

# Comprehensive Annual Financial Report

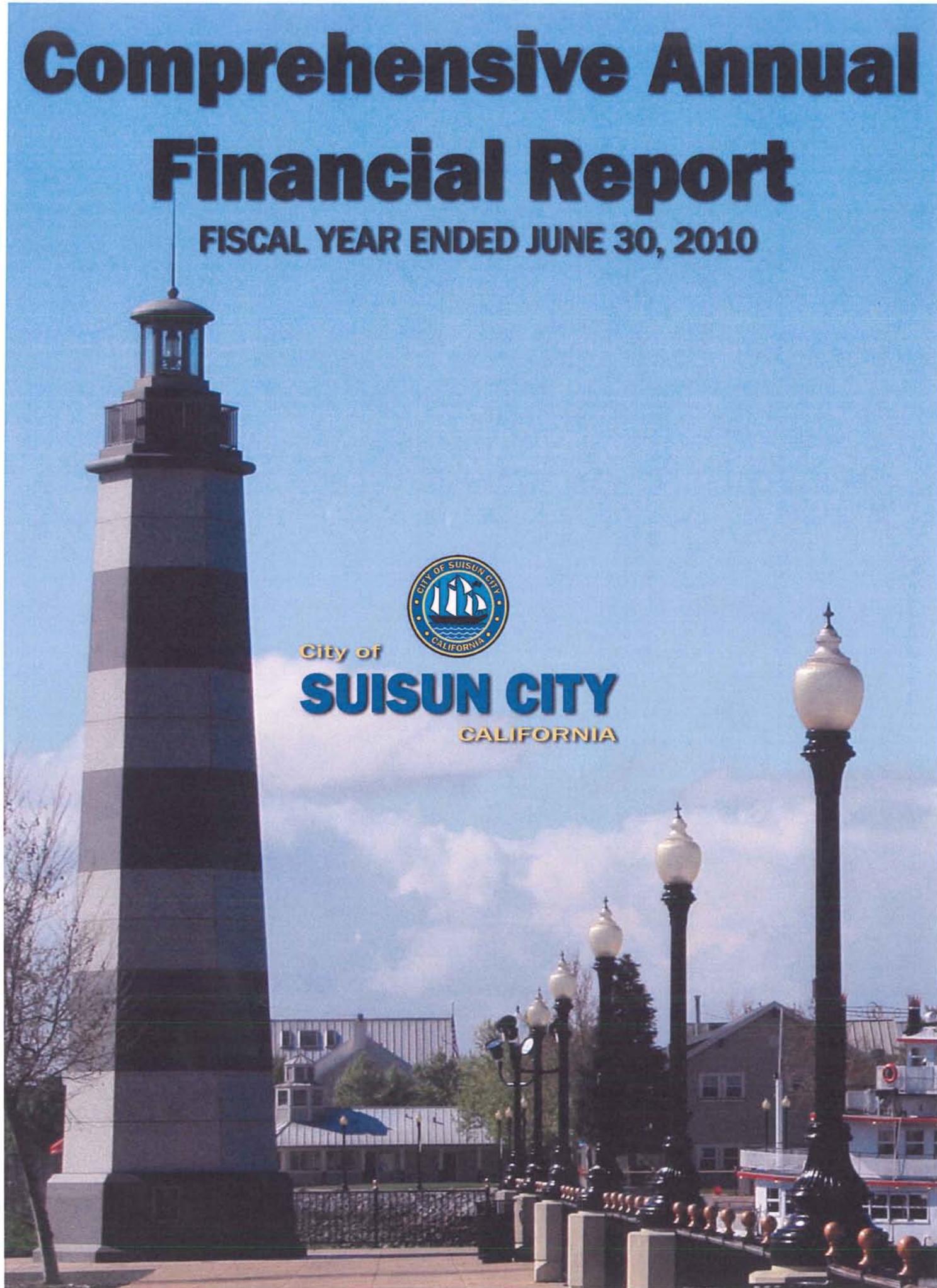
FISCAL YEAR ENDED JUNE 30, 2010



City of

**SUISUN CITY**

CALIFORNIA



# **Comprehensive Annual Financial Report**

**FISCAL YEAR ENDED JUNE 30, 2010**

**Prepared by the  
Department of Administrative Services**



CITY OF SUISUN CITY, CALIFORNIA

Comprehensive Annual Financial Report  
For the Year Ended June 30, 2010

Table of Contents

**INTRODUCTORY SECTION**

Table of Contents ..... i  
Letter of Transmittal..... v  
Principal Officials..... xi  
Organizational Chart ..... xii  
Location Map ..... xiii  
GFOA Certificate of Achievement for Excellence in Financial Reporting..... xiv

**FINANCIAL SECTION**

*Independent Auditor's Report on Basic Financial Statements*..... 1  
*Management's Discussion and Analysis* ..... 3

**Basic Financial Statements:**

Government-wide Financial Statements:

Statement of Net Assets..... 22  
Statement of Activities..... 23

Fund Financial Statements:

Major Governmental Funds:

Balance Sheet ..... 26  
Reconciliation of the Governmental Funds - Fund Balances with  
the Governmental Activities Statement of Net Assets ..... 28  
Statement of Revenues, Expenditures, and Changes in Fund Balances ..... 30  
Reconciliation of the Net Changes in Fund Balances Total Governmental  
Funds with the Change in Governmental Net Assets ..... 32

Statement of Revenues, Expenditures and Changes in Fund Balances - Budget and Actual:

General Fund..... 33

CITY OF SUISUN CITY, CALIFORNIA

Comprehensive Annual Financial Report  
For the Year Ended June 30, 2010

Table of Contents

**FINANCIAL SECTION (Continued):**

Local Transportation Special Revenue Fund .....	34
RDA – Housing Set-Aside Special Revenue Fund.....	35
RDA – Other Special Revenue Fund .....	36
Major Proprietary Funds:	
Statement of Net Assets .....	38
Statement of Revenues, Expenses and Changes in Fund Net Assets .....	39
Statement of Cash Flows.....	40
Fiduciary Funds:	
Statement of Fiduciary Net Assets.....	42
Notes to Financial Statements .....	43
Supplemental Information:	
<b>Budgeted Major Governmental Funds Other than the General Fund and Special Revenue Fund:</b>	
Schedule of Revenues, Expenditures and Changes in Fund Balances – Budget and Actual:	
RDA Bonds Debt Service Fund .....	72
<b>Non-Major Governmental Funds:</b>	
Combining Balance Sheets.....	76
Combining Statements of Revenues, Expenditures and Changes in Fund Balances .....	82
Combining Schedule of Revenues, Expenditures and Changes in Fund Balances - Budget and Actual.....	88
<b>Internal Service Funds:</b>	
Combining Statement of Net Assets .....	106
Combining Statements of Revenues, Expenses and Changes in Fund Net Assets.....	107
Combining Statements of Cash Flows .....	108
<b>Fiduciary Funds:</b>	
Statement of Changes in Assets and Liabilities .....	112

**CITY OF SUISUN CITY, CALIFORNIA**

**Comprehensive Annual Financial Report  
For the Year Ended June 30, 2010**

**Table of Contents**

**STATISTICAL SECTION**

Net Assets by Component .....	120
Changes in Net Assets .....	121
Fund Balances of Governmental Funds .....	122
Changes in Fund Balances of Governmental Funds.....	123
Net Assessed and Estimated Actual Value of Property.....	124
Property Tax Levies and Collections .....	125
Property Tax Rates Direct and Overlapping Governments.....	126
Principal Taxpayers .....	127
Ratio of Net General Obligation Bonded Debt to Assessed Value and Net General Obligation on Bonded Debt Per Capita.....	128
Ratio of Annual Debt Service Expenditures for General Obligation Bonded Debt to Total General Government Expenditures .....	129
Ratios of Outstanding Debt by Type.....	130
Computation of Legal Debt Margin.....	131
Schedule of Direct and Overlapping Debt .....	132
Demographic Statistics .....	133
Principal Employers.....	134
Full-Time Equivalent Employees by Function .....	135
Operating Indicators by Function.....	136
Construction Value .....	137
Special Assessments Billings and Collections.....	138
Miscellaneous Statistics.....	139

This Page Left Intentionally Blank

CITY COUNCIL

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



CITY COUNCIL MEETING

First and Third Tuesday  
Every Month

CITY OF SUISUN CITY

701 Civic Center Blvd.  
Suisun City, California 94585

Incorporated October 9, 1868

December 31, 2010

To Honorable Mayor Pete Sanchez  
To Honorable Members of the City Council  
Citizens of the City of Suisun City, California

Ladies and Gentlemen:

The Comprehensive Annual Financial Report with the independent auditor's report (CAFR) of the City of Suisun City for the fiscal year ended June 30, 2010 (FY 2009-2010) is hereby submitted. The report is submitted in compliance with California Government Code Sections 25250 and 25253. The Office of Administrative Services prepared the CAFR in conformance with the principles and standards for financial reporting set forth by the Government Accounting Standards Board (GASB).

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, 2010, 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.

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

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.

## **KEY FINANCIAL REPORT SECTIONS**

The **Introductory Section** includes information about the organizational structure of the City, the City's economy, major initiatives, status of City services and cash management.

The **Financial Section** includes the Management's Discussion and Analysis (MD&A), Basic Financial Statements include the government-wide financial statements that report on all City financial operations, and also include fund financial statements that present information for all City funds. The independent auditor's report on the Basic Financial Statements is also included.

The **Statistical Section** includes up to ten years of historical financial data and miscellaneous economic information that conforms to GASB standards for reporting-Statement No. 44.

## **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 is forecast to be near zero in 2010; however, between 2010 and 2015, the annual growth rate is forecast to average 2.0 percent per year.

- Population is expected to grow 0.6 percent in 2010. Annual growth in the 2010 to 2015 period is forecast to average 1.2 percent per year.
- Between 2010 and 2015, all sectors experience some net positive job creation. Principle job creation is expected to occur in professional services, education and healthcare, trade, and construction, each of which creates over 2,000 jobs.
- Total taxable sales adjusted for inflation are expected to increase by an average of 2.7 percent per year during the 2010 to 2015 period.
- Real per capita income is forecast to rise 1.6 percent in 2010.

Source:[http://www.dot.ca.gov/hq/tpp/offices/ote/socio\\_economic\\_files/2010/Solano.pdf](http://www.dot.ca.gov/hq/tpp/offices/ote/socio_economic_files/2010/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 2010-2011 has a structural operating surplus of over \$26,000. The structural operating surplus is calculated by subtracting ongoing expenditures from ongoing revenues, and it takes into account “bridge” funding such as the use of Redevelopment loan repayment. The structural analysis treats these revenues as ongoing in that they are a “bridge” to when new ongoing revenues are expected to arrive.

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 – Completion of the stunning new entertainment venue which includes the Courtyard, the Fireplace and complemented by new restaurants.

- Hampton Inn & Suites – Opening of the hotel on the Waterfront, along with the public improvements including the extension of Harbor Center.
- Community & Aquatic Center – The Salvation Army acquired the center and will reopen by November 2011.
- Wal-Mart Supercenter – the process of compliance with all requirements is still ongoing.

The full detail of project highlights in fiscal year 2009-2010 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.

## **Fiscal Management**

It is the City's policy to minimize the subsidization by the general taxpayer of the costs of services provided to the public that are of specific benefit, rather than general benefit.

In addition, community facilities districts (CFD), maintenance assessments districts (MAD) and parking assessment districts (PAD) is used to offset 100 percent of zone costs for maintenance of public improvements that serve new developments, and 80 percent of eligible general City services allocable to new developments.

Consistent with the State Constitution, charges for services will not exceed the cost reasonably borne to deliver those services. Costs reasonably borne may include direct and in-direct costs.

Whenever required by bond indentures, the City will determine whether debt service coverage ratios are being met. Whenever coverage ratios are not being met, the staff will recommend rate increases or expenditure reductions or some combination of the two in order to meet coverage ratios.

In spite of the challenging times, the FY 2010-11 Annual Budget continues us on this path consistent with the City Council's commitments and goals. With an adequate reserves and the promise of increased sales tax and transient occupancy tax tied to ongoing economic development efforts, the City continue through the next fiscal year without cutting staff, reducing compensation, instituting furloughs or significantly modifying service levels.

## **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, 2009. This is the sixth 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. We would also like to thank Maze and Associates for their invaluable professional support in the preparation of the CAFR. Finally, we want to thank 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, 2010**

**CITY COUNCIL**

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

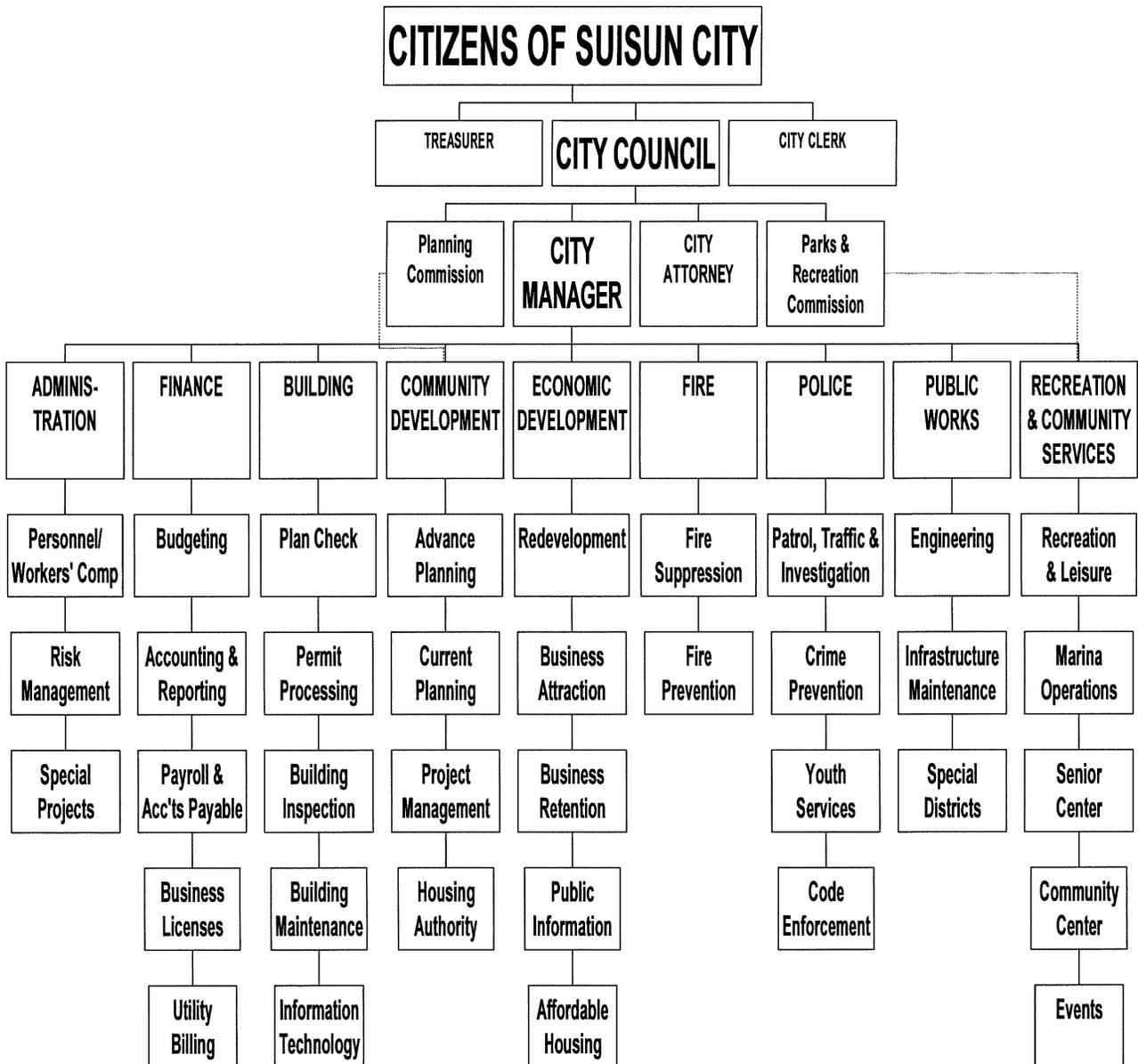
**ELECTED AND APPOINTED OFFICIALS**

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

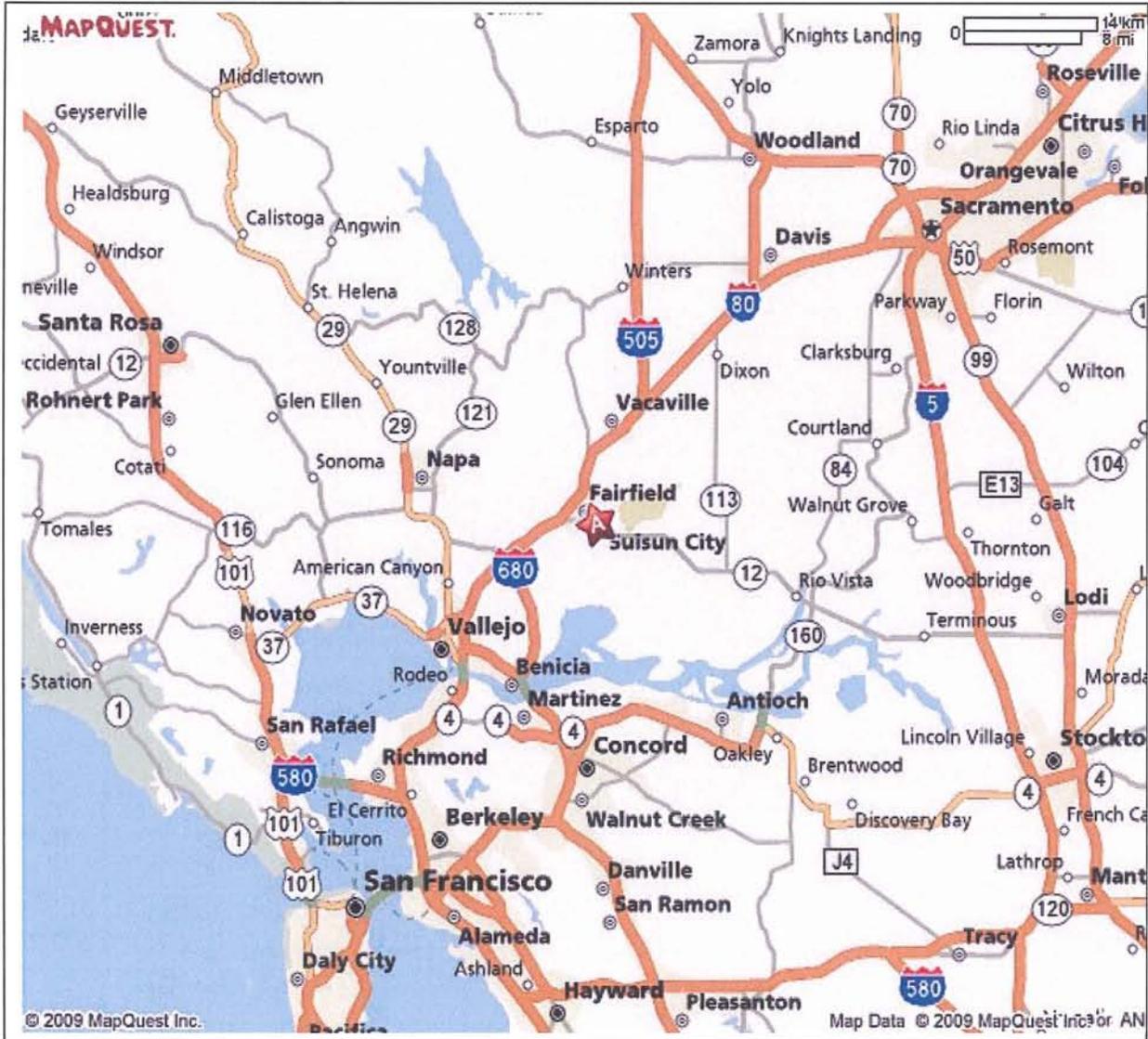
**ADMINISTRATIVE TEAM**

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	Dan Kasperson
Recreation and Community Services Director	John "Mick" Jessop
Community Development Director	April Wooden
Financial Services Manager	Mark Joseph

# CITY OF SUISUN CITY ORGANIZATION CHART



# Location Map



# Certificate of Achievement for Excellence in Financial Reporting

Presented to

City of Suisun City  
California

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

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



A handwritten signature in black ink, appearing to read "Jeffrey R. Emer".

President

A handwritten signature in black ink, appearing to read "Jeffrey R. Emer".

Executive Director

**ACCOUNTANCY CORPORATION**

3478 Buskirk Ave. - Suite 215  
Pleasant Hill, California 94523  
(925) 930-0902 • FAX (925) 930-0135  
maze@mazeassociates.com  
www.mazeassociates.com

**INDEPENDENT AUDITOR'S REPORT  
ON BASIC FINANCIAL STATEMENTS**

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

We have audited the financial statements of the governmental activities, each major fund, and the aggregate remaining fund information of the City of Suisun City, California, as of and for the year ended June 30, 2010, 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, 2010 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.

As described in Note 14 the City implemented the provision of GASB Statement No. 45, *Accounting and Financial Reporting by Employers of Post Employment Benefits other than Pensions*.

In accordance with *Government Auditing Standards*, we have also issued our report dated November 17, 2010 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.

*Mare & Associates*

November 17, 2010

**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, 2010. 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 \$218 million, liabilities of \$76 million, and net assets of \$142 million.
- Net assets, as measured in the government-wide financial statements, decreased \$5.4 million. The decrease is summarized by total revenues of \$31.3 million, less total expenses of \$36.7 million, resulted to a negative net change of about \$5.4 million.
- The City's long-term debt decreased by \$3,810,750. The decrease was primarily due to principal payments of about \$4.5 million which includes payoff of the YMCA capital lease, and the recording of accreted interest of \$0.7 million in the 1998 Capital Appreciation Bonds. Please refer to Note 8 for details.

**Governmental Funds Financial Statements**

- As of the close of fiscal year 2010, the City's governmental funds reported a combined ending fund balance of \$32.1 million, a decrease of \$10.6 million for the year ending June 30, 2010. The detailed components of Revenues and Expenditures can be found in the accompanying Statement of Revenues, Expenditures and Changes in Fund Balances on page 26.
- 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, 2010, the General Fund, fund balance was \$6,046,669, a net increase of \$2,792,645 over the balance at June 30, 2009. The bulk of this increase was due to the \$1.3 million net proceeds from sale of property known as the YMCA and the reimbursement of \$2.5 million by the City's Redevelopment Agency for the construction cost of Harbor Street extension project. As of June 30, 2010, the unreserved fund balance for the General Fund was \$4,035,401 and \$2,011,268 reserved for prepaid and advances to other funds.
- The (\$1.3 million) fund balance in the Redevelopment Agency Debt Service Fund includes \$5.06 million in reserves with the trustee for the Tax Allocation Bonds and a (\$7.3 million) in undesignated fund balance. The negative fund balance is a result of \$13.6 million in liabilities which includes the \$5.7 million advances from Housing Set-Aside Fund used to pay Supplemental Educational Revenue Augmentation Fund (SERAF), \$4.5 million for reimbursement agreement with the City for the 2004 Certificate of Participation and \$2.0 million payable to City for Harbor Street Extension project cost.
- The \$0.3 million fund balance in the Local Transportation Special Revenue is for road projects.

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

---

- The \$11.2 million fund balance in the Redevelopment Housing Set-Aside Special Revenue is being held for low- and moderate-income Redevelopment Agency housing projects. \$7.6 million was reserved for long-term receivable and \$3.6 million is for projects such as First-Time Home Buyer-Foreclosure program.

**FY 2009-2010 Project Highlights**

- HAMPTON INN & SUITES – Opening of the hotel on the Waterfront, along with the public improvements including the extension of Harbor Center and the pedestrian oriented transition along Driftwood to Sheldon Plaza.
- HARBOR SQUARE – Completion of the stunning new entertainment venue: the Courtyard and Fireplace at Harbor Square, and new businesses like the Cast Iron Grill & Bar, Dimitri's Lounge by the Bay and a number of new ventures in the works.
- 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. During FY 2009/2010, the Agency assisted 10 first-time homebuyer households, with a total loan amount of \$523,198.
- NEIGHBORHOOD REINVESTMENT PROGRAM - Continued administration of a Neighborhood Reinvestment Program for residential properties in need of exterior improvements. The Agency utilized \$87,744.58 of Housing Set-Aside monies as matching funds in the 2009-2010 fiscal year for this program, which leveraged into a total public/private investment of \$158,286 for 58 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. Participants for this year includes Joy of Eating restaurant on the corner of Solano and Kellogg Streets, exterior paint and minor architectural improvements for new Del Taco restaurant on Sunset Avenue, as well as removal of existing fixed storefront door system and installation of new doors and storefront awning for Eco-Delight Coffee at Harbor Square on Main Street.
- COMPREHENSIVE MARKETING STRATEGY - Continued 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. For fiscal year 2009-2010, implementation of the Marketing Plan resulted in the following:
  - a. Developed designs for a Waterfront District iconic sign.
  - b. Launched destination-focused off-season signage campaign for events billboard on Highway 12 and Pennsylvania Avenue.
  - c. Launched Interstate 80 billboard advertising campaign.

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

---

- d. Initiated on-going regional marketing efforts with AAA's VIA Magazine, and fielded 2,100 VIA reader inquiries for response packets containing marketing informational materials for business and recreation.
  - e. Continued to pursue Regional Waterways advertising initiated to target the boating community.
  - f. Continued implementation of a comprehensive publicity plan including strategic press releases, contacts with media representatives and social media strategy. The Agency actively embraced and launched a social media marketing campaign on Facebook and Twitter. As a result, the Agency has become a leader in the use of new technology in the marketing arena, evidenced by participating as expert panel speakers at the League of California Cities and the California Association of Public Information Officers seminar workshops.
  - g. Continued support of marketing efforts for on-going activities through City website and Discovery newsletter (i.e. theatrical plays at Harbor Theater, special events at Wildlife Center, and seasonal Lawler Gallery shows and exhibits.)
  - h. Continued to leverage partnerships with businesses and destination attractions to increase awareness of year-round tourist activity and business opportunities.
- **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 \$1,370,000. These funds were divided into two projects, Sunset Avenue Rehabilitation (\$700,000) and Main Street Rehabilitation (\$670,000). 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. More details on these projects are below.
    - **SUNSET AVENUE REHABILITATION (ARRA)** – In general, the Project consisted of pavement resurfacing including digging-out localized pavement failures, removing pavement markings, replace pedestrian ramps (as needed), replacing street lights, upgrading asphalt crosswalks to stamped asphalt, AC overlay, replacing traffic signal loops and pavement markings. The Project area includes Sunset Avenue from just north of SR-12 to Railroad Avenue West. The resurfacing of this roadway will extend the life of the underlying pavement and improves safety. ARRA funds funded this \$700,000 project in its entirety and were completed in April 2010.

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

---

- **MAIN STREET REHABILITATION (ARRA)** – In general, this Project consists of subgrade repair, pavement resurfacing, curb, gutter and sidewalk replacement in areas where the roadway has settled of Main Street from Solano Street to Driftwood Drive. Pavement resurfacing includes digging-out localized pavement failures, subgrade stabilization, removing pavement markings, AC overlay and new pavement markings. Sections of curb, gutter and sidewalk will be replaced and pedestrian ramps will be replaced to meet the current standard. ARRA funds will fund this \$670,000 project in its entirety and is estimated for completion in spring 2011.
  
- **2009 ARCS PROJECT** - As part of the City's Pavement Management Program (PMP), staff developed a pavement rehab project that 11 street segments to be funded with City funds and 14 street segments to be funded through the SSWA resurfacing and water service replacement partnership. In addition to the 14 street segments being resurfaced, over 100 water services will be replaced by SID prior the streets' being resurfaced. This project involved using 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, emergency service providers, the Solano Garbage Company and those that are expected to be impacted by the street resurfacing activities. The total cost of the project totaled just over \$700,000, funded mainly through the SSWA partnership, Prop 1B funds, and Prop 42 funds.
  
- **WATERFRONT RAILINGS IMPROVEMENTS** - This project completed repair and repainting of the waterfront promenade railing, light fixtures, and benches. This project also included caulking of the promenade sidewalk joints. This project was funded by the Workforce Housing Grant and was completed for a total of approximately \$60,000. This project was completed in spring 2010.
  
- **CITY HALL GENERATOR** – This project is to provide emergency power to City Hall and the Police Department. Previously, the Police Department had an emergency generator, but could only provide emergency power to the Police Department building. This project upgraded the current system and provided the necessary emergency power services to both City Hall and the Police Department. This \$275,000 project was funded partly by a Workforce Housing Grant and the Public Facilities Fund. This project was completed in spring 2010.
  
- **WAL-MART SUPERCENTER** –the Regional Water Quality Control Board, on a 5 to 2 vote – approved Wal-Mart's permit with a condition to return before construction with the mitigation plan involving the ditch. Wal-mart has every thing it needs to start the preconstruction phase of the project. The site plan is firmed up through the regulatory process.
  
- **SALVATION ARMY-SUISUN CITY CORPS COMMUNITY CENTER** – The Salvation Army purchased the city-owned recreation center previously leased to YMCA on December 2009. The acquisition and the extensive renovation is projected to cost \$12 million. The new community center will offer state-of-the-art fitness equipment, an aquatic center, indoor gymnasium, dance studio, a party room, classrooms and multi-use community activity areas. The new facility is expected to open on November 2011.

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

---

---

- 30-acre Site – Purchased a 30-acre site at Highway 12 and Marina for future use when the economy turns around.
- 707 Main Street - Acquired 707 Main Street, which is part of an assembly of property acquired by the Agency on the west side of the 700 block of Main Street for future development.
- Public Safety – On the public safety front, the City continue to see the crime statistics dropping on a year-to-year basis, allowing the City to continue to be one of the safest communities in all Solano County.

**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.

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

**Governmental funds**

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

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

The City maintains a total of 90 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.

	<b>General Fund</b>	<b>Other Major Funds</b>	<b>Other Governmental Funds</b>	<b>Total Governmental Funds</b>
Revenues	\$ 7,511,804	\$ 14,566,902	\$ 8,627,174	\$ 30,705,880
Current expenditures	9,067,750	13,265,144	7,024,390	29,357,284
Capital outlay	55,100	7,574,084	292,083	7,921,267
Debt service	19,296	5,057,204	2,517,244	7,593,744
	<u>9,142,146</u>	<u>25,896,432</u>	<u>9,833,717</u>	<u>44,872,295</u>
Net transfers including sale of capital assets & issuance of debt	4,422,987	(1,725,215)	842,184	3,539,956
Net change in fund balances	2,792,645	(13,054,745)	(364,359)	(10,626,459)
Fund balances, beginning of year	3,254,024	23,991,192	15,434,866	42,680,082
<b>Fund balances, end of year</b>	<u>\$ 6,046,669</u>	<u>\$ 10,936,447</u>	<u>\$ 15,070,507</u>	<u>\$ 32,053,623</u>

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

---

---

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

**Proprietary funds**

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

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

**Fiduciary funds**

Fiduciary funds are used to account for resources held for the benefit of parties outside the government. Fiduciary funds are not reflected in the government-wide financial statements because those resources are not available to support the City's own programs. Accordingly, only assets and liabilities are reported for these funds. The major fiduciary fund maintained by the City is the Suisun-Solano Water Agency Fund. Please refer to page 112 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 eight years.

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

**GOVERNMENT-WIDE FINANCIAL ANALYSIS**

Analysis of Net Assets

Net assets are a measure of a government's financial position and, over time, a trend of increasing or decreasing net assets is an indicator of the financial health of the organization. The City of Suisun's net assets, exceeded liabilities by \$142,075,535. A schedule of net assets is presented in the following table.

<b>Net Assets</b>				Total
<b>June 30, 2010 and 2009</b>				Percentage
	Governmental	Governmental	Governmental	Change
	Activities	Activities	Activities	
	2010	2009		
Current and other assets	\$ 47,096,194	\$ 59,601,324		-21%
Capital Assets	171,206,238	170,084,433		1%
<b>Total Assets</b>	<b>218,302,432</b>	<b>229,685,757</b>		<b>-5%</b>
Current liabilities	6,152,486	8,462,923		-27%
Noncurrent liabilities	70,074,411	73,748,580		-5%
<b>Total Liabilities</b>	<b>76,226,897</b>	<b>82,211,503</b>		<b>-7%</b>
Net assets:				
Invested in capital assets, net of related debt	108,661,774	103,823,239		5%
Restricted for:				
Debt Service	4,576,241	3,368,567		36%
RDA housing set-aside programs	11,242,512	15,320,186		-27%
Off-site street improvement	3,821,236	4,494,790		-15%
Sewer maintenance	1,495,712	1,370,490		9%
Park development capital projects	1,353,293	1,312,569		3%
1998/2003 Tax Allocation Bonds capital projects	407,805	652,245		-37%
<b>Total Restricted Net Assets</b>	<b>22,896,799</b>	<b>26,518,847</b>		<b>-14%</b>
Unrestricted	10,516,962	17,132,168		-39%
<b>Total net assets</b>	<b>\$ 142,075,535</b>	<b>\$ 147,474,254</b>		<b>-4%</b>

Net assets invested in capital assets (e.g., land, buildings, equipment and infrastructure) of \$108,661,774 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.

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

Restricted net assets of \$22.8 million represent resources that are subject to external restrictions on how they may be used. The \$10.5 million unrestricted net assets consist mainly of \$4.0 million in general fund and \$6.5 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.

**Analysis of Changes in Net Assets**

The City's net assets decreased by \$5.4 million during the current fiscal year. This negative 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, 2010 and 2009**

	Governmental Activities		Total Percentage Change
	2010	2009	
<b>Revenues:</b>			
Program revenues:			
Charges for services	\$ 6,107,313	\$ 6,776,196	-10%
Operating grants & contributions	8,118,611	6,477,075	25%
Capital grants & contributions	1,438,277	5,098,395	-72%
General revenues:			
Property Taxes	13,400,389	18,302,548	-27%
Sales Tax	885,450	954,945	-7%
Gain on sale of capital assets	407,246	-	0%
Investment earnings	912,492	1,347,807	-32%
Miscellaneous	-	-	0%
<b>Total revenues</b>	<b>31,269,778</b>	<b>38,956,966</b>	<b>-20%</b>
<b>Program expenses:</b>			
General government	15,431,040	10,407,757	48%
Public safety	6,356,448	6,363,693	0%
Public works	3,205,912	3,638,323	-12%
Highways and streets	2,739,175	3,740,463	-27%
Building Services	832,962	792,348	5%
Culture & recreation	2,255,968	2,316,094	-3%
Community development	1,924,490	1,366,044	41%
Interest on long-term debt	3,922,503	3,899,396	1%
<b>Total program expenses</b>	<b>36,668,497</b>	<b>32,524,118</b>	<b>13%</b>
<b>Change in net assets</b>	<b>(5,398,719)</b>	<b>6,432,848</b>	<b>-184%</b>
Net assets-Beginning	147,474,254	141,041,406	5%
<b>Net assets - end of the year</b>	<b>\$ 142,075,535</b>	<b>\$ 147,474,254</b>	<b>-4%</b>

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

---

Note: For the purpose of comparison, some revenues and expenditures in 2010 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.

Net assets decreased by \$5,398,719 due to the following factors:

- The City generated a total of \$31.3 million in revenues and spent \$36.7 million in expenditures. Decrease in revenue of about \$7.7 million is mainly caused by the decrease of about \$4.9 million in property taxes, decrease of \$3.7 million in capital grants and contribution and a decrease of \$435,314 in investment earnings. The increase of \$1.7 million in operating grants can be attributed to federal grants such as American Recovery Reinvestment Act of 2009 (ARRA) and Justice Assistance Grant (JAG) programs.
- The total expenditures have increased by \$4,144,379 as illustrated above. The increase was mainly due to payment of \$5.7 million in Supplemental Educational Revenue Augmentation Fund (SERAF). Major decrease comes from highway and streets expenditures and from public works.

**ANALYSIS OF MAJOR GOVERNMENTAL FUNDS**

**General Fund**

General Fund revenues of about \$7.5 million were generated. A decrease of about \$1.2 million from the previous fiscal year. The decrease was mainly attributed to decline in intergovernmental revenue and investment earnings.

General Fund expenditures of \$9.1 million were made, including a decrease of about \$1.8 million from previous fiscal year. The decrease was attributed mainly to the \$1.5 million decrease in capital outlay from prior year and about \$300,000 of reductions in various expenditure programs.

The General Fund balance at fiscal year-end was \$6.0 million, consisting of restricted \$2.0 million, and \$4.0 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 \$1.4 million were generated mostly through grants and a transfer in of about \$0.8 million from OSSIP funds. Expenditures of \$2.5 million consist of \$1.3 million for Sunset & Railroad Rehabilitation, \$0.7 million for Streets Improvements & Restoration, \$0.3 million for County Bikeway Gap Closure and \$0.2 million in various streets projects within City limits.

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

---

---

**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. The decrease in the fund balance of \$ 4.1 million was mainly due to the acquisition of a 30-acre land along Marina & Highway 12 worth \$5.0 million. The future use of this property can benefit the City's housing program when the economy improves.

**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**

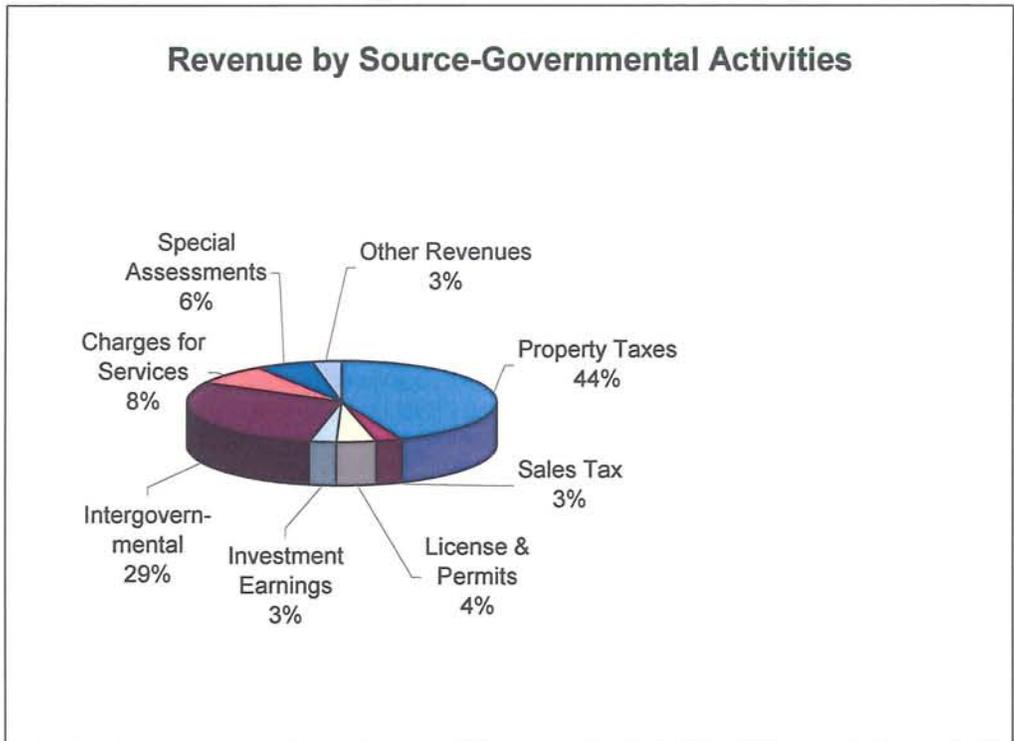
This is the principal debt service fund of the redevelopment agency that is used to account primarily for all tax increment revenues and payment of debt service on long-term debt obligations. The bonds are secured by a pledge of all incremental tax revenues to be received by the Agency and funds held by the trustee. As of June 30, 2010, the fund balance was (\$1,340,018), net of the \$4.5 million due to the Municipal Facilities Capital Projects Fund, \$2.0 million due to General Fund and \$5.7 million due to Housing Set-Aside Fund.

The property tax revenue of the redevelopment agency is about \$3.6 million less, due to decline in property valuation. Expenditures were about the same from prior year. 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 net change amounts to (\$8,779,905). The negative impact is brought by the \$5.7 million SERAF payment and the \$2.5 million reimbursement to General Fund for Harbor Street Extension Project.

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

**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, 2010 and the amount and percentage of increases and decreases in relation to prior year revenues.



While about 43 percent of total revenues are derived from property taxes, 87 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 2009-2010 these included:

State of California Gas Tax	482,692
Federal HUD Section 8 Housing Assistance Program	3,116,509
Federal & State Public Safety Grants	850,540
Local Transportation –Capital Projects Grants	1,284,508
Property Tax (VLF)	1,741,250
All Other Intergovernmental Allocations	1,549,344
<b>Total</b>	<b><u>\$ 9,024,843</u></b>

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

Revenues	2010	2009	% of Increase (Decrease)
Property Taxes	\$ 13,400,389	\$ 16,745,964	-20.0%
Sales Tax	885,450	954,945	-7.3%
License & Permits	1,220,182	1,186,684	2.8%
Fines & Forfeitures	224,397	211,881	5.9%
Investment Earnings	912,492	1,347,807	-32.3%
Intergovernmental	9,024,843	11,620,296	-22.3%
Developer Fees	-	310,548	-100.0%
Charges for Services	2,415,639	3,398,653	-28.9%
Special Assessments	1,950,477	1,872,530	4.2%
Reimbursements	75,000	75,489	-0.6%
Miscellaneous	597,011	2,335,599	-74.4%
<b>Total</b>	<b>\$ 30,705,880</b>	<b>\$ 40,060,396</b>	<b>-23.4%</b>

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

Developer fees (impact fees) zero activity is a result of the current economic conditions in Suisun City and country wide.

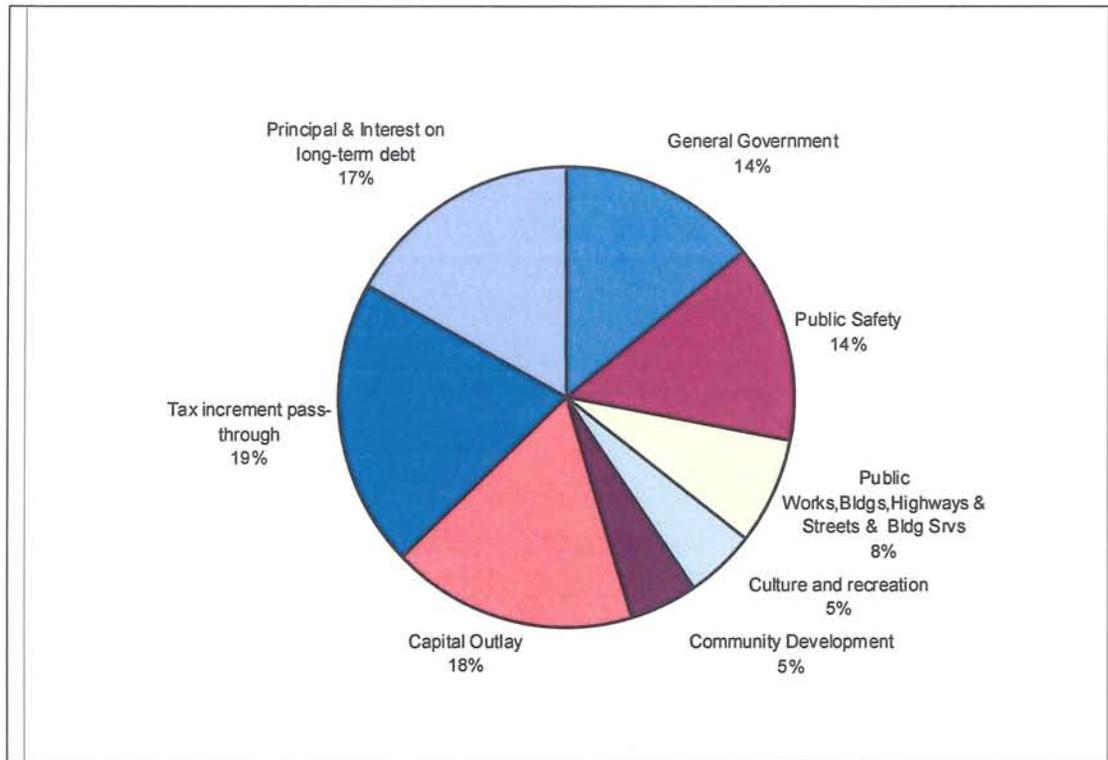
License & permits slight increase is attributable to the 1<sup>st</sup> year collection of transient occupancy tax.

Miscellaneous revenues were significantly high in the prior year due to loan repayments paid by Cottonwood Creek on their predevelopment loan.

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. Although the decrease from last year amounts to \$983,014, the true up decrease is only about \$513,000 because the \$470,000 is a one-time reclassification of revenue for plan & check fees from a deposit account recorded last year.

**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, 2010 and the percentage increases and decreases in relation to prior year expenditures.



Expenditures	2010	2009	% of Increase Decrease
General Government	\$ 6,341,061	\$ 6,414,336	-1%
Public Safety	6,254,866	6,351,947	-2%
Public Works	1,629,560	1,679,017	-3%
Highways & Streets	1,523,707	2,037,459	-25%
Building Services	264,142	252,908	4%
Culture & Recreation	2,123,400	2,195,208	-3%
Community Development	2,152,997	1,442,042	49%
Capital Outlay	7,921,267	12,654,625	-37%
Tax Increment Pass-through/SERAF	9,067,551	4,017,407	126%
Principal on Long Term Debt	4,506,630	2,945,450	53%
Interest on Long Term Debt	3,087,114	3,083,869	0%
<b>Total Expenditures</b>	<b>\$ 44,872,295</b>	<b>\$ 43,074,268</b>	<b>4.2%</b>

Governmental spending increase by about \$1.8 million or about 4.2% compared to prior year. The increase is caused by various increases and decrease in different expenditure category. The decrease in capital outlay is almost offset by this year's SERAF payment.

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

The decrease in Highways & Streets expenditures is due to less street repairs compared to previous year.

There is an increase in Community Development expenditures by about \$700,000 which can be attributed to Neighborhood Stabilization Program (NSP) expenditures.

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.

Schedule of Capital Outlay Expenditures

Amount

2 - Harley 2009 Motorcycle	\$ 39,163
DUI Trailer with generator	\$ 24,772
GM4100-D 60 HP Mower Turbo Charged Diesel	\$ 52,769
Zieman Trailer 21.5 ft flat deck	\$ 17,162
5x10 Dump Trailer	\$ 5,961
Property Acquisition 707 Main Street APN #0032-130-020	\$ 223,128
Property Acquisition (Hofmann) #0032-230-370	\$ 2,975,496
Property Acquisition (Hofmann) #0032-230-290	\$ 1,985,491
Property Acquisition #0032-061-240/250	\$ 125,895
Chryl Way Sewer	\$ 4,296
Sunset & Railroad Rehabilitation	\$ 706,422
Harbor Center Street Extension	\$ 55,100
Sunset & Railroad Intersection	\$ 612,255
Gateway Signage	\$ 9,912
Central County Bikeway Gap Closure	\$ 350,520
Grizzly Bike Trail	\$ 63,823
Landscaping Bikeway Closure	\$ 6,663
Emergency Generator	\$ 186,431
Main Street Rehab	\$ 24,276
Waterfront Railings	\$ 58,584
MSW Courtyard	\$ 285,457
Crystal Middle School Old Site	\$ 23,493
Other Housing Rehabilitation Projects	\$ 84,198
Total Capital Outlay	\$ 7,921,267

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

**General Fund Budgetary Comparison Schedule**  
**For the Fiscal Year Ended June 30, 2010**

	<u>Original Budget</u>	<u>Final Budget</u>	<u>Actual</u>	<u>Variance Final Budget</u>
<b>Beginning fund balances, July 1, 2009</b>	\$ -	\$ -	\$ 3,254,024	
<b>Resources:</b>				
Revenues	8,244,000	7,699,100	7,511,804	(187,296)
Transfer in & sale of capital assets	3,735,000	6,750,000	6,736,992	(13,008)
<b>Total Resources</b>	<u>11,979,000</u>	<u>14,449,100</u>	<u>14,248,796</u>	<u>(200,304)</u>
<b>Appropriations:</b>				
Expenditures	14,907,400	15,294,400	9,142,146	6,152,254
Transfer out	206,100	2,349,700	2,314,005	35,695
<b>Total Appropriations</b>	<u>15,113,500</u>	<u>17,644,100</u>	<u>11,456,151</u>	<u>6,187,949</u>
<b>Resources over (under) appropriations</b>	<u>(3,134,500)</u>	<u>(3,195,000)</u>	<u>2,792,645</u>	<u>5,987,645</u>
<b>Ending fund balances, June 30, 2010</b>			<u>\$ 6,046,669</u>	

**Budget Modifications**

For fiscal year 2009-2010, appropriations were adopted by fund. The total actual expenditures in General Fund per above table did not exceed total original budget. The \$6.2 million under budget is mainly the contingency budget of \$5.9 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, 2010 amount to \$171 million, net of accumulated depreciation of \$86 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 56-57 of the accompanying basic financial statements.

**Debt Administration**

At the end of the current fiscal year, the City had \$73.1 million in long-term debt, net, outstanding compared to \$76.8 million last year, about 5% decrease. The decrease is primarily due to principal payments and the YMCA capital lease payoff. At June 30, 2010, the City had total long-term debts and obligations as summarized below.

Tax Allocation Bonds	\$ 57,603,040	79%
Redevelopment Loans	9,237,855	13%
General Obligation Bonds	2,320,000	3%
Certificates of Participation	1,360,000	2%
Capital Leases	609,324	1%
North Bay Aqueduct Agreement	<u>1,985,445</u>	3%
Sub-total	<u>\$ 73,115,664</u>	100%

The City has met all required debt service payments and is maintaining required reserve funds with bond trustees. The \$57.6 million in tax allocation bonds and \$9.2 million in redevelopment loans are repayable from tax increment revenues received by the City's Redevelopment Agency. The \$2.3 million in general obligation Highway 12 bonds and the \$1.9 million for North Bay Aqueduct are repayable from a voter-approved property tax. The remaining \$2.0 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 58, of the accompanying basic financial statements.

**ECONOMIC FACTORS AND NEXT YEAR'S BUDGET**

At the local level, the City is still experiencing the same challenges as other communities in California. Fortunately, many of the investments made by the City and its Redevelopment Agency, particularly in the Waterfront District, are beginning to pay off.

As of this writing, the Wal-Mart project continues to move forward. All legal appeals to the Environmental Impact Report (EIR) have been exhausted and the Regional Water Quality Control Board (RWQCB) action in October resulted in tentative approval of a revised site plan. Wal-mart continues to work toward accomplishing all required mitigation in order to commence construction.

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

---

The City has positioned itself well relative to its cash reserves to weather the current economic down turn without service reduction, layoffs or staff furloughs. The General Fund reserves have been augmented by strategic property sale of Twin Sister, the multi-year transfer/reimbursement of Redevelopment funds back to General Fund for the Harbor Center Street Extension project. These actions by the Council and the Redevelopment Agency, facilitated a continuation of a "bridging" strategy that ensures the ability to meet service level needs of the community until major development comes in.

The disposition of the debt on the recently sold recreation center tied to agreements with the YMCA is under litigation, the City has only assumed the legal cost of this action and not included any potential recovery of damages.

The City is positioned to manage through the next couple of years while maintaining, at a minimum, the emergency reserve levels (targeted at 25%) until Wal-mart ultimately comes or the economy starts to turn around.

The FY 2010-2011 Annual Budget assumptions and strategy continue to be conservative. Highlights include:

- Reserves in General Fund continue to be strong.
- Assumptions related to reductions in property-related revenues continue to be conservative.
- Decisions to fill certain positions are triggered by improvements in ongoing revenues.
- Aggressive capital improvement programs funded by grants.

The FY 2010-2011 General Fund operating budget is about \$9.9 million, almost identical to FY 2009-2010 budget. This budget includes amount for merit increases, PERS retirement, health insurance premiums, and COLA for SCPOA only. There is no major capital budgeted at this time.

The Redevelopment Agency's tax increment revenue is budgeted at \$11.2 million for FY 2010-11. 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**

**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, 2010

	Governmental Activities
<b>ASSETS</b>	
Cash and investments (Note 3)	\$27,107,183
Cash with fiscal agents (Note 3)	4,850,124
Receivables:	
Accounts receivables, net	1,202,692
Developer agreement (Note 6)	626,000
Interest receivable	141,825
Notes receivable (Note 5)	11,370,879
Prepaid items	50,522
Other assets	1,746,969
Capital assets: (Note 7)	
Nondepreciable	65,817,579
Depreciable, net	105,388,659
Total Assets	218,302,432
<b>LIABILITIES</b>	
Accounts payable and claims payable	709,017
Interest payable	970,264
Unearned revenue	24,646
Refundable deposits	260,986
Retention payable	107,144
Claims payable: (Note 11)	
Due within one year	188,208
Due in more than one year	389,436
Accrued compensated absences: (Note 1.I.)	
Due within one year	205,655
Due in more than one year	205,655
Net OPEB Obligation, due in more than one year (Note 13)	50,222
Long-term debt, net: (Note 8)	
Due within one year	3,041,253
Due in more than one year	70,074,411
Total Liabilities	76,226,897
<b>NET ASSETS (Note 10)</b>	
Invested in capital assets, net of related debt	108,661,774
Restricted for:	
Debt service	4,576,241
RDA housing set-aside programs	11,242,512
Off-site street improvement	3,821,236
Sewer maintenance	1,495,712
Park development capital projects	1,353,293
1998/2003 Tax Allocation Bonds capital projects	407,805
Total Restricted Net Assets	22,896,799
Unrestricted	10,516,962
Total Net Assets	\$142,075,535

See accompanying notes to financial statements

CITY OF SUISUN CITY  
STATEMENT OF ACTIVITIES  
FOR THE FISCAL YEAR ENDED JUNE 30, 2010

Functions/Programs	Expenses	Program Revenues			Net (Expense)
		Charges for Services	Operating Grants and Contributions	Capital Grants and Contributions	Revenue and Changes in Net
					Governmental Activities
Governmental Activities:					
General government	\$15,431,040	\$2,507,689	\$1,833,041	\$18,663	(\$11,071,647)
Public safety	6,356,448	810,646	678,393		(4,867,409)
Public works	3,205,912	718,775	266,213		(2,220,924)
Highways and streets	2,739,175	894,102	482,692	1,359,509	(2,872)
Building services	832,962	19,630			(813,332)
Culture and recreation	2,255,968	842,178	483,314	60,105	(870,371)
Community development	1,924,490	314,293	4,374,958		2,764,761
Interest on long-term debt	3,922,503				(3,922,503)
Total Governmental Activities	<u>36,668,497</u>	<u>6,107,313</u>	<u>8,118,611</u>	<u>1,438,277</u>	<u>(21,004,296)</u>
General revenues:					
Property taxes					13,400,389
Sales taxes					885,450
Investment earnings					912,492
Gain on sale of capital assets					407,246
Total general revenues					<u>15,605,577</u>
Change in Net Assets					(5,398,719)
Net Assets-Beginning					<u>147,474,254</u>
Net Assets-Ending					<u><u>\$142,075,535</u></u>

See accompanying notes to financial statements

**This Page Left Intentionally Blank**

<b>FUND FINANCIAL STATEMENTS</b>
----------------------------------

**MAJOR GOVERNMENTAL FUNDS**

The funds described below were determined to be Major Funds by the City in fiscal 2010. 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, 2010

	General	Local Transportation Special Revenue	RDA-Housing Set-Aside Special Revenue	RDA-Other Special Revenue
<b>ASSETS</b>				
Cash and investments (Note 3)	\$3,762,152		\$3,495,697	\$684,042
Cash with fiscal agents (Note 3)			24,883	
Receivables:				
Accounts receivables, net	302,893	\$518,454	171	14,327
Development agreement (Note 6)				626,000
Due from other funds (Note 4.B.)	310,788			9,237
Interest receivable	25,241		116,584	
Notes receivable (Note 5)	392,000		9,656,595	298,393
Prepaid items (Note 1.G.)	11,268		531	37,492
Advances to other funds (Note 4.C.)	2,000,000		5,723,200	
Other assets	1,000			
	<u>\$6,805,342</u>	<u>\$518,454</u>	<u>\$19,017,661</u>	<u>\$1,669,491</u>
Total Assets				
<b>LIABILITIES</b>				
Accounts payable	\$233,159	\$20,920	\$24,596	\$43,819
Unearned revenues	1,099		54	23,493
Due to other funds (Note 4.B.)		111,334		
Deferred revenues	392,000		7,719,736	809,214
Advances from other funds (Note 4.C.)				
Refundable deposits	132,415		30,763	65,715
Retention payable		79,497		
	<u>758,673</u>	<u>211,751</u>	<u>7,775,149</u>	<u>942,241</u>
Total Liabilities				
<b>FUND BALANCES</b>				
Fund balance (Note 10)				
Reserved for:				
Debt Service				
Prepays	11,268		531	37,492
Notes receivables			1,936,859	115,179
Advances to other funds	2,000,000		5,723,200	
Unreserved, Reported in:				
General Fund:				
Undesignated	4,035,401			
Special Revenue Funds				
Undesignated		306,703	3,581,922	574,579
Capital Projects Funds				
Undesignated				
	<u>6,046,669</u>	<u>306,703</u>	<u>11,242,512</u>	<u>727,250</u>
Total Fund Balances				
Total Liabilities and Fund Balances	<u>\$6,805,342</u>	<u>\$518,454</u>	<u>\$19,017,661</u>	<u>\$1,669,491</u>

See accompanying notes to financial statements

RDA Bonds Debt Service	Other Funds	Total Governmental Funds
\$6,626,364	\$10,240,609	\$24,808,864
4,576,241	249,000	4,850,124
	366,847	1,202,692
		626,000
		320,025
		141,825
1,023,891		11,370,879
	1,231	50,522
	4,591,318	12,314,518
	13,352	14,352
<u>\$12,226,496</u>	<u>\$15,462,357</u>	<u>\$55,699,801</u>
\$228,105	\$123,419	\$674,018
		24,646
	208,691	320,025
1,023,891		9,944,841
12,314,518		12,314,518
	32,093	260,986
	27,647	107,144
<u>13,566,514</u>	<u>391,850</u>	<u>23,646,178</u>
5,962,416	592,117	6,554,533
	1,231	50,522
	4,591,318	2,052,038
		12,314,518
		4,035,401
	8,048,282	12,511,486
<u>(7,302,434)</u>	<u>1,837,559</u>	<u>(5,464,875)</u>
<u>(1,340,018)</u>	<u>15,070,507</u>	<u>32,053,623</u>
<u>\$12,226,496</u>	<u>\$15,462,357</u>	<u>\$55,699,801</u>

CITY OF SUISUN CITY  
 Reconciliation of the  
 GOVERNMENTAL FUNDS -- FUND BALANCES  
 with the  
 GOVERNMENTAL ACTIVITIES STATEMENT OF NET ASSETS  
 JUNE 30, 2010

Total fund balances reported on the governmental funds balance sheet \$32,053,623

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

CAPITAL ASSETS

Capital assets used in Governmental Activities are not current assets or financial resources and  
 therefore are not reported in the Governmental Funds. 170,523,884

ALLOCATION OF INTERNAL SERVICE FUND NET ASSETS

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

Cash and investments	2,298,319
Capital assets	682,354
Other assets	10,931
Accounts payable	(34,999)
Claims payable	(577,644)

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. 9,944,841

LONG-TERM ASSETS AND LIABILITIES

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

Other assets - debt issuance costs	1,721,686
Long-term debt	(73,115,664)
Net OPEB obligations, due in more than one year	(50,222)
Interest payable	(970,264)
Non-current portion of compensated absences	(411,310)

NET ASSETS OF GOVERNMENTAL ACTIVITIES \$142,075,535

See accompanying notes to financial statements

This Page Left Intentionally Blank

CITY OF SUISUN CITY  
GOVERNMENTAL FUNDS  
STATEMENT OF REVENUES, EXPENDITURES AND CHANGES IN FUND BALANCES  
FOR THE FISCAL YEAR ENDED JUNE 30, 2010

	General	Local Transportation Special Revenue	RDA-Housing Set-Aside Special Revenue	RDA-Other Special Revenue
<b>REVENUES</b>				
Taxes:				
Property taxes	\$1,170,222			
Sales taxes	885,450			
Licenses and permits	1,045,563			
Fines and forfeits	219,722		\$720	\$240
Intergovernmental revenue	1,988,324	\$1,284,508		
Developer fees				
Special assessments				
Charges for services	2,030,686			367,801
Investment earnings	139,619		256,310	7,356
Reimbursements		75,000		
Miscellaneous revenue	32,218	50,000	478,242	25,778
<b>Total Revenues</b>	<b>7,511,804</b>	<b>1,409,508</b>	<b>735,272</b>	<b>401,175</b>
<b>EXPENDITURES</b>				
Current:				
General government	1,748,246			1,204,554
Public safety	5,269,855			197,255
Public works	364,906			
Highways and streets		772,612		131,555
Building services	264,142			
Culture and recreation	1,302,604			625,801
Community development	117,997		1,174,290	91,526
Tax increment pass-through				
Capital outlay	55,100	1,767,097	5,427,518	379,469
Debt service:				
Principal	19,296			
Interest				
<b>Total Expenditures</b>	<b>9,142,146</b>	<b>2,539,709</b>	<b>6,601,808</b>	<b>2,630,160</b>
<b>EXCESS (DEFICIENCY) OF REVENUES OVER EXPENDITURES</b>	<b>(1,630,342)</b>	<b>(1,130,201)</b>	<b>(5,866,536)</b>	<b>(2,228,985)</b>
<b>OTHER FINANCING SOURCES (USES)</b>				
Sale of capital assets	3,539,956			
Transfers in (Note 4.A.)	3,197,036	768,253	2,346,080	2,786,225
Transfers (out) (Note 4.A.)	(2,314,005)		(557,218)	(392,458)
<b>Total Other Financing Sources (Uses)</b>	<b>4,422,987</b>	<b>768,253</b>	<b>1,788,862</b>	<b>2,393,767</b>
<b>NET CHANGE IN FUND BALANCES</b>	<b>2,792,645</b>	<b>(361,948)</b>	<b>(4,077,674)</b>	<b>164,782</b>
<b>BEGINNING FUND BALANCES</b>	<b>3,254,024</b>	<b>668,651</b>	<b>15,320,186</b>	<b>562,468</b>
<b>ENDING FUND BALANCES</b>	<b>\$6,046,669</b>	<b>\$306,703</b>	<b>\$11,242,512</b>	<b>\$727,250</b>

See accompanying notes to financial statements

<u>RDA Bonds Debt Service</u>	<u>Other Funds</u>	<u>Total</u>
\$11,730,400	\$499,767	\$13,400,389
		885,450
	174,619	1,220,182
	3,715	224,397
	5,752,011	9,024,843
	1,950,477	1,950,477
	17,152	2,415,639
290,547	218,660	912,492
		75,000
	10,773	597,011
<u>12,020,947</u>	<u>8,627,174</u>	<u>30,705,880</u>
	3,388,261	6,341,061
	787,756	6,254,866
	1,264,654	1,629,560
	619,540	1,523,707
		264,142
	194,995	2,123,400
	769,184	2,152,997
9,067,551		9,067,551
	292,083	7,921,267
2,329,834	2,157,500	4,506,630
<u>2,727,370</u>	<u>359,744</u>	<u>3,087,114</u>
<u>14,124,755</u>	<u>9,833,717</u>	<u>44,872,295</u>
<u>(2,103,808)</u>	<u>(1,206,543)</u>	<u>(14,166,415)</u>
		3,539,956
806,321	3,026,353	12,930,268
<u>(7,482,418)</u>	<u>(2,184,169)</u>	<u>(12,930,268)</u>
<u>(6,676,097)</u>	<u>842,184</u>	<u>3,539,956</u>
(8,779,905)	(364,359)	(10,626,459)
<u>7,439,887</u>	<u>15,434,866</u>	<u>42,680,082</u>
<u>(\$1,340,018)</u>	<u>\$15,070,507</u>	<u>\$32,053,623</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, 2010

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 (\$10,626,459)

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	7,761,175
Depreciation expense is deducted from the fund balances	(3,388,595)
(Depreciation expense is net of internal service fund depreciation of \$118,912 which has already been allocated to internal service funds)	
Proceeds from sale of capital assets is deducted from fund balance	(3,000,000)
Loss on retirement of capital assets is deducted to fund balance	(207,754)

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	4,506,630
Interest payable is recorded	(751,541)
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	219,746
Compensated absences	20,354
Net OPEB obligation	(50,222)

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	201,795
---	---------

CHANGE IN NET ASSETS OF GOVERNMENTAL ACTIVITIES	(\$5,398,719)
---	---------------

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, 2010

	<u>Budgeted Amounts</u>		<u>Actual Amounts</u>	Variance with Final Budget Positive (Negative)
	<u>Original</u>	<u>Final</u>		
<b>REVENUES:</b>				
Taxes	\$2,223,100	\$2,148,100	\$2,055,672	(\$92,428)
Licenses and permits	1,106,700	1,026,700	1,045,563	18,863
Intergovernmental	2,295,100	2,015,100	1,988,324	(26,776)
Charges for services	2,341,700	2,221,800	2,030,686	(191,114)
Fines and forfeits	153,000	153,000	219,722	66,722
Investment earnings	110,000	120,000	139,619	19,619
Reimbursements				
Miscellaneous	14,400	14,400	32,218	17,818
<b>Total Revenues</b>	<b><u>8,244,000</u></b>	<b><u>7,699,100</u></b>	<b><u>7,511,804</u></b>	<b><u>(187,296)</u></b>
<b>EXPENDITURES:</b>				
<b>Current:</b>				
General government	7,124,600	7,276,100	1,748,246	5,527,854
Public safety	5,624,700	5,661,700	5,269,855	391,845
Public works	401,500	401,500	364,906	36,594
Highway and streets				
Building services	291,500	291,500	264,142	27,358
Culture and recreation	1,359,900	1,359,900	1,302,604	57,296
Community development	105,200	263,700	117,997	145,703
Capital Outlay		40,000	55,100	(15,100)
Debt service:				
Principal			19,296	(19,296)
<b>Total Expenditures</b>	<b><u>14,907,400</u></b>	<b><u>15,294,400</u></b>	<b><u>9,142,146</u></b>	<b><u>6,152,254</u></b>
<b>EXCESS (DEFICIENCY) OF REVENUES OVER EXPENDITURES</b>	<b><u>(6,663,400)</u></b>	<b><u>(7,595,300)</u></b>	<b><u>(1,630,342)</u></b>	<b><u>5,964,958</u></b>
<b>OTHER FINANCING SOURCES (USES)</b>				
Sale of capital assets	540,000	3,540,000	3,539,956	(44)
Transfers in (Note 4.A.)	3,195,000	3,210,000	3,197,036	(12,964)
Transfers (out) (Note 4.A.)	(206,100)	(2,349,700)	(2,314,005)	35,695
<b>Total other financing sources (uses)</b>	<b><u>3,528,900</u></b>	<b><u>4,400,300</u></b>	<b><u>4,422,987</u></b>	<b><u>22,687</u></b>
<b>EXCESS (DEFICIENCY) OF REVENUES AND OTHER SOURCES OVER EXPENDITURES AND OTHER USES</b>	<b><u>(\$3,134,500)</u></b>	<b><u>(\$3,195,000)</u></b>	<b>2,792,645</b>	<b><u>\$5,987,645</u></b>
<b>BEGINNING FUND BALANCES</b>			<b><u>3,254,024</u></b>	
<b>ENDING FUND BALANCES</b>			<b><u>\$6,046,669</u></b>	

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, 2010

	Budgeted Amounts		Actual Amounts	Variance with Final Budget Positive (Negative)
	Original	Final		
REVENUES:				
Intergovernmental	\$1,820,000	\$2,486,900	\$1,284,508	(\$1,202,392)
Reimbursements	75,000	75,000	75,000	
Miscellaneous	50,000	50,000	50,000	
Total Revenues	1,945,000	2,611,900	1,409,508	(1,202,392)
EXPENDITURES:				
Current:				
Highways and streets	920,000	920,000	772,612	147,388
Capital outlay	2,471,100	3,689,000	1,767,097	1,921,903
Total Expenditures	3,391,100	4,609,000	2,539,709	2,069,291
EXCESS (DEFICIENCY) OF REVENUES OVER EXPENDITURES	(1,446,100)	(1,997,100)	(1,130,201)	866,899
OTHER FINANCING SOURCES (USES)				
Transfers in (Note 4.A.)	1,041,100	1,592,100	768,253	(823,847)
Total other financing sources (uses)	1,041,100	1,592,100	768,253	(823,847)
EXCESS (DEFICIENCY) OF REVENUES AND OTHER SOURCES OVER EXPENDITURES AND OTHER USES	(\$405,000)	(\$405,000)	(361,948)	\$866,899
BEGINNING FUND BALANCES			668,651	
ENDING FUND BALANCES			\$306,703	

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, 2010

	<u>Budgeted Amounts</u>		<u>Actual Amounts</u>	Variance with Final Budget Positive (Negative)
	<u>Original</u>	<u>Final</u>		
REVENUES:				
Investment earnings	\$275,000	\$175,000	\$256,310	\$81,310
Fines and forfeitures			720	720
Intergovernmental revenue	955,000			
Miscellaneous			478,242	478,242
	<u>1,230,000</u>	<u>175,000</u>	<u>735,272</u>	<u>560,272</u>
Total Revenues				
EXPENDITURES:				
Current:				
Community development	806,100	3,631,100	1,174,290	2,456,810
Capital outlay	8,480,000	5,490,000	5,427,518	62,482
	<u>9,286,100</u>	<u>9,121,100</u>	<u>6,601,808</u>	<u>2,519,292</u>
Total Expenditures				
EXCESS (DEFICIENCY) OF REVENUES OVER EXPENDITURES	<u>(8,056,100)</u>	<u>(8,946,100)</u>	<u>(5,866,536)</u>	<u>3,079,564</u>
OTHER FINANCING SOURCES (USES)				
Transfers in (Note 4.A.)	10,208,700	10,028,700	2,346,080	(7,682,620)
Transfers (out) (Note 4.A.)	(8,046,000)	(13,949,200)	(557,218)	13,391,982
	<u>2,162,700</u>	<u>(3,920,500)</u>	<u>1,788,862</u>	<u>5,709,362</u>
Total other financing sources (uses)				
EXCESS (DEFICIENCY) OF REVENUES AND OTHER SOURCES OVER EXPENDITURES AND OTHER USES	<u>(\$5,893,400)</u>	<u>(\$12,866,600)</u>	<u>(4,077,674)</u>	<u>\$8,788,926</u>
BEGINNING FUND BALANCES			<u>15,320,186</u>	
ENDING FUND BALANCES			<u>\$11,242,512</u>	

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, 2010

	<u>Budgeted Amounts</u>		<u>Actual Amounts</u>	Variance with Final Budget
	<u>Original</u>	<u>Final</u>		Positive (Negative)
REVENUES:				
Fines and forfeitures			\$240	\$240
Charges for services	\$406,200	\$406,200	367,801	(38,399)
Investment earnings	1,900	1,900	7,356	5,456
Miscellaneous	26,100	26,100	25,777	(323)
<b>Total Revenues</b>	<u>434,200</u>	<u>434,200</u>	<u>401,174</u>	<u>(33,026)</u>
EXPENDITURES:				
Current:				
General government	1,401,500	1,401,500	1,204,554	196,946
Public safety	233,400	233,400	197,255	36,145
Highways and streets	200,000	200,000	131,555	68,445
Culture and recreation	764,100	769,100	625,801	143,299
Community development	187,100	187,100	91,526	95,574
Capital outlay	1,280,000	1,299,200	379,469	919,731
<b>Total Expenditures</b>	<u>4,066,100</u>	<u>4,090,300</u>	<u>2,630,160</u>	<u>1,460,140</u>
EXCESS (DEFICIENCY) OF REVENUES OVER EXPENDITURES	<u>(3,631,900)</u>	<u>(3,656,100)</u>	<u>(2,228,986)</u>	<u>1,427,114</u>
OTHER FINANCING SOURCES (USES)				
Transfers in (Note 4.A.)	3,672,900	3,737,100	2,792,226	(944,874)
Transfers (out) (Note 4.A.)	(412,200)	(412,200)	(398,458)	13,742
<b>Total other financing sources (uses)</b>	<u>3,260,700</u>	<u>3,324,900</u>	<u>2,393,768</u>	<u>(931,132)</u>
EXCESS (DEFICIENCY) OF REVENUES AND OTHER SOURCES OVER EXPENDITURES AND OTHER USES	<u>(\$371,200)</u>	<u>(\$331,200)</u>	164,782	<u>\$495,982</u>
BEGINNING FUND BALANCES			<u>562,468</u>	
ENDING FUND BALANCES			<u>\$727,250</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, 2010

	Governmental Activities- Internal Service Funds
ASSETS	
Current Assets:	
Cash and investments (Note 3)	\$2,298,319
Other assets	10,931
Total Current Assets	2,309,250
Non-current assets:	
Capital Assets (Note 7):	
Depreciable, net	682,354
Total Assets	2,991,604
LIABILITIES	
Current liabilities:	
Accounts payable	34,999
Claims payable	188,208
Total Current Liabilities	223,207
Noncurrent liabilities:	
Claims payable	389,436
Total Liabilities	612,643
NET ASSETS (Note 10)	
Invested in capital assets, Unrestricted	682,354 1,696,607
Total Net Assets	\$2,378,961

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, 2010

	Governmental Activities- Internal Service Funds
OPERATING REVENUES	
Charges to City departments	1,998,910
Total Operating Revenues	1,998,910
OPERATING EXPENSES	
Salaries and benefits	1,149,505
Services and supplies	332,405
Claims and settlements	242,442
Depreciation	118,912
Total Operating Expenses	1,843,264
Operating Income (Loss)	155,646
NONOPERATING REVENUES	
Interest income	46,148
Miscellaneous	1
Total Nonoperating Revenues	46,149
Change in net assets	201,795
BEGINNING NET ASSETS	2,177,166
ENDING NET ASSETS	\$2,378,961

See accompanying notes to financial statements

CITY OF SUISUN CITY  
 PROPRIETARY FUNDS  
 STATEMENT OF CASH FLOWS  
 FOR THE YEAR ENDED JUNE 30, 2010

	Governmental Activities- Internal Service Funds
<b>CASH FLOWS FROM OPERATING ACTIVITIES</b>	
Receipts from customers	\$1,998,911
Payments to suppliers	(826,989)
Payments to employees	(1,149,505)
Cash Flows from Operating Activities	22,417
 <b>CASH FLOWS USED FOR CAPITAL AND RELATED FINANCING ACTIVITIES</b>	
Purchase of capital assets	(75,891)
Cash Flows used for Capital and Related Financing Activities	(75,891)
 <b>CASH FLOWS FROM INVESTING ACTIVITIES</b>	
Interest received	46,148
Cash Flows from Investing Activities	46,148
Net Cash Flows	(7,326)
Cash and investments at beginning of period	2,305,645
Cash and investments at end of period	\$2,298,319
 <b>Reconciliation of Operating Income to Cash Flows</b>	
from Operating Activities:	
Operating income (Loss)	\$155,646
Miscellaneous receipts	1
Adjustments to Reconcile Operating Income to Cash Flows	
from operating activities:	
Depreciation	118,912
Change in Assets and Liabilities:	
Accounts payable	(252,142)
Cash Flows from Operating Activities	\$22,417

See accompanying notes to financial statements

<b>FIDUCIARY FUNDS</b>
------------------------

**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, 2010

	<u>Agency Funds</u>
ASSETS	
Cash and investments (Note 3)	\$12,865,450
Cash with fiscal agent (Note 3)	813,305
Assessments receivable	<u>982,619</u>
Total Assets	<u><u>\$14,661,374</u></u>
LIABILITIES	
Accounts payable	\$516,463
Due to other agencies	<u>14,144,911</u>
Total Liabilities	<u><u>\$14,661,374</u></u>

See accompanying notes to financial statements

**CITY OF SUISUN CITY**  
**Notes to Basic Financial Statements**  
**For the Year Ended June 30, 2010**

**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, 2010**

**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.

**CITY OF SUISUN CITY**  
**Notes to Basic Financial Statements**  
**For the Year Ended June 30, 2010**

**NOTE 1 - SUMMARY OF SIGNIFICANT ACCOUNTING POLICIES (Continued)**

**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.

**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, 2010**

**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	\$431,664
Additions	518,086
Payments	<u>(538,440)</u>
Ending Balance	<u>\$411,310</u>
Due in One Year	<u>\$205,655</u>
Due in More than One Year	<u>\$205,655</u>

Compensated absences are liquidated by the fund that has record the liability. The long-term portion of governmental activities compensated absences is liquidated primarily by the General Fund.

**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.

**CITY OF SUISUN CITY**  
**Notes to Basic Financial Statements**  
**For the Year Ended June 30, 2010**

**NOTE 1 - SUMMARY OF SIGNIFICANT ACCOUNTING POLICIES (Continued)**

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.

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

Fund	Amount
General Fund	
Capital Outlays	\$15,100
Principal on Long-Term Debt	19,296
RDA Bonds - Debt Service Funds	
Interest on Long-Term Debt	71,970
Sewer Maintenance - Special Revenue Fund	
Public Works	39,688
Boating Safety Grant - Special Revenue Fund	
Public Safety	5,237
Nuisance Abatement - Special Revenue Fund	
Public Safety	3,325
North Bay Aqueduct - Debt Service Fund	
Principal on Long-Term Debt	15
YMCA - Debt Service Fund	
Interest and fiscal charges	116,750

**CITY OF SUISUN CITY**  
**Notes to Basic Financial Statements**  
**For the Year Ended June 30, 2010**

**NOTE 3 - CASH AND INVESTMENTS**

**A. Policies**

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

**B. Classification**

Cash and investments are classified in the financial statements as shown below, based on whether or not their use is restricted under the terms of City debt instruments or Agency agreements. Cash and investments as of June 30, 2010 are as follows:

City cash and investments in primary government:	
Cash and investments	\$27,107,183
Cash with fiscal agent	4,850,124
Total City cash and investments in primary government	31,957,307
Cash and investments in Fiduciary Funds (Separate Statement)	
Cash and investments	12,865,450
Cash with fiscal agent	813,305
Total Fiduciary Funds cash and investments	13,678,755
Total cash and investments	\$45,636,062

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

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

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

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

**CITY OF SUISUN CITY**  
**Notes to Basic Financial Statements**  
**For the Year Ended June 30, 2010**

**NOTE 3 - CASH AND INVESTMENTS (Continued)**

**D. Investments Authorized by Debt Agreements**

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

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

**CITY OF SUISUN CITY**  
**Notes to Basic Financial Statements**  
**For the Year Ended June 30, 2010**

**NOTE 3 - CASH AND INVESTMENTS (Continued)**

**E. Interest Rate Risk**

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

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

Investment Type	12 Months or less	13 to 24 Months	25 to 36 Months	37 to 48 Months	49 to 60 Months	Total
U.S. Treasury Notes	\$1,017,259	\$4,001,082	\$873,192	\$1,527,966	\$908,066	\$8,327,565
Federal Agency Securities	2,894,169	6,412,315	6,970,164		500,090	16,776,738
Local Agency Investment Fund	9,678,809					9,678,809
Money Market Mutual Funds	1,077,564					1,077,564
Certificate of Deposit	21,372	976,204	1,229,796			2,227,372
<b>Total Investments</b>	<b>\$14,689,173</b>	<b>\$11,389,601</b>	<b>\$9,073,152</b>	<b>\$1,527,966</b>	<b>\$1,408,156</b>	<b>38,088,048</b>
Cash In Bank and on hand						7,548,014
<b>Total Cash and Investments</b>						<b>\$45,636,062</b>

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, 2010, these investments have an average maturity of 203 days.

Money market mutual funds are available for withdrawal on demand and at June 30, 2010, have an average maturity of less than 42 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, 2010 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, 2010.

**CITY OF SUISUN CITY**  
**Notes to Basic Financial Statements**  
**For the Year Ended June 30, 2010**

**NOTE 3 - CASH AND INVESTMENTS (Continued)**

**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, 2010, those investments consisted of:

Reporting Unit	Issuer	Investment Type	Reported Amount
Entity-wide	Federal National Mortgage Association	Federal Agency Securities	\$6,311,002
	Federal Home Loan Bank	Federal Agency Securities	6,475,481
Major Fund:			
RDA Bonds Debt Service Fund	Federal Home Loan Bank	Federal Agency Securities	3,679,052

**CITY OF SUISUN CITY**  
**Notes to Basic Financial Statements**  
**For the Year Ended June 30, 2010**

**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, 2010 were as follows:

Fund Making Transfer	Fund Receiving Transfers	Amount Transferred	
General Fund	RDA - Other Special Revenue Fund	\$23,500	<b>E</b>
	Non-Major Governmental Funds	2,290,505	<b>A</b>
RDA - Housing Set-Aside Special Revenue Fund	General Fund	65,000	<b>A</b>
	RDA Bonds Debt Service Fund	492,218	<b>C</b>
RDA - Other Special Revenue Fund	General Fund	81,170	<b>A</b>
	RDA Bonds Debt Service Fund	311,288	<b>C</b>
RDA Bonds Debt Service fund	General Fund	2,500,000	<b>B</b>
	RDA - Housing Set-Aside Special Revenue Fund	2,346,080	<b>D</b>
	RDA - Other Special Revenue Fund	2,528,501	<b>A</b>
	Non-Major Governmental Funds	107,837	<b>B</b>
Non-Major Governmental Funds	General Fund	550,866	<b>A</b>
	Local Transportation Special Revenue Fund	768,253	<b>B</b>
	RDA - Other Special Revenue Fund	234,224	<b>B</b>
	RDA Bonds Debt Service Fund	2,815	<b>C</b>
	Non-Major Governmental Funds	628,011	<b>C</b>
		\$12,930,268	

- (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.
- (E) To reimburse RDA - Administration Fund.

**CITY OF SUISUN CITY**  
**Notes to Basic Financial Statements**  
**For the Year Ended June 30, 2010**

**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, 2010 the following funds have balances due to the General Fund.

Due To:	Due From:	Amount
General Fund	<b>Special Revenue Funds:</b>	
	Local Transportation	\$111,334
	Boating Safety	13,071
	Traffic Safety PT0554 Grant	16,486
	Click it or Ticket	3,201
	SLESF Grant	15,427
	Bureau of Justice Vest Grant	63
	Special Assessment Districts	24,077
	Police Grants	80,008
	NSP-ACQ/Rehab	45,028
 General Fund	 Civic Center Debt Service Fund	 2,093
RDA Other Special Revenue Funds	Marina Operations Special Revenue Fund	9,237
	Total	\$320,025

**C. Long-Term Interfund Advances**

The Redevelopment Agency Reimbursement entered into an agreement with the City 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, 2010.

During fiscal 2010, the General Fund advanced \$2.5 million to the RDA Bonds Debt Service Fund for the acquisition and project construction of the Harbor Center Street Extension Project. The advance is non-interest bearing. As of June 30, 2010, the outstanding amount of the advance is \$2 million.

The Redevelopment Agency's Housing Set-Aside Special Revenue Fund advanced \$5,723,200 to the RDA Bonds Debt Service Fund to pay for the City's portion of supplemental educational revenue augmentation fund (SERAF) for fiscal year 2009-10. The Agency expects to repay the advance in the upcoming five years. The City's SERAF payment is further disclosed on Note 17 below.

**CITY OF SUISUN CITY**  
**Notes to Basic Financial Statements**  
**For the Year Ended June 30, 2010**

**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	6,615,990
Solano County - Library Construction	1,023,891
Redevelopment Loans - Rice/Miller	71,685
Housing Rehabilitation Loans	183,214
CDBG loans	43,494
Capital Asset Sale -Twin Sister	392,000
First Time Home Buyers	<u>1,103,746</u>
Total Notes Receivables	<u><u>\$11,370,879</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 \$116,584 to the Agency as of June 30, 2010. 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, 2010 consists of a note from the sale of land valued at \$1,800,000 and cash advances of \$4,815,990.

**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, 2010. Such repayments shall include interest of three percent (3%) per annum. As of June 30, 2010, 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, 2010**

**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, 2010, the outstanding balance of these loans was \$298,393.

**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, 2010, the outstanding balance was \$392,000.

**F. *First Time Home Buyers***

To create affordable homeownership opportunities for qualified low and moderate income persons and households, the Suisun City Redevelopment Agency (the “Agency”) provides down payment assistance in the form of 2<sup>nd</sup> mortgages. The Agency made ten (10) loans during fiscal year 2010 totaling \$523,198. The loan terms are zero percent interest with deferred monthly payments. Each loan is due upon the sale of the property, or in the event of a default (e.g., homeowner decides to rent the house). In the event of a sale, the borrower is required to pay the Agency the outstanding principal amount of the loan in addition to the Agency’s pro rata share of equity appreciation (amount of loan/original purchase price-approved capital improvements). The loans are completely forgiven if the borrower stays in the home for forty-five (45) years. The Agency has not collected any repayments from loans made as part of this program as no properties have sold or are in default of the loan terms. As of June 30, 2010, the aggregate outstanding balance of loans under this program was \$1,103,746.

**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.

Pursuant to the Disposition and Development Agreement as amended on February 19, 2009, between the Redevelopment Agency (the “Agency”) of Suisun City and Main Street West Partners, LLC (the “Developer”), the Agency agreed to provide a loan to the Developer of up to \$500,000 that bears an annual interest rate of 6%. The Developer is entitled to use the loan to provide rent credits in the form of reduced or temporarily abated rent and to pay for tenant improvements for commercial tenants when such improvements exceed \$30 per square foot. The outstanding balance of the loan together with all accrued interest is due and payable from a component of the proceeds from the sale of residential units developed as part of the project in the amount of \$35,000 per residential unit. Repayments are credited first toward accrued interest then toward principal. The entire outstanding balance of the loan together with accrued interest is due and payable on February 19<sup>th</sup>, 2014. As of June 30, 2010, the Developer has drawn \$126,000. The Agency has recorded this amount and has offset it by deferred revenue at the fund level statement under modified accrual accounting. The deferred revenue is eliminated 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, 2010**

**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, 2010 is as follows:

	Balance June 30, 2009	Additions	Retirements	Transfers and Adjustments	Balance June 30, 2010
<b>Governmental Activities:</b>					
Capital assets not being depreciated:					
Land and improvements	\$53,528,922	\$5,310,010	(\$196,471)	(\$615,000)	\$58,027,461
Construction in Progress	10,599,026	2,387,230		(5,196,138)	7,790,118
Total Non-Depreciable Assets	<u>64,127,948</u>	<u>7,697,240</u>	<u>(196,471)</u>	<u>(5,811,138)</u>	<u>65,817,579</u>
Capital assets being depreciated:					
Buildings	33,226,371		(3,260,011)		29,966,360
Buildings and improvements	9,175,790		(61,087)	66,974	9,181,677
Equipment	4,022,834	63,935	(34,468)	323,873	4,378,174
Infrastructure	45,073,286			4,805,291	49,878,577
Streets-Pavement System	95,373,800				95,373,800
Total capital assets being depreciated	<u>186,872,081</u>	<u>63,935</u>	<u>(3,355,566)</u>	<u>5,196,138</u>	<u>188,776,588</u>
Less accumulated depreciation for:					
Buildings	7,184,907	664,527	(912,803)		6,936,631
Buildings and improvements	6,828,560	308,976	(46,480)		7,091,056
Equipment	2,447,615	155,363			2,602,978
Infrastructure	16,965,463	975,641			17,941,104
Streets-Pavement System	48,214,426	1,284,088			49,498,514
Total accumulated depreciation	<u>81,640,971</u>	<u>3,388,595</u>	<u>(959,283)</u>		<u>84,070,283</u>
Net general capital assets being depreciated	<u>105,231,110</u>	<u>(3,324,660)</u>	<u>(2,396,283)</u>	<u>5,196,138</u>	<u>104,706,305</u>
Net general capital assets	169,359,058	4,372,580	(2,592,754)	(615,000)	170,523,884
Internal Service Funds					
Vehicle, Machine & Equipment	2,651,724	75,892	(137,500)		2,590,116
Accumulated depreciation - Vehicle, Machine & Equipment	1,926,349	118,912	(137,499)		1,907,762
Net internal service funds	<u>725,375</u>	<u>(43,020)</u>	<u>(1)</u>		<u>682,354</u>
Total capital assets, net	<u>\$170,084,433</u>	<u>\$4,329,560</u>	<u>(\$2,592,755)</u>	<u>(\$615,000)</u>	<u>\$171,206,238</u>

**CITY OF SUISUN CITY**  
**Notes to Basic Financial Statements**  
**For the Year Ended June 30, 2010**

**NOTE 7 - CAPITAL ASSETS (Continued)**

Major construction in progress consists of \$2,885,310 in Main Street Improvement, \$742,747 Crystal Middle School Development, \$706,422 in Sunset & Railroad Rehabilitation and \$1,351,254 in Bikeway Gap Closure and \$1,929,645 in Harbor Center Street Extension.

**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	\$132,139
Public works	810,412
Highways & streets	1,284,088
Building services	573,136
Culture and recreation	149,905
Community development	438,915
Internal Service Funds	118,912
Total depreciation expense	\$3,507,507

**CITY OF SUISUN CITY**  
**Notes to Basic Financial Statements**  
**For the Year Ended June 30, 2010**

**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, 2010 is as follows:

	Balance June 30, 2009	Additions	Retirements	Balance June 30, 2010	Current Portion
<b>Redevelopment Agency:</b>					
<i>Tax Allocation Bonds:</i>					
1998 Tax Allocation Revenue Bonds					
Current Interest Term Bonds					
3.9%-5.20%, due 10/1/28	\$6,590,000		\$215,000	\$6,375,000	\$235,000
Capital Appreciation Bonds					
3.9%-5.32%, due 10/1/28 and 3.9%-5.37, due 10/1/33	12,854,955	\$695,880		13,550,835	
2003-B Tax Allocation Refunding Bonds					
2.0%-3.375%, due 10/1/2023	35,160,000		1,670,000	33,490,000	1,710,000
2003-A Tax Allocation Refunding Bonds					
2.0%-3.375%, due 10/1/2023	5,730,000		220,000	5,510,000	245,000
<i>Loans payable:</i>					
Marina Loan #94-5-319					
4.5%, due 10/1/48	1,605,428		15,001	1,590,427	15,676
Marina Loan #91-10-305					
4.5% due 8/1/22	1,410,024		74,479	1,335,545	77,830
Marina Loan #91-10-305					
4.5% due 8/1/42	3,913,183		50,802	3,862,381	53,088
Marina Expansion Loan					
7.239%, due 10/24/25	2,534,054		84,552	2,449,502	90,673
<b>Total Redevelopment Agency</b>	<u>69,797,644</u>	<u>695,880</u>	<u>2,329,834</u>	<u>68,163,690</u>	<u>2,427,267</u>
<b>City of Suisun City:</b>					
North Bay Aqueduct					
due 7/1/36	2,058,060		72,615	1,985,445	73,640
General Obligation Bonds Highway 12 Expansion					
5.0%-5.2%, due 2/1/19	2,510,000		190,000	2,320,000	200,000
2004 Certificates of Participation					
1.5%-4.40%, due 11/1/15	1,560,000		200,000	1,360,000	205,000
Capital Lease Obligation	2,323,505		1,714,181	609,324	135,346
<b>Total City of Suisun City</b>	<u>8,451,565</u>		<u>2,176,796</u>	<u>6,274,769</u>	<u>613,986</u>
<b>Total Governmental Activity Debt</b>	<u>78,249,209</u>	<u>695,880</u>	<u>4,506,630</u>	<u>74,438,459</u>	<u>\$3,041,253</u>
<i>Less / Plus:</i>					
2003-B deferred refunding, net	(1,441,345)		(96,089)	(1,345,256)	
2003-B premium, net	43,223		2,882	40,341	
2003-A discount, net	(18,693)		(813)	(17,880)	
<b>Total long-term debt, net</b>	<u>\$76,832,394</u>	<u>\$695,880</u>	<u>\$4,412,610</u>	<u>\$73,115,664</u>	
Less: current portion				<u>(3,041,253)</u>	
Non-current portion				<u>\$70,074,411</u>	

**CITY OF SUISUN CITY**  
**Notes to Basic Financial Statements**  
**For the Year Ended June 30, 2010**

**NOTE 8 - LONG-TERM DEBT (Continued)**

**B. Debt Service Requirements**

Future principal and interest payments were as follows at June 30, 2010:

For the Year Ending June 30	Principal	Interest
2011	\$3,041,253	\$2,603,362
2012	3,107,583	2,490,525
2013	3,236,858	2,370,784
2014	3,557,145	2,236,736
2015	3,608,500	2,088,936
2016-2020	18,603,542	8,060,537
2021-2025	19,229,951	7,752,571
2026-2030	11,017,941	15,566,603
2031-2035	6,595,143	11,241,156
2036-2040	1,182,796	440,099
2041-2045	944,828	171,985
2046-2049	312,919	35,971
Total	<u>\$74,438,459</u>	<u>\$55,059,265</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, 2010, accreted interest amounted to \$6,509,448.

**CITY OF SUISUN CITY**  
**Notes to Basic Financial Statements**  
**For the Year Ended June 30, 2010**

**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 \$52,396,852 remaining debt service on the Bonds, which is scheduled to occur in 2034. For fiscal year 2010, \$11,730,400 of total tax increment revenue less \$2,346,080 of 20% housing set-aside, less \$3,131,102 of pass through payments (County of Solano, Fairfield-Suisun Unified School District, Solano County Superintendent of Schools, Solano Community College District) amounted to \$6,253,218. This amount represented coverage of 11.33 over the \$551,676 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, 2010, \$507,346 was on deposit in the 2003 Series A reserve account, and \$3,280,349 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 \$53,076,605 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 2010, \$11,730,400 of total tax increment revenue less \$2,346,080 of 20% housing set-aside, less \$3,131,102 of Pass through payments (County of Solano, Fairfield-Suisun Unified School District, Solano County Superintendent of Schools, Solano Community College District) amounted to \$6,253,218. This represented coverage of 1.76 over the \$3,544,490 of debt service.

**CITY OF SUISUN CITY**  
**Notes to Basic Financial Statements**  
**For the Year Ended June 30, 2010**

**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, 2010, the Agency had \$1,386,175 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, 2010**

**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 principal was \$395,000 at June 30, 2010.

**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, 2010**

**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.

**C. Fund Balance**

As of June 30, 2010, the RDA Bonds Debt Service Fund had a negative fund balance of \$1,340,018 and the NSP-ACQ/ Rehab Special Revenue Fund had a negative fund balance of \$46,435.

**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.

**CITY OF SUISUN CITY**  
**Notes to Basic Financial Statements**  
**For the Year Ended June 30, 2010**

**NOTE 11 - RISK MANAGEMENT (Continued)**

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 \$577,644 reported in the fund at June 30, 2010 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.

**B. Liability for Uninsured Claims**

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

	2010	2009
Beginning balance	\$817,196	\$1,132,015
Increase (decrease) in current year claims and changes in estimates	(31,502)	(146,453)
Claims paid	(208,050)	(168,366)
Ending Balance	<u>\$577,644</u>	<u>\$817,196</u>
Current portion	<u>\$188,208</u>	<u>\$171,778</u>
Non-current portion	<u>\$389,436</u>	<u>\$645,418</u>

**NOTE 12 - 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, 2010, are summarized as follows:

**CITY OF SUISUN CITY**  
**Notes to Basic Financial Statements**  
**For the Year Ended June 30, 2010**

**NOTE 12 - PENSION PLAN (Continued)**

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

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

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:

	Annual Pension Cost (APC)	Percentage of APC Contributed	Net Pension Obligation
2008	\$920,133	100%	\$0
2009	1,087,200	100%	\$0
2010	1,124,400	100%	\$0

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, 2010 was 16 years for the miscellaneous plan, 16 years for the safety police plan, and 16 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, 2010**

**NOTE 12 - PENSION PLAN (Continued)**

*State-wide Pool - Safety Plan: Fire*

Actuarial						
Valuation Date	Entry Age Accrued Liability	Value of Assets	Unfunded (Overfunded) Liability	Unfunded Ratio	Annual Covered Payroll	Unfunded (Overfunded) Liability as % of Payroll
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%
2008	69,011,153	62,163,959	6,847,194	90.1%	21,538,000	31.8%

The City's Safety Fire Plan represents approximately 1.06%, 0.99%, and 0.82% of the State-wide pool for the years ended June 30, 2008, 2007, and 2006, respectively, based on covered payroll of \$227,340, \$221,442, and \$212,478 for those years.

*State-wide Pool - Safety Plan: Police*

Actuarial						
Valuation Date	Entry Age Accrued Liability	Value of Assets	Unfunded (Overfunded) Liability	Unfunded Ratio	Annual Covered Payroll	Unfunded (Overfunded) Liability as % of Payroll
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%
2008	8,700,467,733	7,464,927,716	1,235,540,017	85.8%	914,840,596	135.1%

The City's Safety Police Plan represents approximately 0.15%, 0.18%, and 0.13% of the State-wide pool for the years ended June 30, 2008, 2007, and 2006, respectively, based on covered payroll of \$1,383,286, \$1,472,979 and \$1,209,747 for those years.

*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
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%
2008	2,780,280,768	2,547,323,278	232,957,490	91.6%	688,606,681	33.8%

The City's Miscellaneous Plan represents approximately 0.54%, 0.51%, and 0.44% of the State-wide pool for the years ended June 30, 2008, 2007, and 2006, respectively, based on covered payroll of \$3,720,546, \$3,365,980, and \$3,086,905 for those years.

**CITY OF SUISUN CITY**  
**Notes to Basic Financial Statements**  
**For the Year Ended June 30, 2010**

**NOTE 13 – OTHER POST EMPLOYMENT BENEFITS**

During fiscal year 2009-2010, the City implemented the provisions of Governmental Accounting Standards Board Statement No. 45, Accounting and Financial Reporting by Employers for Postemployment Benefits Other Than Pensions. This Statement establishes uniform financial reporting standards for employers providing postemployment benefits other than pensions (OPEB). The provisions of this statement are applied prospectively and do not affect prior year's financial statements. The City has elected to use the alternative measurement method as prescribed by GASB 45. Required disclosures are presented below.

**A. Plan Description and Funding Policy**

The City follows the governmental code section 22890-22905 and provides postretirement health care benefits to employees who retire on or after attaining a minimum of 10 years of public service who elected to receive benefits. The City has set a maximum amount of contribution of \$125 each month per each retiree. For retired employees with 10 years of service, the City contributes 50% of \$125 each month. For retired employees with 20 or more years of service, the City contributes 100% of its maximum amount of contribution monthly. All eligible retirees can continue medical coverage with the Plan provided for active employees. The cost of the benefits provided by the Plan is currently being paid by the City on a pay-as-you-go basis. The long-term strategy for funding the benefits provided under the Plan is currently being evaluated.

**B. Actuarial Assumptions**

The annual required contribution (ARC) was determined as part of a June 30, 2010 actuarial valuation using the GASB 45 Alternative Measurement Method. This is a projected unit credit method, which takes into account those benefits that are expected to be earned in the future as well as those already accrued. The actuarial assumptions included (a) 2.0% investment rate of return, (b) 2.9% payroll growth rate, and (c) health care cost trend rates from 4.7% to 8.0% for medical benefits. Actuarially determined amounts are subject to revision at least tri-annually as results are compared to past expectations and new estimates are made about the future. The City's OPEB unfunded actuarial accrued liability is being amortized as a level percentage of projected payroll using a 30 year amortization period on a closed basis.

**C. Funding Progress and Funded Status**

The City's Net OPEB Obligation (NOO) is recorded in the Statement of Net Assets and is calculated as follows:

Annual Required Contribution	\$75,057
Interest on Net OPEB Obligation	0
Adjustment to Annual Required Contribution	<u>0</u>
Annual OPEB cost	75,057
Age Adjusted Contributions made	<u>(24,835)</u>
(Decrease) increase in net OPEB obligations	50,222
Net OPEB obligation (asset) June 30, 2009	<u>0</u>
<b>Net OPEB obligation (asset) June 30, 2010</b>	<b><u><u>\$50,222</u></u></b>

**CITY OF SUISUN CITY**  
**Notes to Basic Financial Statements**  
**For the Year Ended June 30, 2010**

**NOTE 13 – OTHER POST EMPLOYMENT BENEFITS (Continued)**

The actuarial accrued liability (AAL) representing the present value of future benefits, included in the actuarial study dated June 30, 2008 amounted to \$627,788.

The Plan's annual required contributions and actual contributions for fiscal year ended June 30, 2010 is set forth below:

Actuarial Valuation Date	Actuarial Value of Assets (A)	Entry Age Actuarial Accrued Liability (B)	Unfunded (Overfunded) Actuarial Accrued Liability (A – B)	Funded Ratio (A/B)	Covered Payroll (C)	Unfunded (Overfunded) Actuarial Liability as Percentage of Covered Payroll [(A – B)/C]
6/30/2008	\$0	\$627,788	\$627,788	0.00%	\$5,900,300	10.64%

The Schedule of Funding Progress presents trend information about whether the actuarial value of plan assets is increasing or decreasing over time relative to the actuarial accrued liability for benefits. Trend data from the June 30, 2010 actuarial study is presented below:

Fiscal Year	Annual Pension Cost	Age Adjusted Contribution	Percentage of Pension Cost Contributed	Net OPEB Obligation (Asset)
June 30, 2010	\$75,057	\$24,835	33%	\$50,222

**NOTE 14 - COMMITMENTS AND CONTINGENCIES**

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

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

**CITY OF SUISUN CITY**  
**Notes to Basic Financial Statements**  
**For the Year Ended June 30, 2010**

**NOTE 15 – PROPOSITION 1A BORROWING BY THE STATE OF CALIFORNIA AND SECURITIZATION**

Under the provisions of Proposition 1A and as part of the fiscal year 2009-10 budget package passed by the California State legislature on July 28, 2009, the State of California borrowed 8% of property tax revenue, including those property taxes associated with the in-lieu motor vehicle license fees, triple flip in lieu sales taxes, and supplemental property taxes, apportioned to the City. The State is required to repay the \$259,140 it borrowed from the City, plus interest, by June 30, 2013.

Authorized with the 2009-10 State budget package was the Proposition 1A Securitization Program (Program), administered by the California Statewide Communities Development Authority (“California Communities”), a joint powers authority sponsored by the California State Association of Counties and the League of California Cities. Under the Program, the participating cities receive cash equal to their share of State borrowings and forgo interest they otherwise would have received from the State on the unpaid borrowings. The City is a participant in the Program.

California Communities simultaneously purchased the Proposition 1A receivables from the City and other participants, and issued bonds to provide participants with proceeds to be remitted in two equal installments due on January 15, 2010 and May 3, 2010. All costs of issuance and interest were paid by the State of California. Participating local agencies have no obligation on the bonds and no credit exposure to the State. As of June 30, 2010, the City received both installments due under the Program and recorded them as property taxes in the same manner as if the State had not exercised its rights under Proposition 1A. Since sales proceeds to the City equal the book value of State borrowings no gain or loss was incurred.

**NOTE 16 – TAX INCREMENT SHIFT TO SUPPLEMENTAL EDUCATIONAL REVENUE AUGMENTATION FUND (SERAF)**

The State of California adopted AB26 4X in July 2009 which directs that a portion of the incremental property taxes received by redevelopment agencies, based on the property taxes received in fiscal year 2006-07, be paid instead to the County supplemental educational revenue augmentation fund (SERAF) in fiscal years 2009-10 and 2010-11. The State Department of Finance determines each agency’s SERAF payment by November 15 of each year, and payments are due by May 10 of the applicable year. The Redevelopment Agency of the City of Suisun City made its first SERAF payment of \$5,723,200 in fiscal year 2009-10.

Based on the calculations in AB26 4X, the Agency’s SERAF payment is estimated to be \$1,177,180 in fiscal year 2010-11. The Agency can use any legally available funds to make the SERAF payments. The obligation to make the SERAF payment is subordinate to obligations to repay bonds. However, if the Agency fails to make the full SERAF payment, the Agency may not encumber or expend funds other than to pay pre-existing indebtedness, contractual obligations and 75% of the amount expended on Agency administration for the preceding fiscal year until the SERAF is paid in full.

**This Page Left Intentionally Blank**

**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, 2010

	<u>Budgeted Amounts</u>		<u>Actual Amounts</u>	<u>Variance with Final Budget Positive (Negative)</u>
	<u>Original</u>	<u>Final</u>		
<b>REVENUES:</b>				
Property taxes	\$13,600,000	\$11,800,000	\$11,730,400	(\$69,600)
Investment earnings	277,100	177,100	290,547	113,447
<b>Total Revenues</b>	<b>13,877,100</b>	<b>11,977,100</b>	<b>12,020,947</b>	<b>43,847</b>
<b>EXPENDITURES:</b>				
<b>Current:</b>				
Tax increment pass-through	4,543,300	9,148,100	9,067,551	80,549
Principal on long-term debt	2,329,900	2,329,900	2,329,834	66
Interest on long-term debt	2,655,400	2,655,400	2,727,370	(71,970)
<b>Total Expenditures</b>	<b>9,528,600</b>	<b>14,133,400</b>	<b>14,124,755</b>	<b>8,645</b>
<b>EXCESS OF REVENUES OVER EXPENDITURES</b>	<b>4,348,500</b>	<b>(2,156,300)</b>	<b>(2,103,808)</b>	<b>52,492</b>
<b>OTHER FINANCING SOURCES (USES)</b>				
Transfers in	817,300	6,540,500	806,321	(5,734,179)
Transfers (out)	(8,492,300)	(8,342,300)	(7,482,418)	859,882
<b>Total other financing sources (uses)</b>	<b>(7,675,000)</b>	<b>(1,801,800)</b>	<b>(6,676,097)</b>	<b>(4,874,297)</b>
<b>EXCESS (DEFICIENCY) OF REVENUES AND OTHER SOURCES OVER EXPENDITURES AND OTHER USES</b>	<b><u>(\$3,326,500)</u></b>	<b><u>(\$3,958,100)</u></b>	<b>(8,779,905)</b>	<b><u>(\$4,821,805)</u></b>
<b>BEGINNING FUND BALANCES</b>			<b>7,439,887</b>	
<b>ENDING FUND BALANCES</b>			<b><u>(\$1,340,018)</u></b>	

## 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.

**TRAFFIC SAFETY** – 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.

<b>NON-MAJOR GOVERNMENTAL FUNDS (Continued)</b>
---

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

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

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

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

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.

JAG GRANTS – this fund accounts for federal grants and is limited to certain law enforcements purposes and for law enforcement equipment.

NUISANCE ABAT – Nuisance Abatement Fund- a fund established to account for costs and reimbursements for various types of public nuisance abatement, such as weed abatement, bank foreclosed property maintenance.

NSP-ACQ/ REHAB – This fund was established to account for costs and reimbursements for the Neighborhood Stabilization Program, a federal grant to rehabilitate and sell homes after they have been foreclosed.

#### **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.

<b>NON-MAJOR GOVERNMENTAL FUNDS (Continued)</b>
---

**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.

CITY OF SUISUN CITY  
NON-MAJOR GOVERNMENTAL FUNDS  
COMBINING BALANCE SHEETS  
JUNE 30, 2010

SPECIAL REVENUE FUNDS

	Off-Site Street Improvement	Housing Authority Choice Vouchers	Special Gas Tax	AB 939	Housing Authority Administration
Cash and investments	\$3,821,236	\$320,817	\$32,926	\$178,278	\$443,489
Cash with fiscal agent					
Receivables:					
Accounts receivable, net		9,855	\$47,487	2,358	9,855
Advances to other funds					
Prepaid Items					
Other assets					
Total Assets	<u>\$3,821,236</u>	<u>\$330,672</u>	<u>\$80,413</u>	<u>\$180,636</u>	<u>\$453,344</u>
<b>LIABILITIES</b>					
Accounts payable			\$7,573	\$3,864	\$858
Due to other funds					
Refundable deposits					
Retention payable					
Total Liabilities			<u>7,573</u>	<u>3,864</u>	<u>858</u>
<b>FUND EQUITY</b>					
Fund balances					
Reserved for:					
Debt service					
Prepays					
Advances to other funds					
Unreserved, undesignated:					
Special Revenue Funds	\$3,821,236	\$330,672	72,840	176,772	452,486
Capital Projects Funds					
Total Fund Balances	<u>3,821,236</u>	<u>330,672</u>	<u>72,840</u>	<u>176,772</u>	<u>452,486</u>
Total Liabilities and Fund Balances	<u>\$3,821,236</u>	<u>\$330,672</u>	<u>\$80,413</u>	<u>\$180,636</u>	<u>\$453,344</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>
\$1,101	\$1,508,297	\$3,283	\$123,498		\$7,226	\$9,419	\$55
12,646		2,059	72,530	\$14,126			
		438		793			
		13,352					
<u>\$13,747</u>	<u>\$1,508,297</u>	<u>\$19,132</u>	<u>\$196,028</u>	<u>\$14,919</u>	<u>\$7,226</u>	<u>\$9,419</u>	<u>\$55</u>
\$1,530	\$12,585	\$8,848		\$1,843		\$60	
		9,237		13,071			
<u>1,530</u>	<u>12,585</u>	<u>18,085</u>		<u>14,914</u>		<u>60</u>	
		438		793			
12,217	1,495,712	609	\$196,028	(788)	\$7,226	9,359	\$55
<u>12,217</u>	<u>1,495,712</u>	<u>1,047</u>	<u>196,028</u>	<u>5</u>	<u>7,226</u>	<u>9,359</u>	<u>55</u>
<u>\$13,747</u>	<u>\$1,508,297</u>	<u>\$19,132</u>	<u>\$196,028</u>	<u>\$14,919</u>	<u>\$7,226</u>	<u>\$9,419</u>	<u>\$55</u>

(CONTINUED)

CITY OF SUISUN CITY  
NON-MAJOR GOVERNMENTAL FUNDS  
COMBINING BALANCE SHEETS  
JUNE 30, 2010

SPECIAL REVENUE FUNDS

	Traffic Safety	Click It or Ticket	Traffic Towing	Workforce Grants	SLESF Grant
Cash and investments	\$78,598		\$1,580	\$37,281	
Cash with fiscal agent					
Receivables:					
Accounts receivable, net	44,471	\$3,201			\$15,427
Advances from other funds					
Prepaid Items					
Other assets					
Total Assets	<u>\$123,069</u>	<u>\$3,201</u>	<u>\$1,580</u>	<u>\$37,281</u>	<u>\$15,427</u>
<b>LIABILITIES</b>					
Accounts payable					
Due to other funds	\$16,486	\$3,201			\$15,427
Refundable deposits					
Retention payable				27,647	
Total Liabilities	<u>16,486</u>	<u>3,201</u>		<u>27,647</u>	<u>15,427</u>
<b>FUND EQUITY</b>					
Fund balances					
Reserved for:					
Debt service					
Prepays					
Advances					
Unreserved, undesignated:					
Special Revenue Funds	106,583		\$1,580	9,634	
Capital Projects Funds					
Total Fund Balances	<u>106,583</u>		<u>1,580</u>	<u>9,634</u>	
Total Liabilities and Fund Balances	<u>\$123,069</u>	<u>\$3,201</u>	<u>\$1,580</u>	<u>\$37,281</u>	<u>\$15,427</u>

**SPECIAL REVENUE FUNDS**

Bureau of Justice Vest Grant	School Resource Grant	Prop 49 Grants	Fire Assistance	Special Assessment Districts	Police Grants	JAG Grants
	\$2,539	\$49,077		\$1,438,523		\$19,730
\$642				14,000	\$80,944	
<u>\$642</u>	<u>\$2,539</u>	<u>\$49,077</u>		<u>\$1,452,523</u>	<u>\$80,944</u>	<u>\$19,730</u>
		\$109		\$53,954 24,077 32,093	\$80,008	\$19,730
\$63						
<u>63</u>		<u>109</u>		<u>110,124</u>	<u>80,008</u>	<u>19,730</u>
	\$2,539	48,968		1,342,399	936	
579						
<u>579</u>	<u>2,539</u>	<u>48,968</u>		<u>1,342,399</u>	<u>936</u>	
<u>\$642</u>	<u>\$2,539</u>	<u>\$49,077</u>		<u>\$1,452,523</u>	<u>\$80,944</u>	<u>\$19,730</u>

CITY OF SUISUN CITY  
NON-MAJOR GOVERNMENTAL FUNDS  
COMBINING BALANCE SHEETS  
JUNE 30, 2010

	<u>SPECIAL REVENUE FUNDS</u>		<u>DEBT SERVICE FUNDS</u>		
	Nuisance Abat	NSP-ACQ/ Rehab	Highway 12 Bond	North Bay Aqueduct	Civic Center
Cash and investments	\$10,400		\$74,430	\$8,184	
Cash with fiscal agent					\$249,000
Receivables:					
Accounts receivable, net					
Advances from other funds					
Prepaid Items					
Other assets					
Total Assets	<u>\$10,400</u>		<u>\$74,430</u>	<u>\$8,184</u>	<u>\$249,000</u>
<b>LIABILITIES</b>					
Accounts payable	\$3,325	\$1,407			
Due to other funds		45,028			\$2,093
Refundable deposits					
Retention payable					
Total Liabilities	<u>3,325</u>	<u>46,435</u>			<u>2,093</u>
<b>FUND EQUITY</b>					
Fund balances					
Reserved for:					
Debt service			\$74,430	\$8,184	246,907
Prepays					
Advances to other funds					
Unreserved:					
Special Revenue Funds	7,075	(46,435)			
Capital Projects Funds					
Total Fund Balances	<u>7,075</u>	<u>(46,435)</u>	<u>74,430</u>	<u>8,184</u>	<u>246,907</u>
Total Liabilities and Fund Balances	<u>\$10,400</u>		<u>\$74,430</u>	<u>\$8,184</u>	<u>\$249,000</u>

(CONTINUED)

DEBT SERVICE FUND			CAPITAL PROJECTS FUNDS				Total Nonmajor Governmental Funds
Fire Truck Acquisition	YMCA	Vehicle Lease	Park Development	Municipal Facilities and Equipment	YMCA	1998/2003 Tax Allocation Bonds	
\$262,119		\$477	\$1,317,136	\$76,461	\$6,644	\$407,805	\$10,240,609 249,000
			37,246	4,591,318			366,847 4,591,318 1,231 13,352
<u>\$262,119</u>		<u>\$477</u>	<u>\$1,354,382</u>	<u>\$4,667,779</u>	<u>\$6,644</u>	<u>\$407,805</u>	<u>\$15,462,357</u>
			\$1,089		\$6,644		\$123,419 208,691 32,093 27,647
			1,089		6,644		391,850
\$262,119		\$477		\$4,591,318			592,117 1,231 4,591,318
			1,353,293	76,461		\$407,805	8,048,282 1,837,559
<u>262,119</u>		<u>477</u>	<u>1,353,293</u>	<u>4,667,779</u>		<u>407,805</u>	<u>15,070,507</u>
<u>\$262,119</u>		<u>\$477</u>	<u>\$1,354,382</u>	<u>\$4,667,779</u>	<u>\$6,644</u>	<u>\$407,805</u>	<u>\$15,462,357</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, 2010

	<b>SPECIAL REVENUE FUNDS</b>				
	<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>
<b>REVENUES</b>					
Taxes:					
Property taxes					
License and permits					
Fines and forfeits					
Intergovernmental		\$2,521,491	\$482,692	\$13,764	\$953,557
Special assessments					
Charges for services				39,116	
Investment earnings	\$89,699	3,597		3,663	9,194
Miscellaneous					15
Total Revenues	<u>89,699</u>	<u>2,525,088</u>	<u>482,692</u>	<u>56,543</u>	<u>962,766</u>
<b>EXPENDITURES</b>					
Current:					
General government		2,461,873			926,388
Public safety					
Public works				47,155	
Highways and streets			574,919		
Culture and recreation					
Community development					
Capital outlay					
Debt Service					
Principal					
Interest and fiscal charges					
Total Expenditures		<u>2,461,873</u>	<u>574,919</u>	<u>47,155</u>	<u>926,388</u>
<b>EXCESS (DEFICIENCY) OF REVENUES OVER EXPENDITURES</b>	<u>89,699</u>	<u>63,215</u>	<u>(92,227)</u>	<u>9,388</u>	<u>36,378</u>
<b>OTHER FINANCING SOURCES (USES)</b>					
Issuance of long-term debt					
Transfers in			185,200		
Transfers (out)	(763,253)		(20,300)		
Total Other Financing Sources (Uses)	<u>(763,253)</u>		<u>164,900</u>		
<b>NET CHANGE IN FUND BALANCES</b>	(673,554)	63,215	72,673	9,388	36,378
<b>BEGINNING FUND BALANCES</b>	<u>4,494,790</u>	<u>267,457</u>	<u>167</u>	<u>167,384</u>	<u>416,108</u>
<b>ENDING FUND BALANCES</b>	<u><u>\$3,821,236</u></u>	<u><u>\$330,672</u></u>	<u><u>\$72,840</u></u>	<u><u>\$176,772</u></u>	<u><u>\$452,486</u></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>
\$97,546	\$347,567		\$261,213	\$43,756	\$3,715		\$39,795
7	31,722	\$52,577 (119)	1,852		126	\$210 600	
90							
<u>97,643</u>	<u>379,289</u>	<u>52,458</u>	<u>263,065</u>	<u>43,756</u>	<u>3,841</u>	<u>810</u>	<u>39,795</u>
108,617	245,188			51,237	1,600	3,506	102,836
		59,792					
	3,879						
<u>108,617</u>	<u>249,067</u>	<u>59,792</u>		<u>51,237</u>	<u>1,600</u>	<u>3,506</u>	<u>102,836</u>
<u>(10,974)</u>	<u>130,222</u>	<u>(7,334)</u>	<u>263,065</u>	<u>(7,481)</u>	<u>2,241</u>	<u>(2,696)</u>	<u>(63,041)</u>
18,436	(5,000)		(140,000)	7,481			63,041
<u>18,436</u>	<u>(5,000)</u>		<u>(140,000)</u>	<u>7,481</u>			<u>63,041</u>
7,462	125,222	(7,334)	123,065		2,241	(2,696)	
4,755	1,370,490	8,381	72,963	5	4,985	12,055	55
<u>\$12,217</u>	<u>\$1,495,712</u>	<u>\$1,047</u>	<u>\$196,028</u>	<u>\$5</u>	<u>\$7,226</u>	<u>\$9,359</u>	<u>\$55</u>

(CONTINUED)

CITY OF SUISUN CITY  
NON-MAJOR GOVERNMENTAL FUNDS  
COMBINING STATEMENTS OF REVENUES, EXPENDITURES  
AND CHANGES IN FUND BALANCES  
FOR THE YEAR ENDED JUNE 30, 2010

	SPECIAL REVENUE FUNDS				
	Traffic Safety	Click It or Ticket	Traffic Towing	Workforce Grants	SLESF Grant
REVENUES					
Taxes:					
Property taxes					
License and permits	\$174,619				
Fines and forfeits					
Intergovernmental	80,345	\$3,201		\$78,766	\$100,000
Special assessments					
Charges for services			\$76,791		
Investment earnings	1,538		96		
Miscellaneous					
Total Revenues	256,502	3,201	76,887	78,766	100,000
EXPENDITURES					
Current:					
General government					
Public safety	80,346	3,201			100,000
Public works					
Highways and streets					
Culture and recreation					
Community development					
Capital outlay				245,015	
Debt Service					
Principal					
Interest and fiscal charges					
Total Expenditures	80,346	3,201		245,015	100,000
EXCESS (DEFICIENCY) OF REVENUES OVER EXPENDITURES	176,156		76,887	(166,249)	
OTHER FINANCING SOURCES (USES)					
Issuance of long-term debt					
Transfers in				178,218	
Transfers (out)	(70,200)		(63,041)	(75,294)	
Total Other Financing Sources (Uses)	(70,200)		(63,041)	102,924	
NET CHANGE IN FUND BALANCES	105,956		13,846	(63,325)	
BEGINNING FUND BALANCES	627		(12,266)	72,959	
ENDING FUND BALANCES	\$106,583		\$1,580	\$9,634	

**SPECIAL REVENUE FUNDS**

<u>Bureau Of Justice Vest Grant</u>	<u>School Resource Grant</u>	<u>Prop 49 Grants</u>	<u>Fire Assistance</u>	<u>Special Assessment Districts</u>	<u>Police Grants</u>	<u>JAG Grants</u>
				\$84,376		
\$317	\$42,000	\$115,508	\$9,425	14,000 1,602,910	\$114,570	\$58,372
		878		24,894 7,500		
<u>317</u>	<u>42,000</u>	<u>116,386</u>	<u>9,425</u>	<u>1,733,680</u>	<u>114,570</u>	<u>58,372</u>
317	56,100	95,595	9,631	972,311 44,621	113,073	58,372
				11,878		
<u>317</u>	<u>56,100</u>	<u>95,595</u>	<u>9,631</u>	<u>1,028,810</u>	<u>113,073</u>	<u>58,372</u>
	(14,100)	20,791	(206)	704,870	1,497	
			380	210,023 (534,166)	(561)	
			380	(324,143)	(561)	
	(14,100)	20,791	174	380,727	936	
579	16,639	28,177	(174)	961,672		
<u>\$579</u>	<u>\$2,539</u>	<u>\$48,968</u>		<u>\$1,342,399</u>	<u>\$936</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, 2010

	<u>SPECIAL REVENUE FUNDS</u>		<u>DEBT SERVICE FUNDS</u>		
	<u>Nuisance Abat</u>	<u>NSP-ACQ/ Rehab</u>	<u>Highway 12 Bond</u>	<u>North Bay Aqueduct</u>	<u>Civic Center</u>
<b>REVENUES</b>					
Taxes:					
Property taxes			\$340,850	\$74,541	
License and permits					
Fines and forfeits					
Intergovernmental		\$721,693			
Special assessments					
Charges for services	\$400				\$55,000
Investment earnings		1,056	591	318	(2,466)
Miscellaneous					
<b>Total Revenues</b>	<u>400</u>	<u>722,749</u>	<u>341,441</u>	<u>74,859</u>	<u>52,534</u>
<b>EXPENDITURES</b>					
Current:					
General government					
Public safety	3,325				
Public works					
Highways and streets					
Culture and recreation					
Community development		769,184			
Capital outlay					
Debt Service					
Principal			190,000	72,615	200,000
Interest and fiscal charges			131,199		60,968
<b>Total Expenditures</b>	<u>3,325</u>	<u>769,184</u>	<u>321,199</u>	<u>72,615</u>	<u>260,968</u>
<b>EXCESS (DEFICIENCY) OF REVENUES OVER EXPENDITURES</b>	<u>(2,925)</u>	<u>(46,435)</u>	<u>20,242</u>	<u>2,244</u>	<u>(208,434)</u>
<b>OTHER FINANCING SOURCES (USES)</b>					
Issuance of long-term debt					
Transfers in	10,000				202,000
Transfers (out)					
<b>Total Other Financing Sources (Uses)</b>	<u>10,000</u>				<u>202,000</u>
<b>NET CHANGE IN FUND BALANCES</b>	<u>7,075</u>	<u>(46,435)</u>	<u>20,242</u>	<u>2,244</u>	<u>(6,434)</u>
<b>BEGINNING FUND BALANCES</b>			<u>54,188</u>	<u>5,940</u>	<u>253,341</u>
<b>ENDING FUND BALANCES</b>	<u>\$7,075</u>	<u>(\$46,435)</u>	<u>\$74,430</u>	<u>\$8,184</u>	<u>\$246,907</u>

(CONTINUED)

DEBT SERVICE FUNDS			CAPITAL PROJECTS FUNDS				Total Nonmajor Governmental Funds
Fire Truck Acquisition	YMCA	Vehicle Lease	Park Development	Municipal Facilities and Equipment	YMCA	1998/2003 Tax Allocation Bonds	
							\$499,767
							174,619
							3,715
							5,752,011
							1,950,477
							17,152
\$6,703	(\$206,739)		\$25,642	\$7,277		\$12,189	218,660
			1,910		\$658		10,773
<u>6,703</u>	<u>(206,739)</u>		<u>27,552</u>	<u>7,277</u>	<u>658</u>	<u>12,189</u>	<u>8,627,174</u>
							\$3,388,261
							787,756
							1,264,654
			17,600		117,603		619,540
							194,995
			7,818			23,493	769,184
							292,083
89,398	1,579,167	\$26,320					2,157,500
27,797	137,650	2,130					359,744
<u>117,195</u>	<u>1,716,817</u>	<u>28,450</u>	<u>25,418</u>		<u>117,603</u>	<u>23,493</u>	<u>9,833,717</u>
(110,492)	(1,923,556)	(28,450)	2,134	7,277	(116,945)	(11,304)	(1,206,543)
	1,923,556	28,600	38,590	(279,218)	160,828	(233,136)	3,026,353
							(2,184,169)
	1,923,556	28,600	38,590	(279,218)	160,828	(233,136)	842,184
(110,492)		150	40,724	(271,941)	43,883	(244,440)	(364,359)
372,611		327	1,312,569	4,939,720	(43,883)	652,245	15,434,866
<u>\$262,119</u>		<u>\$477</u>	<u>\$1,353,293</u>	<u>\$4,667,779</u>		<u>\$407,805</u>	<u>\$15,070,507</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, 2010

SPECIAL REVENUE FUNDS

	OFF-SITE STREET IMPROVEMENT			HOUSING AUTHORITY CHOICE VOUCHERS		
	Budget	Actual	Variance Positive (Negative)	Budget	Actual	Variance Positive (Negative)
REVENUES						
Property taxes						
License and permits						
Fines and forfeits						
Intergovernmental				\$2,355,000	\$2,521,491	\$166,491
Developer fees	\$1,125,800		(\$1,125,800)			
Special assessments						
Charges for services						
Investment earnings	100,000	\$89,699	(10,301)	5,000	3,597	(1,403)
Reimbursements						
Miscellaneous						
<b>Total Revenues</b>	<b>1,225,800</b>	<b>89,699</b>	<b>(1,136,101)</b>	<b>2,360,000</b>	<b>2,525,088</b>	<b>165,088</b>
EXPENDITURES						
Current:						
General government				2,557,800	2,461,873	95,927
Public safety						
Public works						
Highways and streets						
Culture and recreation						
Community development						
Capital outlay						
Debt Service:						
Principal						
Interest and fiscal charges						
<b>Total Expenditures</b>				<b>2,557,800</b>	<b>2,461,873</b>	<b>95,927</b>
EXCESS (DEFICIENCY) OF REVENUES OVER EXPENDITURES	1,225,800	89,699	(1,136,101)	(197,800)	63,215	261,015
OTHER FINANCING SOURCES (USES)						
Issuance of long-term debt						
Transfers in						
Transfers (out)	(1,092,100)	(763,253)	328,847			
<b>Total Other Financing Sources (Uses)</b>	<b>(1,092,100)</b>	<b>(763,253)</b>	<b>328,847</b>			
NET CHANGE IN FUND BALANCES	\$133,700	(673,554)	(\$807,254)	(\$197,800)	63,215	\$261,015
BEGINNING FUND BALANCES		4,494,790			267,457	
ENDING FUND BALANCES		\$3,821,236			\$330,672	

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)
\$485,100	\$482,692	(\$2,408)	\$11,500	\$13,764	\$2,264	\$957,000	\$953,557	(\$3,443)
			5,000	39,116 3,663	39,116 (1,337)	6,700	9,194	2,494
						300	15	(285)
<u>485,100</u>	<u>482,692</u>	<u>(2,408)</u>	<u>16,500</u>	<u>56,543</u>	<u>40,043</u>	<u>964,000</u>	<u>962,766</u>	<u>(1,234)</u>
						970,800	926,388	44,412
670,200	574,919	95,281	224,800	47,155	177,645			
<u>670,200</u>	<u>574,919</u>	<u>95,281</u>	<u>224,800</u>	<u>47,155</u>	<u>177,645</u>	<u>970,800</u>	<u>926,388</u>	<u>44,412</u>
<u>(185,100)</u>	<u>(92,227)</u>	<u>92,873</u>	<u>(208,300)</u>	<u>9,388</u>	<u>217,688</u>	<u>(6,800)</u>	<u>36,378</u>	<u>43,178</u>
240,200	185,200	(55,000)						
(20,300)	(20,300)							
<u>219,900</u>	<u>164,900</u>	<u>(55,000)</u>						
<u>\$34,800</u>	<u>72,673</u>	<u>\$37,873</u>	<u>(\$208,300)</u>	<u>9,388</u>	<u>\$217,688</u>	<u>(\$6,800)</u>	<u>36,378</u>	<u>\$43,178</u>
	<u>167</u>			<u>167,384</u>			<u>416,108</u>	
	<u>\$72,840</u>			<u>\$176,772</u>			<u>\$452,486</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, 2010

SPECIAL REVENUE FUNDS

	ATOD GRANT			SEWER MAINTENANCE		
	Budget	Actual	Variance Positive (Negative)	Budget	Actual	Variance Positive (Negative)
<b>REVENUES</b>						
Property taxes						
License and permits						
Fines and forfeits						
Intergovernmental	\$97,800	\$97,546	(\$254)			
Developer fees						
Special assessments				\$310,000	\$347,567	\$37,567
Charges for services		7	7			
Investment earnings				35,000	31,722	(3,278)
Reimbursements						
Miscellaneous	200	90	(110)			
<b>Total Revenues</b>	<b>98,000</b>	<b>97,643</b>	<b>(357)</b>	<b>345,000</b>	<b>379,289</b>	<b>34,289</b>
<b>EXPENDITURES</b>						
Current:						
General government						
Public safety	186,800	108,617	78,183			
Public works				205,500	245,188	(39,688)
Highways and streets						
Culture and recreation						
Community development						
Capital outlay				80,000	3,879	76,121
Debt Service:						
Principal						
Interest and fiscal charges						
<b>Total Expenditures</b>	<b>186,800</b>	<b>108,617</b>	<b>78,183</b>	<b>285,500</b>	<b>249,067</b>	<b>36,433</b>
<b>EXCESS (DEFICIENCY) OF REVENUES OVER EXPENDITURES</b>	<b>(88,800)</b>	<b>(10,974)</b>	<b>77,826</b>	<b>59,500</b>	<b>130,222</b>	<b>70,722</b>
<b>OTHER FINANCING SOURCES (USES)</b>						
Transfers in	88,900	18,436	(70,464)			
Transfers (out)				(450,000)	(5,000)	445,000
<b>Total Other Financing Sources (Uses)</b>	<b>88,900</b>	<b>18,436</b>	<b>(70,464)</b>	<b>(450,000)</b>	<b>(5,000)</b>	<b>445,000</b>
<b>NET CHANGE IN FUND BALANCES</b>	<b>\$100</b>	<b>7,462</b>	<b>\$7,362</b>	<b>(\$390,500)</b>	<b>125,222</b>	<b>\$515,722</b>
<b>BEGINNING FUND BALANCES</b>		<b>4,755</b>			<b>1,370,490</b>	
<b>ENDING FUND BALANCES</b>		<b>\$12,217</b>			<b>\$1,495,712</b>	

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)
			\$266,600	\$261,213	(\$5,387)	\$40,000	\$43,756	\$3,756
\$100,000	\$52,577 (119)	(\$47,423) (119)	3,400	\$1,852	(1,548)			
100,000	52,458	(47,542)	270,000	263,065	(6,935)	40,000	43,756	3,756
						46,000	51,237	(5,237)
92,700	59,792	32,908						
92,700	59,792	32,908				46,000	51,237	(5,237)
7,300	(7,334)	(14,634)	270,000	263,065	(6,935)	(6,000)	(7,481)	(1,481)
			(190,000)	(140,000)	50,000	6,000	7,481	1,481
			(190,000)	(140,000)	50,000	6,000	7,481	1,481
<u>\$7,300</u>	<u>(7,334)</u>	<u>(\$14,634)</u>	<u>\$80,000</u>	<u>123,065</u>	<u>\$43,065</u>			
	8,381			72,963			5	
	<u>\$1,047</u>			<u>\$196,028</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, 2010

	SPECIAL REVENUE FUNDS					
	ASSET FORFEITURE			DARE/DONATIONS		
	Budget	Actual	Variance Positive (Negative)	Budget	Actual	Variance Positive (Negative)
REVENUES						
Property taxes						
License and permits						
Fines and forfeits	\$3,100	\$3,715	\$615			
Intergovernmental						
Developer fees						
Special assessments						
Charges for services						
Investment earnings	200	126	(74)	\$200	\$210	\$10
Reimbursements						
Miscellaneous				4,000	600	(3,400)
<b>Total Revenues</b>	<u>3,300</u>	<u>3,841</u>	<u>541</u>	<u>4,200</u>	<u>810</u>	<u>(3,390)</u>
EXPENDITURES						
Current:						
General government						
Public safety	3,300	1,600	1,700	10,800	3,506	7,294
Public works						
Highways and streets						
Culture and recreation						
Community development						
Capital outlay						
Debt Service:						
Principal						
Interest and fiscal charges						
<b>Total Expenditures</b>	<u>3,300</u>	<u>1,600</u>	<u>1,700</u>	<u>10,800</u>	<u>3,506</u>	<u>7,294</u>
EXCESS (DEFICIENCY) OF REVENUES OVER EXPENDITURES		<u>2,241</u>	<u>2,241</u>	<u>(6,600)</u>	<u>(2,696)</u>	<u>3,904</u>
OTHER FINANCING SOURCES (USES)						
Transfers in						
Transfers (out)						
<b>Total Other Financing Sources (Uses)</b>						
NET CHANGE IN FUND BALANCES		<u>2,241</u>	<u>\$2,241</u>	<u>(\$6,600)</u>	<u>(2,696)</u>	<u>\$3,904</u>
BEGINNING FUND BALANCES		<u>4,985</u>			<u>12,055</u>	
ENDING FUND BALANCES		<u>\$7,226</u>			<u>\$9,359</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)
			\$125,000	\$174,619	\$49,619			
\$46,800	\$39,795	(\$7,005)	97,900	80,345	(17,555)			
			200	1,538	1,338	\$78,100	\$76,791 96	(\$1,309) 96
<u>46,800</u>	<u>39,795</u>	<u>(7,005)</u>	<u>223,100</u>	<u>256,502</u>	<u>33,402</u>	<u>78,100</u>	<u>76,887</u>	<u>(1,213)</u>
102,900	102,836	64	97,900	80,346	17,554			
<u>102,900</u>	<u>102,836</u>	<u>64</u>	<u>97,900</u>	<u>80,346</u>	<u>17,554</u>			
<u>(56,100)</u>	<u>(63,041)</u>	<u>(6,941)</u>	<u>125,200</u>	<u>176,156</u>	<u>50,956</u>	<u>78,100</u>	<u>76,887</u>	<u>(1,213)</u>
63,100	63,041	(59)	(125,200)	(70,200)	55,000	(78,100)	(63,041)	15,059
<u>63,100</u>	<u>63,041</u>	<u>(59)</u>	<u>(125,200)</u>	<u>(70,200)</u>	<u>55,000</u>	<u>(78,100)</u>	<u>(63,041)</u>	<u>15,059</u>
<u>\$7,000</u>		<u>(\$7,000)</u>		105,956	<u>\$105,956</u>		13,846	<u>\$13,846</u>
	55			627			(12,266)	
	<u>\$55</u>			<u>\$106,583</u>			<u>\$1,580</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, 2010

	SPECIAL REVENUE FUNDS					
	WORKFORCE GRANTS			SLESF GRANT		
	Budget	Actual	Variance Positive (Negative)	Budget	Actual	Variance Positive (Negative)
REVENUES						
Property taxes						
License and permits						
Fines and forfeits						
Intergovernmental	\$60,000	\$78,766	\$18,766	\$100,000	\$100,000	
Developer fees						
Special assessments						
Charges for services						
Investment earnings						
Reimbursements						
Miscellaneous				200		(\$200)
<b>Total Revenues</b>	<u>60,000</u>	<u>78,766</u>	<u>18,766</u>	<u>100,200</u>	<u>100,000</u>	<u>(200)</u>
EXPENDITURES						
Current:						
General government						
Public safety				100,000	100,000	
Public works						
Highways and streets						
Culture and recreation						
Community development						
Capital outlay	334,000	245,015	88,985			
Debt Service:						
Principal						
Interest and fiscal charges						
<b>Total Expenditures</b>	<u>334,000</u>	<u>245,015</u>	<u>88,985</u>	<u>100,000</u>	<u>100,000</u>	
EXCESS (DEFICIENCY) OF REVENUES OVER EXPENDITURES	<u>(274,000)</u>	<u>(166,249)</u>	<u>107,751</u>	<u>200</u>		<u>(200)</u>
OTHER FINANCING SOURCES (USES)						
Transfers in	275,500	178,218	(97,282)			
Transfers (out)		(75,294)	(75,294)			
<b>Total Other Financing Sources (Uses)</b>	<u>275,500</u>	<u>102,924</u>	<u>(172,576)</u>			
NET CHANGE IN FUND BALANCES	<u>\$1,500</u>	<u>(63,325)</u>	<u>(\$64,825)</u>	<u>\$200</u>		<u>(\$200)</u>
BEGINNING FUND BALANCES		<u>72,959</u>				
ENDING FUND BALANCES		<u>\$9,634</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)
\$1,000	\$317	(\$683)	\$42,000	\$42,000		\$108,000	\$115,508	\$7,508
						2,000	878	(1,122)
<u>1,000</u>	<u>317</u>	<u>(683)</u>	<u>42,000</u>	<u>42,000</u>		<u>110,000</u>	<u>116,386</u>	<u>6,386</u>
2,000	317	1,683	56,100	56,100		110,000	95,595	14,405
<u>2,000</u>	<u>317</u>	<u>1,683</u>	<u>56,100</u>	<u>56,100</u>		<u>110,000</u>	<u>95,595</u>	<u>14,405</u>
<u>(1,000)</u>		<u>1,000</u>	<u>(14,100)</u>	<u>(14,100)</u>			<u>20,791</u>	<u>20,791</u>
1,000		(1,000)						
<u>1,000</u>		<u>(1,000)</u>						
			<u>(\$14,100)</u>	<u>(14,100)</u>			<u>20,791</u>	<u>\$20,791</u>
	<u>579</u>			<u>16,639</u>			<u>28,177</u>	
	<u>\$579</u>			<u>\$2,539</u>			<u>\$48,968</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, 2010

SPECIAL REVENUE FUNDS

	FIRE ASSISTANCE			SPECIAL ASSESSMENT DISTRICTS		
	Budget	Actual	Variance Positive (Negative)	Budget	Actual	Variance Positive (Negative)
REVENUES						
Property taxes				(\$84,300)	\$84,376	\$168,676
Fines and forfeits						
Intergovernmental	\$47,800	\$9,425	(\$38,375)	14,000	14,000	
Developer fees						
Special assessments				1,605,300	1,602,910	(2,390)
Charges for services						
Investment earnings				17,500	24,894	7,394
Reimbursements						
Miscellaneous				7,500	7,500	
<b>Total Revenues</b>	<b>47,800</b>	<b>9,425</b>	<b>(38,375)</b>	<b>1,560,000</b>	<b>1,733,680</b>	<b>173,680</b>
EXPENDITURES						
Current:						
General government						
Public safety	60,700	9,631	51,069			
Public works				1,166,800	972,311	194,489
Highways and streets				50,900	44,621	6,279
Culture and recreation						
Community development						
Capital outlay				120,000	11,878	108,122
Debt Service:						
Principal						
Interest and fiscal charges						
<b>Total Expenditures</b>	<b>60,700</b>	<b>9,631</b>	<b>51,069</b>	<b>1,337,700</b>	<b>1,028,810</b>	<b>308,890</b>
EXCESS (DEFICIENCY) OF REVENUES OVER EXPENDITURES	(12,900)	(206)	12,694	222,300	704,870	482,570
OTHER FINANCING SOURCES (USES)						
Transfers in	12,900	380	(12,520)	277,700	210,023	(67,677)
Transfers (out)				(628,200)	(534,166)	94,034
<b>Total Other Financing Sources (Uses)</b>	<b>12,900</b>	<b>380</b>	<b>(12,520)</b>	<b>(350,500)</b>	<b>(324,143)</b>	<b>26,357</b>
NET CHANGE IN FUND BALANCES		174	\$174	(\$128,200)	380,727	\$508,927
BEGINNING FUND BALANCES		(174)			961,672	
ENDING FUND BALANCES					\$1,342,399	

SPECIAL REVENUE FUNDS

POLICE GRANTS			JAG GRANTS			NUISANCE ABATEMENT		
Budget	Actual	Variance Positive (Negative)	Budget	Actual	Variance Positive (Negative)	Budget	Actual	Variance Positive (Negative)
\$171,300	\$114,570	(\$56,730)	\$129,300	\$58,372	(\$70,928)			
						\$500	\$400	(\$100)
171,300	114,570	(56,730)	129,300	58,372	(70,928)	500	400	(100)
171,300	113,073	58,227	129,300	58,372	70,928	10,500	3,325	(3,325)
						10,500	10,500	10,500
171,300	113,073	58,227	129,300	58,372	70,928	10,500	3,325	7,175
	1,497	1,497				(10,000)	(2,925)	7,075
	(561)	(561)				10,000	10,000	
	(561)	(561)				10,000	10,000	
	936	\$936					7,075	\$7,075
	\$936						\$7,075	

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, 2010

SPECIAL REVENUE FUNDS

	NSP-ACQ/REHAB			HIGHWAY 12 BOND		
	Budget	Actual	Variance Positive (Negative)	Budget	Actual	Variance Positive (Negative)
REVENUES						
Property taxes				\$294,600	\$340,850	\$46,250
License and permits						
Fines and forfeits						
Intergovernmental	\$955,000	\$721,693	(\$233,307)			
Developer fees						
Special assessments						
Charges for services						
Investment earnings		1,056	1,056	3,000	591	(2,409)
Reimbursements						
Miscellaneous						
<b>Total Revenues</b>	<b>955,000</b>	<b>722,749</b>	<b>(232,251)</b>	<b>297,600</b>	<b>341,441</b>	<b>43,841</b>
EXPENDITURES						
Current:						
General government						
Public safety						
Public works						
Highways and streets						
Culture and recreation						
Community development	955,000	769,184	185,816			
Capital outlay						
Debt Service:						
Principal				190,000	190,000	
Interest and fiscal charges				132,000	131,199	801
<b>Total Expenditures</b>	<b>955,000</b>	<b>769,184</b>	<b>185,816</b>	<b>322,000</b>	<b>321,199</b>	<b>801</b>
EXCESS (DEFICIENCY) OF REVENUES OVER EXPENDITURES		(46,435)	(46,435)	(24,400)	20,242	44,642
OTHER FINANCING SOURCES (USES)						
Transfers in						
Transfers (out)						
<b>Total Other Financing Sources (Uses)</b>						
NET CHANGE IN FUND BALANCES		(46,435)	(\$46,435)	(\$24,400)	20,242	\$44,642
BEGINNING FUND BALANCES					54,188	
ENDING FUND BALANCES		(\$46,435)			\$74,430	

DEBT SERVICE FUNDS

NORTH BAY AQUEDUCT			CIVIC CENTER			FIRE TRUCK ACQUISITION		
Budget	Actual	Variance Positive (Negative)	Budget	Actual	Variance Positive (Negative)	Budget	Actual	Variance Positive (Negative)
(\$71,000)	\$74,541	\$145,541						
700	318	(382)	\$55,000 4,200	\$55,000 (2,466)	(\$6,666)	\$5,000	\$6,703	\$1,703
						385,000		(385,000)
<u>(\$70,300)</u>	<u>74,859</u>	<u>145,159</u>	<u>59,200</u>	<u>52,534</u>	<u>(6,666)</u>	<u>390,000</u>	<u>6,703</u>	<u>(383,297)</u>
72,600	72,615	(15)	200,000 61,200	200,000 60,968	232	89,400 679,900	89,398 27,797	2 652,103
<u>72,600</u>	<u>72,615</u>	<u>(15)</u>	<u>261,200</u>	<u>260,968</u>	<u>232</u>	<u>769,300</u>	<u>117,195</u>	<u>652,105</u>
<u>(142,900)</u>	<u>2,244</u>	<u>145,144</u>	<u>(202,000)</u>	<u>(208,434)</u>	<u>(6,434)</u>	<u>(379,300)</u>	<u>(110,492)</u>	<u>268,808</u>
			202,000	202,000				
			<u>202,000</u>	<u>202,000</u>				
<u>(\$142,900)</u>	<u>2,244</u>	<u>\$145,144</u>		<u>(6,434)</u>	<u>(\$6,434)</u>	<u>(\$379,300)</u>	<u>(110,492)</u>	<u>\$268,808</u>
	<u>5,940</u>			<u>253,341</u>			<u>372,611</u>	
	<u>\$8,184</u>			<u>\$246,907</u>			<u>\$262,119</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, 2010

	DEBT SERVICE FUNDS					
	CIVIC CENTER			FIRE TRUCK ACQUISITION		
	Budget	Actual	Variance Positive (Negative)	Budget	Actual	Variance Positive (Negative)
REVENUES						
Property taxes						
Fines and forfeits						
Intergovernmental						
Developer fees						
Special assessments						
Charges for services	\$55,000	\$55,000		\$5,000	\$6,703	\$1,703
Investment earnings	4,200	(2,466)	(\$6,666)			\$1,703
Reimbursements						
Miscellaneous				385,000		(385,000)
<b>Total Revenues</b>	<u>59,200</u>	<u>52,534</u>	<u>(6,666)</u>	<u>390,000</u>	<u>6,703</u>	<u>(383,297)</u>
EXPENDITURES						
Current:						
General government						
Public safety						
Public works						
Highways and streets						
Culture and recreation						
Community development						
Capital outlay						
Debt Service:						
Principal	200,000	200,000		89,400	89,398	2
Interest and fiscal charges	61,200	60,968	232	679,900	27,797	652,103
<b>Total Expenditures</b>	<u>261,200</u>	<u>260,968</u>	<u>232</u>	<u>769,300</u>	<u>117,195</u>	<u>652,105</u>
EXCESS (DEFICIENCY) OF REVENUES OVER EXPENDITURES	<u>(202,000)</u>	<u>(208,434)</u>	<u>(6,434)</u>	<u>(379,300)</u>	<u>(110,492)</u>	<u>268,808</u>
OTHER FINANCING SOURCES (USES)						
Transfers in	202,000	202,000				
Transfers (out)						
<b>Total Other Financing Sources (Uses)</b>	<u>202,000</u>	<u>202,000</u>				
NET CHANGE IN FUND BALANCES		<u>(6,434)</u>	<u>(\$6,434)</u>	<u>(\$379,300)</u>	<u>(110,492)</u>	<u>\$268,808</u>
BEGINNING FUND BALANCES		<u>253,341</u>			<u>372,611</u>	
ENDING FUND BALANCES		<u>\$246,907</u>			<u>\$262,119</u>	

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)
						\$53,100		(\$53,100)
	(\$206,739)	(\$206,739)				25,000	\$25,642	642
							1,910	1,910
	(206,739)	(206,739)				78,100	27,552	(50,548)
						17,600	17,600	
						85,000	7,818	77,182
1,962,700	1,579,167	383,533	\$26,400	\$26,320	\$80			
20,900	137,650	(116,750)	2,200	2,130	70			
1,983,600	1,716,817	266,783	28,600	28,450	150	102,600	25,418	77,182
(1,983,600)	(1,923,556)	60,044	(28,600)	(28,450)	150	(24,500)	2,134	26,634
1,923,600	1,923,556	(44)	28,600	28,600			38,590	38,590
1,923,600	1,923,556	(44)	28,600	28,600			38,590	38,590
(\$60,000)		\$60,000		150	\$150	(\$24,500)	40,724	\$65,224
				327			1,312,569	
				\$477			\$1,353,293	

(CONTINUED)



CAPITAL PROJECTS FUNDS

1998/2003 TAX

ALLOCATION BONDS+IC16

Budget	Actual	Variance Positive (Negative)
\$800	\$12,189	\$11,389
<u>800</u>	<u>12,189</u>	<u>11,389</u>
177,000	23,493	153,507
<u>177,000</u>	<u>23,493</u>	<u>153,507</u>
<u>(176,200)</u>	<u>(11,304)</u>	<u>164,896</u>
<u>(482,300)</u>	<u>(233,136)</u>	<u>249,164</u>
<u>(482,300)</u>	<u>(233,136)</u>	<u>249,164</u>
<u>(\$658,500)</u>	<u>(244,440)</u>	<u>\$414,060</u>
	<u>652,245</u>	
	<u>\$407,805</u>	

**This Page Left Intentionally Blank**

## **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.

### **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, 2010

	<u>Motor Vehicle Repair</u>	<u>Motor Vehicle Replacement</u>	<u>Network Maintenance</u>	<u>Public Works Operating Cost</u>	<u>Self-Insurance</u>	<u>Total</u>
<b>ASSETS</b>						
<b>Current Assets:</b>						
Cash and investments	\$91,605	\$1,048,643	\$149,493	\$7,001	\$1,001,577	\$2,298,319
Other assets	10,931					10,931
<b>Total Current Assets</b>	<u>102,536</u>	<u>1,048,643</u>	<u>149,493</u>	<u>7,001</u>	<u>1,001,577</u>	<u>2,309,250</u>
<b>Non-Current Assets:</b>						
Advance to other funds						
Capital assets, net		667,214	15,140			682,354
<b>Total Non-Current Assets</b>		<u>667,214</u>	<u>15,140</u>			<u>682,354</u>
<b>Total Assets</b>	<u>102,536</u>	<u>1,715,857</u>	<u>164,633</u>	<u>7,001</u>	<u>1,001,577</u>	<u>2,991,604</u>
<b>LIABILITIES</b>						
<b>Current Liabilities:</b>						
Accounts payable	3,016		2,441	6,995	22,547	34,999
Claims payable					188,208	188,208
<b>Total Current Liabilities</b>	<u>3,016</u>		<u>2,441</u>	<u>6,995</u>	<u>210,755</u>	<u>223,207</u>
<b>Noncurrent Liabilities:</b>						
Claims payable					389,436	389,436
<b>Total Liabilities:</b>	<u>3,016</u>		<u>2,441</u>	<u>6,995</u>	<u>600,191</u>	<u>612,643</u>
<b>NET ASSETS</b>						
Invested in capital assets		667,214	15,140			682,354
Undesignated	99,520	1,048,643	147,052	6	401,386	1,696,607
<b>Total Net Assets</b>	<u>\$99,520</u>	<u>\$1,715,857</u>	<u>\$162,192</u>	<u>\$6</u>	<u>\$401,386</u>	<u>\$2,378,961</u>

CITY OF SUISUN CITY  
INTERNAL SERVICE FUNDS  
COMBINING STATEMENTS OF REVENUES, EXPENSES AND  
CHANGES IN FUND NET ASSETS  
FOR THE YEAR ENDED JUNE 30, 2010

	Motor Vehicle Repair	Motor Vehicle Replacement	Network Maintenance	Public Works Operating Cost	Self-Insurance	Total
<b>OPERATING REVENUES</b>						
Charges to City departments	\$166,600	\$137,100	\$151,600	\$979,157	\$564,453	\$1,998,910
Total Operating Revenues	<u>166,600</u>	<u>137,100</u>	<u>151,600</u>	<u>979,157</u>	<u>564,453</u>	<u>1,998,910</u>
<b>OPERATING EXPENDITURES</b>						
Salaries and benefits	50,587	18,457	127,082	850,134	103,245	1,149,505
Services and supplies	68,676	3,153	49,439	127,737	83,400	332,405
Claims and settlements					242,442	242,442
Depreciation		102,682	16,230			118,912
Total Expenditures	<u>119,263</u>	<u>124,292</u>	<u>192,751</u>	<u>977,871</u>	<u>429,087</u>	<u>1,843,264</u>
Operating Income (Loss)	<u>47,337</u>	<u>12,808</u>	<u>(41,151)</u>	<u>1,286</u>	<u>135,366</u>	<u>155,646</u>
<b>NONOPERATING REVENUES (EXPENSES)</b>						
Interest income	1,597	22,004	3,538	(1,448)	20,457	46,148
Miscellaneous		1				1
Total Nonoperating Revenues (Expenses)	<u>1,597</u>	<u>22,005</u>	<u>3,538</u>	<u>(1,448)</u>	<u>20,457</u>	<u>46,149</u>
Changes in Net Assets	48,934	34,813	(37,613)	(162)	155,823	201,795
BEGINNING NET ASSETS	<u>50,586</u>	<u>1,681,044</u>	<u>199,805</u>	<u>168</u>	<u>245,563</u>	<u>2,177,166</u>
ENDING NET ASSETS	<u>\$99,520</u>	<u>\$1,715,857</u>	<u>\$162,192</u>	<u>\$6</u>	<u>\$401,386</u>	<u>\$2,378,961</u>

CITY OF SUISUN CITY  
INTERNAL SERVICE FUNDS  
COMBINING STATEMENTS OF CASH FLOWS  
FOR THE YEAR ENDED JUNE 30, 2010

	Motor Vehicle Repair	Motor Vehicle Replacement	Network Maintenance	Public Works Operating Cost	Self Insurance	Total
<b>CASH FLOWS FROM OPERATING ACTIVITIES</b>						
Receipts from customers	\$166,600	\$137,101	\$151,600	\$979,157	\$564,453	\$1,998,911
Payments to suppliers	(72,010)	(3,153)	(48,814)	(138,480)	(564,532)	(826,989)
Payments to employees	(50,587)	(18,457)	(127,082)	(850,134)	(103,245)	(1,149,505)
<b>Cash Flows from Operating Activities</b>	<b>44,003</b>	<b>115,491</b>	<b>(24,296)</b>	<b>(9,457)</b>	<b>(103,324)</b>	<b>22,417</b>
<b>CASH FLOWS FROM CAPITAL AND RELATED FINANCING ACTIVITIES</b>						
Purchase of capital assets		(75,892)	1			(75,891)
<b>Cash Flows from Capital and Related Financing Activities</b>		<b>(75,892)</b>	<b>1</b>			<b>(75,891)</b>
<b>CASH FLOWS FROM INVESTING ACTIVITIES</b>						
Interest	1,597	22,004	3,538	(1,448)	20,457	46,148
<b>Cash Flows from Investing Activities</b>	<b>1,597</b>	<b>22,004</b>	<b>3,538</b>	<b>(1,448)</b>	<b>20,457</b>	<b>46,148</b>
<b>Net Cash Flows</b>	<b>45,600</b>	<b>61,603</b>	<b>(20,757)</b>	<b>(10,905)</b>	<b>(82,867)</b>	<b>(7,326)</b>
Cash and investments at beginning of period	46,005	987,040	170,250	17,906	1,084,444	2,305,645
Cash and investments at end of period	<u>\$91,605</u>	<u>\$1,048,643</u>	<u>\$149,493</u>	<u>\$7,001</u>	<u>\$1,001,577</u>	<u>\$2,298,319</u>
Reconciliation of operating loss to net cash flows from operating activities:						
Operating income (loss)	\$47,337	\$12,808	(\$41,151)	\$1,286	\$135,366	\$155,646
Miscellaneous receipts		1				1
Adjustments to reconcile operating income (loss) to net cash flows from operating activities:						
Depreciation		102,682	16,230			118,912
Change in assets and liabilities:						
Accounts payable and claims payable	(3,334)		625	(10,743)	(238,690)	(252,142)
<b>Cash Flows from Operating Activities</b>	<b>44,003</b>	<b>115,491</b>	<b>(24,296)</b>	<b>(9,457)</b>	<b>(103,324)</b>	<b>22,417</b>
Noncash transactions						
Transfer of capital assets						

## 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.

<b>AGENCY FUNDS (Continued)</b>
---------------------------------

**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.

JAG Grant – This fund accounts for the federal funds held by the City as the lead agency of the grant known as JAG.

JAG Grant II – This fund accounts for the feral funds held by the City as the lead agency of the grant known as JAGII.

This Page Left Intentionally Blank

CITY OF SUISUN CITY  
 AGENCY FUNDS  
 STATEMENT OF CHANGES IN ASSETS AND LIABILITIES  
 FOR THE YEAR ENDED JUNE 30, 2010

	Balance June 30, 2009	Additions	Deductions	Balance June 30, 2010
<hr/> <u>Casa de Suisun</u> <hr/>				
<u>Assets</u>				
Cash and investments	\$79,713	\$10,411		\$90,124
Total assets	<u>\$79,713</u>	<u>\$10,411</u>		<u>\$90,124</u>
<u>Liabilities</u>				
Due to other agencies	\$79,713	\$10,411		\$90,124
Total liabilities	<u>\$79,713</u>	<u>\$10,411</u>		<u>\$90,124</u>
<hr/> <u>Rec/Com Programs</u> <hr/>				
<u>Assets</u>				
Cash and investments	\$21,215		\$1,765	\$19,450
Assessments receivable	1,765		1,765	
Total assets	<u>\$22,980</u>		<u>\$3,530</u>	<u>\$19,450</u>
<u>Liabilities</u>				
Due to other agencies	\$22,980		\$3,530	\$19,450
Total liabilities	<u>\$22,980</u>		<u>\$3,530</u>	<u>\$19,450</u>
<hr/> <u>Asset Forfeiture</u> <hr/>				
<u>Assets</u>				
Cash and investments	\$550	\$6,074		\$6,624
Total assets	<u>\$550</u>	<u>\$6,074</u>		<u>\$6,624</u>
<u>Liabilities</u>				
Due to other agencies	\$550	\$6,074		\$6,624
Total liabilities	<u>\$550</u>	<u>\$6,074</u>		<u>\$6,624</u>

	Balance June 30, 2009	Additions	Deductions	Balance June 30, 2010
<hr/> <u>School Impact Fees</u> <hr/>				
<u>Assets</u>				
Cash and investments	\$5			\$5
Assessments receivable	3,298			3,298
Total assets	<u>\$3,303</u>			<u>\$3,303</u>
<u>Liabilities</u>				
Accounts payable				
Due to other agencies	\$3,303			\$3,303
Total liabilities	<u>\$3,303</u>			<u>\$3,303</u>
<hr/> <u>Public Art &amp; BID</u> <hr/>				
<u>Assets</u>				
Cash and investments	\$800	\$150	\$800	\$150
Total assets	<u>\$800</u>	<u>\$150</u>	<u>\$800</u>	<u>\$150</u>
<u>Liabilities</u>				
Accounts payable				
Due to other agencies	\$800	\$150	\$800	\$150
Total liabilities	<u>\$800</u>	<u>\$150</u>	<u>\$800</u>	<u>\$150</u>
<hr/> <u>Strong Motion Fees</u> <hr/>				
<u>Assets</u>				
Cash and investments	\$317		\$210	\$107
Total assets	<u>\$317</u>		<u>\$210</u>	<u>\$107</u>
<u>Liabilities</u>				
Accounts payable		\$107		\$107
Due to other agencies	\$317		\$317	
Total liabilities	<u>\$317</u>	<u>\$107</u>	<u>\$317</u>	<u>\$107</u>
<hr/> <u>Solano County Trust</u> <hr/>				
<u>Assets</u>				
Cash and investments				
Total assets				
<u>Liabilities</u>				
Due to other agencies				
Total liabilities				

(Continued)

CITY OF SUISUN CITY  
 AGENCY FUNDS  
 STATEMENT OF CHANGES IN ASSETS AND LIABILITIES  
 FOR THE YEAR ENDED JUNE 30, 2010

	Balance June 30, 2009	Additions	Deductions	Balance June 30, 2010
<u>Transit Tickets</u>				
<u>Assets</u>				
Cash and investments	\$803		\$188	\$615
Total assets	<u>\$803</u>		<u>\$188</u>	<u>\$615</u>
<u>Liabilities</u>				
Accounts payable	\$578		\$498	\$80
Due to other agencies	225	\$310		535
Total liabilities	<u>\$803</u>	<u>\$310</u>	<u>\$498</u>	<u>\$615</u>
<u>Event Tickets</u>				
<u>Assets</u>				
Cash and investments	\$640			\$640
Total assets	<u>\$640</u>			<u>\$640</u>
<u>Liabilities</u>				
Due to other agencies	\$640			\$640
Total liabilities	<u>\$640</u>			<u>\$640</u>
<u>Plan Check Fees</u>				
<u>Assets</u>				
Cash and investments				
Total assets				
<u>Liabilities</u>				
Due to other agencies				
Total liabilities				

	Balance June 30, 2009	Additions	Deductions	Balance June 30, 2010
<u>Sewer District Trust</u>				
<u>Assets</u>				
Cash and investments	\$253,093		\$4,507	\$248,586
Assessments receivable	257,626	\$18,518		276,144
Total assets	<u>\$510,719</u>	<u>\$18,518</u>	<u>\$4,507</u>	<u>\$524,730</u>
<u>Liabilities</u>				
Due to other agencies	\$510,719	\$18,518	\$4,507	\$524,730
Total liabilities	<u>\$510,719</u>	<u>\$18,518</u>	<u>\$4,507</u>	<u>\$524,730</u>
<u>Solano Garbage</u>				
<u>Assets</u>				
Cash and investments	\$132,356	\$23,353		\$155,709
Total assets	<u>\$132,356</u>	<u>\$23,353</u>		<u>\$155,709</u>
<u>Liabilities</u>				
Accounts payable	\$132,356	\$23,353		\$155,709
Total liabilities	<u>\$132,356</u>	<u>\$23,353</u>		<u>\$155,709</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				
Total assets				
<u>Liabilities</u>				
Due to other agencies				
Total liabilities				

(Continued)

CITY OF SUISUN CITY  
 AGENCY FUNDS  
 STATEMENT OF CHANGES IN ASSETS AND LIABILITIES  
 FOR THE YEAR ENDED JUNE 30, 2010

	Balance June 30, 2009	Additions	Deductions	Balance June 30, 2010
<u>Harbor Plaza Trash</u>				
<u>Assets</u>				
Cash and investments	\$1,069		\$1,069	
Assessments receivable	2,485	\$2,109		4,594
Total assets	<u>\$3,554</u>	<u>\$2,109</u>	<u>\$1,069</u>	<u>\$4,594</u>
<u>Liabilities</u>				
Accounts payable	\$136			\$136
Due to other agencies	3,418	\$2,109	\$1,069	4,458
Total liabilities	<u>\$3,554</u>	<u>\$2,109</u>	<u>\$1,069</u>	<u>\$4,594</u>
<u>Suisun-Solano Water Agency</u>				
<u>Assets</u>				
Cash and investments	\$12,267,195		\$826,172	\$11,441,023
Cash with fiscal agent	790,150	\$23,155		813,305
Assessments receivable	737,163		38,580	698,583
Total assets	<u>\$13,794,508</u>	<u>\$23,155</u>	<u>\$864,752</u>	<u>\$12,952,911</u>
<u>Liabilities</u>				
Accounts payable	\$234,929	\$211,456	\$234,929	\$211,456
Due to other agencies	13,559,579	46,628	864,752	12,741,455
Total liabilities	<u>\$13,794,508</u>	<u>\$258,084</u>	<u>\$1,099,681</u>	<u>\$12,952,911</u>
<u>Victorian Harbor Assessment District</u>				
<u>Assets</u>				
Cash and investments	\$91,257	\$1,108		\$92,365
Total assets	<u>\$91,257</u>	<u>\$1,108</u>		<u>\$92,365</u>
<u>Liabilities</u>				
Due to other agencies	\$91,257	\$1,108		\$92,365
Total liabilities	<u>\$91,257</u>	<u>\$1,108</u>		<u>\$92,365</u>

	Balance June 30, 2009	Additions	Deductions	Balance June 30, 2010
<b>CBSC - SB1473</b>				
<u>Assets</u>				
Cash and investments	\$118	\$108	\$118	\$108
Total assets	<u>\$118</u>	<u>\$108</u>	<u>\$118</u>	<u>\$108</u>
<u>Liabilities</u>				
Due to other agencies	\$118	\$108	\$118	\$108
Total liabilities	<u>\$118</u>	<u>\$108</u>	<u>\$118</u>	<u>\$108</u>
<b>JAG Grant</b>				
<u>Assets</u>				
Cash and investments		\$609,999		\$609,999
Total assets		<u>\$609,999</u>		<u>\$609,999</u>
<u>Liabilities</u>				
Accounts payable		\$102,024		\$102,024
Due to other agencies		\$507,975		\$507,975
Total liabilities		<u>\$609,999</u>		<u>\$609,999</u>
<b>JAG II Grant</b>				
<u>Assets</u>				
Cash and investments		\$195,722		\$195,722
Total assets		<u>\$195,722</u>		<u>\$195,722</u>
<u>Liabilities</u>				
Accounts payable		\$46,951		\$46,951
Due to other agencies		148,771		148,771
Total liabilities		<u>\$195,722</u>		<u>\$195,722</u>
<b><u>Combined Totals</u></b>				
<u>Assets</u>				
Cash and investments	\$12,853,354	\$846,925	\$834,829	\$12,865,450
Cash with fiscal agent	790,150	23,155		813,305
Assessments receivable	1,002,337	20,627	40,345	982,619
Total assets	<u>\$14,645,841</u>	<u>\$890,707</u>	<u>\$875,174</u>	<u>\$14,661,374</u>
<u>Liabilities</u>				
Accounts payable	\$367,999	\$383,891	\$235,427	\$516,463
Due to other agencies	14,277,842	742,162	875,093	14,144,911
Total liabilities	<u>\$14,645,841</u>	<u>\$1,126,053</u>	<u>\$1,110,520</u>	<u>\$14,661,374</u>

This Page Left Intentionally Blank



ERROR: undefined  
OFFENDING COMMAND: get

STACK:

/quit  
-dictionary-  
-mark-