NET ASSETS	
<p>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.</p>	
Cash and investments	2,305,645
Capital assets	725,375
Other assets	10,931
Accounts payable	(47,589)
Claims payable	(817,196)
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.	9,725,095
LONG-TERM ASSETS AND LIABILITIES	
<p>The assets and liabilities below are not due and payable in the current period and therefore are not reported in the Funds:</p>	
Other assets - debt issuance costs	1,805,534
Long-term debt	(76,832,394)
Interest payable	(1,008,623)
Non-current portion of compensated absences	(431,664)
NET ASSETS OF GOVERNMENTAL ACTIVITIES	<u><u>\$147,474,254</u></u>

See accompanying notes to financial statements

CITY OF SUISUN CITY
GOVERNMENTAL FUNDS
STATEMENT OF REVENUES, EXPENDITURES AND CHANGES IN FUND BALANCES
JUNE 30, 2009

	General	Local Transportation Special Revenue	RDA-Housing Set-Aside Special Revenue	RDA-Other Special Revenue
REVENUES				
Taxes:				
Property taxes	\$1,162,241			
Sales taxes	954,945			
Licenses and permits	1,084,874			
Fines and forfeits	210,681		\$1,020	\$180
Intergovernmental revenue	2,602,505	\$4,050,044	328	23,631
Developer fees				
Special assessments				
Charges for services	2,509,347	(5,467)		387,963
Investment earnings	196,261		386,152	8,021
Reimbursements		75,489		
Miscellaneous revenue	46,375		1,737,539	12,876
	<u>8,767,229</u>	<u>4,120,066</u>	<u>2,125,039</u>	<u>432,671</u>
Total Revenues				
EXPENDITURES				
Current:				
General government	1,882,723			1,360,059
Public safety	5,348,072			225,825
Public works	403,572			
Highways and streets		1,431,936		8,950
Building services	252,908			
Culture and recreation	1,331,993			680,655
Community development	140,517		1,189,909	111,616
Tax increment pass-through				
Capital outlay	1,584,315	4,863,601	147,115	2,592,396
Debt service:				
Principal	19,296			
Interest				
	<u>10,963,396</u>	<u>6,295,537</u>	<u>1,337,024</u>	<u>4,979,501</u>
Total Expenditures				
EXCESS (DEFICIENCY) OF REVENUES OVER EXPENDITURES	<u>(2,196,167)</u>	<u>(2,175,471)</u>	<u>788,015</u>	<u>(4,546,830)</u>
OTHER FINANCING SOURCES (USES)				
Sale of capital assets	540,000			
Issuance of long-term debt				
Transfers in (Note 4.A.)	559,522	2,269,742	3,052,151	4,202,395
Transfers (out) (Note 4.A.)	(312,353)		(554,518)	(380,887)
	<u>787,169</u>	<u>2,269,742</u>	<u>2,497,633</u>	<u>3,821,508</u>
Total Other Financing Sources (Uses)				
NET CHANGE IN FUND BALANCES	(1,408,998)	94,271	3,285,648	(725,322)
BEGINNING FUND BALANCES	<u>4,663,022</u>	<u>574,380</u>	<u>12,034,538</u>	<u>1,287,790</u>
ENDING FUND BALANCES	<u>\$3,254,024</u>	<u>\$668,651</u>	<u>\$15,320,186</u>	<u>\$562,468</u>

See accompanying notes to financial statements

<u>RDA Bonds Debt Service</u>	<u>Other Funds</u>	<u>Total</u>
\$15,260,756	\$1,879,551	\$18,302,548
		954,945
	101,810	1,186,684
		211,881
	4,943,788	11,620,296
	310,548	310,548
	315,946	315,946
	506,810	3,398,653
352,390	404,983	1,347,807
		75,489
<u>270</u>	<u>538,539</u>	<u>2,335,599</u>
<u>15,613,416</u>	<u>9,001,975</u>	<u>40,060,396</u>
	3,171,554	6,414,336
	778,050	6,351,947
	1,275,445	1,679,017
	596,573	2,037,459
		252,908
	182,560	2,195,208
		1,442,042
4,017,407		4,017,407
	3,467,198	12,654,625
2,268,085	658,069	2,945,450
<u>2,766,184</u>	<u>317,685</u>	<u>3,083,869</u>
<u>9,051,676</u>	<u>10,447,134</u>	<u>43,074,268</u>
<u>6,561,740</u>	<u>(1,445,159)</u>	<u>(3,013,872)</u>
		540,000
	700,000	700,000
810,505	2,677,571	13,571,886
<u>(7,340,616)</u>	<u>(5,089,485)</u>	<u>(13,677,859)</u>
<u>(6,530,111)</u>	<u>(1,711,914)</u>	<u>1,134,027</u>
31,629	(3,157,073)	(1,879,845)
<u>7,408,258</u>	<u>18,591,939</u>	<u>44,559,927</u>
<u>\$7,439,887</u>	<u>\$15,434,866</u>	<u>\$42,680,082</u>

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, 2009

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 (\$1,879,845)

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 11,469,325

Depreciation expense is deducted from the fund balances (3,870,730)

(Depreciation expense is net of internal service fund depreciation of \$118,223 which has already been allocated to internal service funds)

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 2,945,450

Interest payable is recorded (731,679)

Issuance of long-term debt is deducted from fund balance (700,000)

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 (1,124,010)

Compensated absences (2,161)

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 410,346

CHANGE IN NET ASSETS OF GOVERNMENTAL ACTIVITIES \$6,432,848

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, 2009

	Budgeted Amounts		Actual Amounts	Variance with Final Budget Positive (Negative)
	Original	Final		
REVENUES:				
Taxes	\$2,174,700	\$2,178,700	\$2,117,186	(\$61,514)
Licenses and permits	1,136,600	1,066,900	1,084,874	17,974
Intergovernmental	2,706,600	2,609,000	2,602,505	(6,495)
Charges for services	1,915,700	2,179,300	2,509,347	330,047
Fines and forfeits	129,000	116,000	210,681	94,681
Investment earnings	355,000	205,000	196,261	(8,739)
Reimbursements				
Miscellaneous	34,400	40,400	46,375	5,975
Total Revenues	<u>8,452,000</u>	<u>8,395,300</u>	<u>8,767,229</u>	<u>371,929</u>
EXPENDITURES:				
Current:				
General government	4,857,400	4,761,200	1,882,723	2,878,477
Public safety	5,716,400	5,673,600	5,348,072	325,528
Public works	597,000	598,000	403,572	194,428
Highway and streets				
Building services	301,500	287,500	252,908	34,592
Culture and recreation	1,661,300	1,657,500	1,331,993	325,507
Community development	252,700	252,700	140,517	112,183
Capital Outlay	1,560,000	1,715,000	1,584,315	130,685
Debt service:				
Principal			19,296	(19,296)
Total Expenditures	<u>14,946,300</u>	<u>14,945,500</u>	<u>10,963,396</u>	<u>3,982,104</u>
EXCESS (DEFICIENCY) OF REVENUES OVER EXPENDITURES	<u>(6,494,300)</u>	<u>(6,550,200)</u>	<u>(2,196,167)</u>	<u>4,354,033</u>
OTHER FINANCING SOURCES (USES)				
Sale of capital assets	540,000	540,000	540,000	
Transfers in (Note 4.B.)	1,108,200	620,400	559,522	(60,878)
Transfers (out) (Note 4.B.)	332,900	339,000	(312,353)	(651,353)
Total other financing sources (uses)	<u>1,981,100</u>	<u>1,499,400</u>	<u>787,169</u>	<u>(712,231)</u>
EXCESS (DEFICIENCY) OF REVENUES AND OTHER SOURCES OVER EXPENDITURES AND OTHER USES	<u>(\$4,513,200)</u>	<u>(\$5,050,800)</u>	<u>(1,408,998)</u>	<u>\$3,641,802</u>
BEGINNING FUND BALANCES			<u>4,663,022</u>	
ENDING FUND BALANCES			<u>\$3,254,024</u>	

See accompanying notes to financial statements

CITY OF SUISUN CITY
LOCAL TRANSPORTATION SPECIAL REVENUE FUND
STATEMENT OF REVENUES, EXPENDITURES
AND CHANGES IN FUND BALANCES
BUDGET AND ACTUAL
FOR THE YEAR ENDED JUNE 30, 2009

	Budgeted Amounts		Actual Amounts	Variance with Final Budget Positive (Negative)
	Original	Final		
REVENUES:				
Intergovernmental	\$3,465,100	\$3,704,800	\$4,050,044	\$345,244
Charges for services			(5,467)	(5,467)
Reimbursements	\$40,000	40,000	75,489	35,489
Total Revenues	3,505,100	3,744,800	4,120,066	375,266
EXPENDITURES:				
Current:				
Highways and streets	1,326,000	1,402,500	1,431,936	(29,436)
Capital outlay	5,552,300	6,655,300	4,863,601	1,791,699
Total Expenditures	6,878,300	8,057,800	6,295,537	1,762,263
EXCESS (DEFICIENCY) OF REVENUES OVER EXPENDITURES	(3,373,200)	(4,313,000)	(2,175,471)	2,137,529
OTHER FINANCING SOURCES (USES)				
Transfers in (Note 4.B.)	2,948,200	3,838,300	2,269,742	(1,568,558)
Total other financing sources (uses)	2,948,200	3,838,300	2,269,742	(1,568,558)
EXCESS (DEFICIENCY) OF REVENUES AND OTHER SOURCES OVER EXPENDITURES AND OTHER USES	(\$425,000)	(\$474,700)	94,271	\$2,137,529
BEGINNING FUND BALANCES			574,380	
ENDING FUND BALANCES			\$668,651	

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, 2009

	Budgeted Amounts		Actual Amounts	Variance with Final Budget Positive (Negative)
	Original	Final		
REVENUES:				
Developer fees				
Investment earnings	\$343,000	343,000	386,152	43,152
Fines and forfeitures	1,000	1,000	1,020	20
Intergovernmental revenue			328	328
Charges for services				
Miscellaneous	437,900	1,237,900	1,737,539	499,639
	781,900	1,581,900	2,125,039	543,139
Total Revenues				
EXPENDITURES:				
Current:				
Community development	639,300	4,054,300	1,189,909	2,864,391
Capital outlay	8,215,000	5,125,000	147,115	4,977,885
	8,854,300	9,179,300	1,337,024	7,842,276
Total Expenditures				
EXCESS (DEFICIENCY) OF REVENUES OVER EXPENDITURES	(8,072,400)	(7,597,400)	788,015	8,385,415
OTHER FINANCING SOURCES (USES)				
Transfers in (Note 4.B.)	11,615,000	11,610,000	3,052,151	(8,557,849)
Transfers (out) (Note 4.B.)	8,769,600	10,244,600	(554,518)	(10,799,118)
	20,384,600	21,854,600	2,497,633	(19,356,967)
Total other financing sources (uses)				
EXCESS (DEFICIENCY) OF REVENUES AND OTHER SOURCES OVER EXPENDITURES AND OTHER USES	\$12,312,200	\$14,257,200	3,285,648	(\$10,971,552)
BEGINNING FUND BALANCES			12,034,538	
ENDING FUND BALANCES			\$15,320,186	

See accompanying notes to financial statements

CITY OF SUISUN CITY
RDA-OTHER SPECIAL REVENUE FUND
STATEMENT OF REVENUES, EXPENDITURES
AND CHANGES IN FUND BALANCES
BUDGET AND ACTUAL
FOR THE YEAR ENDED JUNE 30, 2009

	<u>Budgeted Amounts</u>		<u>Actual Amounts</u>	Variance with Final Budget Positive (Negative)
	<u>Original</u>	<u>Final</u>		
REVENUES:				
Developer fees				
Fines and forfeitures	\$600	\$600	\$180	(\$420)
Intergovernmental revenue		12,500	23,631	11,131
Charges for services	411,200	411,200	387,963	(23,237)
Investment earnings	4,200	4,200	8,021	3,821
Miscellaneous	2,500	10,500	12,876	2,376
Total Revenues	<u>418,500</u>	<u>439,000</u>	<u>432,671</u>	<u>(6,329)</u>
EXPENDITURES:				
Current:				
General government	1,514,300	1,511,000	1,360,059	150,941
Public safety	163,200	229,200	225,825	3,375
Highways and streets		200,000	8,950	191,050
Culture and recreation	666,400	710,400	680,655	29,745
Community development	131,100	130,600	111,616	18,984
Capital outlay	3,004,200	3,757,500	2,592,396	1,165,104
Total Expenditures	<u>5,479,200</u>	<u>6,538,700</u>	<u>4,979,501</u>	<u>1,559,199</u>
EXCESS (DEFICIENCY) OF REVENUES OVER EXPENDITURES	<u>(5,060,700)</u>	<u>(6,099,700)</u>	<u>(4,546,830)</u>	<u>1,552,870</u>
OTHER FINANCING SOURCES (USES)				
Transfers in	5,329,900	5,597,400	4,202,395	(1,395,005)
Transfers (out)	351,600	435,400	(380,887)	(816,287)
Total other financing sources (uses)	<u>5,681,500</u>	<u>6,032,800</u>	<u>3,821,508</u>	<u>(2,211,292)</u>
EXCESS (DEFICIENCY) OF REVENUES AND OTHER SOURCES OVER EXPENDITURES AND OTHER USES	<u>\$620,800</u>	<u>(\$66,900)</u>	<u>(725,322)</u>	<u>(\$658,422)</u>
BEGINNING FUND BALANCES			<u>1,287,790</u>	
ENDING FUND BALANCES			<u>\$562,468</u>	

See accompanying notes to financial statements

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, 2009

	Governmental Activities- Internal Service Funds
ASSETS	
Current Assets:	
Cash and investments (Note 3)	\$2,305,645
Other assets	10,931
Total Current Assets	2,316,576
 Non-current assets:	
Capital Assets (Note 6):	
Depreciable, net	725,375
Total Assets	3,041,951
LIABILITIES	
Current liabilities:	
Accounts payable	47,589
Claims payable	171,778
Total Current Liabilities	219,367
 Noncurrent liabilities:	
Claims payable	645,418
Total Liabilities	864,785
NET ASSETS (Note 10)	
Invested in capital assets,	725,375
Unrestricted	1,451,791
Total Net Assets	\$2,177,166

See accompanying notes to financial statements

CITY OF SUISUN CITY
 PROPRIETARY FUNDS
 STATEMENT OF REVENUES, EXPENSES
 AND CHANGES IN FUND NET ASSETS
 FOR THE YEAR ENDED JUNE 30, 2009

	Governmental Activities- Internal Service Funds
OPERATING REVENUES	
Service charges	\$410,748
Charges to City departments	2,136,587
	2,547,335
OPERATING EXPENSES	
Salaries and benefits	1,169,865
Services and supplies	378,940
Claims and settlements	639,747
Depreciation	118,223
	2,306,775
Total Operating Expenses	2,306,775
Operating Income (Loss)	240,560
NONOPERATING REVENUES	
Interest income	61,128
Miscellaneous	2,685
	63,813
Total Nonoperating Revenues	63,813
Income before operating transfers	304,373
Transfers in (Note 4.B.)	353,523
Transfers (out) (Note 4.B.)	(247,550)
	105,973
Net transfers	105,973
Change in net assets	410,346
BEGINNING NET ASSETS	1,766,820
ENDING NET ASSETS	\$2,177,166

See accompanying notes to financial statements

CITY OF SUISUN CITY
 PROPRIETARY FUNDS
 STATEMENT OF CASH FLOWS
 FOR THE YEAR ENDED JUNE 30, 2009

	Governmental Activities- Internal Service Funds
CASH FLOWS FROM OPERATING ACTIVITIES	
Receipts from customers	\$2,550,020
Payments to suppliers	(1,364,370)
Payments to employees	(1,093,418)
Cash Flows from Operating Activities	92,232
CASH FLOWS FROM NONCAPITAL FINANCING ACTIVITIES	
Transfers in from other funds	353,523
Transfers (out) to other funds	(137,633)
Cash Flows from Noncapital Financing Activities	215,890
CASH FLOWS USED FOR CAPITAL AND RELATED FINANCING ACTIVITIES	
Purchase of capital assets	(230,683)
Cash Flows used for Capital and Related Financing Activities	(230,683)
CASH FLOWS FROM INVESTING ACTIVITIES	
Interest received	61,128
Cash Flows from Investing Activities	61,128
Net Cash Flows	138,567
Cash and investments at beginning of period	2,167,078
Cash and investments at end of period	\$2,305,645
Reconciliation of Operating Income to Cash Flows	
from Operating Activities:	
Operating income (Loss)	\$240,560
Miscellaneous receipts	2,685
Adjustments to Reconcile Operating Income to Cash Flows	
from operating activities:	
Depreciation	118,223
Change in Assets and Liabilities:	
Accounts payable	(345,683)
Due from other funds	76,447
Cash Flows from Operating Activities	\$92,232

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, 2009

	<u>Agency Funds</u>
ASSETS	
Cash and investments (Note 3)	\$12,853,354
Cash with fiscal agent (Note 3)	790,150
Assessments receivable	<u>1,002,337</u>
Total Assets	<u><u>\$14,645,841</u></u>
LIABILITIES	
Accounts payable	\$367,999
Due to other agencies	<u>14,277,842</u>
Total Liabilities	<u><u>\$14,645,841</u></u>

See accompanying notes to financial statements

CITY OF SUISUN CITY
Notes to Basic Financial Statements
For the Year Ended June 30, 2009

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
For the Year Ended June 30, 2009

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. Interfund services provided and used are not eliminated in the process of consolidation. 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.

Local Transportation Special Revenue Fund - This fund accounts for federal, state and local funds used for streets, pedestrian and bikeway improvements.

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.

RDA – Other Special Revenue Funds - This fund accounts for primarily for the administrative operations of the Agency

CITY OF SUISUN CITY
Notes to Basic Financial Statements
For the Year Ended June 30, 2009

NOTE 1 - SUMMARY OF SIGNIFICANT ACCOUNTING POLICIES (Continued)

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

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.

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
For the Year Ended June 30, 2009

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 charges 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. Compensated absences are reported in governmental funds only if they have matured (unused reimbursable compensated absences still outstanding following an employee's resignation or retirement).

Changes in compensated absences were as follows:

Beginning Balance	\$429,503
Additions	553,274
Payments	<u>(551,113)</u>
Ending Balance	<u>\$431,664</u>
Due in One Year	<u>\$215,832</u>
Due in More than One Year	<u>\$215,832</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
For the Year Ended June 30, 2009

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. 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 following major 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:	
Debt Service – Principal	\$19,296
Local Transportation Special Revenue Fund:	
Highway and Streets	29,436

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.

CITY OF SUISUN CITY
Notes to Basic Financial Statements
For the Year Ended June 30, 2009

NOTE 3 - CASH AND INVESTMENTS (Continued)

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, 2009 are as follows:

City cash and investments in primary government:	
Cash and investments	\$38,290,729
Cash with fiscal agent	4,790,056
Total City cash and investments in primary government	43,080,785
Cash and investments in Fiduciary Funds (Separate Statement)	
Cash and investments	12,853,354
Cash with fiscal agent	790,150
Total Fiduciary Funds cash and investments	13,643,504
Total cash and investments	\$56,724,289

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

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:

CITY OF SUISUN CITY
Notes to Basic Financial Statements
For the Year Ended June 30, 2009

NOTE 3 - CASH AND INVESTMENTS (Continued)

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	Total
U.S. Treasury Notes		\$1,845,203	\$3,275,625	\$890,375	\$6,011,203
Federal Agency Securities	\$1,693,908	4,770,321	8,142,355	2,696,720	17,303,304
Local Agency Investment Fund	29,279,526				29,279,526
Money Market Mutual Funds	1,890,102				1,890,102
Certificate of Deposit	21,372		230,000		251,372
Total Investments	\$32,884,908	\$6,615,524	\$11,647,980	\$3,587,095	54,735,507
Cash In Bank and on hand					1,988,782
Total Cash and Investments					\$56,724,289

CITY OF SUISUN CITY
Notes to Basic Financial Statements
For the Year Ended June 30, 2009

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, 2009, these investments have an average maturity of 235 days.

Money market mutual funds are available for withdrawal on demand and at June 30, 2009, have an average maturity of less than 45 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, 2009 for all U.S. Treasury Notes and Federal Agency 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, 2009.

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, 2009, those investments consisted of:

Reporting Unit	Issuer	Investment Type	Reported Amount
Entity-wide	Fannie Mae	Federal Agency Securities	\$8,331,195
	Federal Home Loan Bank	Federal Agency Securities	6,025,361

CITY OF SUISUN CITY
Notes to Basic Financial Statements
For the Year Ended June 30, 2009

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, 2009 were as follows:

<u>Fund Making Transfer</u>	<u>Fund Receiving Transfers</u>	<u>Amount Transferred</u>	
General Fund	RDA - Other Special Revenue Funds	\$18,400	A
	Internal Service Funds	102,987	A
	Non-Major Governmental Funds	190,966	A
RDA - Housing Set Aside Fund	General Fund	62,300	A
	RDA - Bonds Debt Service Fund	492,218	C
RDA - Bond Debt Service Fund	RDA - Other Special Revenue Funds	4,089,795	A, B
	RDA - Housing Set Aside Fund	3,052,151	D
	Non-Major Governmental Funds	198,670	A
Non-Major Governmental Funds	General Fund	497,222	
	RDA - Bond Debt Service Fund	318,287	C
	Local Transportation Fund	2,269,742	C
	Internal Service Funds	2,987	A
	Non-Major Governmental Funds	2,382,135	A
Internal Service Funds	Internal Service Funds	<u>247,549</u>	A
		<u><u>\$13,925,409</u></u>	

- (A) To fund general operations/receiving transfers.
- (B) To fund capital improvement projects.
- (C) To fund debt service.
- (D) To fund 20% tax increment to Housing Set-Side Fund.

CITY OF SUISUN CITY
Notes to Basic Financial Statements
For the Year Ended June 30, 2009

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, 2009 the following funds have balances due to the General Fund.

Due From Fund	Due To Fund	Amount
General Fund	Special Revenue Funds:	
	Special Gas Tax	\$32,377
	Traffic Safety	33,307
	Boating Safety	16,676
	Traffic Towing	12,266
	Bureau of Justice Vest Grant	9,444
	SLESF Grant	42,273
	Traffic Safety PT0554 Grant	34,743
	Fire Assistance	1,966
	Workforce Grants	66,887
	Police Grants	8,863
	Special Assessment Districts	29,346
General Fund	YMCA Debt Service Fund	206,739
Park Development Capital Projects Fund	YMCA Construction Capital Projects Fund	40,876
RDA Other Special Revenue Funds	Marina Operations Special Revenue Fund	2,065
	Total	<u>\$537,828</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, 2009.

CITY OF SUISUN CITY
Notes to Basic Financial Statements
For the Year Ended June 30, 2009

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	6,645,442
Solano County - Library Construction	1,023,891
Redevelopment Loans - Rice/Miller	71,685
Housing Rehabilitation Loans	183,214
CDBG loans	43,495
Capital Asset Sale -Twin Sister	792,000
First Time Home Buyers	<u>580,548</u>
Total Notes Receivables	<u><u>\$11,277,134</u></u>

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 \$114,932 to the Agency as of June 30, 2009. 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, 2009 consists of a note from the sale of land valued at \$1,800,000 and cash advances of \$4,845,442.

C. *Solano County Library Construction*

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. The City has collected \$0 Public Facilities Fees as of June 30, 2009. Such repayments shall include interest of three percent (3%) per annum. As of June 30, 2009, the outstanding balance of these loans was \$1,023,891.

CITY OF SUISUN CITY
Notes to Basic Financial Statements
For the Year Ended June 30, 2009

NOTE 5 – NOTES RECEIVABLE (Continued)

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, 2009, 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, 2009, the outstanding balance was \$792,000.

F. *First Time Home Buyers*

To create affordable home ownership opportunities for low income and moderate income persons and households, the Agency has restricted the sale of some homes at a price below market rate. The City has granted loan recipients a total of \$580,548 during FY09 to partially finance the purchase of the property. The loans terms are zero interest rates with a payments deferred. The loan may become in current repayment upon sale of the property or the occurrence of any default event (e.g., maturity date). In such situation, the entire outstanding principal amount of the Loan, together with accrued interest shall become due and payable pursuant to the terms of the Deed of Trust and Promissory Note. The City has collected \$0 repayment from the loan recipients during 2009.

NOTE 6 – DEVELOPMENT AGREEMENT

Pursuant to a Development and Disposition Agreement, the Agency sold, for \$722,400, a parcel of 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 at the fund level statement under modified accrual accounting; but is recognized as revenue at the government-wide Statement of Activities under full accrual accounting.

CITY OF SUISUN CITY
Notes to Basic Financial Statements
For the Year Ended June 30, 2009

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, 2009 is as follows:

	Balance June 30, 2008	Additions	Transfers	Balance June 30, 2009
Governmental Activities:				
Capital assets not being depreciated:				
Land and improvements	\$51,480,638	\$1,433,284	\$615,000	\$53,528,922
Construction in Progress	3,847,959	8,845,261	(2,094,194)	10,599,026
Total Non-Depreciable Assets	<u>55,328,597</u>	<u>10,278,545</u>	<u>(1,479,194)</u>	<u>64,127,948</u>
Capital assets being depreciated:				
Buildings	33,226,371			33,226,371
Buildings and improvements	9,017,114	30,000	128,676	9,175,790
Equipment	2,791,540	1,160,780	70,514	4,022,834
Internal Service-Vehicle, Machine & Equipment	2,530,958	120,766		2,651,724
Infrastructure	44,330,299		742,987	45,073,286
Streets-Pavement System	94,836,783		537,017	95,373,800
Total capital assets being depreciated	<u>186,733,065</u>	<u>1,311,546</u>	<u>1,479,194</u>	<u>189,523,805</u>
Less accumulated depreciation for:				
Buildings	6,531,532	653,375		7,184,907
Buildings and improvements	6,413,559	415,001		6,828,560
Equipment	2,379,229	68,386		2,447,615
Internal Service-Vehicle, Machine & Equipment	1,808,126	118,223		1,926,349
Infrastructure	16,015,557	949,906		16,965,463
Streets-Pavement System	46,430,364	1,784,062		48,214,426
Total accumulated depreciation	<u>79,578,367</u>	<u>3,988,953</u>		<u>83,567,320</u>
Net capital assets being depreciated	<u>107,154,698</u>	<u>(2,677,407)</u>	<u>1,479,194</u>	<u>105,956,485</u>
Total capital assets, net	<u>\$162,483,295</u>	<u>\$7,601,138</u>		<u>\$170,084,433</u>

Major construction in progress consists of \$2,646,045 in Main Street Improvement, \$719,254 Crystal Middle School Development, \$4,193,036 in Sunset & RR Intersection and \$1,000,734 in Bikeway Gap Closure and \$1,874,546 in Harbor Center Street Extension.

CITY OF SUISUN CITY Notes to Basic Financial Statements For the Year Ended June 30, 2009

NOTE 7 - CAPITAL ASSETS (Continued)
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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	\$55,024
Public works	814,443
Highways & streets	1,784,062
Building services	542,070
Culture and recreation	144,153
Community development	530,978
Internal Service Funds	118,223
Total depreciation expense	\$3,988,953

CITY OF SUISUN CITY
Notes to Basic Financial Statements
For the Year Ended June 30, 2009

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, 2009 is as follows:

	Balance June 30, 2008	Additions	Retirements	Balance June 30, 2009	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	\$6,805,000		\$215,000	\$6,590,000	\$215,000
Capital Appreciation Bonds					
3.9%-5.32%, due 10/1/28 and 3.9%-5.37, due 10/1/33	12,194,785	\$660,170		12,854,955	
2003-B Tax Allocation Refunding Bonds					
2.0%-3.375%, due 10/1/2023	36,795,000		1,635,000	35,160,000	1,670,000
2003-A Tax Allocation Refunding Bonds					
2.0%-3.375%, due 10/1/2023	5,935,000		205,000	5,730,000	220,000
<i>Loans payable:</i>					
Marina Loan #94-5-319					
4.5%, due 10/1/48	1,619,783		14,355	1,605,428	15,001
Marina Loan #91-10-305					
4.5% due 8/1/22	1,481,296		71,272	1,410,024	74,479
Marina Loan #91-10-305					
4.5% due 8/1/42	3,961,797		48,614	3,913,183	50,802
Marina Expansion Loan					
7.239%, due 10/24/25	2,612,898		78,844	2,534,054	84,552
Total Redevelopment Agency	<u>71,405,559</u>	<u>660,170</u>	<u>2,268,085</u>	<u>69,797,644</u>	<u>2,329,834</u>
City of Suisun City:					
North Bay Aqueduct					
due 7/1/36	2,129,650		71,590	2,058,060	72,615
General Obligation Bonds Highway 12 Expansion					
5.0%-5.2%, due 2/1/19	2,685,000		175,000	2,510,000	190,000
2004 Certificates of Participation					
1.5%-4.40%, due 11/1/15	1,755,000		195,000	1,560,000	200,000
Capital Lease Obligation	1,859,280	\$700,000	235,775	2,323,505	291,365
Total City of Suisun City	<u>8,428,930</u>	<u>700,000</u>	<u>677,365</u>	<u>8,451,565</u>	<u>753,980</u>
Total Governmental Activity Debt	<u>79,834,489</u>	<u>1,360,170</u>	<u>2,945,450</u>	<u>78,249,209</u>	<u>\$3,083,814</u>
Less / Plus:					
2003-B deferred refunding, net	(1,537,434)		(96,089)	(1,441,345)	
2003-B premium, net	46,105		2,882	43,223	
2003-A discount, net	(19,506)		(813)	(18,693)	
Total long-term debt, net	<u>\$78,323,654</u>	<u>\$1,360,170</u>	<u>\$2,851,430</u>	<u>\$76,832,394</u>	
Less: current portion				<u>(3,083,814)</u>	
Non-current portion				<u>\$73,748,580</u>	

CITY OF SUISUN CITY
Notes to Basic Financial Statements
For the Year Ended June 30, 2009

NOTE 8 - LONG-TERM DEBT (Continued)

B. Debt Service Requirements

Future principal and interest payments were as follows at June 30, 2009:

For the Year Ending June 30	Principal	Interest
2010	\$3,083,814	\$2,787,890
2011	3,206,380	2,678,235
2012	3,296,865	2,556,024
2013	3,452,062	2,425,143
2014	3,784,432	2,279,012
2015-2019	19,102,280	8,924,715
2020-2024	20,285,353	5,898,671
2025-2029	11,555,379	15,569,281
2030-2034	7,766,596	14,249,044
2035-2039	1,211,849	488,785
2040-2044	1,121,266	222,442
2045-2049	382,933	53,203
Total	<u>\$78,249,209</u>	<u>\$58,132,445</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 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, 2009, accreted interest amounted to \$5,813,568.

CITY OF SUISUN CITY
Notes to Basic Financial Statements
For the Year Ended June 30, 2009

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 \$52,252,648 remaining debt service on the Bonds, which is scheduled to occur in 2034. For fiscal year 2009, tax increment revenue net of expenditures, excluding debt service and transfers, amounted to \$11,596,009 which represented coverage of 20.61 over the \$562,651 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, 2009, \$500,851 was on deposit in the 2003 Series A reserve account, and \$3,238,065 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 \$56,621,095 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 2009, tax increment revenue, excluding debt service and transfers, amounted to \$11,596,009 which represented coverage of 3.27 over the \$3,541,569 of debt service.

CITY OF SUISUN CITY
Notes to Basic Financial Statements
For the Year Ended June 30, 2009

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, 2009, the Agency had \$1,353,504 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
For the Year Ended June 30, 2009

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.

On September 2, 2008, the City entered into a seven-year capital lease agreement to purchase a new fire truck in the amount of \$700,000. The lease is payable in semi-annual installments of \$ 58,597 through September 27, 2015.

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 \$551,456 at June 30, 2009.

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
For the Year Ended June 30, 2009

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, 2009 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
For the Year Ended June 30, 2009

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:

	2009	2008
Beginning balance	\$1,132,015	\$762,665
Increase (decrease) in current year claims and changes in estimates	(146,453)	544,539
Claims paid	(168,366)	(175,189)
Ending Balance	\$817,196	\$1,132,015
Current portion	\$171,778	
Non-current portion	\$645,418	

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, 2009, 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 cost-sharing 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, 2009, 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%

CITY OF SUISUN CITY
Notes to Basic Financial Statements
For the Year Ended June 30, 2009

NOTE 13 - PENSION PLAN (Continued)

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.

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, 2009 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
For the Year Ended June 30, 2009

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.

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SUPPLEMENTAL INFORMATION

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, 2009

	Budgeted Amounts		Actual Amounts	Variance with Final Budget Positive (Negative)
	Original	Final		
REVENUES:				
Property taxes	\$17,000,000	\$15,600,000	\$15,260,756	(\$339,244)
Investment earnings	183,000	183,000	352,390	169,390
Miscellaneous			270	270
Total Revenues	<u>17,183,000</u>	<u>15,783,000</u>	<u>15,613,416</u>	<u>(169,584)</u>
EXPENDITURES:				
Current:				
Tax increment pass-through	5,197,500	5,217,500	4,017,407	1,200,093
Principal on long-term debt	2,590,100	2,590,100	2,268,085	322,015
Interest on long-term debt	<u>3,395,900</u>	<u>3,840,900</u>	<u>2,766,184</u>	<u>1,074,716</u>
Total Expenditures	<u>11,183,500</u>	<u>11,648,500</u>	<u>9,051,676</u>	<u>2,596,824</u>
EXCESS OF REVENUES OVER EXPENDITURES	<u>5,999,500</u>	<u>4,134,500</u>	<u>6,561,740</u>	<u>2,427,240</u>
OTHER FINANCING SOURCES (USES)				
Transfers in (Note 4.B.)	816,300	2,016,300	810,505	(1,205,795)
Transfers (out) (Note 4.B.)	<u>(8,669,900)</u>	<u>(8,747,900)</u>	<u>(7,340,616)</u>	<u>1,407,284</u>
Total other financing sources (uses)	<u>(7,853,600)</u>	<u>(6,731,600)</u>	<u>(6,530,111)</u>	<u>201,489</u>
EXCESS (DEFICIENCY) OF REVENUES AND OTHER SOURCES OVER EXPENDITURES AND OTHER USES	<u>(\$1,854,100)</u>	<u>(\$2,597,100)</u>	31,629	<u>\$2,628,729</u>
BEGINNING FUND BALANCES			<u>7,408,258</u>	
ENDING FUND BALANCES			<u>\$7,439,887</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.

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.

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.

NON-MAJOR GOVERNMENTAL FUNDS (Continued)

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.

SPECIAL ASSESSMENT 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.

FIRE TRUCK ACQUISITION - This fund accounts for the debt service on the fire truck acquisition.

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.

1998/2003 TAX ALLOCATION BONDS - This fund accounts for the bond proceeds used for capital projects, including the new community center and other capital projects.

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CITY OF SUISUN CITY
NON-MAJOR GOVERNMENTAL FUNDS
COMBINING BALANCE SHEETS
JUNE 30, 2009

SPECIAL REVENUE FUNDS

	Off-Site Street Improvement	Housing Authority Choice Vouchers	Special Gas Tax	AB 939	Housing Authority Administration
Cash and investments	\$4,494,790	\$257,602		\$165,288	\$409,093
Cash with fiscal agent					
Receivables:					
Accounts receivable, net		9,855	\$41,450	2,188	9,855
Developer Agreement					
Due from other funds					
Notes receivable, net					
Advances to other funds					
Prepaid Items					
Other assets					
	<u>\$4,494,790</u>	<u>\$267,457</u>	<u>\$41,450</u>	<u>\$167,476</u>	<u>\$418,948</u>
LIABILITIES					
Accounts payable			\$8,906	\$92	\$2,840
Deferred revenues					
Unearned Revenues					
Due to other funds			32,377		
Refundable deposits					
Retention payable					
			<u>41,283</u>	<u>92</u>	<u>2,840</u>
FUND EQUITY					
Fund balances					
Reserved for:					
Debt service					
Prepays					
Notes Receivable					
Advances to other funds					
Designated:					
Special Revenue Funds					
Unreserved, undesignated:					
Special Revenue Funds	\$4,494,790	\$267,457	167	167,384	416,108
Capital Projects Funds					
	<u>4,494,790</u>	<u>267,457</u>	<u>167</u>	<u>167,384</u>	<u>416,108</u>
Total Fund Balances	<u>\$4,494,790</u>	<u>\$267,457</u>	<u>\$41,450</u>	<u>\$167,476</u>	<u>\$418,948</u>
Total Liabilities and Fund Balances	<u>\$4,494,790</u>	<u>\$267,457</u>	<u>\$41,450</u>	<u>\$167,476</u>	<u>\$418,948</u>

SPECIAL REVENUE FUNDS

<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>	<u>DARE/ Donations</u>	<u>Traffic Safety PT0554 Grant</u>
\$1,470	\$1,375,178	\$1,943	\$14,813		\$4,985	\$12,139	\$55
8,362		1,444	58,150	\$20,023			34,743
		981 11,859					
<u>\$9,832</u>	<u>\$1,375,178</u>	<u>\$16,227</u>	<u>\$72,963</u>	<u>\$20,023</u>	<u>\$4,985</u>	<u>\$12,139</u>	<u>\$34,798</u>
\$5,077	\$4,688	\$5,781		\$3,342		\$84	
		2,065		16,676			\$34,743
<u>5,077</u>	<u>4,688</u>	<u>7,846</u>		<u>20,018</u>		<u>84</u>	<u>34,743</u>
		981					
4,755	1,370,490	7,400	\$72,963	5	\$4,985	12,055	55
<u>4,755</u>	<u>1,370,490</u>	<u>8,381</u>	<u>72,963</u>	<u>5</u>	<u>4,985</u>	<u>12,055</u>	<u>55</u>
<u>\$9,832</u>	<u>\$1,375,178</u>	<u>\$16,227</u>	<u>\$72,963</u>	<u>\$20,023</u>	<u>\$4,985</u>	<u>\$12,139</u>	<u>\$34,798</u>

(CONTINUED)

CITY OF SUISUN CITY
NON-MAJOR GOVERNMENTAL FUNDS
COMBINING BALANCE SHEETS
JUNE 30, 2009

SPECIAL REVENUE FUNDS					
	Traffic Safety	Click It or Ticket	Traffic Towing	Workforce Grants	SLESF Grant
Cash and investments				\$16,008	
Cash with fiscal agent					
Receivables:					
Accounts receivable, net	\$33,934			132,829	\$42,273
Developer Agreement					
Due from other funds					
Notes receivable, net					
Advances from other funds					
Prepaid Items					
Other assets					
Total Assets	\$33,934			\$148,837	\$42,273
 LIABILITIES					
Accounts payable					
Deferred revenues					
Unearned Revenues					
Due to other funds	\$33,307		\$12,266	66,887	42,273
Refundable deposits					
Retention payable				8,991	
Total Liabilities	33,307		12,266	75,878	42,273
 FUND EQUITY					
Fund balances					
Reserved for:					
Debt service					
Prepays					
Notes Receivable					
Advances					
Designated:					
Special Revenue Funds					
Unreserved, undesignated:					
Special Revenue Funds	627		(\$12,266)	72,959	
Capital Projects Funds					
Total Fund Balances	627		(12,266)	72,959	
Total Liabilities and Fund Balances	\$33,934		(12,266)	\$148,837	\$42,273

SPECIAL REVENUE FUNDS						DEBT SERVICE FUNDS
Bureau of Justice Vest Grant	School Resource Grant	Prop 49 Grants	Fire Assistance	Special Assessment Districts	Police Grants	Highway 12 Bond
\$6,122	\$16,639	\$28,198		\$1,098,131		\$54,188
4,225			\$2,259	14,000	\$9,908	
<u>\$10,347</u>	<u>\$16,639</u>	<u>\$28,198</u>	<u>\$2,259</u>	<u>\$1,112,131</u>	<u>\$9,908</u>	<u>\$54,188</u>
\$324		\$21	\$467	\$89,019	\$1,045	
9,444			1,966	29,346 32,094	\$8,863	
<u>9,768</u>		<u>21</u>	<u>2,433</u>	<u>150,459</u>	<u>9,908</u>	
						\$54,188
579	\$16,639	28,177	(\$174)	961,672		
579	16,639	28,177	(174)	961,672		54,188
<u>\$10,347</u>	<u>\$16,639</u>	<u>\$28,198</u>	<u>\$2,259</u>	<u>\$1,112,131</u>	<u>\$9,908</u>	<u>\$54,188</u>

(CONTINUED)

CITY OF SUISUN CITY
NON-MAJOR GOVERNMENTAL FUNDS
COMBINING BALANCE SHEETS
JUNE 30, 2009

DEBT SERVICE FUND

	North Bay Aqueduct	Civic Center	Fire Truck Acquisition	YMCA	Vehicle Lease
Cash and investments	\$5,940	\$4,075	\$372,611		\$327
Cash with fiscal agent		249,266			
Receivables:					
Accounts receivable, net				\$206,739	
Developer Agreement					
Due from other funds					
Notes receivable, net					
Advances from other funds					
Prepaid Items					
Other assets					
Total Assets	<u>\$5,940</u>	<u>\$253,341</u>	<u>\$372,611</u>	<u>\$206,739</u>	<u>\$327</u>
LIABILITIES					
Accounts payable					
Deferred revenues					
Unearned Revenues					
Due to other funds				\$206,739	
Refundable deposits					
Retention payable					
Total Liabilities				<u>206,739</u>	
FUND EQUITY					
Fund balances					
Reserved for:					
Debt service	\$5,940	\$253,341	\$372,611		\$327
Prepays					
Notes Receivable					
Advances to other funds					
Designated:					
Special Revenue Funds					
Unreserved:					
Special Revenue Funds					
Capital Projects Funds					
Total Fund Balances	<u>5,940</u>	<u>253,341</u>	<u>372,611</u>		<u>327</u>
Total Liabilities and Fund Balances	<u>\$5,940</u>	<u>\$253,341</u>	<u>\$372,611</u>	<u>\$206,739</u>	<u>\$327</u>

CAPITAL PROJECTS FUNDS

Park Development	Municipal Facilities and Equipment	YMCA	1998/2003 Tax Allocation Bonds	Total Nonmajor Governmental Funds
\$969,879	\$348,402		\$652,245	\$10,310,121 249,266
331,715				963,952
40,875				40,875
	4,591,318			4,591,318 981 11,859
<u>\$1,342,469</u>	<u>\$4,939,720</u>		<u>\$652,245</u>	<u>\$16,168,372</u>
(\$100)		\$3,007		\$124,593
		40,876		537,828 32,094 38,991
30,000				
29,900		43,883		733,506
				686,407 981
	\$4,591,318			4,591,318
1,312,569	348,402	(\$43,883)	\$652,245	7,886,827 2,269,333
1,312,569	4,939,720	(43,883)	652,245	15,434,866
<u>\$1,342,469</u>	<u>\$4,939,720</u>		<u>\$652,245</u>	<u>\$16,168,372</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, 2009

SPECIAL REVENUE FUNDS

	<u>Off-Site Street Improvement</u>	<u>Housing Authority Choice Vouchers</u>	<u>Special Gas Tax</u>	<u>AB 939</u>	<u>Housing Authority Administration</u>
REVENUES					
Taxes:					
Property taxes					
Sales taxes					
License and permits					
Fines and forfeits					
Intergovernmental		\$2,578,338	\$463,837	\$5,002	\$357,181
Developer fees	\$287,538				
Special assessments					
Charges for services				39,349	
Investment earnings	184,926	6,255		5,668	11,511
Reimbursements					
Miscellaneous	131,130		780		350
	<u>603,594</u>	<u>2,584,593</u>	<u>464,617</u>	<u>50,019</u>	<u>369,042</u>
Total Revenues					
EXPENDITURES					
Current:					
General government		2,875,663			295,891
Public safety					
Public works				51,390	
Highways and streets			545,177		
Culture and recreation					
Community development					
Capital outlay			4,707		
Debt Service					
Principal					
Interest and fiscal charges					
		<u>2,875,663</u>	<u>549,884</u>	<u>51,390</u>	<u>295,891</u>
Total Expenditures					
EXCESS (DEFICIENCY) OF REVENUES OVER EXPENDITURES	603,594	(291,070)	(85,267)	(1,371)	73,151
OTHER FINANCING SOURCES (USES)					
Issuance of long-term debt					
Transfers in			255,600		
Transfers (out)	(2,077,284)		(181,800)	(5,000)	
	<u>(2,077,284)</u>		<u>73,800</u>	<u>(5,000)</u>	
Total Other Financing Sources (Uses)					
NET CHANGE IN FUND BALANCES	(1,473,690)	(291,070)	(11,467)	(6,371)	73,151
BEGINNING FUND BALANCES	5,968,480	558,527	11,634	173,755	342,957
ENDING FUND BALANCES	<u>\$4,494,790</u>	<u>\$267,457</u>	<u>\$167</u>	<u>\$167,384</u>	<u>\$416,108</u>

SPECIAL REVENUE FUNDS

ATOD Grant	Sewer Maintenance	Marina Operations	Traffic Congestion Relief	Boating Safety	Asset Forfeiture	DARE/ Donations	Traffic Safety PT0554 Grant
\$88,896			\$239,883	\$43,754			\$199,689
	\$315,946						
	40,754	\$97,453 (36)	\$3,229		\$159	312	
243		33				10,881	
89,139	356,700	97,450	243,112	43,754	159	11,193	199,689
102,559	207,625			54,178	600	9,744	297,280
		102,774					
	5,396						
102,559	213,021	102,774		54,178	600	9,744	297,280
(13,420)	143,679	(5,324)	243,112	(10,424)	(441)	1,449	(97,591)
15,027			161,500 (370,594)	10,424			97,591
15,027	(5,046)		(209,094)	10,424			97,591
1,607	138,633	(5,324)	34,018		(441)	1,449	
3,148	1,231,857	13,705	38,945	5	5,426	10,606	55
\$4,755	\$1,370,490	\$8,381	\$72,963	\$5	\$4,985	\$12,055	\$55

(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, 2009

	SPECIAL REVENUE FUNDS				
	Traffic Safety	Click It or Ticket	Traffic Towing	Workforce Grants	SLESF Grant
REVENUES					
Taxes:					
Property taxes					
Sales taxes					
License and permits	\$101,810				
Fines and forfeits					
Intergovernmental				\$368,991	\$100,000
Developer fees					
Special assessments					
Charges for services			\$77,588		
Investment earnings	817		195		
Reimbursements					
Miscellaneous				994	
Total Revenues	102,627		77,783	369,985	100,000
EXPENDITURES					
Current:					
General government					
Public safety					100,000
Public works					
Highways and streets					
Culture and recreation					
Community development					
Capital outlay				1,557,107	
Debt Service					
Principal					
Interest and fiscal charges					
Total Expenditures				1,557,107	100,000
EXCESS (DEFICIENCY) OF REVENUES OVER EXPENDITURES	102,627		77,783	(1,187,122)	
OTHER FINANCING SOURCES (USES)					
Issuance of long-term debt					
Transfers in				1,251,600	
Transfers (out)	(102,000)		(97,591)		
Total Other Financing Sources (Uses)	(102,000)		(97,591)	1,251,600	
NET CHANGE IN FUND BALANCES	627		(19,808)	64,478	
BEGINNING FUND BALANCES			7,542	8,481	
ENDING FUND BALANCES	\$627		(\$12,266)	\$72,959	

SPECIAL REVENUE FUNDS						DEBT SERVICE FUND
Bureau Of Justice Vest Grant	School Resource Grant	Prop 49 Grants	Fire Assistance	Special Assessment Districts	Police Grants	Highway 12 Bond
				\$1,556,586		\$261,021
\$3,386	\$72,000	\$46,679	\$2,259	19,068	\$47,961	
		20 2,043		44,744		539
				9,060		
3,386	72,000	48,742	2,259	1,629,458	47,961	261,560
6,447	84,351	72,791	2,433	1,016,430 51,396	47,667	
				51,531		175,000 140,122
6,447	84,351	72,791	2,433	1,119,357	47,667	315,122
(3,061)	(12,351)	(24,049)	(174)	510,101	294	(53,562)
3,061	(883)			137,168 (1,421,388)	(294)	
3,061	(883)			(1,284,220)	(294)	
	(13,234)	(24,049)	(174)	(774,119)		(53,562)
579	29,873	52,226		1,735,791		107,750
\$579	\$16,639	\$28,177	(\$174)	\$961,672		\$54,188

(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, 2009

DEBT SERVICE FUNDS

	North Bay Aqueduct	Civic Center	Fire Truck Acquisition	YMCA	Vehicle Lease
REVENUES					
Taxes:					
Property taxes	\$61,944				
Sales taxes					
License and permits					
Fines and forfeits					
Intergovernmental					
Developer fees					
Special assessments					
Charges for services		\$52,400		\$240,000	
Investment earnings	498	(1,898)	5,387		
Reimbursements					
Miscellaneous			384,595		
Total Revenues	<u>62,442</u>	<u>50,502</u>	<u>389,982</u>	<u>240,000</u>	
EXPENDITURES					
Current:					
General government					
Public safety					
Public works					
Highways and streets					
Culture and recreation					
Community development					
Capital outlay			1,098,774		
Debt Service					
Principal	71,590	195,000	43,267	148,037	\$25,175
Interest and fiscal charges		66,995	15,330	91,963	3,275
Total Expenditures	<u>71,590</u>	<u>261,995</u>	<u>1,157,371</u>	<u>240,000</u>	<u>28,450</u>
EXCESS (DEFICIENCY) OF REVENUES OVER EXPENDITURES					
	<u>(9,148)</u>	<u>(211,493)</u>	<u>(767,389)</u>		<u>(28,450)</u>
OTHER FINANCING SOURCES (USES)					
Issuance of long-term debt			700,000		
Transfers in		202,000	440,000		28,600
Transfers (out)					
Total Other Financing Sources (Uses)		<u>202,000</u>	<u>1,140,000</u>		<u>28,600</u>
NET CHANGE IN FUND BALANCES					
	(9,148)	(9,493)	372,611		150
BEGINNING FUND BALANCES					
	<u>15,088</u>	<u>262,834</u>			<u>177</u>
ENDING FUND BALANCES					
	<u>\$5,940</u>	<u>\$253,341</u>	<u>\$372,611</u>		<u>\$327</u>

CAPITAL PROJECTS FUNDS

<u>Park Development</u>	<u>Municipal Facilities and Equipment</u>	<u>YMCA</u>	<u>1998/2003 Tax Allocation Bonds</u>	<u>Total Nonmajor Governmental Funds</u>
				\$1,879,551
				101,810
\$306,864				4,943,788
9,230	\$13,780			310,548
				315,946
				506,810
47,677	28,981		\$23,222	404,983
			473	538,539
<u>363,771</u>	<u>42,761</u>		<u>23,695</u>	<u>9,001,975</u>
				\$3,171,554
				\$778,050
				1,275,445
				596,573
16,800		\$62,986		182,560
735,964			13,719	3,467,198
				658,069
				317,685
<u>752,764</u>		<u>62,986</u>	<u>13,719</u>	<u>10,447,134</u>
<u>(388,993)</u>	<u>42,761</u>	<u>(62,986)</u>	<u>9,976</u>	<u>(1,445,159)</u>
				700,000
75,000				2,677,571
	(736,000)		(91,605)	(5,089,485)
<u>75,000</u>	<u>(736,000)</u>		<u>(91,605)</u>	<u>(1,711,914)</u>
(313,993)	(693,239)	(62,986)	(81,629)	(3,157,073)
<u>1,626,562</u>	<u>5,632,959</u>	<u>19,103</u>	<u>733,874</u>	<u>18,591,939</u>
<u>\$1,312,569</u>	<u>\$4,939,720</u>	<u>(\$43,883)</u>	<u>\$652,245</u>	<u>\$15,434,866</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, 2009

SPECIAL REVENUE FUNDS

	OFF-SITE STREET IMPROVEMENT			HOUSING AUTHORITY CHOICE VOUCHERS		
	Budget	Actual	Variance	Budget	Actual	Variance
			Positive (Negative)			Positive (Negative)
REVENUES						
Property taxes						
Sales taxes						
License and permits						
Fines and forfeits						
Intergovernmental				\$2,501,000	\$2,578,338	\$77,338
Developer fees	\$500,000	\$287,538	(\$212,462)			
Special assessments						
Charges for services						
Investment earnings	140,000	184,926	44,926	22,000	6,255	(15,745)
Reimbursements						
Miscellaneous		131,130	131,130			
Total Revenues	640,000	603,594	(36,406)	2,523,000	2,584,593	61,593
EXPENDITURES						
Current:						
General government				2,900,000	2,875,663	24,337
Public safety						
Public works						
Highways and streets						
Culture and recreation						
Community development						
Capital outlay						
Debt Service:						
Principal						
Interest and fiscal charges						
Total Expenditures				2,900,000	2,875,663	24,337
EXCESS (DEFICIENCY) OF REVENUES OVER EXPENDITURES	640,000	603,594	(36,406)	(377,000)	(291,070)	85,930
OTHER FINANCING SOURCES (USES)						
Issuance of long-term debt						
Transfers in						
Transfers (out)	3,497,300	(2,077,284)	(5,574,584)			
Total Other Financing Sources (Uses)	3,497,300	(2,077,284)	(5,574,584)			
NET CHANGE IN FUND BALANCES	\$4,137,300	(1,473,690)	(\$5,610,990)	(\$377,000)	(291,070)	\$85,930
BEGINNING FUND BALANCES		5,968,480			558,527	
ENDING FUND BALANCES		\$4,494,790			\$267,457	

SPECIAL REVENUE FUNDS

SPECIAL GAS TAX			AB 939			HOUSING AUTHORITY ADMINISTRATION		
Budget	Actual	Variance Positive (Negative)	Budget	Actual	Variance Positive (Negative)	Budget	Actual	Variance Positive (Negative)
\$648,300	\$463,837	(\$184,463)	\$11,500	\$5,002	(\$6,498)	\$290,000	\$357,181	\$67,181
				39,349	39,349			
			5,500	5,668	168	6,000	11,511	5,511
	780	780					350	350
<u>648,300</u>	<u>464,617</u>	<u>(183,683)</u>	<u>17,000</u>	<u>50,019</u>	<u>33,019</u>	<u>296,000</u>	<u>369,042</u>	<u>73,042</u>
						344,000	295,891	48,109
555,900	545,177	10,723	153,100	51,390	101,710			
	4,707	(4,707)						
<u>555,900</u>	<u>549,884</u>	<u>6,016</u>	<u>153,100</u>	<u>51,390</u>	<u>101,710</u>	<u>344,000</u>	<u>295,891</u>	<u>48,109</u>
<u>92,400</u>	<u>(85,267)</u>	<u>(177,667)</u>	<u>(136,100)</u>	<u>(1,371)</u>	<u>134,729</u>	<u>(48,000)</u>	<u>73,151</u>	<u>121,151</u>
189,600	255,600	66,000						
<u>181,800</u>	<u>(181,800)</u>	<u>(363,600)</u>	<u>5,000</u>	<u>(5,000)</u>	<u>(10,000)</u>			
<u>371,400</u>	<u>73,800</u>	<u>(297,600)</u>	<u>5,000</u>	<u>(5,000)</u>	<u>(10,000)</u>			
<u>\$463,800</u>	<u>(11,467)</u>	<u>(\$475,267)</u>	<u>(\$131,100)</u>	<u>(6,371)</u>	<u>\$124,729</u>	<u>(\$48,000)</u>	<u>73,151</u>	<u>\$121,151</u>
	11,634			173,755			342,957	
	<u>\$167</u>			<u>\$167,384</u>			<u>\$416,108</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, 2009

SPECIAL REVENUE FUNDS

	ATOD GRANT			SEWER MAINTENANCE		
	Budget	Actual	Variance Positive (Negative)	Budget	Actual	Variance Positive (Negative)
REVENUES						
Property taxes						
Sales taxes						
License and permits						
Fines and forfeits						
Intergovernmental	\$133,900	\$88,896	(\$45,004)			
Developer fees						
Special assessments				\$310,000	\$315,946	\$5,946
Charges for services						
Investment earnings				35,000	40,754	5,754
Reimbursements						
Miscellaneous		243	243			
Total Revenues	<u>133,900</u>	<u>89,139</u>	<u>(44,761)</u>	<u>345,000</u>	<u>356,700</u>	<u>11,700</u>
EXPENDITURES						
Current:						
General government						
Public safety	108,700	102,559	6,141			
Public works				248,800	207,625	41,175
Highways and streets						
Culture and recreation						
Community development						
Capital outlay				80,000	5,396	74,604
Debt Service:						
Principal						
Interest and fiscal charges						
Total Expenditures	<u>108,700</u>	<u>102,559</u>	<u>6,141</u>	<u>328,800</u>	<u>213,021</u>	<u>115,779</u>
EXCESS (DEFICIENCY) OF REVENUES OVER EXPENDITURES	<u>25,200</u>	<u>(13,420)</u>	<u>(38,620)</u>	<u>16,200</u>	<u>143,679</u>	<u>127,479</u>
OTHER FINANCING SOURCES (USES)						
Transfers in	39,200	15,027	(24,173)			
Transfers (out)					(5,046)	(5,046)
Total Other Financing Sources (Uses)	<u>39,200</u>	<u>15,027</u>	<u>(24,173)</u>		<u>(5,046)</u>	<u>(5,046)</u>
NET CHANGE IN FUND BALANCES	<u>\$64,400</u>	<u>1,607</u>	<u>(\$62,793)</u>	<u>\$16,200</u>	<u>138,633</u>	<u>\$122,433</u>
BEGINNING FUND BALANCES		<u>3,148</u>			<u>1,231,857</u>	
ENDING FUND BALANCES		<u>\$4,755</u>			<u>\$1,370,490</u>	

SPECIAL REVENUE FUNDS

MARINA OPERATIONS			TRAFFIC CONGESTION RELIEF			BOATING SAFETY GRANT		
Budget	Actual	Variance Positive (Negative)	Budget	Actual	Variance Positive (Negative)	Budget	Actual	Variance Positive (Negative)
			\$257,200	\$239,883	(\$17,317)	\$43,800	\$43,754	(\$46)
\$150,000	\$97,453 (36)	(\$52,547) (36)		\$3,229	3,229			
	33	33						
150,000	97,450	(52,550)	257,200	243,112	(14,088)	43,800	43,754	(46)
						54,200	54,178	22
141,500	102,774	38,726						
141,500	102,774	38,726				54,200	54,178	22
8,500	(5,324)	(13,824)	257,200	243,112	(14,088)	(10,400)	(10,424)	(24)
			453,600	161,500 (370,594)	161,500 (824,194)	10,200	10,424	224
			453,600	(209,094)	(662,694)	10,200	10,424	224
<u>\$8,500</u>	<u>(5,324)</u>	<u>(\$13,824)</u>	<u>\$710,800</u>	<u>34,018</u>	<u>(\$676,782)</u>	<u>(\$200)</u>		<u>\$200</u>
	13,705			38,945			5	
	<u>\$8,381</u>			<u>\$72,963</u>			<u>\$5</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, 2009

	SPECIAL REVENUE FUNDS					
	ASSET FORFEITURE			DARE/DONATIONS		
	Budget	Actual	Variance Positive (Negative)	Budget	Actual	Variance Positive (Negative)
REVENUES						
Property taxes						
Sales taxes						
Fines and forfeits	\$400		(\$400)			
Intergovernmental						
Developer fees						
Special assessments						
Charges for services						
Investment earnings	100	\$159	59	300	312	\$12
Reimbursements						
Miscellaneous				5,000	10,881	5,881
Total Revenues	<u>500</u>	<u>159</u>	<u>(341)</u>	<u>5,300</u>	<u>11,193</u>	<u>5,893</u>
EXPENDITURES						
Current:						
General government						
Public safety	6,100	600	5,500	15,700	9,744	5,956
Public works						
Highways and streets						
Culture and recreation						
Community development						
Capital outlay						
Debt Service:						
Principal						
Interest and fiscal charges						
Total Expenditures	<u>6,100</u>	<u>600</u>	<u>5,500</u>	<u>15,700</u>	<u>9,744</u>	<u>5,956</u>
EXCESS (DEFICIENCY) OF REVENUES OVER EXPENDITURES	<u>(5,600)</u>	<u>(441)</u>	<u>5,159</u>	<u>(10,400)</u>	<u>1,449</u>	<u>11,849</u>
OTHER FINANCING SOURCES (USES)						
Transfers in						
Transfers (out)						
Total Other Financing Sources (Uses)						
NET CHANGE IN FUND BALANCES	<u><u>(\$5,600)</u></u>	<u><u>(441)</u></u>	<u><u>\$5,159</u></u>	<u><u>(\$10,400)</u></u>	<u><u>1,449</u></u>	<u><u>\$11,849</u></u>
BEGINNING FUND BALANCES		<u>5,426</u>			<u>10,606</u>	
ENDING FUND BALANCES		<u><u>\$4,985</u></u>			<u><u>\$12,055</u></u>	

SPECIAL REVENUE FUNDS

TRAFFIC SAFETY PT0554 GRANT			TRAFFIC SAFETY			TRAFFIC TOWING		
Budget	Actual	Variance Positive (Negative)	Budget	Actual	Variance Positive (Negative)	Budget	Actual	Variance Positive (Negative)
			\$102,000	\$101,810	(190)			
\$214,600	\$199,689	(\$14,911)		817	817	\$75,000 400	\$77,588 195	\$2,588 (205)
<u>214,600</u>	<u>199,689</u>	<u>(14,911)</u>	<u>102,000</u>	<u>102,627</u>	<u>627</u>	<u>75,400</u>	<u>77,783</u>	<u>2,383</u>
312,100	297,280	14,820						
<u>312,100</u>	<u>297,280</u>	<u>14,820</u>						
(97,500)	(97,591)	(91)	102,000	102,627	627	75,400	77,783	2,383
79,500	97,591	18,091	102,000	(102,000)	(204,000)	101,400	(97,591)	(198,991)
<u>79,500</u>	<u>97,591</u>	<u>18,091</u>	<u>102,000</u>	<u>(102,000)</u>	<u>(204,000)</u>	<u>101,400</u>	<u>(97,591)</u>	<u>(198,991)</u>
<u>(\$18,000)</u>		<u>\$18,000</u>	<u>\$204,000</u>	<u>627</u>	<u>(\$203,373)</u>	<u>\$176,800</u>	<u>(19,808)</u>	<u>(\$196,608)</u>
	55						7,542	
	<u>\$55</u>			<u>\$627</u>			<u>(\$12,266)</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, 2009

	SPECIAL REVENUE FUNDS					
	WORKFORCE GRANTS			SLESF GRANT		
	Budget	Actual	Variance Positive (Negative)	Budget	Actual	Variance Positive (Negative)
REVENUES						
Property taxes						
Sales taxes						
Fines and forfeits						
Intergovernmental	\$434,000	\$368,991	(\$65,009)	\$100,000	\$100,000	
Developer fees						
Special assessments						
Charges for services						
Investment earnings						
Reimbursements						
Miscellaneous		994	994			
Total Revenues	<u>434,000</u>	<u>369,985</u>	<u>(64,015)</u>	<u>100,000</u>	<u>100,000</u>	
EXPENDITURES						
Current:						
General government						
Public safety				100,000	100,000	
Public works						
Highways and streets						
Culture and recreation						
Community development						
Capital outlay	1,884,500	1,557,107	327,393			
Debt Service:						
Principal						
Interest and fiscal charges						
Total Expenditures	<u>1,884,500</u>	<u>1,557,107</u>	<u>327,393</u>	<u>100,000</u>	<u>100,000</u>	
EXCESS (DEFICIENCY) OF REVENUES OVER EXPENDITURES	<u>(1,450,500)</u>	<u>(1,187,122)</u>	<u>263,378</u>			
OTHER FINANCING SOURCES (USES)						
Transfers in	1,464,300	1,251,600	(212,700)			
Transfers (out)	32,700		(32,700)			
Total Other Financing Sources (Uses)	<u>1,497,000</u>	<u>1,251,600</u>	<u>(245,400)</u>			
NET CHANGE IN FUND BALANCES	<u>\$46,500</u>	<u>64,478</u>	<u>\$17,978</u>			
BEGINNING FUND BALANCES		8,481				
ENDING FUND BALANCES		<u>\$72,959</u>				

SPECIAL REVENUE FUNDS

BUREAU OF JUSTICE VEST GRANT			SCHOOL RESOURCE GRANT			PROP 49 GRANT		
Budget	Actual	Variance Positive (Negative)	Budget	Actual	Variance Positive (Negative)	Budget	Actual	Variance Positive (Negative)
\$3,400	\$3,386	(\$14)	\$35,000	\$72,000	\$37,000	\$108,000	\$46,679	(\$61,321)
						2,000	20	20
							2,043	43
<u>3,400</u>	<u>3,386</u>	<u>(14)</u>	<u>35,000</u>	<u>72,000</u>	<u>37,000</u>	<u>110,000</u>	<u>48,742</u>	<u>(61,258)</u>
6,500	6,447	53	106,300	84,351	21,949	110,000	72,791	37,209
<u>6,500</u>	<u>6,447</u>	<u>53</u>	<u>106,300</u>	<u>84,351</u>	<u>21,949</u>	<u>110,000</u>	<u>72,791</u>	<u>37,209</u>
<u>(3,100)</u>	<u>(3,061)</u>	<u>39</u>	<u>(71,300)</u>	<u>(12,351)</u>	<u>58,949</u>		<u>(24,049)</u>	<u>(24,049)</u>
3,100	3,061	(39)		(883)	(883)			
<u>3,100</u>	<u>3,061</u>	<u>(39)</u>		<u>(883)</u>	<u>(883)</u>			
			<u>(\$71,300)</u>	<u>(13,234)</u>	<u>\$58,066</u>		<u>(24,049)</u>	<u>(\$24,049)</u>
	<u>579</u>			<u>29,873</u>			<u>52,226</u>	
	<u>\$579</u>			<u>\$16,639</u>			<u>\$28,177</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, 2009

SPECIAL REVENUE FUNDS

	FIRE ASSISTANCE			SPECIAL ASSESSMENT DISTRICTS		
	Budget	Actual	Variance Positive (Negative)	Budget	Actual	Variance Positive (Negative)
REVENUES						
Property taxes				\$1,530,400	\$1,556,586	\$26,186
Sales taxes						
Fines and forfeits						
Intergovernmental	\$52,700	\$2,259	(\$50,441)	14,000	19,068	5,068
Developer fees						
Special assessments						
Charges for services				800		(800)
Investment earnings				53,100	44,744	(8,356)
Reimbursements						
Miscellaneous				7,500	9,060	1,560
Total Revenues	52,700	2,259	(50,441)	1,605,800	1,629,458	23,658
EXPENDITURES						
Current:						
General government						
Public safety	57,200	2,433	54,767			
Public works				1,096,900	1,016,430	80,470
Highways and streets				51,400	51,396	4
Culture and recreation						
Community development						
Capital outlay				90,000	51,531	38,469
Debt Service:						
Principal						
Interest and fiscal charges						
Total Expenditures	57,200	2,433	54,767	1,238,300	1,119,357	118,943
EXCESS (DEFICIENCY) OF REVENUES OVER EXPENDITURES	(4,500)	(174)	4,326	367,500	510,101	142,601
OTHER FINANCING SOURCES (USES)						
Transfers in	4,500		(4,500)	283,800	137,168	(146,632)
Transfers (out)				1,575,700	(1,421,388)	(2,997,088)
Total Other Financing Sources (Uses)	4,500		(4,500)	1,859,500	(1,284,220)	(3,143,720)
NET CHANGE IN FUND BALANCES		(174)	(\$174)	\$2,227,000	(774,119)	(\$3,001,119)
BEGINNING FUND BALANCES					1,735,791	
ENDING FUND BALANCES		(\$174)			\$961,672	

SPECIAL REVENUE FUNDS

DEBT SERVICE FUNDS

POLICE GRANTS			HIGHWAY 12 BOND			NORTH BAY AQUA DUCT		
Budget	Actual	Variance Positive (Negative)	Budget	Actual	Variance Positive (Negative)	Budget	Actual	Variance Positive (Negative)
			\$297,500	\$261,021	(\$36,479)	\$70,000	\$61,944	(\$8,056)
\$164,700	\$47,961	(\$116,739)						
			352,390	539	(351,851)	700	498	(202)
<u>164,700</u>	<u>47,961</u>	<u>(116,739)</u>	<u>649,890</u>	<u>261,560</u>	<u>(388,330)</u>	<u>70,700</u>	<u>62,442</u>	<u>(8,258)</u>
164,700	47,667	117,033						
			175,000	175,000		71,600	71,590	10
			141,000	140,122	878			
<u>164,700</u>	<u>47,667</u>	<u>117,033</u>	<u>316,000</u>	<u>315,122</u>	<u>878</u>	<u>71,600</u>	<u>71,590</u>	<u>10</u>
	294	294	333,890	(53,562)	(387,452)	(900)	(9,148)	(8,248)
	(294)	(294)						
	(294)	(294)						
			<u>\$333,890</u>	<u>(53,562)</u>	<u>(\$387,452)</u>	<u>(\$900)</u>	<u>(9,148)</u>	<u>(\$8,248)</u>
				107,750			15,088	
				<u>\$54,188</u>			<u>\$5,940</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, 2009

DEBT SERVICE FUNDS

	CIVIC CENTER			FIRE TRUCK ACQUISITION		
	Budget	Actual	Variance Positive (Negative)	Budget	Actual	Variance Positive (Negative)
REVENUES						
Property taxes						
Sales taxes						
Fines and forfeits						
Intergovernmental						
Developer fees						
Special assessments						
Charges for services	\$52,400	\$52,400				
Investment earnings	8,000	(1,898)	(\$9,898)		\$5,387	\$5,387
Reimbursements						
Miscellaneous				\$860,000	384,595	(475,405)
Total Revenues	60,400	50,502	(9,898)	860,000	389,982	(470,018)
EXPENDITURES						
Current:						
General government						
Public safety						
Public works						
Highways and streets						
Culture and recreation						
Community development						
Capital outlay				1,300,000	1,098,774	201,226
Debt Service:						
Principal	195,000	195,000			43,267	(43,267)
Interest and fiscal charges	67,400	66,995	405		15,330	(15,330)
Total Expenditures	262,400	261,995	405	1,300,000	1,157,371	142,629
EXCESS (DEFICIENCY) OF REVENUES OVER EXPENDITURES	(202,000)	(211,493)	(9,493)	(440,000)	(767,389)	(327,389)
OTHER FINANCING SOURCES (USES)						
Transfers in	202,000	202,000		440,000	700,000	\$700,000
Transfers (out)				440,000	440,000	
Total Other Financing Sources (Uses)	202,000	202,000		440,000	1,140,000	700,000
NET CHANGE IN FUND BALANCES		(9,493)	(\$9,493)		372,611	\$372,611
BEGINNING FUND BALANCES		262,834				
ENDING FUND BALANCES		\$253,341			\$372,611	

DEBT SERVICE FUNDS						CAPITAL PROJECTS FUND		
YMCA			VEHICLE LEASE			PARK DEVELOPMENT		
Budget	Actual	Variance Positive (Negative)	Budget	Actual	Variance Positive (Negative)	Budget	Actual	Variance Positive (Negative)
						\$306,300	\$306,864	\$564
						100,000	9,230	(90,770)
\$240,000	\$240,000					25,000	47,677	22,677
<u>240,000</u>	<u>240,000</u>					<u>431,300</u>	<u>363,771</u>	<u>(67,529)</u>
						20,800	16,800	4,000
						893,000	735,964	157,036
148,100	148,037	\$63	\$25,200	\$25,175	\$25			
91,900	91,963	(63)	3,600	3,275	325			
<u>240,000</u>	<u>240,000</u>		<u>28,800</u>	<u>28,450</u>	<u>350</u>	<u>913,800</u>	<u>752,764</u>	<u>161,036</u>
			<u>(28,800)</u>	<u>(28,450)</u>	<u>350</u>	<u>(482,500)</u>	<u>(388,993)</u>	<u>93,507</u>
			28,600	28,600		581,700	75,000	(506,700)
						506,700		(506,700)
			28,600	28,600		1,088,400	75,000	(1,013,400)
			<u>(\$200)</u>	<u>150</u>	<u>\$350</u>	<u>\$605,900</u>	<u>(313,993)</u>	<u>(\$919,893)</u>
				<u>177</u>			<u>1,626,562</u>	
				<u>\$327</u>			<u>\$1,312,569</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, 2009

	CAPITAL PROJECTS FUND					
	MUNICIPAL FACILITIES AND EQUIPMENT			YMCA		
	Budget	Actual	Variance Positive (Negative)	Budget	Actual	Variance Positive (Negative)
REVENUES						
Property taxes						
Sales taxes						
Fines and forfeits						
Intergovernmental						
Developer fees	\$100,000	\$13,780	(\$86,220)			
Special assessments						
Charges for services						
Investment earnings	27,000	28,981	1,981			
Reimbursements						
Miscellaneous						
Total Revenues	<u>127,000</u>	<u>42,761</u>	<u>(84,239)</u>			
EXPENDITURES						
Current:						
General government						
Public safety						
Public works						
Highways and streets						
Culture and recreation				\$63,000	\$62,986	\$14
Community development						
Capital outlay						
Debt Service:						
Principal						
Interest and fiscal charges						
Total Expenditures				<u>63,000</u>	<u>62,986</u>	<u>14</u>
EXCESS (DEFICIENCY) OF REVENUES OVER EXPENDITURES	<u>127,000</u>	<u>42,761</u>	<u>(84,239)</u>	<u>(63,000)</u>	<u>(62,986)</u>	<u>14</u>
OTHER FINANCING SOURCES (USES)						
Transfers in						
Transfers (out)	<u>916,000</u>	<u>(736,000)</u>	<u>(1,652,000)</u>			
Total Other Financing Sources (Uses)	<u>916,000</u>	<u>(736,000)</u>	<u>(1,652,000)</u>			
	<u>\$1,043,000</u>	<u>(693,239)</u>	<u>(\$1,736,239)</u>	<u>(\$63,000)</u>	<u>(62,986)</u>	<u>\$14</u>
		<u>5,632,959</u>			<u>19,103</u>	
ENDING FUND BALANCES		<u>\$4,939,720</u>			<u>(\$43,883)</u>	

CAPITAL PROJECTS FUNDS

1998/2003 TAX

ALLOCATION BONDS+IC16

Budget	Actual	Variance Positive (Negative)
\$4,000	\$23,222	\$19,222
	<u>473</u>	<u>473</u>
<u>4,000</u>	<u>23,695</u>	<u>19,695</u>
177,000	13,719	163,281
	<u>13,719</u>	<u>163,281</u>
<u>(173,000)</u>	<u>9,976</u>	<u>182,976</u>
148,800	(91,605)	(240,405)
<u>148,800</u>	<u>(91,605)</u>	<u>(240,405)</u>
<u>(\$24,200)</u>	<u>(81,629)</u>	<u>(\$57,429)</u>
	<u>733,874</u>	
	<u>\$652,245</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 STATEMENT OF NET ASSETS
JUNE 30, 2009

	<u>Motor Vehicle Repair</u>	<u>Motor Vehicle Replacement</u>	<u>Equipment Maintenance</u>	<u>Equipment Replacement</u>	<u>Network Maintenance</u>
ASSETS					
Current Assets:					
Cash and investments	\$46,005	\$987,040			\$170,250
Other assets	10,931				
Total Current Assets	<u>56,936</u>	<u>987,040</u>			<u>170,250</u>
Non-Current Assets:					
Advance to other funds					
Capital assets, net		694,004			31,371
Total Non-Current Assets		<u>694,004</u>			<u>31,371</u>
Total Assets	<u>56,936</u>	<u>1,681,044</u>			<u>201,621</u>
LIABILITIES					
Current Liabilities:					
Accounts payable	6,350				1,816
Claims payable					
Due to other funds					
Total Current Liabilities	<u>6,350</u>				<u>1,816</u>
Noncurrent Liabilities:					
Claims payable					
Total Liabilities:	<u>6,350</u>				<u>1,816</u>
NET ASSETS					
Invested in capital assets		694,004			31,371
Undesignated	50,586	987,040			168,434
Total Net Assets	<u>\$50,586</u>	<u>\$1,681,044</u>			<u>\$199,805</u>

Public Works Operating Cost	Self-Insurance	Total
\$17,906	\$1,084,444	\$2,305,645 10,931
17,906	1,084,444	2,316,576
		725,375
		725,375
17,906	1,084,444	3,041,951
17,738	\$21,685 171,778	47,589 171,778
17,738	193,463	219,367
	645,418	645,418
17,738	838,881	864,785
168	245,563	725,375 1,451,791
\$168	\$245,563	\$2,177,166

CITY OF SUISUN CITY
INTERNAL SERVICE FUNDS
COMBINING STATEMENTS OF REVENUES, EXPENSES AND
CHANGES IN FUND NET ASSETS
FOR THE YEAR ENDED JUNE 30, 2009

	<u>Motor Vehicle Repair</u>	<u>Motor Vehicle Replacement</u>	<u>Equipment Maintenance</u>	<u>Equipment Replacement</u>	<u>Network Maintenance</u>
OPERATING REVENUES					
Service charges					
Charges to City departments	\$166,200	\$190,500			\$201,400
Total Operating Revenues	<u>166,200</u>	<u>190,500</u>			<u>201,400</u>
OPERATING EXPENDITURES					
Salaries and benefits	50,732	18,993			79,172
Services and supplies	70,400	4,957			34,184
Claims and settlements					
Depreciation		93,426			24,797
Total Expenditures	<u>121,132</u>	<u>117,376</u>			<u>138,153</u>
Operating Income (Loss)	<u>45,068</u>	<u>73,124</u>			<u>63,247</u>
NONOPERATING REVENUES (EXPENSES)					
Interest income	873	28,345			4,133
Miscellaneous		2,685			
Transfers in	1,397	246,152			5,974
Transfers (out)			(\$1,397)	(\$246,153)	
Total Nonoperating Revenues (Expenses)	<u>2,270</u>	<u>277,182</u>	<u>(1,397)</u>	<u>(246,153)</u>	<u>10,107</u>
Changes in Net Assets	47,338	350,306	(1,397)	(246,153)	73,354
BEGINNING NET ASSETS	<u>3,248</u>	<u>1,330,738</u>	<u>1,397</u>	<u>246,153</u>	<u>126,451</u>
ENDING NET ASSETS	<u>\$50,586</u>	<u>\$1,681,044</u>			<u>\$199,805</u>

Public Works Operating Cost	Self-Insurance	Total
	\$410,748	\$410,748
\$1,149,842	428,645	2,136,587
<u>1,149,842</u>	<u>839,393</u>	<u>2,547,335</u>
931,289	89,679	1,169,865
216,170	53,229	378,940
	639,747	639,747
		118,223
<u>1,147,459</u>	<u>782,655</u>	<u>2,306,775</u>
<u>2,383</u>	<u>56,738</u>	<u>240,560</u>
(2,360)	30,137	61,128
		2,685
	100,000	353,523
		(247,550)
<u>(2,360)</u>	<u>130,137</u>	<u>169,786</u>
23	186,875	410,346
<u>145</u>	<u>58,688</u>	<u>1,766,820</u>
<u>\$168</u>	<u>\$245,563</u>	<u>\$2,177,166</u>

CITY OF SUISUN CITY
INTERNAL SERVICE FUNDS
COMBINING STATEMENTS OF CASH FLOWS
FOR THE YEAR ENDED JUNE 30, 2009

	<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	\$166,200	\$193,185		
Payments to suppliers	(66,605)	(4,957)	(\$1,732)	
Payments to employees	(55,860)	(18,993)		
	<u>43,735</u>	<u>169,235</u>	<u>(1,732)</u>	
CASH FLOWS FROM NONCAPITAL FINANCING ACTIVITIES				
Transfers in from other funds	1,397	246,152		
Transfers out to other funds			(1,397)	(\$136,236)
	<u>1,397</u>	<u>246,152</u>	<u>(1,397)</u>	<u>(136,236)</u>
CASH FLOWS FROM CAPITAL AND RELATED FINANCING ACTIVITIES				
Repayment of advances from other funds				
Purchase of capital assets		(217,745)		
		<u>(217,745)</u>		
CASH FLOWS FROM INVESTING ACTIVITIES				
Interest	873	28,345		
	<u>873</u>	<u>28,345</u>		
Net Cash Flows	46,005	225,987	(3,129)	(136,236)
Cash and investments at beginning of period		761,053	3,129	136,236
Cash and investments at end of period	<u>\$46,005</u>	<u>\$987,040</u>		
Reconciliation of operating loss to net cash flows				
from operating activities:				
Operating income (loss)	\$45,068	\$73,124		
Miscellaneous receipts		2,685		
Adjustments to reconcile operating income (loss) to net cash flows				
from operating activities:				
Depreciation		93,426		
Change in assets and liabilities:				
Accounts payable and claims payable	4,913		(\$2,850)	
Due from other funds	(5,128)			
Other assets	(1,118)		1,118	
Cash Flows from Operating Activities	<u>\$43,735</u>	<u>\$169,235</u>	<u>(\$1,732)</u>	
Noncash transactions				
Transfer of capital assets				(\$109,917)

Network Maintenance	Public Works Operating Cost	Self Insurance	Total
\$201,400	\$1,149,842	\$839,393	\$2,550,020
(63,449)	(207,552)	(1,020,075)	(1,364,370)
<u>(79,172)</u>	<u>(931,289)</u>	<u>(8,104)</u>	<u>(1,093,418)</u>
58,779	11,001	(188,786)	92,232
5,974		100,000	353,523
			<u>(137,633)</u>
5,974		100,000	215,890
(12,938)			(230,683)
<u>(12,938)</u>			<u>(230,683)</u>
4,133	(2,360)	30,137	61,128
<u>4,133</u>	<u>(2,360)</u>	<u>30,137</u>	<u>61,128</u>
55,948	8,641	(58,649)	138,567
<u>114,302</u>	<u>9,265</u>	<u>1,143,093</u>	<u>2,167,078</u>
<u>\$170,250</u>	<u>\$17,906</u>	<u>\$1,084,444</u>	<u>\$2,305,645</u>
\$63,247	\$2,383	\$56,738	\$240,560
			2,685
24,797			118,223
(29,265)	8,618	(327,099)	(345,683)
		81,575	76,447
<u>\$58,779</u>	<u>\$11,001</u>	<u>(\$188,786)</u>	<u>\$92,232</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.

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.

CBSC – SB 1473

This fund accounts for the fees collected in behalf of the Building Standards Commission for SB 1473.

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CITY OF SUISUN CITY
 AGENCY FUNDS
 STATEMENT OF CHANGES IN ASSETS AND LIABILITIES
 FOR THE YEAR ENDED JUNE 30, 2009

	Balance June 30, 2008	Additions	Deductions	Balance June 30, 2009
<u>Casa de Suisun</u>				
<u>Assets</u>				
Cash and investments	\$68,841	\$10,872		\$79,713
Total assets	<u>\$68,841</u>	<u>\$10,872</u>		<u>\$79,713</u>
<u>Liabilities</u>				
Due to other agencies	\$68,841	\$79,713	\$68,841	\$79,713
Total liabilities	<u>\$68,841</u>	<u>\$79,713</u>	<u>\$68,841</u>	<u>\$79,713</u>
<u>Rec/Com Programs</u>				
<u>Assets</u>				
Cash and investments	\$20,670	\$10,822	\$10,277	\$21,215
Assessments receivable	2,036	1,765	2,036	1,765
Total assets	<u>\$22,706</u>	<u>\$12,587</u>	<u>\$12,313</u>	<u>\$22,980</u>
<u>Liabilities</u>				
Due to other agencies	\$22,706	\$12,587	\$12,313	\$22,980
Total liabilities	<u>\$22,706</u>	<u>\$12,587</u>	<u>\$12,313</u>	<u>\$22,980</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, 2008	Additions	Deductions	Balance June 30, 2009
<u>School Impact Fees</u>				
<u>Assets</u>				
Cash and investments	\$46,672		\$46,667	\$5
Assessments receivable	207,377		204,079	3,298
Total assets	<u>\$254,049</u>		<u>\$250,746</u>	<u>\$3,303</u>
<u>Liabilities</u>				
Accounts payable	\$46,672		\$46,672	
Due to other agencies	207,377		204,074	\$3,303
Total liabilities	<u>\$254,049</u>		<u>\$250,746</u>	<u>\$3,303</u>
<u>Public Art & BID</u>				
<u>Assets</u>				
Cash and investments	\$700	\$100		\$800
Total assets	<u>\$700</u>	<u>\$100</u>		<u>\$800</u>
<u>Liabilities</u>				
Accounts payable	\$700		\$700	
Due to other agencies		\$16,150	15,350	\$800
Total liabilities	<u>\$700</u>	<u>\$16,150</u>	<u>\$16,050</u>	<u>\$800</u>
<u>Strong Motion Fees</u>				
<u>Assets</u>				
Cash and investments	\$930		\$613	\$317
Total assets	<u>\$930</u>		<u>\$613</u>	<u>\$317</u>
<u>Liabilities</u>				
Accounts payable	\$6		\$6	
Due to other agencies	924		607	\$317
Total liabilities	<u>\$930</u>		<u>\$613</u>	<u>\$317</u>
<u>Solano County Trust</u>				
<u>Assets</u>				
Cash and investments	\$107,114		\$107,114	
Total assets	<u>\$107,114</u>		<u>\$107,114</u>	
<u>Liabilities</u>				
Due to other agencies	\$107,114		\$107,114	
Total liabilities	<u>\$107,114</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, 2009

	Balance June 30, 2008	Additions	Deductions	Balance June 30, 2009
<hr/> <u>Transit Tickets</u> <hr/>				
<u>Assets</u>				
Cash and investments	\$454	\$489	\$140	\$803
Total assets	<u>\$454</u>	<u>\$489</u>	<u>\$140</u>	<u>\$803</u>
<u>Liabilities</u>				
Accounts payable	140	\$578	\$140	\$578
Due to other agencies	<u>\$314</u>		<u>89</u>	<u>225</u>
Total liabilities	<u>\$454</u>	<u>\$578</u>	<u>\$229</u>	<u>\$803</u>
<hr/> <u>Event Tickets</u> <hr/>				
<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>
<hr/> <u>Plan Check Fees</u> <hr/>				
<u>Assets</u>				
Cash and investments	\$17,574		\$17,574	
Total assets	<u>\$17,574</u>		<u>\$17,574</u>	
<u>Liabilities</u>				
Due to other agencies	\$17,574		\$17,574	
Total liabilities	<u>\$17,574</u>		<u>\$17,574</u>	

	Balance June 30, 2008	Additions	Deductions	Balance June 30, 2009
<u>Sewer District Trust</u>				
<u>Assets</u>				
Cash and investments	\$232,351	\$425,445	\$404,703	\$253,093
Assessments receivable	425,445	257,626	425,445	257,626
Total assets	<u>\$657,796</u>	<u>\$683,071</u>	<u>\$830,148</u>	<u>\$510,719</u>
<u>Liabilities</u>				
Due to other agencies	\$657,796	\$683,071	\$830,148	\$510,719
Total liabilities	<u>\$657,796</u>	<u>\$683,071</u>	<u>\$830,148</u>	<u>\$510,719</u>
<u>Solano Garbage</u>				
<u>Assets</u>				
Cash and investments	\$82,762	\$132,356	\$82,762	\$132,356
Total assets	<u>\$82,762</u>	<u>\$132,356</u>	<u>\$82,762</u>	<u>\$132,356</u>
<u>Liabilities</u>				
Accounts payable	82,762	\$132,356	82,762	\$132,356
Total liabilities	<u>\$82,762</u>	<u>\$132,356</u>	<u>\$82,762</u>	<u>\$132,356</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	\$31,016		\$31,016	
Total assets	<u>\$31,016</u>		<u>\$31,016</u>	
<u>Liabilities</u>				
Due to other agencies	\$31,016		\$31,016	
Total liabilities	<u>\$31,016</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, 2009

	Balance June 30, 2008	Additions	Deductions	Balance June 30, 2009
<u>Harbor Plaza Trash</u>				
<u>Assets</u>				
Cash and investments	\$1,017	\$2,638	\$2,586	\$1,069
Assessments receivable	2,638	2,485	2,638	2,485
Total assets	<u>\$3,655</u>	<u>\$5,123</u>	<u>\$5,224</u>	<u>\$3,554</u>
<u>Liabilities</u>				
Accounts payable	\$346	\$136	\$346	\$136
Due to other agencies	3,309	5,333	5,224	3,418
Total liabilities	<u>\$3,655</u>	<u>\$5,469</u>	<u>\$5,570</u>	<u>\$3,554</u>
<u>Suisun-Solano Water Agency</u>				
<u>Assets</u>				
Cash and investments	\$12,852,812	\$5,974,612	\$6,560,229	\$12,267,195
Cash with fiscal agent	805,948		15,798	790,150
Assessments receivable	762,362		25,199	737,163
Total assets	<u>\$14,421,122</u>	<u>\$5,974,612</u>	<u>\$6,601,226</u>	<u>\$13,794,508</u>
<u>Liabilities</u>				
Accounts payable	\$395,865	\$234,929	\$395,865	\$234,929
Due to other agencies	14,025,257	6,135,548	6,601,226	13,559,579
Total liabilities	<u>\$14,421,122</u>	<u>\$6,370,477</u>	<u>\$6,997,091</u>	<u>\$13,794,508</u>
<u>Victorian Harbor Assessment District</u>				
<u>Assets</u>				
Cash and investments	\$89,698	\$1,559		\$91,257
Total assets	<u>\$89,698</u>	<u>\$1,559</u>		<u>\$91,257</u>
<u>Liabilities</u>				
Due to other agencies	\$89,698	\$1,559		\$91,257
Total liabilities	<u>\$89,698</u>	<u>\$1,559</u>		<u>\$91,257</u>

	Balance June 30, 2008	Additions	Deductions	Balance June 30, 2009
<hr/> CBSC - SB1473 <hr/>				
<u>Assets</u>				
Cash and investments		\$118		\$118
Total assets		\$118		\$118
<u>Liabilities</u>				
Due to other agencies		\$118		\$118
Total liabilities		\$118		\$118
 <u>Combined Totals</u>				
<u>Assets</u>				
Cash and investments	\$13,558,024	\$6,559,011	\$7,263,681	\$12,853,354
Cash with fiscal agent	805,948		15,798	790,150
Assessments receivable	1,399,858	261,876	659,397	1,002,337
Total assets	\$15,763,830	\$6,820,887	\$7,938,876	\$14,645,841
<u>Liabilities</u>				
Accounts payable	\$526,491	\$367,999	\$526,491	\$367,999
Due to other agencies	15,237,339	6,934,079	7,893,576	14,277,842
Total liabilities	\$15,763,830	\$7,302,078	\$8,420,067	\$14,645,841

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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. Ratios of Outstanding Debt by Type
4. Computation of Legal Debt Margin
5. 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 Seven Fiscal Years

	Fiscal Year						
	2003	2004	2005	2006	2007	2008	2009
Primary Government							
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	\$ 103,823,239
Restricted	6,215,569	5,007,205	5,104,513	6,213,218	13,167,071	13,051,878	26,518,847
Unrestricted	7,933,187	13,381,611	18,685,435	22,525,248	39,439,121	38,666,587	17,132,168
Total governmental activities net assets	<u>\$ 39,199,859</u>	<u>\$ 41,972,791</u>	<u>\$ 48,397,518</u>	<u>\$ 53,725,540</u>	<u>\$ 136,105,532</u>	<u>\$ 141,041,406</u>	<u>\$ 147,474,254</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. Ten years of historical data is the preferred presentation, but only 7 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 Seven Fiscal Years

	Fiscal Year						
	2003	2004	2005	2006	2007	2008	2009
Expenses:							
Governmental activities:							
General government	\$ 3,556,316	\$ 3,836,626	\$ 4,354,512	\$ 5,692,605	\$ 1,267,155	\$ 6,785,352	\$7,236,203
Public safety	4,349,512	4,339,980	4,685,740	5,251,632	5,861,374	6,324,288	6,363,693
Public works	1,620,099	1,859,194	592,499	691,932	2,966,551	3,342,076	3,638,323
Highways and streets	524,651	640,412	626,094	1,438,421	3,014,295	3,296,699	3,740,463
Building services	239,631	254,554	267,083	344,430	651,340	1,010,367	792,348
Culture and recreation	1,568,088	1,321,671	1,101,420	2,011,975	1,870,837	2,355,217	2,316,094
Community development	8,601,001	7,093,672	6,430,496	7,756,666	5,645,108	7,167,225	4,537,598
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	3,899,396
Depreciation - unallocated	3,624,882	3,617,719	5,196,026	5,593,909	-	-	-
expenses	\$ 28,845,338	\$ 28,737,733	\$ 27,359,991	\$ 32,824,560	\$ 28,851,882	\$ 34,026,862	\$32,524,118
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	\$2,740,062
Public safety	263,638	389,582	359,496	697,476	319,940	748,481	312,754
Public works	218,030	612,747	589,803	624,341	2,216,104	639,941	517,821
Highways & streets	367,076	1,732,932	2,394,708	1,553,808	2,334,759	879,344	342,901
Building services	202,515	59,231	298,204	41,298	317,863	18,164	53,089
Culture & recreation	380,680	744,000	471,208	1,094,006	1,196,929	1,350,270	1,332,502
Community development	-	-	1,785,045	1,917,728	283,191	2,344,049	1,477,067
Operating grants and contribution	1,126,389	1,530,089	4,427,312	4,471,342	4,568,940	4,059,537	6,477,075
Capital grants and contributions	1,500,437	3,857,913	2,221,756	639,070	2,537,781	1,834,313	5,098,395
Total Governmental program	\$ 5,652,480	\$ 10,908,248	\$ 14,390,816	\$ 13,136,008	\$ 15,182,965	\$ 14,441,616	\$18,351,666
Net revenues (expense)	\$ (23,192,858)	\$ (17,829,485)	\$ (12,969,175)	\$ (19,688,552)	\$ (13,668,917)	\$ (19,585,246)	\$ (14,172,452)
General revenues:							
Taxes:							
Property taxes	\$ 10,946,689	\$ 12,206,723	\$ 13,851,307	\$ 16,169,408	\$ 19,875,251	\$ 21,238,878	18,302,548
Sales taxes	872,810	869,220	914,679	1,049,626	1,042,944	982,667	954,945
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	1,347,807
Miscellaneous revenue	2,627,968	2,037,240	1,638,781	2,366,770	2,211,492	502,082	-
Total general revenues	\$ 23,448,696	\$ 20,540,635	\$ 19,393,901	\$ 25,016,575	\$ 27,655,972	\$ 24,521,121	20,605,300
Changes in net assets	\$ 255,838	\$ 2,711,150	\$ 6,424,727	\$ 5,328,022	\$ 13,987,055	\$ 4,935,875	\$ 6,432,848

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 Seven Fiscal Years

	Fiscal Year						
	2003	2004	2005	2006	2007	2008	2009
General fund:							
Reserved	\$ 184,014	\$ 2,775	\$ 1,775	\$ 1,775	\$ 74,055	\$ 64,281	\$ 3,696
Unreserved	2,132,691	2,343,785	3,491,385	4,232,462	6,028,725	4,598,741	3,250,328
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>	<u>\$ 3,254,024</u>
All other governmental funds:							
Reserved	\$ 9,091,630	\$ 7,841,008	\$ 7,686,871	\$ 8,781,695	\$ 13,093,016	\$ 12,987,597	\$ 13,233,067
Unreserved, reported in:							
Special revenue funds	7,494,572	8,577,567	13,612,325	17,595,791	19,121,306	22,009,271	22,345,744
Capital projects funds	2,935,454	9,955,401	7,769,274	7,178,602	3,063,845	4,900,037	3,847,247
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>	<u>\$ 39,426,058</u>

Source: City Financial Statements

Note: The City of Suisun City has elected to show only seven 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 Seven Fiscal Years

	Fiscal Year						
	2003	2004	2005	2006	2007	2008	2009
Revenues:							
Taxes:							
Property taxes	\$ 10,946,689	\$ 12,206,723	\$ 13,851,307	\$ 16,169,408	\$ 19,875,251	\$ 18,758,360	\$ 18,302,548
Sales taxes	872,810	869,220	914,679	1,049,626	1,042,944	982,667	954,945
Licenses and permits	1,009,731	1,229,456	1,363,143	1,301,409	1,526,909	1,282,790	1,186,684
Fines and forfeits	116,658	130,013	180,576	214,948	263,533	225,420	211,881
Intergovernmental revenue	8,416,554	8,497,755	9,281,068	7,244,280	6,648,135	8,201,756	11,620,296
Developer fees	1,500,437	1,917,161	1,400,453	984,385	1,140,627	615,649	310,548
Special assessments	814,135	931,278	1,010,339	1,074,125	1,579,243	1,669,407	315,946
Charges for services	908,578	1,312,337	1,574,921	1,673,418	1,873,012	2,161,569	3,398,653
Investment earnings	584,675	610,872	784,362	1,289,785	1,945,746	1,797,494	1,347,807
Reimbursements	1,302,941	1,202,276	590,008	881,923	2,953,283	1,964,620	75,489
Miscellaneous revenue	2,438,596	2,402,748	3,372,954	2,359,838	1,453,612	822,139	2,335,599
Total revenues	28,911,804	31,309,839	34,323,810	34,243,143	40,302,295	38,481,871	40,060,396
Expenditures:							
Current:							
General government	1,067,647	930,961	886,094	1,432,384	1,266,432	6,748,235	6,414,336
Public safety	4,186,959	4,339,980	4,637,904	4,931,225	5,795,287	6,220,072	6,351,947
Public works	454,647	438,698	545,517	503,832	2,141,410	2,215,153	1,679,017
Highways and streets	605,848	640,412	445,455	1,290,203	1,185,064	1,331,444	2,037,459
Building services	236,737	254,554	289,169	326,663	408,029	471,634	252,908
Culture and recreation	1,302,991	1,321,671	1,236,637	1,433,707	1,439,984	2,154,353	2,195,208
Community development	7,749,925	7,093,672	6,561,178	8,288,167	13,132,469	3,614,524	1,442,042
Tax increment pass-through	2,476,268	2,905,665	3,661,145	4,254,358	3,978,311	4,264,044	4,017,407
Capital outlay	4,449,870	3,881,546	5,294,548	1,087,217	6,081,255	2,788,405	12,654,625
Principal on long-term debt	2,041,124	47,456,183	2,551,920	2,711,640	3,861,196	2,802,499	2,945,450
Interest on long-term debt	4,189,979	5,366,741	3,314,200	3,244,340	3,113,824	2,975,528	3,083,869
Total expenditures	28,761,995	74,630,083	29,423,767	29,503,736	42,403,261	35,585,891	43,074,268
Revenue Over (Under) expenditures	149,809	(43,320,244)	4,900,043	4,739,407	(2,100,966)	2,895,980	(3,013,872)
Other Financing Sources (Uses):							
Sale of capital assets	-	-	-	825,975	2,580,539	400,000	540,000
Debt Proceeds	570,000	51,880,000	-	-	-	-	700,000
Transfer in	6,894,820	7,398,257	6,629,672	7,102,679	10,404,010	8,641,623	13,571,886
Transfer out	(6,355,406)	(7,178,254)	(6,726,002)	(7,102,679)	(10,404,010)	(8,758,623)	(13,677,859)
Total other financing sources (uses)	1,109,414	52,100,003	(96,330)	825,975	2,580,539	283,000	1,134,027
Net Change in fund balance	\$ 1,259,223	\$ 8,779,759	\$ 4,803,713	\$ 5,565,382	\$ 479,573	\$ 3,178,980	\$(1,879,845)
Debt service as a percentage of non-capital expenditures	25.6%	26.7%	32.3%	27.6%	26.2%	21.4%	23.6%

Source: City Financial Statements

Note: 1. The City of Suisun City has elected to show only seven 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)

<u>Fiscal Year</u>	<u>Real Property (1)</u>	<u>Personal Property (1)</u>	<u>Total (1)</u>	<u>Direct Tax Rate</u>	<u>Increase (Decrease) in Market Value</u>
Net Assessed Market Value	Net Assessed Market Value	Net Assessed Market Value	Net Assessed Market Value		
1999-00	987,599	18,959	1,006,558	n/a	8.0%
2000-01	1,078,990	21,149	1,100,139	n/a	9.3%
2001-02	1,183,173	21,728	1,204,901	n/a	9.5%
2002-03	1,286,828	21,230	1,308,058	n/a	8.6%
2003-04	1,411,206	21,457	1,432,663	n/a	9.5%
2004-05	1,590,952	23,293	1,614,245	1.116%	12.7%
2005-06	1,836,303	25,495	1,861,798	1.106%	15.3%
2006-07	2,079,531	27,107	2,106,638	1.100%	13.2%
2007-08	2,317,947	23,037	2,340,984	1.095%	11.1%
2008-09	2,193,381	21,618	2,214,999	1.097%	-5.4%

Notes:

(1) Source is California Municipal Statistics Inc.

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>
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%
2008-09	1,162	1,162	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 Direct and Overlapping Governments
Last Ten Fiscal Years
(Amounts in Thousands)

Fiscal Year	City	County	School	Other	Total
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
2008-09	.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, 2009**

<u>Taxpayer</u>	<u>Type of Business</u>	<u>Valuation</u>	<u>Percent</u>
Heritage Owner LLC	Commercial Offices	34,374,000	1.55%
Cap V Suisun LLC	Residential	22,525,800	1.02%
Village Green Apartments LLC	Multi-Family Residential	17,628,597	0.80%
Walmart Stores Inc	Vacant Lot	14,280,000	0.64%
Obrien At Suisun LLC	Vacant Lot	13,887,514	0.63%
Peter L. Carter Trust	Commercial	13,477,659	0.61%
One Harbor Center	Commercial Office Lease	9,741,629	0.44%
WRI Golden State LLC	Commercial Sales and Service	8,718,628	0.39%
Cottonwood Creek Housing Assoc.	Multiple Residential	8,173,720	0.37%
Pellarin Enterprises	Commercial	<u>7,548,000</u>	0.34%
Total		<u>\$ 150,355,547</u>	6.79%
Total Suisun City Assessed Valuation (value includes Outer TRAs)		<u><u>\$ 2,215,250,067</u></u>	

Notes:

- (1) Source is Solano County Assessment Rolls
- (2) Percent is of fiscal year 2008-2009 total assessed value for the project area.
- (3) Information for the past eight years is not available, and information from last year is available upon request.

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)

Fiscal Year	Estimated Population (1)	Net Assessed Valuation (2)	Net Bonded Debt	Percentage of Net Bonded Debt to Assessed Value	Net Bonded Debt Per Capita	Percentage of Net Bonded Debt to Personal Income
1999-00	27,247	\$ 1,006,558,000	\$ 3,810,000	0.38%	\$ 139.8	n/a
2000-01	26,685	1,118,819,000	3,690,000	0.33%	138.3	0.62%
2001-02	26,118	1,231,437,000	3,565,000	0.30%	136.5	0.58%
2002-03	26,635	1,336,274,000	3,435,000	0.26%	129.0	0.66%
2003-04	27,416	1,462,654,000	3,295,000	0.23%	120.2	0.67%
2004-05	27,716	1,614,245,111	3,155,000	0.20%	113.8	0.72%
2005-06	27,748	1,861,798,248	3,005,000	0.16%	108.3	0.77%
2006-07	27,980	2,106,638,785	2,850,000	0.14%	101.9	0.82%
2007-08	28,193	2,340,984,658	2,685,000	0.11%	95.2	0.90%
2008-09	28,856	2,214,999,652	2,510,000	0.11%	87.0	0.86%

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>
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
2008-09	175,000	140,122	315,122	43,074,268	.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
Ratios of Outstanding Debt by Type
Last Ten fiscal Years

Fiscal Year	General Obligation Bonds	Certificates of Participation	Tax Allocation Bonds	Capital Leases	Loan & Notes Payable	Total Primary Government	Percentage of Personal Income	Per Capita
1999-00	\$ 3,810,000	\$ 2,880,000	\$ 61,498,944	\$ 2,715,951	\$ 15,464,092	\$ 86,368,987	n/a	\$ 3,170
2000-01	3,690,000	2,765,000	60,977,857	2,948,794	15,074,931	85,456,582	0.03%	3,202
2001-02	3,565,000	2,645,000	60,378,135	2,857,906	14,862,501	84,308,542	0.02%	3,228
2002-03	3,435,000	2,525,000	59,864,314	2,584,946	14,519,546	82,928,806	0.03%	3,114
2003-04	3,295,000	2,490,000	64,964,563	2,384,303	14,176,567	87,310,433	0.03%	3,185
2004-05	3,155,000	2,310,000	63,908,237	2,214,938	13,815,931	85,404,106	0.03%	3,081
2005-06	3,005,000	2,130,000	62,720,806	2,242,941	13,480,461	83,579,208	0.03%	3,012
2006-07	2,850,000	1,945,000	61,478,775	2,054,233	12,077,970	80,405,978	0.03%	2,874
2007-08	2,685,000	1,755,000	60,218,950	1,859,280	11,805,424	78,323,654	0.03%	2,778
2008-09	2,510,000	1,560,000	58,918,140	2,323,505	11,520,749	76,832,394	0.03%	2,663

Notes:

- (1) Details regarding the City's outstanding debt can be found in the notes to the financial statements.
- (2) Refer to the Demographics Statistics for personal income and population data.

CITY OF SUISUN CITY
Computation of Legal Debt Margin
June 30, 2009

<u>Fiscal Year</u>	<u>Assessed Value</u>	<u>Debt Limit</u>	<u>Total Net Debt Applicable to Limit</u>	<u>Legal Debt Margin</u>	<u>Ratio of Outstanding Net Debt Limit</u>
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%
2008-09	2,214,999,652	83,062,487	2,510,000	80,552,487	3.02%

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, 2009

2008-09 Net Assessed Valuation : \$2,214,999,652
 Redevelopment Incremental Valuation: 1,567,382,614
 Adjusted Assessed Valuation \$647,617,038

<u>Direct and Overlapping Tax and Assessment Debt</u>	Total Debt 6/30/09	% Applicable (1)	City's Share of Debt 6/30/09
Fairfield-Suisun Joint Unified School District	88,990,000	7.147%	6,360,115
FSUSD Community Facilities District # 1	2,658,300	100.0%	2,658,300
FSUSD Community Facilities District # 4	1,076,557	100.0%	1,076,557
FSUSD Community Facilities District # 5	36,200,256	16.314%	5,905,710
Solano County Community College District	115,945,090	1.816%	2,080,055
City of Suisun City General Obligation Bonds	2,510,000	100.0%	2,510,000
City of Suisun City Zone of Benefit Obligations	2,057,460	100.0%	2,057,460
Suisun City 1915 Act Bonds	425,000	100.0%	<u>425,000</u>
 Total Direct and Overlapping Tax and Assessment Debt			 23,073,197
 <u>Direct and Overlapping General Fund Obligation Debt:</u>			
Solano County General Fund Obligations	133,355,000	1.737%	2,316,376
Solano County Board of Education Certificates of Participation	2,990,000	1.737%	51,936
Solano County Pension Obligations	118,830,000	1.737%	2,064,077
City of Suisun City Certificates of Participation	1,560,000	100.0%	<u>1,560,000</u>
 Total Direct and Overlapping General Fund Obligation Debt			 5,992,390
 COMBINED TOTAL DEBT			 <u>\$ 29,065,587</u> (2)

(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 (\$2,510,000) **0.11%**
 Total direct and overlapping tax and assessment debt 1.04%

Ratios to Adjusted Assessed Valuation:

Combined direct debt (\$4,070,000) **0.63%**
 Combined total debt 4.49%

State school building aid repayable as of June 30, 2009 : \$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>
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
2008-09	4.02	28,856	663	3.162	6.3	23,021	72,791	664,281,182

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, 2009**

<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 Functions
Last Seven Fiscal Years

Function	Full-time Equivalent Employees as of June 30							
	2002	2003	2004	2005	2006	2007	2008	2009
General Government	14	17	15	14	15	16	15	18
Public Safety	44	41	39	38	39	37	40	36
Public Works	15	15	15	17	18	16	18	17
Community development	5	5	4	4	4	6	5	5
Recreation	5	5	5	5	5	8	6	5
Redevelopment	3	3	3	3	3	3	4	4
Total	<u>86</u>	<u>86</u>	<u>81</u>	<u>81</u>	<u>84</u>	<u>86</u>	<u>88</u>	<u>85</u>

Source: City of Suisun City records.

Note : Information prior to 2002 is not available

CITY OF SUISUN CITY
Operating Indicators By Function
Last Seven Fiscal Years

	2003	2004	2005	2006	2007	2008	2009
Public Safety - Police							
Arrests	not available	768	907	953	955	937	1507
Parking Citations Issued	not available	1,242	1,691	1,734	1,631	1372	2438
Public Safety - Fire							
Number of emergency calls	1,480	1,692	1,601	1,775	1,776	1674	1866
Culture and Recreation							
Number of recreation classes	not available	not available	not available	194	174	300	196
Number of facility rentals	not available	not available	not available	850	730	736	382

Source: Various City records.

Note: 1) Informations prior to 2003 is not available.

2) Information for other functions are not available.

**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>
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
2008-09	1	5,500,000	0	0

Notes:

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

CITY OF SUISUN CITY
Special Assessments Billings and Collections
Last Ten Fiscal Years

<u>Fiscal Year</u>	<u>Special Assessment Billings</u>	<u>Assessment Collections</u>	<u>Percent of Collections</u>
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%
2008-09	1,556,586	1,556,586	100.00%

Notes:

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

CITY OF SUISUN CITY
Miscellaneous Statistics
June 30, 2009

City Type	General Law
Date of Incorporation	1868
Date Founded	1848
Form of Government	Council/Manager
Population	28,856
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	\$2,214,999,652
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