

Year Ended
June 30, 2001

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City of Glendale, California

CITY OF GLENDALE

COMPREHENSIVE

ANNUAL FINANCIAL REPORT

YEAR ENDED JUNE 30, 2001

ADMINISTRATIVE SERVICES DIVISION

FINANCE SECTION

Robert J. Franz, Director of Finance and Administrative Services

Ron Ahlers, Assistant Finance Director

Lily F. Fang, Accounting Services Administrator

CITY OF GLENDALE

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Introductory Section

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CITY OF GLENDALE, CALIFORNIA
Administrative Services Division
FINANCE

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December 6, 2001

The Honorable Mayor and City Council
City of Glendale
Glendale, California

Council Members:

Submitted herewith is the Comprehensive Annual Financial Report (CAFR) for the City of Glendale (City) for the year ended June 30, 2001. Responsibility for both the accuracy of the data, and the completeness and fairness of the presentation, including all disclosures, rests with the City's management. This document is reported in a manner designed to present fairly the financial position and results of operations of the various funds, account groups and component units of the City. All disclosures necessary to enable the reader to gain an understanding of the City's financial activities have been included.

This report is presented in three sections: introductory, financial, and statistical. The introductory section is self-explanatory and consists of this transmittal letter, a list of municipal officers, the City's organization chart and a copy of the Certificate of Achievement for Excellence in Financial Reporting from the Government Finance Officer Association for the fiscal year ended June 30, 2000. The financial section includes the general purpose financial statements, the combining/individual fund financial statements/schedules, as well as the independent auditors' report. The statistical section includes selected financial and demographic information, which is generally presented on a multi-year basis.

The City is required to undergo an annual single audit in conformity with the provisions of the Single Audit Act and the U.S. Office of Management and Budget's Circular A-133, Audit of States, Local Governments, and Non-Profit organizations. Information related to this single audit, including a schedule of expenditures of federal and state awards, the independent auditors' reports on compliance and on internal control over financial reporting and compliance with requirements applicable to the major programs, a schedule of findings and questioned costs and a summary schedule of prior year audit findings are included in a separately issued single audit report.

The financial reporting entity includes all the funds and account groups of the primary government (i.e. the City of Glendale), as well as all of its component units. Component units are legally separate entities for which the primary government is financially accountable. Blended component units, although legally separate entities, are in substance, part of the primary government. Accordingly, the Glendale Redevelopment Agency, the Glendale Housing Authority and the City of Glendale Financing Authority are reported in the appropriate funds of the City's financial report.

Governmental Structure, Local Economic Condition and Outlook

The City of Glendale is located northeast of Los Angeles in the foothills of the San Gabriel Mountains. The City was incorporated February 16, 1906 under the general laws of the State of California. The City Charter was adopted March 29, 1921. The City provides a full range of municipal services. This includes public safety (police and fire), streets, sanitation, refuse collection, sewer, hazardous disposal, electric and water utilities, parks and recreation, public improvements, planning and zoning, housing and community development and general administrative and support services.

Noted for its high quality of life and fiscal stability, Glendale is the third largest city in Los Angeles County, encompassing 30.6 square miles and serving approximately 200,000 people. The City has a City Manager form of government with five elected Councilmembers, in addition to an elected City Clerk and City Treasurer. The Councilmembers elect a mayor from one of their members and appoint various Boards and Commissions.

Over the last several years, the City has committed itself to a long-term financial strategy. Fundamental to this effort was the development of the City's Strategic Plan. This Plan has served to guide the City in allocation of economic resources. This year, the General Fund shows an increase of \$13.9 million to fund balance excluding an equity transfer of \$6.5 million. Over the last few years the City has developed a 10-year financial planning model for the General Fund. This financial model was explained to the public in various community meetings and publications. We conducted a phone survey to gauge how the public perceives the services they receive. There were many issues covered: police, fire, gangs, street improvements, potholes, community development and housing. After this input the City departments undertook an internal assessment as to the services each department should provide to the public. We reviewed these assessments with community and the City Council in early to mid 2000.

There are several issues that are cause for serious concern. A significant concern is the changes occurring in the electric industry. The future of the Electric Fund also directly impacts the City's General Fund, as it currently transfers \$11.7 million annually to the General Fund. Another significant concern is the overall economy of the United States, California and our region. Lastly the State Government's past history of taking City revenue when the State budget is out-of-balance is also a significant concern to the City.

FINANCIAL INFORMATION, MANAGEMENT, AND CONTROL

A detailed presentation of the financial position and the operating results of the City are provided in the CAFR. Presented below is a description of the control techniques applicable to financial resources, obligations, and information. The City's accounting controls comprise the plan, procedures, and records that are concerned with the safeguarding of assets and the reliability of financial records. The definition of accounting control denotes reasonable, but not absolute, assurance that the objectives expressed in it will be accomplished by the system. The concept of reasonable assurance recognizes that the cost of internal control should not exceed the benefits expected to be derived. We believe that the City's internal accounting controls adequately safeguard assets and provide reasonable assurance for the proper recording of financial transactions.

In accordance with Article XI, Section 6 of the City Charter, a budget must be adopted before the beginning of the next fiscal year. The approved budget establishes budgetary accounting control for its operating funds. Budgetary control is maintained at each division's category level by the encumbrance of estimated purchase amounts prior to the release of purchase orders or contracts to vendors. Purchase orders or contracts, which result in an over-run of division accounts are not released until additional appropriations are made available through transfer from other accounts either by resolution of City Council or administrative transfer. Over expenditures of the budget under \$25,000 will be netted against the department's Expenditure Control Budget Savings. This year, following operations exceeded their authorized budgets: Communication Services, Personnel, Fire Suppression and Street Maintenance. In addition, there were other departments who over expended in one or more categories but were not over expended in total. Please refer to pages 42-45 for the detail of these budgets. Open encumbrances are reported as reservations of fund balances at fiscal year end.

CASH MANAGEMENT

To obtain flexibility in cash management, the City employs a pooled cash system. Under the City's pooling concept, all available cash is invested daily in various securities, while still maintaining reasonable liquidity to meet maturing obligations and maximizing return through the use of competitive rate comparisons from various investment sources.

The following table presents a comparison of the results of the City's investment of pooled cash for fiscal years 2000 and 2001:

	Fiscal years ended June 30,	
	<u>2001</u>	<u>2000</u>
Average portfolio balance	\$ 362,689,664	\$ 296,168,717
Total portfolio's interest income	\$ 22,611,774	\$ 15,124,348
Average return on invested cash	6.23 %	5.11%

The average return on invested cash has significantly increased because of increased interest earnings from our investments and the requirements of GASB 31, which states that we value our investments at market price. As interest rates decrease our portfolio increases in value and this is reflected in a higher average return. The City Treasurer presents monthly reports to the City Manager and the City Council. The City's general investment strategies are set forth in a formal Statement of Investment Policy, which is approved by the City Council.

RISK MANAGEMENT

The City is self-insured for unemployment, uninsurable litigation, general liability, auto liability, workers' compensation, medical, vision and dental insurance. The City, however, has purchased excess insurance for general liability and workers' compensation (see page 114 for the list of policies). As of June 30, 2001, \$9.1 million was designated to meet losses in excess of claims payable of \$24.1 million as they arise. The City also employs various risk control techniques, including safety training for all employees and the inclusion of appropriate legal provisions in third party contracts, in order to minimize losses.

FINANCIAL OVERVIEW

Governmental Operations

The following schedule presents a summary of Governmental revenue for the fiscal year ended June 30, 2001, and the amount and percentage of increases and decreases in relation to prior year revenues:

	<u>2001</u>	<u>Percent of Total</u>	<u>Increase/ (Decrease) from 2000</u>	<u>Percent of Increase/ (Decrease)</u>
Revenues				
Property taxes	\$ 32,568,000	17.2 %	\$ 1,386,000	4.4 %
Other taxes	58,950,000	31.2 %	6,276,000	11.9 %
Licenses and permits	3,035,000	1.6 %	(295,000)	(8.9 %)
Fines and forfeitures	1,907,000	1.0 %	(19,000)	(1.0 %)
Use of money and property	22,336,000	11.8 %	9,911,000	79.8 %
Revenue from other agencies	53,812,000	28.5 %	9,735,000	22.1 %
Charges for services	9,078,000	4.8 %	1,629,000	21.9 %
Miscellaneous revenue	2,139,000	1.1 %	(1,833,000)	(46.1 %)
Interfund revenue	<u>5,260,000</u>	<u>2.8 %</u>	<u>475,000</u>	<u>9.9 %</u>
	<u>\$ 189,085,000</u>	<u>100.0 %</u>	<u>\$ 27,265,000</u>	<u>16.8 %</u>

This year's revenues, excluding operating transfers in, totaled \$189.1 million, an increase of approximately \$27.3 million over last year's \$161.8 million. Property tax revenue increased \$1.4 million as a result of increased property sales and an increase in assessed value in the two redevelopment areas. The General Fund experienced an increase of \$1.7 from the prior year in property taxes. Other taxes increased due to a substantial increase in Sales Tax of \$1.8 million, Utility Users Tax of \$2.5 million and Franchise Tax of \$700,000. Use of Money & Property increased \$9.9 million thanks to increased returns from our investments and GASB 31. GASB 31 requires us to value our portfolio at market. This equated to \$3.4 million for this current fiscal year. Revenue from other agencies reflects an increase of \$9.7 million. This increase is from a variety of sources: \$4.5 million in various grants from HUD, \$2.1 million in State Gas Taxes, \$1.8 million increase in Motor Vehicle in Lieu, \$1.2 million from various grants in the Capital Improvement Fund. Charges for Services increased by \$1.6 million, of which \$1 million is from 40% gross receipts from the Scholl Canyon Landfill. The miscellaneous revenue decrease is attributable to the one-time payment last year from Charter Communications in the amount of \$1.8 million.

The following schedule presents a summary of governmental expenditures for the fiscal year ended June 30, 2001, and the percentage of increases and decreases in relation to prior year amounts.

	<u>2001</u>	<u>Percent of Total</u>	<u>Increase/ (Decrease) from 2000</u>	<u>Percent of Increase/ (Decrease)</u>
Expenditures				
Current:				
General government	\$ 12,753,000	6.8 %	\$ 892,000	7.5 %
Community promotion	40,000	0.0 %	(14,000)	(25.9 %)
Public safety	53,996,000	28.8 %	2,359,000	4.6 %
Public works	20,526,000	10.9 %	911,000	4.6 %
Housing, health and community development	15,390,000	8.2 %	1,240,000	8.8 %
Public Service	2,337,000	1.2 %	1,414,000	153.2 %
Parks, recreation and community services	7,428,000	4.0 %	438,000	6.3 %
Library	6,005,000	3.2 %	324,000	5.7 %
Employment Programs	2,165,000	1.2 %	2,165,000	N/A
Capital	60,093,000	32.0 %	29,902,000	99.0 %
Debt Service	6,830,000	3.7 %	6,000	0.1 %
	<u>\$ 187,563,000</u>	<u>100.0 %</u>	<u>\$ 39,637,000</u>	<u>26.8 %</u>

The governmental current expenditures were maintained at the same level of service as the prior year with increases in employees' cost of living along with other urgent needs. We have added the Workforce Investment Act Fund which records revenue received by the Federal government for employment services. The other significant variance from the prior year is Capital expenditures, which increased by \$29.9 million, mainly due to the new Police Facility currently under construction. Capital expenditures were \$60.1 million versus \$30.2 million last year.

Total governmental revenues exceeded total governmental expenditures before operating transfers in by \$1.5 million. During the decade of the 1990's the General Fund has become increasingly dependent on operating transfers in to maintain service levels without adding new taxes. This fiscal year operating transfers accounted for 18.5% of the General Fund revenues, a decrease of 1.8% from the prior year.

General Fund Balance

The General Fund shows an increase in fund balance of \$7.4 million, from \$46.5 million to \$53.9 million. Of the total fund balance of \$53.9 million, \$14.6 million is reserved (primarily \$11.7 million reserved to comply with the City Charter).

Proprietary Operations

The proprietary operations consist of Enterprise and Internal Service Funds.

The Enterprise group consists of the following activities: the Recreation Fund, the Hazardous Disposal Fund, the Fire Paramedic Fund, the Parking Fund, the Sewer Fund, the Refuse Disposal Fund, as well as the Electric Fund and Water Fund. The following is a summary of the funds' 2001 and 2000 comparative net income and their variances:

<u>Fund</u>	2001 Net income/ <u>(Loss)</u>	2000 Net income/ <u>(Loss)</u>	Variance Favorable/ <u>(Unfavorable)</u>
Recreation	43,000	(19,000)	62,000
Hazardous Disposal	(150,000)	143,000	(293,000)
Fire Paramedic	846,000	(538,000)	1,384,000
Parking	356,000	1,504,000	(1,148,000)
Sewer	13,676,000	11,914,000	1,762,000
Refuse Disposal	(1,146,000)	(826,000)	(320,000)
Electric	30,676,000	12,508,000	18,168,000
Water	1,406,000	3,443,000	(2,037,000)

The Recreation Fund has shown vast improvement over the last few fiscal years with the complete re-opening of the Civic Auditorium after major capital improvements were completed. This year, for the first time in many years, a positive net income of \$43,000 was earned. The Hazardous Disposal Fund posted a net loss this year of \$150,000; this is in contrast to the prior two years of positive net income of \$143,000 & \$56,000. The Fire Paramedic fund was established in the fall of 1998 by the City Council. Eighteen new fire fighters were hired to perform Advance Life Support to the citizens of Glendale. The General Fund loaned \$1.9 million to the Fire Paramedic Fund as seed money for this new enterprise to purchase equipment, train employees and establish a billing system. This year we recorded net income of \$846,000 thousand. The Parking Fund actually shows an improvement from last. Last year net income was \$1.5 million, however, this included a transfer in of \$1.7 million from the Redevelopment Agency, without the transfer in, the Parking Fund would have shown a loss of \$200,000. Therefore, this year's positive net income of \$356,000 is an improvement. The Sewer Fund continues to generate significant net income to fund major capital replacement in the Hyperion system as well as our own sewer infrastructure. The Refuse Disposal Fund shows a net loss again this year. The City Council has increased the refuse rates by 10% effective July 2001 that is projected to reverse the trend in fiscal year 2001-02. The Electric Fund earned \$30 million in net income this year. Much of the increase is due to wholesale transactions. The Water Fund earned \$1.4 million this year.

Internal Service Funds

Internal Service Funds are the second group of funds under the Proprietary Fund Type. They are comprised of: the Self-Insurance Funds for Unemployment, Uninsurable Litigation, Liability, Auto, Workers' Compensation, Dental, Medical and Vision Insurance; and a non-insurance related Equipment Reserve Fund and Employee Benefits Fund. The Employee Benefits Fund accounts for employees' post employment sick leave benefits and

medical insurance for the dependents of public safety employees killed in the line of duty. All of these funds have positive fund balances in excess of claims payables, except for the Liability Insurance Fund, Compensation Insurance Fund and the Employee Benefits Fund.

Trust and Agency Funds

Trust funds include the State Training Programs Fund (which are federal job training funds administered by the state), and the Fire Communication Fund.

The Agency Fund is a Special Deposit Fund that consists of various deposits held by the City as custodian in the amount of \$3 million. The remaining \$11.9 million is the accumulated annual deposits for the postclosure maintenance of the City's Scholl Canyon Landfill site.

INDEPENDENT AUDIT

The firm of McGladrey & Pullen LLP has audited the financial statements of the City and its affiliated agencies. Their unqualified opinion on the City's general purpose financial statements is included within this report.

AWARD

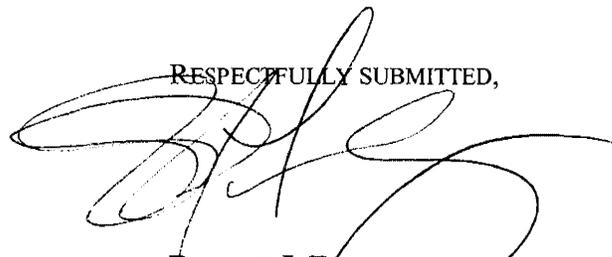
The Government Finance Officers Association (GFOA) awarded a Certificate of Achievement for Excellence in Financial Reporting to the City for its comprehensive annual financial report for the last six fiscal years ended June 30, 1995 through June 30, 2000. The Certificate of Achievement is a prestigious 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 unit must publish an easily readable and efficiently organized comprehensive annual financial report, whose contents conform to program standards. Such CAFR must satisfy both generally accepted accounting principles and applicable legal requirements. This award is valid for a period of one year. We believe that our current comprehensive annual financial report continues to meet the Certificate of Achievement for Excellence requirements and we will be submitting it to GFOA to determine its eligibility for another certificate.

ACKNOWLEDGMENTS

The preparation of this comprehensive annual financial report was made possible by the dedicated service of the entire staff of the Administrative Service Division. Each member of the division has my sincere appreciation for their contribution in the preparation of this report. A special commendation should be attributed to Ms. Lily Fang for the compilation of this CAFR.

RESPECTFULLY SUBMITTED,



ROBERT J. FRANZ
DIRECTOR OF FINANCE AND
ADMINISTRATIVE SERVICES

CITY OF GLENDALE
Officials of the City of Glendale
June 30, 2001

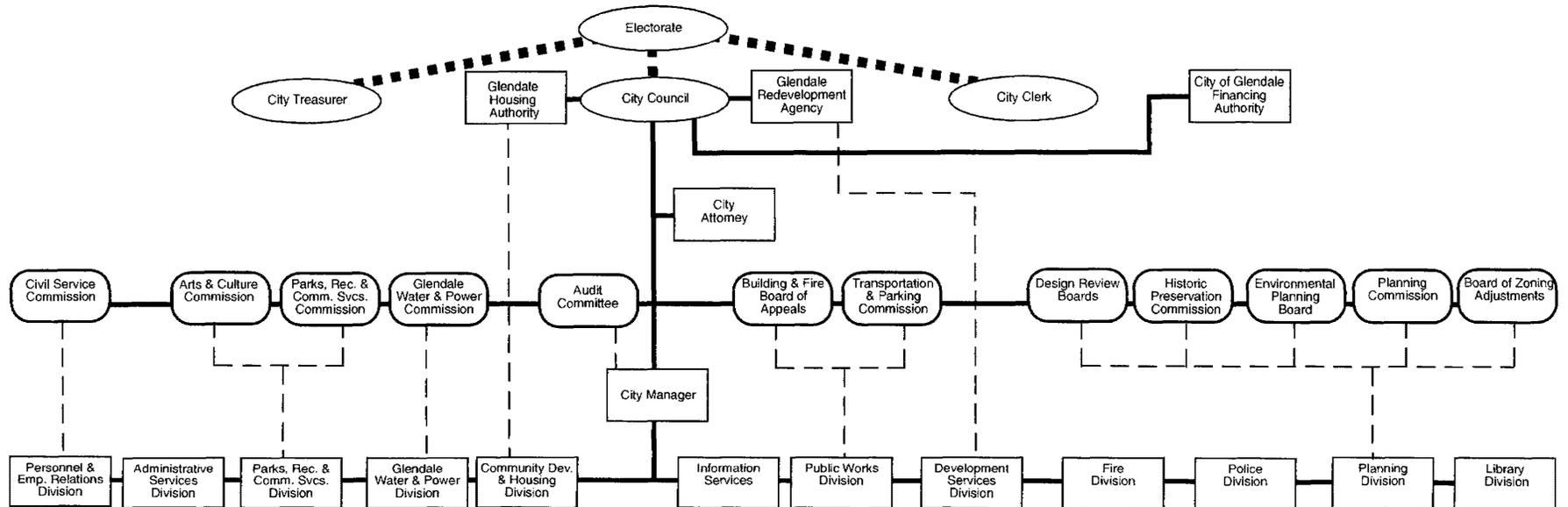
City Council

Gus Gomez, Mayor
Rafi Manoukian
Frank Quintero
Dave Weaver
Bob Yousefian

Administration and Division Heads

City Manager	James E. Starbird
Assistant City Manager	Robert K. McFall
Director of Glendale Water & Power	Ignacio Troncoso
City Attorney	Scott H. Howard
Police Chief	Russel K. Siverling
Fire Chief	Richard E. Hinz
Director of Public Works	Kerry L. Morford
Director of Finance and Administrative Services	Robert J. Franz
Director of Development Services	Jeanne Armstrong
Director of Personnel and Employee Relations	John F. Hoffman
Director of Planning	Elaine Wilkerson
Director of Community Development and Housing	Madalyn A. Blake
Director of Information Services	Imelda G. Bickham
Director of Parks, Recreation and Community Services	Nello S. F. Iacono
Director of Library Services	Laurel Patric
City Treasurer	Ronald T. Borucki
City Clerk	Doris Twedt

CITY OF GLENDALE TABLE OF ORGANIZATION



Administrative Control
 Electoral Control
 Advisory Control

Boards & Commissions

Certificate of Achievement for Excellence in Financial Reporting

Presented to

City of Glendale,
California

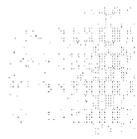
For its Comprehensive Annual
Financial Report
for the Fiscal Year Ended
June 30, 2000

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.



Imelda Cruz
President

Jeffrey L. Esser
Executive Director



Financial Section

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INDEPENDENT AUDITOR'S REPORT

To the Honorable Mayor
and City Council
City of Glendale, California

We have audited the accompanying general-purpose financial statements of the City of Glendale, California (the City), as of and for the year ended June 30, 2001, as listed in the table of contents. These general-purpose financial statements are the responsibility of the City's management. Our responsibility is to express an opinion on these general-purpose financial statements based on our audit.

We conducted our audit in accordance with auditing standards generally accepted in the United States of America and the standards applicable to 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 general-purpose financial statements referred to above present fairly, in all material respects, the financial position of the City as of June 30, 2001, and the results of its operations and the cash flows of its proprietary fund types for the year then ended, in conformity with accounting principles generally accepted in the United States of America.

In accordance with *Government Auditing Standards*, we have also issued our report dated November 30, 2001 on our consideration of the City's internal control over financial reporting and our tests of its compliance with certain provisions of laws, regulations, contracts and grants. That report is an integral part of an audit performed in accordance with *Government Audit Standards* and should be read in conjunction with this report in considering the results of our audit.

Our audit was performed for the purpose of forming an opinion on the general-purpose financial statements of the City of Glendale, California, taken as a whole. The accompanying combining and individual fund and account group financial statements and schedules listed in the table of contents as supplementary information on pages 35 through 95 are presented for purposes of additional analysis and are not a required part of the general-purpose financial statements of the City. Such information has been subjected to the auditing procedures applied in the audit of the general-purpose financial statements and, in our opinion, is fairly presented in all material respects in relation to the general-purpose financial statements taken as a whole.

McGladrey & Pullen, LLP

Pasadena, California
November 30, 2001



General Purpose Financial Statements

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Exhibit A

CITY OF GLENDALE

Combined Balance Sheet – All Fund Types and Account Groups

June 30, 2001

with comparative totals for 2000

(In thousands)

Assets and Other Debits	Governmental Fund Types			
	General Fund	Special Revenue Funds	Debt Service Funds	Capital Projects Funds
Current assets:				
Cash and invested cash	\$ 55,296	56,542	48,099	31,860
Imprest cash	18	—	—	—
Cash with fiscal agents	—	657	11,390	35,526
Interest receivable	1,175	747	650	210
Investment in assessment bonds	113	—	—	—
Investment-Gas/Electric Commodity	—	—	—	—
Accounts receivable, net	581	—	—	—
Unbilled receivable	—	—	—	—
Loans receivable	—	6,671	—	—
Deposits	—	7	—	—
Due from other funds	4,683	—	—	—
Due from other agencies	4,073	3,868	—	1,851
Inventories	255	—	—	—
Prepaid items	—	—	—	—
Total current assets	66,194	68,492	60,139	69,447
Other assets and debits:				
Real property held for resale	—	21,293	—	—
Amounts to be provided for retirement of general long-term debt	—	—	—	—
Amount available in Debt Service Fund	—	—	—	—
Amounts to be provided for funding of post landfill closure	—	—	—	—
Total other assets and debits	—	21,293	—	—
Fixed assets:				
Land	—	—	—	—
Buildings and improvements	—	—	—	—
Machinery and equipment	—	—	—	—
Less allowance for depreciation	—	—	—	—
Construction in progress	—	—	—	—
Total fixed assets	—	—	—	—
Total assets and other debits	\$ 66,194	89,785	60,139	69,447

See accompanying notes to the financial statements.

Proprietary Fund Types		Fiduciary Fund Types	Account Groups		Totals (memorandum only)	
Enterprise Funds	Internal Service Funds	Trust and Agency Funds	General Fixed Assets	General Long-Term Debt	2001	2000
165,045	38,646	17,170	—	—	412,658	323,462
14	—	—	—	—	32	32
21,731	—	—	—	—	69,304	38,845
2,233	523	30	—	—	5,568	4,538
—	—	—	—	—	113	130
3,000	—	—	—	—	3,000	—
26,130	18	2	—	—	26,731	16,511
12,925	—	—	—	—	12,925	12,353
—	—	—	—	—	6,671	6,969
—	—	—	—	—	7	7
—	—	—	—	—	4,683	7,190
—	—	270	—	—	10,062	12,413
5,120	—	—	—	—	5,375	4,372
1,599	104	10	—	—	1,713	1,657
<u>237,797</u>	<u>39,291</u>	<u>17,482</u>	<u>—</u>	<u>—</u>	<u>558,842</u>	<u>428,479</u>
—	—	—	—	—	21,293	18,229
—	—	—	—	70,504	70,504	60,935
—	—	—	—	59,626	59,626	8,045
—	—	—	—	1,600	1,600	1,600
—	—	—	—	131,730	153,023	88,809
7,712	—	—	49,734	—	57,446	57,446
285,098	—	—	120,767	—	405,865	390,305
287,119	461	—	57,923	—	345,503	336,300
(230,443)	(258)	—	—	—	(230,701)	(217,611)
34,540	—	—	48,839	—	83,379	45,047
<u>384,026</u>	<u>203</u>	<u>—</u>	<u>277,263</u>	<u>—</u>	<u>661,492</u>	<u>611,487</u>
<u>621,823</u>	<u>39,494</u>	<u>17,482</u>	<u>277,263</u>	<u>131,730</u>	<u>1,373,357</u>	<u>1,128,775</u>

Exhibit A-2

CITY OF GLENDALE

Combined Balance Sheet – All Fund Types and Account Groups

June 30, 2001

with comparative totals for 2000

(In thousands)

Liabilities, Equity and Other Credits	Governmental Fund Types			
	General Fund	Special Revenue Funds	Debt Service Funds	Capital Projects Funds
Current liabilities:				
Accounts payable	\$ 1,900	1,045	—	2,859
Claims payable	—	—	—	—
Due to other funds	—	1,970	—	—
Due to other agencies	—	1,098	—	—
Contracts – retained amount due	1,378	94	—	—
Matured bond principal and interest	—	—	127	—
Accrued wages and withholdings	2,883	300	—	78
Compensated absences	5,805	375	—	—
Post employment benefits	—	—	—	—
Deferred compensation and revenue	342	—	—	—
Deposits	—	136	—	—
Total current liabilities	12,308	5,018	127	2,937
Other liabilities:				
Post closure and postclosure care liability	—	—	—	—
Bonds payable - Glendale Redevelopment Agency	—	—	—	—
Police facility certificates of participation	—	—	—	—
Bonds premium - Electric revenue bonds	—	—	—	—
Bonds payable - Electric revenue bonds	—	—	—	—
Total other liabilities	—	—	—	—
Total liabilities	12,308	5,018	127	2,937
Equity and other credits:				
Contributed capital	—	—	—	—
Investment in general fixed assets	—	—	—	—
Retained earnings:				
Reserved:				
Capital	—	—	—	—
Deregulation	—	—	—	—
Unreserved	—	—	—	—
Fund balances:				
Reserved:				
Encumbrances	94	1,121	—	3,621
Light rail	—	4,371	—	—
Real property held for resale	—	21,293	—	—
Investment in assessment bonds	60	—	—	—
Loans receivable	—	6,671	—	—
Deposits	—	7	—	—
Charter	11,695	—	—	—
Prepaid items	—	—	—	—
Principal and interest	—	—	59,626	—
Insurance	—	—	386	—
Unreserved:				
Designated for projects	—	17,211	—	55,798
Designated for police building	—	—	—	—
Designated for expenditure control budget	2,756	—	—	—
Undesignated	39,281	34,093	—	7,091
Total fund equity and other credits	53,886	84,767	60,012	66,510
Total liabilities, equity and other credits	\$ 66,194	89,785	60,139	69,447

See accompanying notes to the financial statements.

Proprietary Fund Types		Fiduciary Fund Types	Account Groups		Totals	
Enterprise Funds	Internal Service Funds	Trust and Agency Funds	General Fixed Assets	General Long-Term Debt	(memorandum only)	
					2001	2000
37,930	106	132	—	—	43,972	29,634
—	24,056	—	—	—	24,056	19,069
2,569	—	144	—	—	4,683	7,190
—	—	—	—	—	1,098	2,325
730	—	—	—	—	2,202	1,050
905	—	—	—	—	1,032	1,042
1,331	94	103	—	—	4,789	4,578
2,264	80	94	—	—	8,618	8,015
—	5,885	—	—	—	5,885	5,628
—	—	—	—	—	342	238
3,738	—	2,983	—	—	6,857	5,157
<u>49,467</u>	<u>30,221</u>	<u>3,456</u>	<u>—</u>	<u>—</u>	<u>103,534</u>	<u>83,926</u>
—	—	11,900	—	1,600	13,500	12,400
—	—	—	—	65,930	65,930	68,980
—	—	—	—	64,200	64,200	—
163	—	—	—	—	163	—
37,000	—	—	—	—	37,000	37,000
<u>37,163</u>	<u>—</u>	<u>11,900</u>	<u>—</u>	<u>131,730</u>	<u>180,793</u>	<u>118,380</u>
<u>86,630</u>	<u>30,221</u>	<u>15,356</u>	<u>—</u>	<u>131,730</u>	<u>284,327</u>	<u>202,306</u>
85,149	189	—	—	—	85,338	85,338
—	—	—	277,263	—	277,263	240,900
12,514	—	—	—	—	12,514	13,772
32,350	—	—	—	—	32,350	19,756
405,180	9,084	—	—	—	414,264	381,614
—	—	—	—	—	4,836	22,782
—	—	—	—	—	4,371	6,969
—	—	—	—	—	21,293	7,759
—	—	—	—	—	60	74
—	—	—	—	—	6,671	3,031
—	—	—	—	—	7	7
—	—	—	—	—	11,695	10,783
—	—	—	—	—	—	55
—	—	—	—	—	59,626	8,045
—	—	—	—	—	386	386
—	—	—	—	—	73,009	61,927
—	—	—	—	—	—	5,090
—	—	—	—	—	2,756	1,112
—	—	2,126	—	—	82,591	57,069
<u>535,193</u>	<u>9,273</u>	<u>2,126</u>	<u>277,263</u>	<u>—</u>	<u>1,089,030</u>	<u>926,469</u>
<u>621,823</u>	<u>39,494</u>	<u>17,482</u>	<u>277,263</u>	<u>131,730</u>	<u>1,373,357</u>	<u>1,128,775</u>

Exhibit B

CITY OF GLENDALE

Combined Statement of Revenues, Expenditures and Changes in
Fund Balances – All Governmental and Expendable Trust Funds
Year ended June 30, 2001
with comparative totals for the year ended June 30, 2000
(In thousands)

	Governmental Fund Types		
	General Fund	Special Revenue Funds	Debt Service Funds
Revenues:			
Property taxes	\$ 14,412	13,390	4,766
Other taxes	39,909	3,319	—
Licenses and permits	3,035	—	—
Fines and forfeitures	1,569	338	—
Use of money and property	9,472	4,931	4,161
Revenue from other agencies	13,230	23,096	—
Charges for services	2,364	1,998	—
Miscellaneous revenue	642	1,368	—
Interfund revenue	5,260	—	—
Total revenues	<u>89,893</u>	<u>48,440</u>	<u>8,927</u>
Expenditures:			
Current:			
General government	12,514	239	—
Community promotion	40	—	—
Public safety	52,876	1,120	—
Public works	15,304	5,222	—
Housing, health and community development	1,001	14,689	—
Public Service	—	2,337	—
Parks, recreation and community services	6,948	480	—
Library	5,924	81	—
Employment programs	—	2,165	—
Total current expenditures	<u>94,607</u>	<u>26,333</u>	<u>—</u>
Capital	1,071	9,744	—
Debt Service	—	—	6,830
Cost of bond issuance	—	—	16
Total expenditures	<u>95,678</u>	<u>36,077</u>	<u>6,846</u>
Excess of revenues over (under) expenditures	(5,785)	12,363	2,081
Other financing sources (uses):			
Operating transfers from other funds	20,403	83	—
Operating transfers to other funds	(753)	(1,075)	—
Proceeds of bond sales	—	—	5,000
Total other financing sources (uses)	<u>19,650</u>	<u>(992)</u>	<u>5,000</u>
Excess of revenues and other financing sources over expenditures and other financing uses	13,865	11,371	7,081
Fund balances, July 1	46,471	68,804	8,431
Equity transfer	(6,450)	4,592	44,500
Fund balances, June 30	<u>\$ 53,886</u>	<u>84,767</u>	<u>60,012</u>

See accompanying notes to the financial statements.

Capital Projects Funds	Sub-Total (memorandum only)	Fiduciary Fund Types		Totals	
		Expendable Trust Funds	(memorandum only)		
			2001	2000	
—	32,568	—	32,568	31,182	
15,722	58,950	—	58,950	52,674	
—	3,035	—	3,035	3,330	
—	1,907	—	1,907	1,926	
3,772	22,336	346	22,682	12,425	
17,486	53,812	1,329	55,141	51,276	
4,716	9,078	1,632	10,710	9,199	
129	2,139	—	2,139	4,096	
—	5,260	—	5,260	4,785	
<u>41,825</u>	<u>189,085</u>	<u>3,307</u>	<u>192,392</u>	<u>170,893</u>	
—	12,753	—	12,753	11,861	
—	40	—	40	54	
—	53,996	1,663	55,659	52,971	
—	20,526	—	20,526	19,615	
—	15,690	—	15,690	14,150	
—	2,337	—	2,337	923	
—	7,428	—	7,428	6,990	
—	6,005	—	6,005	5,681	
—	2,165	1,315	3,480	7,199	
—	120,940	2,978	123,918	119,444	
49,278	60,093	23	60,116	30,213	
—	6,830	—	6,830	6,824	
—	16	—	16	—	
<u>49,278</u>	<u>187,879</u>	<u>3,001</u>	<u>190,880</u>	<u>156,481</u>	
(7,453)	1,206	306	1,512	14,412	
870	21,356	—	21,356	21,661	
(2,945)	(4,773)	—	(4,773)	(7,703)	
59,117	64,117	—	64,117	—	
<u>57,042</u>	<u>80,700</u>	<u>—</u>	<u>80,700</u>	<u>13,958</u>	
49,589	81,906	306	82,212	28,370	
59,563	183,269	1,820	185,089	156,718	
(42,642)	—	—	—	—	
<u>66,510</u>	<u>265,175</u>	<u>2,126</u>	<u>267,301</u>	<u>185,088</u>	

Exhibit C

CITY OF GLENDALE

Combined Statement of Revenues, Expenditures and Changes in Fund Balances –

Budget and Actual – General, Certain Special Revenue and Debt Service Fund Types

Year ended June 30, 2001

(In thousands)

	General Fund		
	Budget	Actual	Variance favorable (unfavorable)
Revenues:			
Property taxes	\$ 13,250	14,412	1,162
Other taxes	35,937	39,909	3,972
Licenses and permits	3,317	3,035	(282)
Fines and forfeitures	1,500	1,569	69
Use of money and property	6,025	9,472	3,447
Revenue from other agencies	10,725	13,230	2,505
Charges for services	2,195	2,364	169
Miscellaneous revenue	275	642	367
Interfund revenue	5,693	5,260	(433)
Total revenues	78,917	89,893	10,976
Expenditures:			
Current:			
General government	13,043	12,514	529
Community promotion	42	40	2
Public safety	53,180	52,876	304
Public works	17,149	15,304	1,845
Housing, health and community development	1,118	1,001	117
Public service	—	—	—
Parks, recreation and community services	7,245	6,948	297
Library	6,006	5,924	82
Employment programs	—	—	—
Total current expenditures	97,783	94,607	3,176
Capital	1,423	1,071	352
Debt Service	—	—	—
Cost of issuance	—	—	—
Total expenditures	99,206	95,678	3,528
Excess of revenues over (under) expenditures	(20,289)	(5,785)	14,504
Other financing sources (uses):			
Operating transfers from other funds	19,090	20,403	1,313
Operating transfers to other funds	(753)	(753)	—
Proceeds from bond sale	—	—	—
	18,337	19,650	1,313
Excess of revenues and other sources over expenditures and other uses	(1,952)	13,865	15,817
Fund balances, July 1	46,471	46,471	—
Equity Transfer	(6,450)	(6,450)	—
Fund not budgeted	—	—	—
Fund balances, June 30	\$ 38,069	53,886	15,817

See accompanying notes to the financial statements.

Certain Special Revenue Funds			Debt Service Funds		
Budget	Actual	Variance favorable (unfavorable)	Budget	Actual	Variance favorable (unfavorable)
—	—	—	4,766	4,766	—
3,400	3,321	(79)	—	—	—
—	—	—	—	—	—
—	338	338	—	—	—
799	1,941	1,142	2,310	4,161	1,851
25,731	23,095	(2,636)	—	—	—
1,395	1,953	558	—	—	—
669	479	(190)	—	—	—
—	—	—	—	—	—
<u>31,994</u>	<u>31,127</u>	<u>(867)</u>	<u>7,076</u>	<u>8,927</u>	<u>1,851</u>
270	239	31	—	—	—
—	—	—	—	—	—
1,530	1,120	410	—	—	—
5,465	5,222	243	—	—	—
13,545	9,993	3,552	—	—	—
4,924	2,165	2,759	—	—	—
613	480	133	—	—	—
317	82	235	—	—	—
5,957	2,337	3,620	—	—	—
32,621	21,638	10,983	—	—	—
—	4,911	(4,911)	—	—	—
—	—	—	6,830	6,830	—
—	—	—	16	16	—
<u>32,621</u>	<u>26,549</u>	<u>6,072</u>	<u>6,846</u>	<u>6,846</u>	<u>—</u>
(627)	4,578	5,205	230	2,081	1,851
83	83	—	—	—	—
—	—	—	—	—	—
—	—	—	5,000	5,000	—
<u>83</u>	<u>83</u>	<u>—</u>	<u>5,000</u>	<u>5,000</u>	<u>—</u>
(544)	4,661	5,205	5,230	7,081	1,851
23,543	23,543	—	8,431	8,431	—
4,592	4,592	—	44,500	44,500	—
51,971	51,971	—	—	—	—
<u>79,562</u>	<u>84,767</u>	<u>5,205</u>	<u>58,161</u>	<u>60,012</u>	<u>1,851</u>

Exhibit D
CITY OF GLENDALE
 Combined Statement of Revenues, Expenses
 and Changes in Fund Equity – All Proprietary Fund Types
 Year ended June 30, 2001
 with comparative totals for the year ended June 30, 2000
 (In thousands)

	Enterprise	Internal Service	Totals (memorandum only)	
			2001	2000
Operating revenues – charges for services	\$ 327,080	15,235	342,315	208,862
Operating expenses:				
Recreation service	1,958	—	1,958	1,881
Fire paramedic service	4,783	—	4,783	2,022
Hazardous disposal service	1,469	—	1,469	1,300
Parking service	3,359	—	3,359	2,882
Sewer service	7,429	—	7,429	6,136
Refuse disposal service	10,540	—	10,540	10,590
Electric and Water services:				
Production	218,703	—	218,703	104,144
Transmission and distribution	14,629	—	14,629	13,198
Customer accounting and sales	5,054	—	5,054	5,439
Administrative and general	1,445	—	1,445	—
Claims and settlements	—	18,780	18,780	12,452
Vehicle related	—	1,430	1,430	2,535
Benefit related	—	586	586	801
Depreciation	15,874	28	15,902	15,361
Total operating expenses	285,243	20,824	306,067	178,741
Operating income (loss)	41,837	(5,589)	36,248	30,121
Nonoperating revenues (expenses):				
Interest revenue	12,586	2,598	15,184	8,407
Grant revenue	4,829	—	4,829	454
Other revenue	3,037	52	3,089	2,497
Contribution in aid	1,219	—	1,219	—
Total nonoperating revenues, net	21,671	2,650	24,321	11,358
Net income (loss) before transfers	63,508	(2,939)	60,569	41,479
Operating transfers in	—	—	—	1,700
Operating transfers out	(16,583)	—	(16,583)	(15,658)
Net income (loss)	46,925	(2,939)	43,986	27,521
Retained earnings, July 1	403,119	12,023	415,142	387,621
Retained earnings, June 30	\$ 450,044	9,084	459,128	415,142

See accompanying notes to the financial statements.

Exhibit E
CITY OF GLENDALE
 Combined Statement of Cash Flows-All Proprietary Fund Types
 Year ended June 30, 2001
 with comparative totals for the year ended June 30,2000
 (In thousands)

	Enterprise	Internal Service	Totals (memorandum only)	
			2001	2000
Cash flows from operating activities:				
Operating income (loss)	\$ 41,837	(5,589)	36,248	30,123
Adjustments to reconcile operating income (loss) to net cash provided by (used in) operating activities:				
Depreciation	15,874	28	15,902	15,361
Other non operating revenue	4,256	52	4,308	1,934
Other non operating expenses	—	—	—	2,359
Changes in assets and liabilities:				
Due from other fund	—	(3)	(3)	123
Accounts receivable	(9,990)	—	(9,990)	3,572
Unbilled receivable	(572)	—	(572)	(1,996)
Inventories	(884)	—	(884)	(1,847)
Prepaid items	(114)	—	(114)	(739)
Accounts payable	15,362	(270)	15,092	10,830
Claims payable	—	4,986	4,986	1,331
Due to other fund	(276)	—	(276)	776
Contracts - retained amount due	50	—	50	339
Deposits	623	—	623	103
Accrued wages and withholdings	71	19	90	55
Compensated absences	107	11	118	118
Post employment benefit	—	256	256	489
Deferred compensation and revenue	—	—	—	180
Net cash provided by (used in) operating activities	<u>66,344</u>	<u>(510)</u>	<u>65,834</u>	<u>63,111</u>
Cash flows from non-capital financing activities:				
Transfers out	(16,583)	—	(16,583)	(15,658)
Transfers in	—	—	—	1,700
Operating grant received	4,829	—	4,829	454
Net cash flow (used in) non-capital financing activities	<u>(11,754)</u>	<u>—</u>	<u>(11,754)</u>	<u>(13,504)</u>
Cash flows from capital and related financing activities:				
Investment - Gas/ Electric Commodity	(3,000)	—	(3,000)	—
Bond proceeds	—	—	—	37,000
Bond premium amortization	163	—	163	—
Acquisition of property, plant & equipment	(29,524)	(20)	(29,544)	(38,085)
Interest paid	—	—	—	905
Net cash flow provided by (used in) capital and related financing activities	<u>(32,361)</u>	<u>(20)</u>	<u>(32,381)</u>	<u>(180)</u>
Cash provided from investing activities:				
Interest received	12,184	2,500	14,684	7,575
Net increase in cash and cash equivalents	34,413	1,970	36,383	57,002
Cash and cash equivalents at beginning of year	152,377	36,676	189,053	132,051
Cash and cash equivalents at end of year	<u>\$ 186,790</u>	<u>38,646</u>	<u>225,436</u>	<u>189,053</u>

See accompanying notes to the financial statements.

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CITY OF GLENDALE

Notes to the Financial Statements

June 30, 2001

(Dollars in thousands)

I. Summary of Significant Accounting Policies

A. Reporting Entity

These financial statements present the financial results of the City of Glendale, California (the City) and its component units as required by accounting principles generally accepted in the United States of America. Component units are legally separate entities for which the primary government is financially accountable. The City has three component units, the Glendale Redevelopment Agency (the Agency), the Glendale Housing Authority (the Authority) and the City of Glendale Financing Authority (the Financing Authority). The City Council serves as the Board of the Agency, the Authority as well as the Financing Authority. Therefore, both of these entities are reported as blended component units within the City's comprehensive annual financial report (CAFR). Both the City and its blended component units have a June 30 year-end.

Component Units

The Agency was established in 1972 and is a separate governmental entity as prescribed in the California Community Redevelopment law and set forth in the Health and Safety Code of the State of California. The California Community Redevelopment law provides that, on adoption of a redevelopment plan, future incremental tax revenues attributable to increases in the tax base within a project area shall be paid into a special fund of the redevelopment agency to pay principal and interest on loans, advances and other indebtedness of the Agency. Accordingly, for purposes of its CAFR, the City records the activities of the Agency within the Special Revenue, Debt Service, and Capital Projects fund types and the General Fixed Assets and General Long-Term Debt Account Groups. Expenditures made by the City on behalf of the Agency are being accumulated in a memorandum account for eventual chargeback when the resources of the Agency permits repayment. Due to the long-term nature of such receivables and no defined repayment schedule, the receivables and the corresponding payables have not been recorded in the accompanying financial statements. As of June 30, 2001, \$62,123 was owed by the Agency to various funds of the City. Further information may be obtained from the Agency's Annual Financial Report available through the City.

The Authority was established by the Glendale City Council in 1975. The Authority is responsible for the administration of Department of Housing and Urban Development (HUD) funded housing assistance payments projects undertaken by the City. HUD provides an annual contribution of funds, in accordance with Section 8 of the United States Housing Act of 1937, in order to provide decent, safe and sanitary dwellings for low to moderate income families, and to increase the supply and quality of affordable housing. The Authority's financial data and transactions are included within the Special Revenue Fund; no separate financial report is issued for the Authority.

The Financing Authority was established on December 7, 1999 by a joint powers authority between the City of Glendale and the Glendale Redevelopment Agency. The stated purpose is to provide financial assistance to the City of Glendale in connection with the construction and improvement of a Police Services Building to be located generally at west side of Isabel Street between Wilson and Broadway in the City of Glendale. On July 11, 2000, the Financing Authority issued \$64.2 million in variable rate demand certificates of participation for the construction of the Police Services Building. The Financing Authority's financial data and transactions are included within the Debt Service Funds; no separate financial report is issued for the Financing Authority.

B. Measurement Focus, Basis of Accounting and Basis of Presentation

The accounting records of the City are organized on the basis of funds and account groups. The accounting and financial reporting treatment applied to a fund is determined by its measurement focus.

Governmental funds are accounted for using a current financial resources measurement focus. The application of this measurement focus provides that, in general, only current assets and current liabilities are presented on the balance sheet. Operating statements of these funds present increases (i.e., revenues and other financing sources) and decreases (i.e.,

CITY OF GLENDALE

Notes to the Financial Statements, continued

expenditures and other financing uses) in net current assets. Governmental funds are maintained on a modified-accrual basis of accounting wherein revenues are recorded when susceptible to accrual (i.e. when they become both measurable and available as a resource to finance operations of the current year). The City accrues earned grant entitlements as revenues in the Special Revenue Funds, since they are measurable and available. Other revenues are generally recorded when received because they are typically not measurable or considered available until receipt is assured. Expenditures are recognized in the accounting period in which the fund liability is incurred, except for principal and interest payments on general long-term debt which are recorded when due.

Governmental Funds include the following fund types:

General Fund- Used to account for all financial resources, except those required to be accounted for in another fund.

Special Revenue Funds- Used to account for the proceeds of specific revenue sources or to finance specified activities as required by law or administrative regulations.

Debt Service Funds- Used to account for the accumulation and disbursement of financial resources that will be used to make principal and interest payments on general long-term debt of the Agency and the City.

Capital Projects Funds- Used to account for financial resources used for the acquisition of major capital facilities other than those financed by Special Revenue and Proprietary Funds.

Proprietary funds are accounted for using a flow of economic resources measurement focus. Accordingly, all assets and liabilities are included in their respective balance sheets, and the reported fund equity (total reported assets, less total reported liabilities) provides an indication of the economic net worth of the fund. Operating statements for proprietary fund types report increases (revenues) and decreases (expenses) in net total assets. Proprietary fund types follow the generally accepted accounting principles prescribed by the Government Accounting Standards Board (GASB) and all Financial Accounting Standards Board's Statements issued prior to November 30, 1989. The accrual method of accounting is followed by the City's Proprietary Funds. Revenues are recorded when earned and expenses are recorded in the period incurred. Unbilled services receivables are accrued at year-end.

Proprietary Funds include the following fund types:

Enterprise Funds - Used to account for operations that provide goods or services to the general public that are financed primarily by a user charge.

Internal Service Funds - Used to account for the financing of goods or services provided by one department of the City to another department on a cost-reimbursement basis. These consist primarily of self-insurance funds.

Fiduciary Funds account for assets held by the government in a trustee capacity for private organizations, other governmental units and/or other funds. Trust funds account for assets held by the government under the terms of a formal trust agreement.

Fiduciary Funds include the following fund types:

Expendable Trust Funds - Accounted for in essentially the same manner as the governmental fund types, using the same measurement focus and basis of accounting.

The Agency Fund is custodial in nature and does not present results of operations or have a measurement focus. It is accounted for using the modified accrual basis of accounting.

Account Groups

General Fixed Assets Account Group - Used to maintain control and cost information on capital assets owned by the City other than those of the Proprietary Funds.

CITY OF GLENDALE

Notes to the Financial Statements, continued

General Long-Term Debt Account Group - Used to record the outstanding principal balances of the Agency's and City's debt.

C. Assets, Liabilities and Equity

1. *Cash and Invested Cash*

Cash and invested cash consist of U.S. Government backed securities, commercial paper, and investment in the State of California Local Agency Investment Fund. Invested cash is stated at the fair value. Increase (decrease) in the fair value of investments is recognized as an increase (decrease) to Interest Income Revenue.

Realized and unrealized net interest income from the investment of pooled cash is allocated to all funds, except Capital Improvement Funds and the Special Deposit Fund, on a monthly basis based upon the month end cash balance of the fund as a percent of the month end total pooled cash balance. The interest earned in the Capital Improvements Funds and the Special Deposit Fund is recorded in the General Fund according to Article XI, Sections 14 and 18 of the City Charter. The City normally holds the investment to term, therefore no realized gain/loss is recorded.

All cash and invested cash are held in the City's cash management pool. Therefore, for purposes of the combined statement of cash flows for the Proprietary Funds, the City considers all cash and invested cash, imprest cash and cash with fiscal agents to be cash and cash equivalents.

2. *Derivative Products*

The City has entered into the following agreements, which represent derivative products:

- a. Beginning in April 2001, the City has negotiated a one-year basis swap transaction based on the commodity price of natural gas at the California border versus the commodity price of natural gas on the NYMEX. This transaction allows the City to stabilize the cost of a portion of its natural gas purchases based on a source of natural gas supply that would not be available to the City {i.e. NYMEX}.
- b. The City has purchased and sold certain options {calls and puts} on natural gas futures contracts with negotiated strike prices in upcoming months. These contracts allow the City to effectively stabilize the price of natural gas for the City's power plant. This gives the City the ability to manage its exposure to forthcoming market fluctuations in the purchase price of natural gas.

3. *Receivables and Payables*

Interest Receivable - The City accrues interest earned but not received.

Due to/from Other Funds - There are numerous transactions between individual funds during the course of operations for goods provided and/or services rendered. These transactions are recorded on a cash basis. "Due to/from Other Funds" are only used when a fund has a temporary cash overdraft.

Due from Other Agencies - The City enters into transactions with other governmental agencies. Due from other agencies includes accrued revenue earned but not received by the City as of June 30, such as expenditure driven types of grants where the City accrues grant revenues for expenditures incurred but not yet reimbursed by the grantors, and property taxes earned but not received from the County of Los Angeles.

Property Taxes - A State Constitutional Amendment (Proposition 13) provided that the tax rate is limited to 1% of full cash value levied only by the County, and shared with all other political jurisdictions, including the City. Each jurisdiction (including the City) may increase its tax rate levy for voter-approved debt. However, the City has not exercised this option. Assessed values are determined on an annual basis by the Los Angeles County Assessor as of March 1. Taxes are levied annually and become a lien on real property at July 1. Property taxes levied for the fiscal

CITY OF GLENDALE

Notes to the Financial Statements, continued

year ended June 30 are payable in equal installments due on November 1 and February 1 and are delinquent on December 10 and April 10, respectively.

Unbilled receivable - The City records utility services delivered to customers but not billed as of June 30, 2001.

Loans Receivable - The City records loans to redevelopment developers as loans receivable.

4. Inventories and Prepaid Items

Inventories, consisting primarily of construction and maintenance materials as well as tools held by the Electric and Water Enterprise Funds are stated at cost, using the weighted average cost method or disposal value. Inventory shown in the General Fund consists of expendable supplies held for consumption. The consumption method of accounting is used where inventory acquisitions are recorded in inventory accounts initially and charged as expenditures when used.

An inventory reserve is not established, as the City does not have a minimum amount of inventory requirement. Prepaid items are payments made for services to be received in the following accounting period such as insurance, energy purchases, etc.

5. Fixed Assets

The City capitalizes at historical cost or, in the case of gifts or contributions, at estimated fair market value at time of receipt general fixed assets of the City's governmental funds. No depreciation is recorded on general fixed assets. "Public domain" fixed assets (streets, curbs, fire hydrants, and the like) are not capitalized. Interest incurred during construction is not capitalized on general fixed assets.

The fixed assets of the City's Enterprise Funds are capitalized at historical cost. Electric and water utility contributed assets, those utility service assets that are donated to the City by independent contractors, are recorded at actual installation cost to the donor. Depreciation for both purchased and contributed assets is charged to operations using the straight-line method, based upon an average estimated useful life of an asset within a particular category.

A summary of the useful lives of the fixed assets of the Enterprise Funds is as follows:

	Parking Services	Hazardous Disposal Services	Sewer Services	Refuse Disposal Services	Electric Services	Water Services
Buildings and improvements	40 years	20 years	100 years	20-50 years	n/a	n/a
General equipment	8 years	10 years	10 years	8-10 years	n/a	n/a
Transportation equipment	6-8 years	10 years	6-8 years	6-8 years	n/a	n/a
Production plant	n/a	n/a	n/a	n/a	20-50 years	15-40 years
Transmission plant	n/a	n/a	n/a	n/a	20-50 years	25-75 years
Distribution plant	n/a	n/a	n/a	n/a	20-50 years	25-75 years
General plant	n/a	n/a	n/a	n/a	10-50 years	10-50 years

6. Compensated Absences

The City records and funds a liability for its employees' earned but unused accumulated vacation and overtime in the funds in which the liability incurred. The unused accumulated vacation and overtime are expensed in the fund, which incurs the liability. As of June 30, 2001, \$8,618 was accrued and funded for this purpose.

7. Post Employment Benefit

Employees with sick leave accumulated over 100 days for safety, 95 days for general employees and management, are entitled to cash surrender value at retirement in the form of medical insurance premiums at the rate of one sick day for each month of post employment medical insurance. Lifetime medical benefits are provided to dependants of safety

CITY OF GLENDALE

Notes to the Financial Statements, continued

employees who die in the line of duty. As of June 30, 2001, \$5,885 had been set-aside in the Internal Service Fund-Employee Benefits Fund related to such benefits.

For current employees, based on the number of sick leave days accumulated over 100 for safety employees and 95 days for general as well as management employees, the days of liability are multiplied by 50% or less (dependent upon age) of the maximum benefit as stated in the special benefit ordinance. Sick leave is valued at 50%, since the employee at retirement has the option to cash out at 50% of the stated value or draw benefits over an extended period of time which, when disbursed, will equal a present value approximating 50%. There are currently 486 employees qualifying for this benefit at retirement.

For retired employees, the number of sick leave days accumulated over 100 are multiplied by the value of those days based on the benefit of their respective bargaining units. There are 127 retirees currently receiving this benefit.

8. *Deferred Revenue*

Grants and shared revenues received that are not available or eligible finance current expenditures are reported as deferred revenues.

9. *Real Property Held for Resale*

Land and buildings acquired for future sale to developers have been capitalized and are shown as real property held for resale in the accompanying combined financial statements. Real property held for resale is carried at lower of cost or appraised value.

10. *Total (Memorandum Only) Columns on the General Purpose Financial Statements*

Total columns on the accompanying general purpose financial statements are captioned "memorandum only" to indicate that they are presented only to facilitate financial analysis. Data in these columns do not purport to present financial position, results of operations or cash flow of the City in conformity with generally accepted accounting principles. Such data is not comparable to a consolidation. Comparative total data has been presented in certain parts of the accompanying general purpose financial statements in order to provide a better understanding. However, comparative data is not presented in all of the statements since their inclusion would make many of the statements unduly complex and difficult to read.

II. Stewardship, Compliance and Accountability

A. Budgets and Budgetary Accounting

The City Council is required to adopt an annual budget for the General, Debt Service and all Special Revenue fund types, except the Agency's Funds. The City Council adopts a ten-year capital improvement program for the Agency and the Capital Projects Fund. The annual budgets are consistent with accounting principles generally accepted in the United States of America.

The City Council adopts budgets for the Enterprise and Internal Service Funds. However, all Proprietary fund types are accounted for on a cost of service method (net income). As a result, budget comparisons are impractical. Additionally, the City is not legally mandated to report the results of operations for these Enterprise Fund and Internal Service Fund types on a budget comparison basis; therefore, budgetary data related to these funds have not been presented.

The City utilizes an "encumbrance system". Under this procedure, encumbrance accounting is used to the extent necessary to assure effective budgetary control and accountability and to facilitate effective cash planning and control. Encumbrances outstanding at year-end do not constitute expenditures or liabilities. Operational appropriations expire at year-end except for management approved items determined on a case by case basis. Therefore, outstanding encumbrances at year-end are recorded as reserved fund balances. Open capital project appropriations carry over to the next year.

CITY OF GLENDALE

Notes to the Financial Statements, continued

The City, in establishing the budgetary data reflected in the general purpose financial statements utilizes the following procedures:

- During May, the City Manager submits the proposed budget to the City Council for the subsequent fiscal year. The operating budget includes both the sources and types of funds for the proposed expenditures.
- In June, public hearings are conducted to obtain citizen input, with the final budget being adopted no later than July 1.
- The level of appropriated budgetary control is in the following categories: salary and fringe benefits; maintenance and operation; and capital outlay per departmental account.
- The budget is amended during the fiscal year to reflect all transfers and amendments.
- The expenditure control budget (ECB) is in effect for the General Fund to encourage savings and investment through operational effectiveness. Under the ECB concept, 50% of the favorable expenditure budget variance is apportioned to all departments, to the extent of net General Fund revenues. Expenditures in excess of a department's total annual appropriation will reduce the department's reserve. Departments may expend up to \$25 from the ECB reserves without Council approval for items authorized under the ECB. These typically would include capital purchases, one-time services and hourly staff.
- Expenditures in excess of \$25, or otherwise not meeting ECB expenditure requirements, such as full-time staff, will require Council approval. The City Manager may authorize transfers of appropriations within a departmental account within the categories.

The following operating units over expended their appropriations by \$25 as of June 30, 2001:

	Amount <u>Over Expended</u>
General Fund:	
Communication Services	\$ 40
Personnel	111
Fire	160
Street Maintenance	<u>48</u>
	<u>\$ 359</u>

III. Detailed Notes On All Funds And Account Groups

A. Cash and Invested Cash

Cash resources of the individual funds are combined to form a pool of cash and investments. The City values all of its cash and invested cash at fair value on a portfolio basis. The City manages its pooled idle cash and investments under a formal investment policy that is reviewed by the Investment Committee and adopted annually by the City Council and that follow the guidelines of the State of California Government Code. Individual investments cannot be identified with any single fund because the City may be required to liquidate its investments at any time to cover large cash outlays required in excess of normal operating needs. Funds must request large outlays in advance in order that the City Treasurer will have the funding available.

CITY OF GLENDALE

Notes to the Financial Statements, continued

The carrying amount of the City's cash and invested cash at June 30, 2001, and reconciliation to amounts shown on the Combined Balance Sheet are as follows:

<u>Cash and investments</u>	
Carrying amount of total investments	\$ 479,939
Increase in fair value of investments	3,701
Cash on hand	(1,565)
	<u>\$ 482,075</u>
 <u>Combined Balance Sheet</u>	
Cash and invested cash	\$ 412,658
Cash with fiscal agents	69,304
Investment in assessment bonds	113
	<u>\$ 482,075</u>

At June 30, 2001, the carrying amount of the City's cash deposit totaled an overdraft of \$1,565 and the bank balance of the City's cash deposits maintained in financial institution is \$4,305. The cash deposits are held by the City's agent in the City's name. The first \$100,000 of cash deposits are insured by the Federal Depository Insurance Corporation and the remainder are collateralized with securities held by the pledging financial institution, or by its trust department or agent but not in the City's name. The primary difference between the carrying amount and the bank balance are deposits in transit and outstanding checks. In accordance with state statutes, the City maintains deposits at those depository institutions insured by the Federal Deposit Insurance Corporation. The California Government Code requires California banks and savings and loan associations to collateralize the deposits of governmental entities by pledging government securities as collateral. The market value of pledged securities must equal at least 110% of those deposits. California law also allows financial institutions to secure the deposits of governmental entities by pledging first trust deed mortgage notes having a collateral value of 150% of a City's total deposits.

The City is authorized by its investment policy, in accordance with Section 53601 of the California Government Code, to invest in the following instruments:

- Securities issued or guaranteed by the Federal Government or its agencies
- Bankers' acceptances, issued by the 20 largest domestic or the 50 largest international banks
- Commercial paper, rated A-1/P-1, secured by an irrevocable line of credit or government securities

In addition, the City invests in assessment bonds. These bonds are 1913 Street Improvements Bonds that only benefit an exclusive group of property owners. These bonds mature serially over nine years with semi-annual interest at the rate of 8% per annum due January 2 and July 2 each year and the principal due January 2 of each year. These investments are not liquid and therefore, are not included as cash equivalents.

In accordance with GASB Statement 3, cash deposits and investments, the City's investments are categorized, according to the following criteria, to give an indication of the level of risk assumed by the City at year-end:

- Category 1 includes investments that are insured or registered or for which the securities are held by the City or its agent in the City's name.
- Category 2 includes uninsured and unregistered investments for which the securities are held by the counterparty's trust department or agent in the City's name.
- Category 3 includes uninsured and unregistered investments for which the securities are held by the counterparty or by its trust department or agent but not in the City's name.

CITY OF GLENDALE
Notes to the Financial Statements, continued

The following is the summary of investments as of June 30, 2001:

	Category			Uncate- gorized	Fair Value
	1	2	3		
<u>City Held Investments</u>					
Street Assessment Bonds	\$ 113	—	—	—	113
U.S. Government Securities	—	279,329	—	—	279,329
Corporate Notes	—	56,268	—	—	56,268
Commercial Paper	—	15,991	—	—	15,991
Certificate of Deposit	100	2,400	—	—	2,500
Total City Held Investments	\$ 213	353,988	—	—	354,201
<u>Trustee Held Investments</u>					
U.S. Government Securities	—	69,304	—	—	69,304
Total Trustee Held Investments	—	69,304	—	—	69,304
<u>Investment in Pool</u>					
California State Local Agency Investment Fund (LAIF)	—	—	—	60,135	60,135
Total Investments	\$ 213	423,292	—	60,135	483,640

Investments: State statutes authorize the City to invest any available funds in securities issued or guaranteed by the United States Treasury or agencies of the United States, bank certificates of deposit, bankers acceptances, negotiable certificates of deposit, the State Treasurer's Investment Pool (LAIF), repurchase agreements, commercial paper and bonds, and registered warrants or treasury notes of the State of California and its local agencies. An advisory board has been established to monitor LAIF's compliance with regulations and investment alternatives established by the State.

The City participates in a voluntary external investment pool, LAIF, which is managed by the state Treasurer. LAIF has oversight provided by the Local Agency Investment Advisory Board. The Board consists of five members as designated by State statute. The Chairman of the Board is the State Treasurer or his designated representative. The fair value of the City's shares in the pool approximates the fair value of the position in the pool.

At June 30, 2001 the City's pooled investments in LAIF in the amount of \$60,135 are not subject to custodial credit risk categorization. The total estimated fair value invested by all public agencies in LAIF is \$55,175,428. Of that amount, 95.49% is invested in nonderivative financial products and 4.51% in derivative financial products.

B. Cash with Fiscal Agents

The City has monies held by trustees or fiscal agents pledged to the payment or security of certain bonds. These are subject to the same risk category as the invested cash. The California Government Code provides that these monies, in absence of specific statutory provisions governing the issuance of bonds or certificates, may be invested in accordance with the ordinance, resolutions or indentures specifying the types of investments its trustees or fiscal agents may make. These ordinances, resolutions or indentures are generally more restrictive than the City's general investment policy.

CITY OF GLENDALE

Notes to the Financial Statements, continued

C. Receivables

Receivables as of year-end, including the applicable allowance for uncollectible accounts, are as follows:

	General	Special Revenue	Debt Service	Capital Projects	Enterprise	Internal Service	Trust and Agency	Total
Receivables:								
Interest	\$ 1,175	747	650	210	2,233	523	30	5,568
Due from other								
Agencies	4,073	3,868	-	1,851	-	-	270	10,062
Accounts	581	-	-	-	32,331	18	2	32,932
Unbilled	-	-	-	-	12,925	-	-	12,925
Loans	-	6,671	-	-	-	-	-	6,671
Gross receivables	5,829	11,286	650	2,061	47,489	541	302	68,158
Less: allowance for uncollectibles	-	-	-	-	(6,201)	-	-	(6,201)
Net total receivables	\$ 5,829	11,286	650	2,061	41,288	541	302	61,957

D. Fixed Assets

A summary of the changes in fixed assets is as follows:

General Fixed Assets	Balance at July 1	Increase (decrease)	Balance at June 30
Land	\$ 49,733	-	49,733
Buildings and improvements	110,619	10,148	120,767
Machinery and equipment	53,821	4,103	57,924
Construction in progress	26,726	22,113	48,839
Total	240,899	36,364	277,263
<u>Enterprise Funds</u>			
Land	7,712	-	7,712
Buildings and improvements	279,686	5,412	285,098
Machinery and equipment	282,061	5,058	287,119
Construction work in progress	18,321	16,219	34,540
	587,780	26,689	614,469
Less accumulated depreciation	(217,404)	(13,039)	(230,443)
Total	370,376	13,650	384,026
<u>Internal Service Funds</u>			
Machinery and equipment	418	43	461
Less accumulated depreciation	(207)	(51)	(258)
Total	211	(8)	203
Total	\$ 611,486	50,006	661,492

CITY OF GLENDALE

Notes to the Financial Statements, continued

The following is a schedule of general fixed assets by source:

General fund	\$ 80,432
Special revenue funds	40,240
Capital project funds	139,107
Trust and agency funds	1,491
Internal service fund (Equipment Replacement)	15,416
Donation	577
	<u>\$ 277,263</u>

E. Long-Term Debt

The City's long-term debt as of June 30, 2001 consists of the following:

<u>Description of bonds</u>	<u>Interest rates</u>	<u>Original issue</u>	<u>Outstanding June 30,2001</u>
Postclosure and postclosure care liability			<u>\$ 1,600</u>
Glendale Redevelopment Agency:			
Parking lease revenue bonds, Series A	6.30%	\$ 6,200	855
Refunding parking lease revenue bonds, Series 1976	6.10%	13,725	1,980
1993 Tax allocation bonds	5.00%-6.00%	67,685	63,095
Total Bonds Payable		<u>87,610</u>	<u>65,930</u>
The City of Glendale Financing Authority:			
Police Facility Certificates of Participation	Variable	64,200	64,200
Total general long term debt			<u>131,730</u>
Enterprise Fund:			
Electric Revenue Bonds, 2000 Series	5.75%-6.00%	37,000	37,000
Total long term debt		<u>\$ 188,810</u>	<u>\$ 168,730</u>

LANDFILL CLOSURE AND POSTCLOSURE CARE COSTS

Pursuant to Assembly Bill 2448 and the regulations established by the California Integrated Waste Management Board (Board), landfill operators are required to submit an initial cost estimate of closure and postclosure maintenance and to establish a financial mechanism to demonstrate the availability of funding to conduct closure and postclosure maintenance activities. The City selected a trust fund as the financial mechanism and the Board approved this. The City Treasurer was designated as the trustee to ensure that the City set aside annual required deposits in the Special Deposit Fund. The City records the annual provision for the required landfill deposits as expenditure in the Capital Project Fund-Capital Improvement Fund. The City owns two landfills, Brand and Scholl Canyon. The City applied for and received approval by the Board to declassify Brand Landfill effective fiscal year 1994-95. Consequently, the City no longer is required to fund the Brand Landfill closure and postclosure care costs.

The City subcontracts with Los Angeles County Sanitation District to operate Scholl Canyon and as part of this contract, the County is responsible for the closure cost of Scholl Canyon. The City is responsible for the postclosure maintenance cost of Scholl Canyon. According to Los Angeles County Sanitation District's records, the permitted capacity filled between August 18, 1989 and July 11, 2001 was 6.08 million tons. The total permitted capacity remains 14.75 million tons. Therefore, the City has 8.67 million tons unfilled capacity remaining. Using an inflation factor from the U.S. Department of Commerce, Bureau of Economic Analysis of 1.02, the revised postclosure cost was \$32,819. Due to the passage of AB1827, this liability has increased to 30 years from 15 years. The Board required funding level, using the data

CITY OF GLENDALE

Notes to the Financial Statements, continued

above, is \$13,528. The City has funded \$11,900 in the Trust and Agency Fund - Special Deposit Fund and accrued \$1,600 in the General Long-Term Debt for this liability. Based on an estimated average annual filled capacity of .46 million tons the Scholl Canyon Landfill has a remaining life of approximately 18.8 years.

THE CITY OF GLENDALE FINANCING AUTHORITY

Variable Rate Demand Certificates of Participation (2000 Police Building Project)

The bonds issued on July 11, 2000 mature in increasing amounts ranging from \$1,100 to \$4,200 annually from 2003-2030. The bonds are subject to redemption at the option of the Financing Authority at its principal value. The bond indebtedness is secured by a lease to the City and is payable from rentals received under terms of the lease agreement dated July 1, 2000.

The Financing Authority has leased certain real property (the "Police Building Site") from the City of Glendale pursuant to a Site Lease, dated as of July 1, 2000. The Financing Authority has leased the Police Building Site and the police building to be constructed there, back to the City of Glendale pursuant to a lease agreement, dated as of July 1, 2000. Annual lease payments from the City of Glendale are to be at a rate sufficient to meet debt service requirements of the outstanding bond indebtedness on the leased premises.

ENTERPRISE FUND

Electric Revenue Bonds, 2000 Series

The Electric utility of Glendale Water and Power issued revenue bonds in February 2000 to finance the costs of acquisition and construction of certain capital improvements. The terms of the 2000 Electric Revenue Bonds' (2000 Bonds) indenture requires the trustee to establish and maintain a reserve account equal to the reserved requirement. The reserve requirement of this bond issue is satisfied by a bond insurance policy with MBIA Insurance Corporation. This policy insured the bondholders up to \$1.46 million, which is 50% of the maximum debt service. The bonds mature in regularly increasing amounts ranging from \$690 to \$2,755 annually from 2006 to 2030. The 2000 Bonds maturing on or prior to February 1, 2010 are not subject to call and redemption prior to maturity. The 2000 bonds maturing on and after February 1, 2011 are subject to call and redemption prior to maturity, at a redemption price ranging from 101% to 100%.

GLENDALE REDEVELOPMENT AGENCY BONDS

Parking Lease Revenue Bonds, Series A

The bonds, issued in 1974, mature in regularly increasing amounts ranging from \$415 to \$440 annually from 2002 to 2003. The bonds are subject to redemption at the option of the Agency at its principal value. The bond indebtedness is secured by a lease to the City and is payable from rentals received under terms of the lease agreement dated May 1, 1974.

On May 1, 1974, the Agency, as lessor, entered into a non-cancelable master lease agreement with the City to lease the multi-story parking facility constructed adjacent to the Glendale Galleria I Regional shopping center. The term of the master lease began in June 1976. The master lease base rentals are due semiannually on August 15 and February 15 over the terms of the lease and it is to terminate on the earlier of May 15, 2008 or upon payment of all principal and interest due on the outstanding bond indebtedness attributable to the leased premises. Annual base rentals are to be at a rate sufficient to meet debt service requirements of the outstanding bond indebtedness on the leased premises. The base rental is presently \$1,630 annually.

Refunding Parking Lease Revenue Bonds, Series 1976

The bonds, issued in 1976, mature in regularly increasing annual installments ranging from \$955 to \$1,025 annually from 2002 to 2003. Refunding bonds are subject to redemption at the option of the Agency from any source of funds, as a whole or in part, in inverse order of maturity and by lot within a maturity, on any interest payment date at prices ranging from 102.5% to 100% of principal value. The bond indebtedness is secured by a lease to the City and is payable from rentals received under terms of the lease agreement dated May 1, 1974.

CITY OF GLENDALE

Notes to the Financial Statements, continued

Terms of the refunding bond indenture provide for the establishment of a bond service fund of escrowed cash and investments in Federal securities. The Agency is required to maintain the bond service fund at an amount sufficient to pay interest on the outstanding bonds on the next interest payment date and to pay 50% of the principal amount of the bonds maturing on the next succeeding May 1.

An insurance reserve of at least \$386 is required to be maintained by the Agency under terms of the bond indenture for the refunded parking revenue bonds, Series B. This amount is shown as reserved fund balance on the General Purpose Balance Sheet. The Insurance Reserve Fund may be used for (a) repairing or rebuilding the parking facility in the event of loss or damage not covered by the Agency's insurance, (b) redemption of bonds in the event the parking facility is not to be rebuilt or repaired or (c) payment of debt service on the bonds in the event sufficient monies are not available in the Bond Service Fund or Sinking Fund.

In 1976, the City entered into a sublease agreement with the Glendale Associates, which is subject to the terms of the above master lease. Annual rent includes a base rent of \$256 and an additional rent of \$672. Property taxes on the parking facility are used as a credit against the annual rent. This net rent is payable on a quarterly basis. In addition, the Agency agreed to reimburse the City for the difference between the master lease and the sublease.

The lease payable has been eliminated in these statements due to the inclusion of the Agency's operations.

1993 Tax Allocation Bonds

On July 1, 1993, the Agency issued \$67,685 in tax allocation bonds with an average rate of 5.5% to advance refund a portion of the Agency's outstanding Central Glendale Redevelopment Project 1990 Tax Allocation Bonds (the "Prior Bonds") with an average interest rate of 6.9%, to provide additional funds for various improvements in the Central Project Area and to pay cost of issuance of the 1993 Bonds. The 1993 Bonds mature in regularly increasing amounts ranging from \$1,845 to \$5,030 from fiscal year 2002 to 2021. A collateralized investment agreement was entered into between the trustee and the investment agreement provider, Svenska Handelbanken. This agreement guarantees the Agency a return of 7.42% in the Reserve Account.

CONDUIT DEBT OBLIGATIONS

Certain bonds that the City issued are in the public interest and necessity of its citizens. These bonds are not a debt or liability of the City. Neither the faith and credit nor the taxing power of the City is pledged to the payment of the principal or interest on the bonds. Such bonds are authorized under sections 3, 5 and 7 of Articles XI of the Constitution of the State of California and Section 1 of Article III of the Charter as well as the Refunding Act of 1984 for 1915 Improvement Act Bonds.

The following is a list of such bonds:

<u>Description of bonds</u>	<u>Interest rates</u>	<u>Original issue</u>	<u>Outstanding at June 30, 2001</u>
City of Glendale Insured Hospital Refunding Bonds, Series 1991A (Adventist Health System/West)	6.45% - 6.75%	\$50,000	\$36,090
City of Glendale Insured Hospital Revenue Bonds Verdugo Hills Hospital, 1994 Series	7.25% - 8%	27,140	21,995
City of Glendale Hospital Insured Hospital Revenue 1995 - Series A (Glendale Memorial Hospital and Health Center)	4.65% - 5.6%	36,000	33,095
City of Glendale Mountain Road Assessment District Limited Obligation Refunding Bonds, Series 1994	5.2% - 6.125%	11,935	10,185

CITY OF GLENDALE

Notes to the Financial Statements, continued

F. Changes in Long-Term Bonded Debt

The following is a summary of bonds payable for the year ended June 30, 2001:

	Glendale Financing Authority	Enterprise	Glendale Redevelopment Agency	Total
Bonds payable at June 30, 2000	\$ -	37,000	68,980	105,980
Certificates issued	64,200	-	-	64,200
Bonds retired	-	-	(3,050)	(3,050)
Bonds/Certificates payable at June 30, 2001	<u>\$ 64,200</u>	<u>37,000</u>	<u>65,930</u>	<u>167,130</u>

The annual debt service requirements to amortize long-term bonded debt at June 30, 2001 are as follows:

Year ending June 30	Glendale Financing Authority	Glendale Redevelopment Agency	Enterprise	Total
2002	-	6,825	2,171	8,996
2003	-	6,831	2,171	9,002
2004	2,337	5,282	2,171	9,790
2005	4,310	5,270	2,171	11,751
2006	4,350	5,275	2,861	12,486
2007-2030	101,429	78,472	68,938	248,839
	<u>\$ 112,426</u>	<u>107,955</u>	<u>\$ 80,483</u>	<u>300,864</u>

There are a number of limitations and restrictions contained in the bond indentures. The City is in compliance with all significant limitations and restrictions.

Matured bond principal and interest outstanding at June 30, 2001 consists of the following:

	Principal	Interest	Total
Debt Service Funds	\$ -	127	127
Enterprise Fund	-	905	905
	<u>\$ -</u>	<u>1,032</u>	<u>1,032</u>

G. Reserved Fund Balance and Retained Earnings

The City has reserved its ordinarily available fund balances for such purposes as required future debt service and bond indenture requirements, loans receivables, deposits, real property held for resale, outstanding encumbrances, prepaid items and for certain commitments and contingencies. The City Charter requires \$11,695 in reserve for contingencies, wherein 24% of the projected General Fund's current revenue estimate must be reserved to maintain liquidity. The light rail reserve in the amount of \$4,371 in the Special Revenue Funds was established to accumulate all Proposition A Local Return Exchange Funds. The funding from this reserve shall be used exclusively for the construction and/or enhancement of light rail improvements along the Los Angeles/Glendale/Burbank corridor.

CITY OF GLENDALE

Notes to the Financial Statements, continued

The Electric Fund reserved \$12,514 for excess capital surcharge revenue designated to retrofit the City's Grayson Power Plant as mandated by the Air Quality Management District. As part of the Electric operation's strategy to face deregulation, all net revenues from electric wholesale power transactions and savings from cost reductions are reserved to accelerate debt retirement and to meet obligations from the "take or pay" contracts per Note IV D. As of June 30, 2001, \$32,350 is reserved for this purpose.

As of June 30, 2001, the Employee Benefit Fund, the Liability Insurance Fund as well as the Compensation Insurance Fund of the Internal Service Funds had negative retained earnings of \$710, \$648 and \$1,411 respectively. In addition the Fire Paramedic Fund of the Enterprise Funds has negative retained earnings of \$474.

H. Designated Fund Balances

The City designated \$2,756 in the General Fund for cumulative departmental savings from their approved appropriations. Departments in the General Fund are allowed to keep 50% of the unexpended appropriations to the extent of positive net revenue. The Council adopted this Expenditure Control Budget incentive to eliminate the "use it or lose it" syndrome.

The City also designates fund balances for unexpended project appropriations to be carried forward to the following year. As of June 30, 2001, \$17,211 and \$55,798 have been designated in the Special Revenue Funds and the Capital Projects Funds for these carryforwards.

IV. Other Information

A. Risk Management

The City is exposed to various risks of loss related to torts, theft of, damage to and destruction of assets, errors and omissions, injuries to employees, and natural disasters. The City retains risks for the following types of liabilities: workers' compensation insurance, unemployment insurance, post employment benefits, general auto, dental, medical and vision as well as public liability through separate Internal Service Funds. In addition, the City purchased several commercial insurance policies for errors and omissions of its officers and employees, destruction of assets and natural disasters. There were no significant settlements or reductions in insurance coverage from settlements for the past three years.

Operating funds are charged a premium and the Internal Service Funds recognize the corresponding revenue. Claims expenses are recorded in the Internal Service Funds. Premiums are evaluated periodically and increases are charged to the operating funds to reflect recent trends in actual claims experience and to provide sufficient reserve for catastrophic losses. The reserve designated for future catastrophic losses was \$3,907 at June 30, 2001.

Claims payable liability has been established in these funds based on estimates of incurred but not reported and litigated claims. Management believes that provisions for claims at June 30, 2001 are adequate to cover the cost of claims incurred to date. However, such liabilities are, by necessity, based upon estimates and there can be no assurance that the ultimate cost will not exceed such estimates. A reconciliation of the changes in the aggregate liabilities for claims for the current fiscal year and the prior five fiscal year is as follows:

<u>Fiscal Year</u>	<u>Beginning Balance</u>	<u>Claims and Changes</u>	<u>Claim Payments</u>	<u>Ending Balance</u>
1994-95	\$ 12,165	10,039	9,724	12,480
1995-96	12,480	8,163	9,264	11,379
1996-97	11,379	14,856	10,861	15,374
1997-98	15,374	10,375	9,026	16,723
1998-99	16,723	10,555	9,541	17,737
1999-00	17,737	12,451	11,119	19,069
2000-01	19,069	18,781	13,794	24,056

CITY OF GLENDALE

Notes to the Financial Statements, continued

B. Segment Information - Enterprise Funds

The City maintains eight Enterprise Funds which provide recreation, parking, hazardous disposal, fire paramedic, sewer, refuse disposal, electrical and water services. Segment information for the year ended June 30, 2001 is as follows:

	Recreation	Hazardous Disposal	Fire Paramedic	Parking	Sewer	Refuse Disposal	Electric	Water	Total Enterprise
Operating revenues	\$ 1,640	1,217	5,660	6,024	16,046	10,236	258,498	27,758	327,080
Depreciation expense	13	102	38	1,160	1,306	1,038	9,882	2,335	15,874
Operating income (loss)	(330)	(353)	839	1,505	7,310	(1,341)	30,854	3,353	41,837
Operating grant	260	151	-	-	4,131	-	287	-	4,829
Operating transfers out	-	-	-	1,800	-	-	11,681	3,102	16,583
Net income (loss)	43	(150)	845	356	13,676	(1,146)	31,716	1,583	46,925
Capital contributions	-	-	-	-	-	-	1,041	178	1,219
Plant, property and equipment-additions	42	6	48	264	9,721	573	15,775	3,095	29,524
Working capital(deficit)	54	676	(995)	4,898	25,818	1,125	153,857	2,897	188,330
Long term debt	-	-	-	-	-	-	37,000	-	37,000
Total equity	194	1,010	(474)	40,673	150,116	9,246	268,221	66,207	535,193
Total assets	318	1,171	2,257	40,846	160,691	20,245	338,368	67,927	631,823

C. Contingent Liabilities and Commitments

The City is a defendant in several general damage and personal injury lawsuits and claims. These claims arise primarily from injuries sustained by the claimants while on property owned or maintained by the City. While litigation is by nature uncertain, management believes that, based on consultation with the City Attorney, that these cases in the aggregate are not expected to result in a material adverse financial impact on the City. Additionally, City management believes that sufficient reserves are available to the City to cover any potential losses should an unfavorable outcome materialize.

The City is a subscribing agency in the City of Los Angeles' sewage treatment facilities. During the year ended June 30, 2001, the City of Los Angeles advised the City that its allocation of capital improvements to the facility over the next ten years be estimated at \$232,624. The City anticipates funding these improvements through cash accumulated in the Sewer Enterprise Fund. The City Engineer is preparing a proposal to do a sewer master plan to review the City's existing contract with City of Los Angeles and to evaluate the City's wastewater direction in the future.

The City's electric operation is committed to purchase all available landfill gas generated by Scholl Canyon LFG Limited Partnership at a price based on various natural gas indices. The term of this commitment is for a period of twenty years from July 1994 to July 2014. The landfill gas purchase for fiscal year 2000-01 was approximately 1,064,675 MMBtu and the average purchase price was \$8.85 per MMBtu.

The City's electric operations executed two power sale and exchange agreements in 1988. These agreements provide long term obligations to provide and purchase energy and capacity to and from other utilities. The first agreement is with Bonneville Power Administration (BPA). The agreement extends for twenty years and operates in either a sale or exchange mode. Under the sale mode the City is entitled to 10 megawatts annually, plus an additional 10 megawatts during the summer peaking period. The City is required to purchase 73,000 megawatt hours of energy annually under this agreement. In the exchange mode, BPA (under periods of adverse hydro conditions) may elect to receive energy from the City during off-peak hours in lieu of City's monthly charges for this agreement. The second agreement is a twenty-five year power sale and exchange agreement with Portland General Electric Company (PGE). The sale portion calls for the City to receive 20 megawatts of capacity and associated energy over the Pacific Northwest Intertie at its discretion. In exchange, the City may call up to 30 megawatts during the summer months (June through September) and PGE may call for the same amount in the summer months as well as winter months. Energy cannot exceed 1,800 megawatts per week.

CITY OF GLENDALE

Notes to the Financial Statements, continued

The City Council approved the electric operations in participation of the Magnolia Power Project Planning Agreement (Project). The Project is a SCPA owned project, and will be financed through SCPA. Currently seven members of SCPA are participating in the initial phase of the Project – the California Cities of Anaheim, Burbank, Colton, Glendale, Pasadena, Cerritos and San Marcus (Participants). Because of a significant and growing need in California to construct and operate new power generating facilities, the Participants have agreed to complete a preliminary study to determine the feasibility of constructing and operating a Power-Generating Facility (Facility) with a service capacity of approximately 237 to 305 megawatts. This Facility is to be located on the existing Magnolia power-generating, site in the City of Burbank. If constructed, the City anticipates executing another “Take of Pay” contract with SCPA for approximately 20 megawatts. This Project may be terminated at any time by agreement of all of the Participants or upon execution of a Joint-Ownership Agreement to construct the facility. The City has agreed to pay 8.2644% of the Project’s preliminary study and pre-construction costs up to a total of \$1,519.

D. Jointly Governed Organizations

Joint Power Agreement between the City and the Glendale Community College

The City and the Glendale Community College (College) have agreed to establish a multi-faceted parking program to facilitate on street parking for the City residents living near the College campus and to meet the parking needs of the College. In order to implement the parking program, the City and the College have entered into a Joint Power Agreement (JPA) and issued \$6,160 in bonds - Glendale Parking Facilities Joint Powers Authority Parking Revenue Bonds, 1993 Series A (Bonds). The Bonds do not constitute a debt or liability of the JPA nor is the JPA liable for the payment of the principal or interest on the Bonds. The College will provide fiscal management for this JPA. The amount of revenues available to pay debt service on the Bonds will be derived from two sources. The first source is the student-parking permit. The second source is the metered revenue from the City owned parking lots. In return for the loss of the metered revenue, the City shall receive reimbursement annually of \$100. In addition, the City shall receive annual reimbursement of at least \$25 for lot and meter maintenance. Furthermore, any remaining balance of the revenue, after debt service and JPA operational costs, shall be divided equally between the City and the College.

The City is obligated: (i) to establish and collect parking meter revenues at the City Parking Lots, (ii) to strictly enforce metered parking at the City Parking Lots through the use of citations and the collection of fines, (iii) to operate and maintain at its expense the City-owned parking facilities, (iv) to make funds available to JPA to allow for the repair and replacement of the City Parking Lots in the event of damage or destruction or, in the alternative, to redeem Bonds, and (v) to implement and enforce the expanded residential permit parking area program in and around the College campus and in the event the Civic Auditorium parking facilities are constructed, to allow the College students with student parking program permits to use such facilities during the periods that the Civic Auditorium functions are not in progress.

“Take or Pay” Contracts

The City's electric operation has entered into six "Take or Pay" contracts to provide for current and future electric generating capacity and transmission of energy for City residents. Through these contracts, the City purchased approximately 44% of its total energy requirements during fiscal year 2000-01. This energy will displace some of the energy that was to have been supplied by the local generating plant. The City is obligated to pay the amortized cost of indebtedness regardless of the ability of the contracting agency to provide electricity. The original indebtedness will be amortized by adding the financing costs to purchase energy over the life of the contract.

The Intermountain Power Agency, a subdivision of the State of Utah was formed in January 1974 to finance the construction of a 1,680 megawatt coal-fueled generating plant consisting of two generating units located near Delta, Utah. The City through contract is obligated for 27 megawatts or 1.7040% of the generation. In addition, the City entered into an “Excess Power Sales Agreement” with the ICPA, agent for the Utah Municipal Purchasers and the Cooperative Purchasers, which entitles the City to an additional share of 7 megawatts or 0.5016% through March 24, 2005. The total City’s obligation from Intermountain Power Project (IPP) is 34 megawatts.

The City joined the Southern California Public Power Authority (SCPPA) on November 1, 1980. This authority, consisting of the California Cities of Anaheim, Azusa, Banning, Burbank, Colton, Glendale, Los Angeles, Pasadena,

CITY OF GLENDALE

Notes to the Financial Statements, continued

Riverside, Vernon, and the Imperial Irrigation District, was formed for the purpose of financing future power resources. The City has entered into five projects with SCPPA.

The first of the SCPPA projects is a 3,810 megawatt nuclear fuel generation plant in Arizona (Palo Verde). The Palo Verde nuclear project consists of three (3) units, each having an electric output of approximately 1,270 megawatts. SCPPA has purchased approximately 225 megawatts of capacity and associated energy (approximately 5.910% of total Palo Verde output), of which the City receives 9.9 megawatts or 4.4000% of SCPPA's entitlement. As required by the Participation Agreement, the co-owners of the Palo Verde Nuclear Generating Station (PVNPS) have created external accounts for the decommissioning of PVNPS at the end of its life. The market value of the Authority's accounts for decommissioning was approximately \$90,597 at June 30, 2001. Based on the most recent (1998) estimate of decommissioning costs, SCPPA estimates that its share of the amount required for decommissioning of PVNGS is approximately 74% funded. Under the forgoing assumptions, an additional \$31,831, of which Glendale's share is \$1,401, would be required for SCAPPA to fully fund its share of decommissioning costs. No assurance can be given, however, that such amount will be sufficient to fully fund SCAPPA's share of decommissioning costs. SCPPA anticipates receiving a new estimate of decommissioning costs every three years.

A second project financed through SCPPA is the Southern Transmission System that transmits power from the coal-fired IPP to Southern California. The 500 kV DC line is rated at 1,920 megawatts. The City's share of the line is 2.274 % or approximately 44 megawatts.

A third project financed through SCPPA is the acquisition of an ownership interest in Unit 3 of the San Juan Generating Station located approximately 15 miles northwest of Farmington, New Mexico. Members of SCPPA in this project consist of the Imperial Irrigation District and the California cities of Glendale, Azusa, Banning and Colton. SCPPA holds 41.8000% interest, the Public Service Company of New Mexico holds a 50% interest, and Tri-State G & T holds the remaining 8.2000% interest in the Unit. SCPPA members are entitled to receive approximately 204 megawatts of power from the 488-megawatt unit. The City is obligated for 20 megawatts or 9.8050% of SCPPA's entitlement.

A fourth project financed through SCPPA consists of a 202 mile long 500 kV AC transmission line from a termination in southern Nevada, to a termination in the vicinity of Adelanto, California and the development of the Marketplace Substation at the southern Nevada line termination approximately 17 miles southwest of Boulder City, Nevada. The initial transfer capability of the Mead-Adelanto Project is estimated at 1,200 megawatts. SCPPA members in the project are entitled to 815 megawatts. The City is obligated for 90 megawatts or 11.0430% of the SCPPA entitlement.

A fifth project financed through SCPPA consists of a 256 mile long 500 kV AC transmission line from the Westwing Substation in the vicinity of Phoenix, Arizona to a new Marketplace Substation approximately 17 miles southwest of Boulder City, Nevada with an interconnection to the Mead Substation in southern Nevada. The project consists of three separate components: the Westwing-Mead Component, the Mead Substation Component, and the Mead-Marketplace Component. The City's participation shares in the components range from 11.7647% to 22.7273%. The Mead-Phoenix Project in conjunction with the Mead-Adelanto Project provides an alternative path for the City's purchases from the Palo Verde Nuclear Generating Station, San Juan Generation Station and Hoover Power Plant. These transmission lines also provide access to the southwest U.S. where economical coal energy is readily available.

CITY OF GLENDALE

Notes to the Financial Statements, continued

A summary of the City's "Take or Pay" contracts and related projects and its contingent liability at June 30, 2001 is as follows:

Project	Bonds and notes authorized	Bonds and notes sold and outstanding	Interest	Combined total debt Service	City of Glendale percentage	City of Glendale Obligations
Intermountain Power Projects	\$ 4,442,017	4,168,732	2,971,397	7,140,129	2.2056%	\$ 157,483
So. California Public Power Authority (Palo Verde)	1,071,347	853,955	230,855	1,084,810	4.4000%	47,732
So. California Public Power Authority (Southern Transmission System)	1,132,135	1,067,705	760,177	1,827,882	2.2740%	41,566
So. California Public Power Authority (San Juan Power Project-Unit 3)	237,375	204,560	110,833	315,393	9.8047%	30,923
So. California Public Power Authority (Mead-Adelanto)	280,655	233,070	163,480	396,550	11.0430%	43,791
So. California Public Power Authority (Mead-Phoenix)	90,635	73,625	51,431	125,056	14.5137%	18,150
						<u>\$ 339,645</u>

E. Employee Retirement System and Plans

Plan Description

The City contributes to the California Public Employees' Retirement System (CalPERS), an agent multiple-employer public employee retirement system that acts as a common investment and administrative agent for participating public entities within the state of California.

All full-time employees are required to participate in CalPERS, and related benefits vest after five years of service. Upon five years of service, employees who retire at age 50 or older are entitled to receive an annual retirement benefit. The benefit is payable monthly for life. The benefit is calculated as follows: years of credited service multiplied by their highest twelve consecutive months of salary multiplied by a percentage factor. This factor is age-based – public safety employees use the 3% at age 50 factor while all others use the 2% at age 55 factor. The system also provides death and disability benefits. CalPERS issues a publicly available financial report that includes financial statements and required supplemental information of participating public entities within the state of California. Copies of the CalPERS' annual financial report may be obtained from the CalPERS Executive Office – 400 P Street, Sacramento, CA 95814.

Funding Policy

CalPERS is a contributory plan deriving funds from employee contributions as well as from employer contributions and earnings from investments. According to the plan, City employees are required to contribute 7% of annual salary for general members and 9% of annual salary for public safety members. The City is also required to contribute at an actuarially determined rate; however the City is currently over funded, therefore the City's contribution for general and safety employees is 0% for fiscal year 2001. The contribution requirements of plan members are established by State statute and the employer contribution rate is established and may be amended by CalPERS.

Annual Pension Cost

Contributions to CalPERS totaling \$7,832 were made during the fiscal year ended June 30, 2001 in accordance with actuarially determined contribution requirements through an actuarial valuation performed at June 30, 1998. The actuarial assumptions included (a) a rate of return on the investment of present and future assets of 8.25% a year compounded annually (net of administrative expenses), (b) projected salary increases that vary by duration of service ranging from 3.75% to 14.2%, (c) no additional projected salary increases attributable to seniority/merit and (d) no post retirement benefit increases. The actuarial value of the City's assets was determined using techniques that smooth the effects of short-term volatility in the market value of investments over a two to five-year period depending on the size of investment gains and/or losses. CalPERS uses the entry-age-normal-actuarial-cost method, which is a projected-benefit-cost method. That is, it takes into account those benefits that are expected to be earned in the future as well as those already accrued. According to this cost method, the normal cost for an employee is the level amount which would fund the projected benefit if it were paid annually from date of employment until retirement. CalPERS uses a modification of the entry-age-cost method in which the employer's total normal cost is expressed as a level percentage of payroll. CalPERS also uses the level-percentage-of-payroll method to amortize any unfunded actuarial liabilities.

CITY OF GLENDALE

Notes to the Financial Statements, continued

Three year Trend Information

Fiscal year ending	Annual Pension Cost (APC)	Percentage of APC Contributed	Net Pension Obligation
6/30/99	\$8,505	100%	0
6/30/00	\$8,423	100%	0
6/30/01	\$7,832	100%	0

REQUIRED SUPPLEMENTARY INFORMATION

Schedule of Funding Progress

Actuarial Valuation Date	Actuarial Value of Assets <a>	Actuarial Accrued Liability <AAL> - Entry Age 	(Unfunded AAL) / Overfunded AAL <a-b>	Funded Ratio <a/b>	Covered Payroll <c>	(Unfunded AAL) as a Percentage of Covered Payroll <(a-b)/c>
6/30/97	538,515	488,268	50,246	110.3%	84,526	59.4%
6/30/98	635,145	527,710	107,435	120.4%	85,118	126.2%
6/30/99	714,481	560,822	153,659	127.4%	91,018	168.8%

F. Interfund Transactions

The composition of interfund balances and operating transfers for fiscal year 2000-01, are as follows:

Due to/from other funds:

<u>Receivable fund</u>	<u>Payable fund</u>	<u>Amount</u>
General Fund	Supportive Housing Fund	\$ 913
General Fund	Workforce Investment Fund	863
General Fund	Emergency Shelter Fund	74
General Fund	H1B Tech Skills Training Fund	121
General Fund	Fire Paramedics Fund	2,569
General Fund	State Training Fund Program	143
		<u>4,683</u>

Operating transfers:

<u>Transfers in</u>	<u>Transfers out</u>	<u>Amount</u>
General Fund	Capital Improvement Fund	2,945
General Fund	Parking Fund	1,800
General Fund	Electric Fund	10,845
General Fund	Water Fund	3,102
General Fund	Electric-SCAQMD Fund	836
Nutritional Meals Fund	General Fund	83
Capital Improvement Fund	General Fund	670
Capital Improvement Fund	Glendale Redevelopment Agency	1,075
		<u>\$ 21,356</u>

CITY OF GLENDALE

Notes to the Financial Statements, continued

G. Change in Accounting Policy

Beginning July 1, 2000 the City adopted Government Accounting Standards Board (GASB) Statement No. 33, *Accounting and Financial Reporting for Non-exchange Transactions*. GASB Statement No. 33 requires that governments record and report assets, liabilities, revenues and expenditures for the four types of non-exchange transactions, including restating prior financial information, as follows:

- a. **Derived Tax Revenues** – Assessments imposed on exchange transactions (example: income, sales tax, and other assessments on earnings or consumption). Assets are recognized when the underlying exchange occurs or resources are received, whichever occurs first. Revenues are recognized when the underlying exchange transaction occurs and resources are available.
- b. **Imposed Non-exchange Revenues** – Assessments imposed on nongovernmental entities, including individuals, other than assessments on exchange transactions (examples: property taxes and fines). Assets are recognized when the government has an enforceable legal claim to the resources or resources are received, whichever occurs first. Revenues are recognized when the use of the resources is required or first permitted by time requirements, or at the same time as the assets if the government has not established time requirements and resources are available.
- c. **Government Mandated Non-exchange Transactions** - A government at one level provides resources to a government at another level and requires the recipient to use the resources for a specific purpose (example: federal programs that state or local governments are mandated to perform). Assets are recognized when all applicable eligibility requirements are met or resources are received, whichever occurs first. Revenues are recognized when all applicable eligibility requirements are met and resources are available.
- d. **Voluntary Non-exchange Transactions** – Legislative or contractual agreements, other than exchanges, entered into willingly by the parties to the agreement (examples: certain grants and private donations). Assets are recognized when all applicable eligibility requirements are met or resources are received, whichever occurs first. Revenues are recognized when all applicable eligibility requirements are met and resources are available.

Additionally GASB Statement No. 33, *Accounting and Financial Reporting for Non-exchange Transactions*, requires the City to recognize capital contributions to proprietary funds as revenues, not contributed capital. However, governments should not restate contributed capital arising from periods prior to implementation of this Statement until GASB issues one or more Statements requiring restatement of those prior-period balances. Therefore, capital contributions received during the year ended June 30, 2001 were reflected in the statement of revenue, expenses and changes in retained earnings under nonoperating income as contributions in aid.

There was no significant effect on the City's fund balance as of June 30, 2001 as a result of the adoption of this standard.

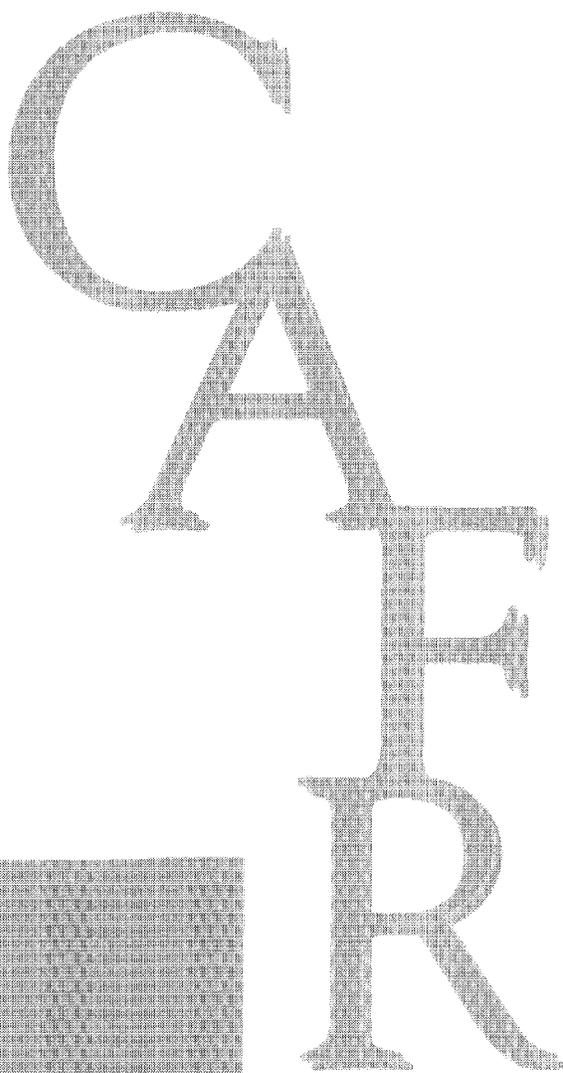
H. Pronouncements Issued but Not Yet Adopted

In June 1999, the GASB issued Statement of Governmental Accounting Standards No. 34, *Basic Financial Statements — and Management's Discussion and Analysis — for State and Local Governments*. This Statement establishes new financial reporting model for state and local governments. The City will have to disclose the details about the full cost of providing government services and to allocate expenses and revenue to allow calculation of net costs program by program. The City will also need to report all capital assets and begin to track depreciation on these items year to year.

The City will be required to implement the new financial model for its fiscal year ending June 30, 2002. However, for purposes of the retroactive reporting of major networks and subsystems of general infrastructure assets, the City will be required to implement this reporting as of fiscal year ending June 30, 2006. The City has not completed its assessment of the effect that the adoption of Statement No. 34 will have on its financial statements.



Combining Individual Fund & Account Groups Financial Statements and Schedules



CAFER

GENERAL FUND

The General Fund is used to account for sources and uses of financial resources applicable to the general government operations by the City. All general revenues and expenditures which are not restricted and, therefore, accounted for in another fund, are recorded in the General Fund.

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Exhibit F
CITY OF GLENDALE
 General Fund
 Balance Sheet
 June 30, 2001

Assets

Cash and invested cash	\$	55,296,232
Imprest cash		18,030
Interest receivable		1,174,913
Investment in street assessment bonds		113,261
Due from other funds		4,683,215
Due from other agencies		4,072,847
Accounts Receivable, net		580,920
Inventories		254,240
		<u>66,193,658</u>
Total assets		<u><u>66,193,658</u></u>

Liabilities and Fund Balance

Liabilities:

Accounts payable		1,899,787
Contracts – retained amount due		1,377,794
Accrued wages and withholdings		2,882,911
Compensated absences		5,805,382
Deferred compensation and revenue		341,865
		<u>12,307,739</u>
Total liabilities		<u>12,307,739</u>

Fund balance:

Reserved:		
Encumbrances		94,148
Investment in assessment bonds		59,755
Charter		11,695,465
Unreserved:		
Designated for expenditure control budget		2,755,515
Undesignated		39,281,036
		<u>53,885,919</u>
Total fund balance		<u>53,885,919</u>
Total liabilities and fund balance	\$	<u><u>66,193,658</u></u>

CITY OF GLENDALE

General Fund

Statement of Revenues, Expenditures and Changes in Fund Balance

Year ended June 30, 2001

Revenues:

Property taxes	\$ 14,411,533
Other taxes	39,908,728
Licenses and permits	3,035,259
Fines and forfeitures	1,569,325
Use of money and property	9,471,522
Revenue from other agencies	13,230,481
Charges for services	2,363,973
Miscellaneous revenue	641,692
Interfund revenue	5,260,136
Total revenues	<u>89,892,649</u>

Expenditures:

Current:

General government	12,513,607
Community promotion	40,403
Public safety	52,876,387
Public works	15,304,033
Housing, health and community development	1,000,856
Parks, recreation and community services	6,947,890
Library	5,923,598
Capital outlay	1,070,601
Total expenditures	<u>95,677,375</u>

Excess of expenditures over revenues (5,784,726)

Other financing sources (uses):

Operating transfers from:

Capital projects fund	2,945,000
Glendale Redevelopment Agency	875,000
Electric fund	11,681,540
Water fund	3,101,892
Parking fund	1,800,000
Total other financing sources	<u>20,403,432</u>

Operating transfers to:

Special revenue fund	(83,411)
Capital projects fund	(670,000)
Total other financing (uses)	<u>(753,411)</u>

Total other financing sources 19,650,021

Excess of revenues and other financing sources
over expenditures and other financing uses 13,865,295

Fund balance, July 1	46,470,624
Equity Transfer to Capital Improvement Fund	<u>(6,450,000)</u>
Fund balance, June 30	<u>\$ 53,885,919</u>

CITY OF GLENDALE

General Fund

Schedule of Revenues – Budget and Actual

Year ended June 30, 2001

	<u>Budget</u>	<u>Actual</u>	Variance Favorable (Unfavorable)
Property taxes	\$ 13,250,000	14,411,533	1,161,533
Other taxes:			
Utility users' tax	17,200,000	19,223,497	2,023,497
Sales tax	13,250,000	13,939,113	689,113
State 1/2% sales tax	1,225,000	1,449,633	224,633
Franchise tax	1,700,000	2,233,138	533,138
Occupancy tax	1,875,000	2,240,029	365,029
Property tax penalty	100,000	95,013	(4,987)
Real property transfer tax	587,000	728,305	141,305
Total	<u>35,937,000</u>	<u>39,908,728</u>	<u>3,971,728</u>
Licenses and permits:			
Dog licenses	150,000	148,812	(1,188)
Bicycle licenses	-	12	12
Building permits	2,200,000	2,066,039	(133,961)
Variance permits	250,000	261,896	11,896
Grading permits	30,000	36,716	6,716
Street permits	200,000	136,611	(63,389)
Business license permits	487,000	385,173	(101,827)
Total	<u>3,317,000</u>	<u>3,035,259</u>	<u>(281,741)</u>
Fines and forfeitures-Traffic safety fines	<u>1,500,000</u>	<u>1,569,325</u>	<u>69,325</u>
Use of money and property:			
Interest and investment revenue	5,160,000	7,507,689	2,347,689
Landfill gas royalties	760,000	1,863,769	1,103,769
Rental income	105,000	100,064	(4,936)
Total	<u>6,025,000</u>	<u>9,471,522</u>	<u>3,446,522</u>

Exhibit F-3, cont.

CITY OF GLENDALE

General Fund

Schedule of Revenues – Budget and Actual, continued

	<u>Budget</u>	<u>Actual</u>	Variance Favorable (Unfavorable)
Revenue from other agencies:			
Motor vehicle in lieu	\$ 10,000,000	11,557,061	1,557,061
Disaster relief reimbursement	10,000	10,253	253
State S.B. 90	15,000	157,891	142,891
State ERAF {AB 1661}	-	720,697	720,697
State library grant	400,000	496,205	96,205
County grants	10,000	9,167	(833)
State homeowners' exemptions	230,000	214,270	(15,730)
State police grants	60,000	64,937	4,937
Total	<u>10,725,000</u>	<u>13,230,481</u>	<u>2,505,481</u>
Charges for services:			
Zoning and subdivision fees	45,000	198,254	153,254
Map and publication fees	25,000	27,694	2,694
Filing and certification fees	15,000	16,994	1,994
Finger print fees	115,000	181,587	66,587
Special police division fees	725,000	735,833	10,833
Fire inspection fees	300,000	302,724	2,724
Fire communication fees	125,000	167,889	42,889
Hydrant flow test fees	4,000	2,325	(1,675)
Hazardous vegetation fees	2,000	1,500	(500)
Emergency medical fees	-	-	-
Express plan check	180,000	137,339	(42,661)
Code enforcement	45,000	46,736	1,736
Local assessment fees	158,000	98,719	(59,281)
Excavation fees	15,000	56,739	41,739
Resurfacing fees	4,000	-	(4,000)
Collectible jobs - overhead	20,000	121	(19,879)
Collectible jobs - M & O	125,000	21,548	(103,452)
Collectible jobs - salary	30,000	3,147	(26,853)
Collectible jobs - vehicles	70,000	148,230	78,230
Collectible jobs - administrative	25,000	48,796	23,796
Res and Reg Processing Fees	-	2,350	2,350
Aquatics	35,000	30,317	(4,683)
Library fines and fees	125,000	134,515	9,515
Special program fees	7,000	616	(6,384)
Total	<u>2,195,000</u>	<u>2,363,973</u>	<u>168,973</u>

Exhibit F-3, cont.

CITY OF GLENDALE

General Fund

Schedule of Revenues - Budget and Actual, continued

	<u>Budget</u>	<u>Actual</u>	Variance Favorable (Unfavorable)
Miscellaneous revenue:			
Sale of real and personal property	25,000	319	(24,681)
Donations and contributions	-	144,818	144,818
Unclaimed money and property	50,000	79,512	29,512
Miscellaneous	200,000	417,043	217,043
Total	<u>275,000</u>	<u>641,692</u>	<u>366,692</u>
Interfund revenue:			
Charges to Enterprise Funds for:			
City Council	120,000	94,321	(25,679)
City Manager	627,000	520,525	(106,475)
City Clerk	320,000	304,593	(15,407)
Finance	955,000	886,065	(68,935)
Information services	1,567,000	1,615,498	48,498
City Treasurer	185,000	154,041	(30,959)
Purchasing	150,000	170,667	20,667
Legal	584,000	543,332	(40,668)
Personnel	295,000	338,118	43,118
Training	43,000	35,141	(7,859)
Parks, recreation and community services	45,000	44,533	(467)
General government building	46,000	45,840	(160)
Membership and dues	8,000	11,559	3,559
Public Works-Administration	448,000	271,410	(176,590)
Total	<u>5,393,000</u>	<u>5,035,643</u>	<u>(357,357)</u>
Salary overhead – budgeted jobs	300,000	224,493	(75,507)
Total	<u>5,693,000</u>	<u>5,260,136</u>	<u>(432,864)</u>
Total revenues	<u>\$ 78,917,000</u>	<u>89,892,649</u>	<u>10,975,649</u>

Exhibit F-4
CITY OF GLENDALE
 General Fund
 Schedule of Expenditures-Budget and Actual
 Year ended June 30, 2001

	Salaries and Benefits			Maintenance and Operation		
	Budget	Expenditures	Variance Favorable (Unfavorable)	Budget	Expenditures	Variance Favorable (Unfavorable)
General government:						
110 City Council	\$ 121,845	127,973	(6,128)	79,465	82,288	(2,823)
120 City Clerk	603,013	590,450	12,563	105,513	88,215	17,298
125 Elections	10,000	2,275	7,725	178,000	179,238	(1,238)
130 City Treasurer	312,036	312,814	(778)	53,128	30,183	22,945
140 City Manager	968,195	979,314	(11,119)	265,173	180,353	84,820
141 City Auditor	250,353	254,036	(3,683)	41,000	14,185	26,815
150 Legal	1,181,466	1,112,636	68,830	104,513	97,807	6,706
161 Finance	1,629,442	1,599,775	29,667	356,902	348,761	8,141
162 Purchasing	312,370	318,810	(6,440)	72,501	61,266	11,235
163 Graphics	269,541	274,728	(5,187)	122,838	66,654	56,184
171 Information services	2,254,035	2,241,610	12,425	448,282	439,807	8,475
172 Communications services	255,214	296,560	(41,346)	38,268	39,983	(1,715)
180 Planning	1,436,233	1,338,916	97,317	326,908	133,785	193,123
201 Personnel	803,736	873,380	(69,644)	258,467	304,976	(46,509)
205 Training	200	-	200	184,829	122,829	62,000
Total	<u>10,407,679</u>	<u>10,323,277</u>	<u>84,402</u>	<u>2,635,787</u>	<u>2,190,330</u>	<u>445,457</u>
Community promotion:						
114 Membership and dues	-	-	-	41,866	40,403	1,463
Public safety:						
301 Police	26,950,860	26,808,941	141,919	3,263,356	3,245,909	17,447
311 Police helicopter	635,284	683,345	(48,061)	754,263	650,055	104,208
315 Civic center garage	307,971	351,908	(43,937)	52,749	24,319	28,430
325 Comm. family counseling	114,543	114,083	460	7,378	3,529	3,849
331 Animal control	-	-	-	555,084	540,000	15,084
401 Fire	16,310,610	16,524,630	(214,020)	1,964,906	1,933,923	30,983
411 Fire prevention	1,098,828	1,030,228	68,600	356,250	176,918	179,332
415 Fire communications	-	-	-	657,351	639,706	17,645
425 Emergency services	108,130	121,187	(13,057)	41,993	27,706	14,287
Total	<u>\$ 45,526,226</u>	<u>45,634,322</u>	<u>(108,096)</u>	<u>7,653,330</u>	<u>7,242,065</u>	<u>411,265</u>

Capital Outlay			Total		
Budget	Expenditures	Variance Favorable (Unfavorable)	Budget	Expenditures	Variance Favorable (Unfavorable)
12,750	3,715	9,035	214,060	213,976	84
1,600	1,536	64	710,126	680,201	29,925
-	-	-	188,000	181,513	6,487
7,000	3,119	3,881	372,164	346,116	26,048
42,800	38,528	4,272	1,276,168	1,198,195	77,973
3,000	-	3,000	294,353	268,221	26,132
21,200	5,563	15,637	1,307,179	1,216,006	91,173
25,000	16,376	8,624	2,011,344	1,964,912	46,432
2,500	2,500	-	387,371	382,576	4,795
267,250	245,641	21,609	659,629	587,023	72,606
39,000	36,401	2,599	2,741,317	2,717,818	23,499
3,000	-	3,000	296,482	336,543	(40,061)
5,000	-	5,000	1,768,141	1,472,701	295,440
7,500	2,106	5,394	1,069,703	1,180,462	(110,759)
2,800	2,597	203	187,829	125,426	62,403
<u>440,400</u>	<u>358,082</u>	<u>82,318</u>	<u>13,483,866</u>	<u>12,871,689</u>	<u>612,177</u>
-	-	-	41,866	40,403	1,463
349,410	224,739	124,671	30,563,626	30,279,589	284,037
-	-	-	1,389,547	1,333,400	56,147
-	-	-	360,720	376,227	(15,507)
-	-	-	121,921	117,612	4,309
-	-	-	555,084	540,000	15,084
204,435	181,649	22,786	18,479,951	18,640,202	(160,251)
5,500	2,489	3,011	1,460,578	1,209,635	250,943
-	-	-	657,351	639,706	17,645
-	-	-	150,123	148,893	1,230
<u>\$ 559,345</u>	<u>408,877</u>	<u>150,468</u>	<u>53,738,901</u>	<u>53,285,264</u>	<u>453,637</u>

Exhibit F-4-2
CITY OF GLENDALE
 General Fund
 Schedule of Expenditures-Budget and Actual, continued

	Salaries and Benefits			Maintenance and Operation		
	Budget	Expenditures	Variance Favorable (Unfavorable)	Budget	Expenditures	Variance Favorable (Unfavorable)
Public works:						
501 Public works	\$ 585,046	456,166	128,880	169,093	87,475	81,618
511 Engineering	2,236,743	2,024,472	212,271	125,403	125,949	(546)
522 Permit services	1,601,476	1,496,466	105,010	449,978	16,590	433,388
532 Custodial services	470,836	468,467	2,369	136,696	79,275	57,421
533 Building services	710,593	702,567	8,026	932,630	848,139	84,491
534 Street administration	339,958	307,741	32,217	77,568	72,299	5,269
535 Street maintenance	1,338,299	1,120,136	218,163	999,958	1,266,357	(266,399)
536 Sidewalk maintenance	737,417	676,901	60,516	277,708	79,469	198,239
537 Street trees maintenance	760,895	662,216	98,679	259,750	241,996	17,754
541 Mechanical maintenance	465,022	439,267	25,755	895,156	865,694	29,462
542 Warehouse	166,498	112,432	54,066	5,419	5,429	(10)
552 Traffic engineering	521,725	519,086	2,639	321,812	256,947	64,865
553 Traffic signals	80,805	42,945	37,860	970,314	907,115	63,199
554 Traffic safety controls	276,665	230,589	46,076	84,732	57,501	27,231
531 Corporation yard	-	-	-	92,596	109,456	(16,860)
521 Building inspection	976,311	950,264	26,047	82,171	74,627	7,544
Total	<u>11,268,289</u>	<u>10,209,715</u>	<u>1,058,574</u>	<u>5,880,984</u>	<u>5,094,318</u>	<u>786,666</u>
Housing, health and community development:						
702 Economic development	84,136	40,936	43,200	71,400	19,902	51,498
820 Neighborhood services	743,294	856,932	(113,638)	169,598	34,728	134,870
861 Administration	-	-	-	1,631	332	1,299
899 Public assistance	-	-	-	48,026	48,026	-
Total	<u>827,430</u>	<u>897,868</u>	<u>(70,438)</u>	<u>290,655</u>	<u>102,988</u>	<u>187,667</u>
Parks, recreation and community services:						
601 Parks administration	605,741	593,514	12,227	165,541	128,913	36,628
602 Parks	3,138,605	3,102,540	36,065	1,361,113	1,324,666	36,447
620 Facility & Events Services	96,265	80,231	16,034	132,181	119,186	12,995
622 Rec & Community Services	691,962	671,653	20,309	108,765	131,903	(23,138)
624 Youth Services	574,959	439,304	135,655	74,604	69,271	5,333
623 Senior programs	218,051	205,183	12,868	76,994	81,526	(4,532)
Total	<u>5,325,583</u>	<u>5,092,425</u>	<u>233,158</u>	<u>1,919,198</u>	<u>1,855,465</u>	<u>63,733</u>
681 Library	<u>4,402,093</u>	<u>4,336,688</u>	<u>65,405</u>	<u>1,603,790</u>	<u>1,586,910</u>	<u>16,880</u>
Total expenditures	<u>\$ 77,757,300</u>	<u>76,494,295</u>	<u>1,263,005</u>	<u>20,025,610</u>	<u>18,112,479</u>	<u>1,913,131</u>

	Capital Outlay			Total		
	Budget	Expenditures	Variance Favorable (Unfavorable)	Budget	Expenditures	Variance Favorable (Unfavorable)
\$	88,450	34,255	54,195	842,589	577,896	264,693
	-	-	-	2,362,146	2,150,421	211,725
	-	677	(677)	2,051,454	1,513,733	537,721
	-	-	-	607,532	547,742	59,790
	-	-	-	1,643,223	1,550,706	92,517
	-	-	-	417,526	380,040	37,486
	-	-	-	2,338,257	2,386,493	(48,236)
	-	-	-	1,015,125	756,370	258,755
	-	-	-	1,020,645	904,212	116,433
	-	-	-	1,360,178	1,304,961	55,217
	-	-	-	171,917	117,861	54,056
	-	-	-	843,537	776,033	67,504
	-	-	-	1,051,119	950,060	101,059
	-	-	-	361,397	288,090	73,307
	-	-	-	92,596	109,456	(16,860)
	-	-	-	1,058,482	1,024,891	33,591
	<u>88,450</u>	<u>34,932</u>	<u>53,518</u>	<u>17,237,723</u>	<u>15,338,965</u>	<u>1,898,758</u>
	-	-	-	155,536	60,838	94,698
	1,082	1,081	1	913,974	892,741	21,233
	-	-	-	1,631	332	1,299
	-	-	-	48,026	48,026	-
	<u>1,082</u>	<u>1,081</u>	<u>1</u>	<u>1,119,167</u>	<u>1,001,937</u>	<u>117,230</u>
	14,900	761	14,139	786,182	723,188	62,994
	130,234	114,897	15,337	4,629,952	4,542,103	87,849
	-	-	-	228,446	199,417	29,029
	18,352	10,769	7,583	819,079	814,325	4,754
	86,500	67,732	18,768	736,063	576,307	159,756
	-	-	-	295,045	286,709	8,336
	<u>249,986</u>	<u>194,159</u>	<u>55,827</u>	<u>7,494,767</u>	<u>7,142,049</u>	<u>352,718</u>
	<u>83,720</u>	<u>73,470</u>	<u>10,250</u>	<u>6,089,603</u>	<u>5,997,068</u>	<u>92,535</u>
\$	<u>1,422,983</u>	<u>1,070,601</u>	<u>352,382</u>	<u>99,205,893</u>	<u>95,677,375</u>	<u>3,528,518</u>

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SPECIAL REVENUE FUNDS

Special Revenue Funds are used to account for the proceeds of specific revenue resources or to finance specified activities as required by law or administrative regulation. These funds are:

- Community Development Fund-To account for monies received and expended by the City as a participant in the Federal Community Development Block Grant Program.
- Housing Assistance Fund-To account for monies received and expended by the City under Section 8 of the Federal Housing and Urban Development Act for housing assistance to low and moderate income families.
- Home Grant Fund-To account for monies received and expended by the City under the HOME Investment Partnerships Program to strengthen public-private partnerships and to preserve and provide affordable housing.
- Supportive Housing Grant Fund- To account for monies received by the City under the Supportive Housing Program to address the homeless needs of the City.
- Emergency Shelter Grant Fund-To account for monies received by the City under the Emergency Shelter Grant Program to address the homeless needs of the City.
- Workforce Investment Act Fund-To account for grant monies received and expended, in the federally funded job training program
- H-1B Technology Skills Training Fund-To account for grant monies received and expended, in the federally funded technical training of entertainment industry workers.
- Local Transit Assistance Fund-To account for monies received from a portion of the sales tax which is restricted to transportation-related activities.
- Air Quality Improvement Fund-To account for monies received from South Coast Air Quality Management District and expended on air pollution reduction.
- Narcotic Forfeiture Fund-To account for the proceeds of money or property seized as a result of illegal activity which is restricted to law enforcement uses.
- Special Grant Fund-To account for various small grants received and expended by the City, such as the Career Criminal Apprehension Program, Community Oriented Policing and the Child Passenger Safety Grant.
- Supplemental Law Enforcement Fund- To account for monies received from the State of California to provide funding for local agencies for the Citizen's Option for Public Safety Program (COPS).
- Nutritional Meals Grant Fund-To account for monies received from Federal assistance programs for senior citizen services.
- Cable Access Fund – To account for the 1.45% cable access fee to provide for resources to broadcast the City Council meetings and other various commissions, forums, etc.
- Library Grant Fund-To account for grant monies received and expended from State and local agencies.
- Electric Public Benefit Fund – To account for the 2.85% fees assessed on the electric customers to fund public benefit programs such as low income projects, research and development and demonstration program as mandated by State of California, AB 1890.
- Glendale Redevelopment Agency Funds-To account for monies received and expended by the Agency in accordance with the Redevelopment Plan of the Agency made pursuant to redevelopment laws of the State of California.

Exhibit G
CITY OF GLENDALE
Special Revenue Funds
Combining Balance Sheet
June 30, 2001

Assets	Community Development Fund	Housing Assistance Fund	Home Grant Fund	Supportive Housing Grant Fund	Emergency Shelter Grant Fund	Workforce Investment Act Fund
Cash and invested cash	\$ 292,072	1,469,856	90,840	—	—	—
Cash with fiscal agent	—	—	—	—	—	—
Interest receivable	—	7,765	—	—	—	—
Due from other funds	—	—	—	—	—	—
Due from other agencies	102,558	—	—	985,425	79,486	1,244,102
Loans receivable	—	—	—	—	—	—
Deposits	—	—	—	—	—	—
Real property held for resale	—	—	—	—	—	—
Total assets	\$ 394,630	1,477,621	90,840	985,425	79,486	1,244,102
Liabilities and Fund Balances						
Liabilities:						
Accounts payable	\$ 182,801	—	—	66,828	5,649	91,198
Contracts-amounts due	93,697	—	—	—	—	—
Due to other funds	—	—	—	913,078	73,837	862,670
Due to other agencies	—	234,314	78,439	—	—	211,534
Deposits	—	97,772	—	—	—	—
Accrued wages and withholdings	45,077	32,903	4,197	4,704	—	39,455
Compensated absences	73,055	51,819	8,204	815	—	19,245
Total liabilities	394,630	416,808	90,840	985,425	79,486	1,224,102
Fund balances:						
Reserved:						
Encumbrances	—	8,667	—	—	—	—
Light rail	—	—	—	—	—	—
Real property held for resale	—	—	—	—	—	—
Loans receivable	—	—	—	—	—	—
Deposits	—	—	—	—	—	—
Prepaid items	—	—	—	—	—	—
Unreserved:						
Designated for projects	—	—	—	—	—	—
Undesignated	—	1,052,146	—	—	—	20,000
Total fund balances	—	1,060,813	—	—	—	20,000
Total liabilities and fund balances	\$ 394,630	1,477,621	90,840	985,425	79,486	1,244,102

Exhibit G, cont.

Exhibit G
CITY OF GLENDALE
Special Revenue Funds
Combining Balance Sheet
June 30, 2001

Assets	H-1B Technology Skills Training Fund	Local Transit Assistance Fund	Air Quality Improvement Fund	Narcotic Forfeiture Fund	Special Grant Fund	Supplemental Law Enforcement Fund
Cash and invested cash	\$ —	12,122,770	278,205	1,420,707	913,127	292,877
Cash with fiscal agent	—	—	—	—	—	—
Interest receivable	—	164,047	3,765	19,225	11,525	3,963
Due from other funds	—	—	—	—	—	—
Due from other agencies	121,116	728,956	93,347	—	52,183	—
Loans receivable	—	—	—	—	—	—
Deposits	—	—	—	—	—	—
Real property held for resale	—	—	—	—	—	—
Total assets	\$ 121,116	13,015,773	375,317	1,439,932	976,835	296,840
Liabilities and Fund Balances						
Liabilities:						
Accounts payable	\$ 104	138,608	(11,493)	—	168,893	—
Contracts-amounts due	—	—	—	—	—	—
Due to other funds	120,623	—	—	—	—	—
Due to other agencies	—	8,658	—	—	135,939	—
Deposits	—	—	—	—	—	—
Accrued wages and withholdings	389	19,874	306	6,705	21,791	15,604
Compensated absences	—	22,937	820	9,208	18,559	31,069
Total liabilities	121,116	190,077	(10,367)	15,913	345,182	46,673
Fund balances:						
Reserved:						
Encumbrances	—	542,174	—	—	—	27,992
Light rail	—	4,371,264	—	—	—	—
Real property held for resale	—	—	—	—	—	—
Loans receivable	—	—	—	—	—	—
Deposits	—	—	—	—	—	—
Prepaid items	—	—	—	—	—	—
Unreserved:						
Designated for projects	—	2,828,965	—	—	381,342	—
Undesignated	—	5,083,293	385,684	1,424,019	250,311	222,175
Total fund balances	—	12,825,696	385,684	1,424,019	631,653	250,167
Total liabilities and fund balances	\$ 121,116	13,015,773	375,317	1,439,932	976,835	296,840

Exhibit G, cont.

Exhibit G
CITY OF GLENDALE
Special Revenue Funds
Combining Balance Sheet
June 30, 2001

Assets	Nutritional Meals Grant Fund	Cable Access Fund	Library Grant Fund	Electric Public Benefit Fund	Glendale Redevelopment Agency Funds	Total
Cash and invested cash	\$ 29,444	2,128,153	170,128	9,161,707	28,171,649	56,541,535
Cash with fiscal agent	—	—	—	—	656,896	656,896
Interest receivable	398	28,798	2,302	123,977	381,210	746,975
Due from other funds	—	—	—	—	—	—
Due from other agencies	20,416	94,246	—	—	346,158	3,867,993
Loans receivable	—	—	—	—	6,671,040	6,671,040
Deposits	—	—	—	—	7,000	7,000
Real property held for resale	—	—	—	—	21,293,015	21,293,015
Total assets	\$ 50,258	2,251,197	172,430	9,285,684	57,526,968	89,784,454
Liabilities and Fund Balances						
Liabilities:						
Accounts payable	\$ 25,476	1,754	—	62,544	312,299	1,044,661
Contracts-amounts due	—	—	—	—	—	93,697
Due to other funds	—	—	—	—	—	1,970,208
Due to other agencies	—	—	—	—	428,723	1,097,607
Deposits	—	—	—	—	38,012	135,784
Accrued wages and withholdings	8,622	10,846	5,078	7,517	77,179	300,247
Compensated absences	15,030	17,044	—	—	107,309	375,114
Total liabilities	49,128	29,644	5,078	70,061	963,522	5,017,318
Fund balances:						
Reserved:						
Encumbrances	—	3,369	—	104,633	434,091	1,120,926
Light rail	—	—	—	—	—	4,371,264
Real property held for resale	—	—	—	—	21,293,015	21,293,015
Loans receivable	—	—	—	—	6,671,040	6,671,040
Deposits	—	—	—	—	7,000	7,000
Prepaid items	—	—	—	—	—	—
Unreserved:						
Designated for projects	—	—	—	—	14,001,053	17,211,360
Undesignated	1,130	2,218,184	167,352	9,110,990	14,157,247	34,092,531
Total fund balances	1,130	2,221,553	167,352	9,215,623	56,563,446	84,767,136
Total liabilities and fund balances	\$ 50,258	2,251,197	172,430	9,285,684	57,526,968	89,784,454

Exhibit G-2
CITY OF GLENDALE
 Special Revenue Funds
 Combining Statement of Revenues, Expenditures
 and Changes in Fund Balance
 Year ended June 30, 2001

	<u>Community Development Fund</u>	<u>Housing Assistance Fund</u>	<u>Home Grant Fund</u>	<u>Supportive Housing Grant Fund</u>	<u>Emergency Shelter Grant Fund</u>	<u>Workforce Investment Act Fund</u>
Revenues:						
Property taxes	\$ —	—	—	—	—	—
Other taxes	—	—	—	—	—	—
Fines and forfeitures	—	—	—	—	—	—
Use of money and property	—	92,075	—	—	—	—
Revenue from other agencies	5,736,873	6,600,276	225,872	985,424	143,424	2,234,824
Charges for services	—	—	—	—	—	—
Miscellaneous revenue	21,543	33,310	681	—	—	—
Total revenues	<u>5,758,416</u>	<u>6,725,661</u>	<u>226,553</u>	<u>985,424</u>	<u>143,424</u>	<u>2,234,824</u>
Expenditures:						
Current:						
General government	—	—	—	—	—	—
Public safety	—	—	—	—	—	—
Public works	—	—	—	—	—	—
Housing, health and community development	1,899,472	6,849,464	115,050	985,424	143,424	—
Employment Programs	—	—	—	—	—	2,214,824
Public service	—	—	—	—	—	—
Parks, recreation and community services	—	—	—	—	—	—
Library	—	—	—	—	—	—
Capital	3,858,944	15,007	111,503	—	—	—
Total expenditures	<u>5,758,416</u>	<u>6,864,471</u>	<u>226,553</u>	<u>985,424</u>	<u>143,424</u>	<u>2,214,824</u>
Excess of revenues over (under) expenditures	—	(138,810)	—	—	—	20,000
Other financing sources (use):						
Operating transfer from General Fund	—	—	—	—	—	—
Operating transfer to General Fund	—	—	—	—	—	—
Total financing sources (use)	<u>—</u>	<u>—</u>	<u>—</u>	<u>—</u>	<u>—</u>	<u>—</u>
Excess of revenues and other financing sources over(under) expenditures and other financing uses	—	(138,810)	—	—	—	20,000
Fund balance, July 1	—	1,199,623	—	—	—	—
Equity Transfer from Capital Projects Fund	—	—	—	—	—	—
Fund Balance, June 30	<u>—</u>	<u>1,060,813</u>	<u>—</u>	<u>—</u>	<u>—</u>	<u>20,000</u>

Exhibit G-2, cont.

Exhibit G-2
CITY OF GLENDALE
Special Revenue Funds
Combining Statement of Revenues, Expenditures
and Changes in Fund Balance
Year ended June 30, 2001

	H-1B Technology Skills Training Fund	Local Transit Assistance Fund	Air Quality Improvement Fund	Narcotic Forfeiture Fund	Special Grant Fund	Supplemental Law Enforcement Fund
Revenues:						
Property taxes	\$ ---	---	---	---	---	---
Other taxes	---	---	---	---	---	---
Fines and forfeitures	---	---	---	338,152	---	---
Use of money and property	---	883,927	20,134	94,346	56,955	30,576
Revenue from other agencies	121,866	5,218,264	258,308	---	666,134	441,962
Charges for services	---	1,289,841	39,170	---	195,211	---
Miscellaneous revenue	---	138,381	---	---	196,717	---
Total revenues	121,866	7,530,413	317,612	432,498	1,115,017	472,538
Expenditures:						
Current:						
General government	---	---	---	---	---	---
Public safety	---	---	---	208,641	508,548	402,522
Public works	---	4,962,162	260,183	---	---	---
Housing, health and community development	---	---	---	---	---	---
Employment Programs	121,866	---	---	---	---	---
Public service	---	---	---	---	---	---
Parks, recreation and community services	---	---	---	---	---	---
Library	---	---	---	---	---	---
Capital	---	448,377	---	---	356,158	70,156
Total expenditures	121,866	5,410,539	260,183	208,641	864,706	472,678
Excess of revenues over (under) expenditures	---	2,119,874	57,429	223,857	250,311	(140)
Other financing sources (use):						
Operating transfer from General Fund	---	---	---	---	---	---
Operating transfer to General Fund	---	---	---	---	---	---
Total financing sources (use)	---	---	---	---	---	---
Excess of revenues and other financing sources over(under) expenditures and other financing uses	---	2,119,874	57,429	223,857	250,311	(140)
Fund balance, July 1	---	10,705,822	328,255	1,200,162	381,342	250,307
Equity Transfer from Capital Projects Fund	---	---	---	---	---	---
Fund Balance, June 30	---	12,825,696	385,684	1,424,019	631,653	250,167

Exhibit G-2, cont.

Exhibit G-2
CITY OF GLENDALE
Special Revenue Funds
Combining Statement of Revenues, Expenditures
and Changes in Fund Balance
Year ended June 30, 2001

	<u>Nutritional Meals Grant Fund</u>	<u>Cable Access Fund</u>	<u>Library Grant Fund</u>	<u>Electric Public Benefit Fund</u>	<u>Glendale Redevelopment Agency Funds</u>	<u>Total</u>
Revenues:						
Property taxes	\$ —	—	—	—	13,389,597	13,389,597
Other taxes	—	—	—	3,319,228	—	3,319,228
Fines and forfeitures	—	—	—	—	—	338,152
Use of money and property	—	127,349	6,649	629,419	2,989,979	4,931,409
Revenue from other agencies	219,999	—	242,226	—	—	23,095,452
Charges for services	—	429,261	—	—	44,548	1,998,031
Miscellaneous revenue	82,227	5,727	—	—	889,053	1,367,639
Total revenues	<u>302,226</u>	<u>562,337</u>	<u>248,875</u>	<u>3,948,647</u>	<u>17,313,177</u>	<u>48,439,508</u>
Expenditures:						
Current:						
General government	—	239,487	—	—	—	239,487
Public safety	—	—	—	—	—	1,119,711
Public works	—	—	—	—	—	5,222,345
Housing, health and community development	—	—	—	—	4,695,874	14,688,708
Employment Programs	—	—	—	—	—	2,336,690
Public service	—	—	—	2,164,946	—	2,164,946
Parks, recreation and community services	479,720	—	—	—	—	479,720
Library	—	—	81,523	—	—	81,523
Capital	2,936	35,431	—	13,788	4,831,896	9,744,196
Total expenditures	<u>482,656</u>	<u>274,918</u>	<u>81,523</u>	<u>2,178,734</u>	<u>9,527,770</u>	<u>36,077,326</u>
Excess of revenues over (under) expenditures	(180,430)	287,419	167,352	1,769,913	7,785,407	12,362,182
Other financing sources (use):						
Operating transfer from General Fund	83,411	—	—	—	—	83,411
Operating transfer to General Fund	—	—	—	—	(1,075,000)	(1,075,000)
Total financing sources (use)	<u>83,411</u>	<u>—</u>	<u>—</u>	<u>—</u>	<u>(1,075,000)</u>	<u>(991,589)</u>
Excess of revenues and other financing sources over(under) expenditures and other financing uses	(97,019)	287,419	167,352	1,769,913	6,710,407	11,370,593
Fund balance, July 1	98,149	1,934,134	—	7,445,710	45,260,710	68,804,214
Equity Transfer from Capital Projects Fund	—	—	—	—	4,592,329	4,592,329
Fund Balance, June 30	<u>1,130</u>	<u>2,221,553</u>	<u>167,352</u>	<u>9,215,623</u>	<u>56,563,446</u>	<u>84,767,136</u>

CITY OF GLENDALE

Special Revenue Funds

Combining Schedule of Revenues - Budget and Actual (Certain Special Revenue Funds)

Year ended June 30, 2001

	<u>Budget</u>	<u>Actual</u>	<u>Variance Favorable (Unfavorable)</u>
Community Development Fund:			
Revenue from other agencies \$	4,114,914	5,736,873	1,621,959
Miscellaneous revenue	271,000	21,543	(249,457)
Total	<u>4,385,914</u>	<u>5,758,416</u>	<u>1,372,502</u>
Housing Assistance Fund:			
Use of money and property	110,000	92,075	(17,925)
Revenue from other agencies	6,284,392	6,600,276	315,884
Miscellaneous revenue	13,000	33,310	20,310
Total	<u>6,407,392</u>	<u>6,725,661</u>	<u>318,269</u>
Home Grant Fund:			
Revenue from other agencies	1,740,000	225,872	(1,514,128)
Miscellaneous revenue	20,000	681	(19,319)
Total	<u>1,760,000</u>	<u>226,553</u>	<u>(1,533,447)</u>
Supportive Housing Grant Fund:			
Revenue from other agencies	1,255,159	985,424	(269,735)
Miscellaneous revenue	1,000	—	(1,000)
Total	<u>1,256,159</u>	<u>985,424</u>	<u>(270,735)</u>
Emergency Shelter Grant Fund:			
Revenue from other agencies	142,000	143,424	1,424
Total	<u>142,000</u>	<u>143,424</u>	<u>1,424</u>
Workforce Investment Act Fund:			
Revenue from other agencies	4,007,979	2,234,824	(1,773,155)
Total	<u>4,007,979</u>	<u>2,234,824</u>	<u>(1,773,155)</u>
H - 1B Technology Skills Training Fund:			
Revenue from other agencies	2,000,000	121,866	(1,878,134)
Total	<u>2,000,000</u>	<u>121,866</u>	<u>(1,878,134)</u>
Local Transit Assistance Fund:			
Use of money and property	350,000	883,927	533,927
Revenue from other agencies	4,171,800	5,218,264	1,046,464
Charges for services	950,001	1,289,841	339,840
Miscellaneous revenue	—	138,381	138,381
Total	<u>5,471,801</u>	<u>7,530,413</u>	<u>2,058,612</u>
Air Quality Improvement Fund:			
Use of money and property	6,500	20,134	13,634
Revenue from other agencies	200,000	258,308	58,308
Charges for services	39,900	39,170	(730)
Total	<u>246,400</u>	<u>317,612</u>	<u>71,212</u>

Exhibit G-3, cont.

CITY OF GLENDALE

Special Revenue Funds

Combining Schedule of Revenues - Budget and Actual (Certain Special Revenue Funds), continued

	<u>Budget</u>	<u>Actual</u>	Variance Favorable (Unfavorable)
Narcotic Forfeiture Fund:			
Fines and forfeitures	\$ —	338,152	338,152
Use of money and property	—	94,346	94,346
Total	<u>—</u>	<u>432,498</u>	<u>432,498</u>
Special Grant Fund:			
Use of money and property	12,000	56,955	44,955
Revenue from other agencies	662,337	666,134	3,797
Charges for Services	80,000	195,211	115,211
Miscellaneous revenue	253,654	196,717	(56,937)
Total	<u>1,007,991</u>	<u>1,115,017</u>	<u>107,026</u>
Supplemental Law Enforcement Fund:			
Use of money and property	30,000	30,576	576
Revenue from other agencies	450,000	441,962	(8,038)
Total	<u>480,000</u>	<u>472,538</u>	<u>(7,462)</u>
Nutritional Meals Grant Fund:			
Revenue from other agencies	415,041	219,999	(195,042)
Miscellaneous revenue	105,114	82,227	(22,887)
Total	<u>520,155</u>	<u>302,226</u>	<u>(217,929)</u>
Cable Access Fund:			
Use of money and property	90,000	127,349	37,349
Charges for services	325,000	429,261	104,261
Miscellaneous revenue	5,000	5,727	727
Total	<u>420,000</u>	<u>562,337</u>	<u>142,337</u>
Library Grant Fund:			
Use of money and property	—	6,649	6,649
Revenue from other agencies	287,438	242,226	(45,212)
Total	<u>287,438</u>	<u>248,875</u>	<u>(38,563)</u>
Electric Public Benefit Fund:			
Other taxes	3,400,000	3,319,228	(80,772)
Use of money and property	200,000	629,419	429,419
Total	<u>3,600,000</u>	<u>3,948,647</u>	<u>348,647</u>
Total revenues	<u>\$ 31,993,229</u>	<u>31,126,331</u>	<u>(866,898)</u>

CITY OF GLENDALE

Special Revenue Funds

Combining Schedule of Expenditures - Budget and Actual (Certain Special Revenue Funds), continued

	<u>Budget</u>	<u>Actual</u>	Variance Favorable (Unfavorable)
Community Development Fund:			
Housing, health and community development:			
Salaries and benefits	\$ 1,152,854	1,237,897	(85,043)
Maintenance and operations	680,334	661,575	18,759
Capital	<u>8,399,693</u>	<u>3,858,944</u>	<u>4,540,749</u>
Total	<u>10,232,881</u>	<u>5,758,416</u>	<u>4,474,465</u>
Housing Assistance Fund:			
Housing, health and community development:			
Salaries and benefits	778,332	805,619	(27,287)
Maintenance and operations	7,069,018	6,043,845	1,025,173
Capital	<u>16,304</u>	<u>15,007</u>	<u>1,297</u>
Total	<u>7,863,654</u>	<u>6,864,471</u>	<u>999,183</u>
Home Grant Fund:			
Housing, health and community development:			
Salaries and benefits	92,347	97,439	(5,092)
Maintenance and operations	44,201	17,611	26,590
Capital	<u>2,075,676</u>	<u>111,503</u>	<u>1,964,173</u>
Total	<u>2,212,224</u>	<u>226,553</u>	<u>1,985,671</u>
Supportive Housing Grant Fund:			
Housing, health and community development:			
Salaries and benefits	123,029	67,954	55,075
Maintenance and operations	<u>3,452,673</u>	<u>917,470</u>	<u>2,535,203</u>
Total	<u>3,575,702</u>	<u>985,424</u>	<u>2,590,278</u>
Emergency Shelter Grant Fund:			
Housing, health and community development:			
Maintenance and operations	<u>152,031</u>	<u>143,424</u>	<u>8,607</u>
Total	<u>152,031</u>	<u>143,424</u>	<u>8,607</u>

Exhibit G-4, cont.

CITY OF GLENDALE

Special Revenue Funds

Combining Schedule of Expenditures - Budget and Actual (Certain Special Revenue Funds), continued

	<u>Budget</u>	<u>Actual</u>	<u>Variance Favorable (Unfavorable)</u>
Workforce Investment Act Fund:			
Employment and job training services:			
Salaries and benefits	\$ 1,343,500	716,648	626,852
Maintenance and operations	2,628,434	1,498,176	1,130,258
Capital	5,190	—	5,190
Total	<u>3,977,124</u>	<u>2,214,824</u>	<u>1,762,300</u>
H - 1B Technology Skills Training Fund:			
Employment and job training programs:			
Salaries and benefits	236,043	21,595	214,448
Maintenance and operations	1,748,957	100,271	1,648,686
Capital	15,000	—	15,000
Total	<u>2,000,000</u>	<u>121,866</u>	<u>1,878,134</u>
Local Transit Assistance Fund:			
Public works:			
Salaries and benefits	442,950	468,975	(26,025)
Maintenance and operations	4,773,117	4,493,187	279,930
Capital	6,039,422	448,377	5,591,045
Total	<u>11,255,489</u>	<u>5,410,539</u>	<u>5,844,950</u>
Air Quality Improvement Fund:			
Public works:			
Salaries and benefits	156,500	162,196	(5,696)
Maintenance and operations	92,921	97,987	(5,066)
Total	<u>249,421</u>	<u>260,183</u>	<u>(10,762)</u>
Narcotic Forfeiture Fund:			
Public safety:			
Salaries and benefits	188,328	181,592	6,736
Maintenance and operations	43,745	27,050	16,695
Total	<u>232,073</u>	<u>208,642</u>	<u>23,431</u>
Special Grant Fund:			
Public safety:			
Salaries and benefits	589,499	445,714	143,785
Maintenance and operations	215,000	62,834	152,166
Capital	691,537	356,158	335,379
Total	<u>1,496,036</u>	<u>864,706</u>	<u>631,330</u>
Supplemental Law Enforcement Fund:			
Public safety:			
Salaries and benefits	487,396	399,873	87,523
Maintenance and operations	6,400	2,649	3,751
Capital	102,650	70,156	32,494
Total	<u>\$ 596,446</u>	<u>472,678</u>	<u>123,768</u>

Exhibit G-4, cont.

CITY OF GLENDALE

Special Revenue Funds

Combining Schedule of Expenditures - Budget and Actual (Certain Special Revenue Funds), continued

	<u>Budget</u>	<u>Actual</u>	<u>Variance Favorable (Unfavorable)</u>
Nutritional Meals Grant Fund:			
Parks, recreation and community services:			
Salaries and benefits	\$ 296,990	213,973	83,017
Maintenance and operations	315,974	265,747	50,227
Capital	3,000	2,936	64
Total	<u>615,964</u>	<u>482,656</u>	<u>133,308</u>
Cable Access Fund:			
General government:			
Salaries and benefits	206,600	215,755	(9,155)
Maintenance and operations	63,400	23,732	39,668
Capital	245,000	35,431	209,569
Total	<u>515,000</u>	<u>274,918</u>	<u>240,082</u>
Library Grant Fund:			
Library:			
Salaries and benefits	128,696	60,237	68,459
Maintenance and operations	188,434	21,286	167,148
Capital	9,355	—	9,355
Total	<u>326,485</u>	<u>81,523</u>	<u>244,962</u>
Electric Public Benefit Fund:			
Public service:			
Salaries and benefits	380,000	138,495	241,505
Maintenance and operations	4,544,100	2,026,451	2,517,649
Capital	—	13,788	(13,788)
Total	<u>4,924,100</u>	<u>2,178,734</u>	<u>2,745,366</u>
Total expenditures	\$ <u>50,224,630</u>	<u>26,549,557</u>	<u>23,675,073</u>

DEBT SERVICE FUNDS

Debt Service Funds are used to account for the accumulation and disbursement of financial resources that will be used to make principal and interest payments on general long-term debt of the City of Glendale. The specific debt service funds used include:

- Parking Lease Revenue Bonds Fund-To accumulate monies for the payment of interest and principal on the 1974 Parking Lease Revenue Bonds, Series A and the Refunding Parking Lease Revenue Bonds, Series 1976. Debt service is financed via lease payments.

- 1993 Tax Allocation Bonds Fund-To accumulate monies for the payment of interest and principal of the 1993 Tax Allocation bonds. Debt Service is financed via the incremental property tax from the Glendale Redevelopment Agency.

- Police Facility COPs Fund- To accumulate monies for the payment of interest and principal of the 2000 Police Building Project Variable Rate Demand Certificates of Participation. Debt Service is currently financed via the capitalized interest set aside for the project. After the completion of the Police building construction, debt service will be financed via lease payments.

Exhibit H
CITY OF GLENDALE
 Debt Service Funds
 Combining Balance Sheet
 June 30, 2001

	Glendale Redevelopment Agency			
	Parking Lease Revenue Bonds Fund	1993 Tax Allocation Bonds Fund	Police Facility COPs Fund	Total
Assets				
Cash and invested cash	\$ 2,687,714	—	45,410,907	48,098,621
Cash with fiscal agents	827,818	5,334,485	5,226,678	11,388,981
Interest receivable	<u>36,371</u>	<u>—</u>	<u>614,507</u>	<u>650,878</u>
Total assets	<u><u>3,551,903</u></u>	<u><u>5,334,485</u></u>	<u><u>51,252,092</u></u>	<u><u>60,138,480</u></u>
 Liabilities and Fund Balances 				
Matured bond principal and interest	<u>126,408</u>	<u>—</u>	<u>—</u>	<u>126,408</u>
 Fund balances:				
Reserved:				
Principal and interest	3,039,495	5,334,485	51,252,092	59,626,072
Insurance	<u>386,000</u>	<u>—</u>	<u>—</u>	<u>386,000</u>
Total fund balances	<u><u>3,425,495</u></u>	<u><u>5,334,485</u></u>	<u><u>51,252,092</u></u>	<u><u>60,012,072</u></u>
Total liabilities and fund balances	\$ <u><u>3,551,903</u></u>	<u><u>5,334,485</u></u>	<u><u>51,252,092</u></u>	<u><u>60,138,480</u></u>

CITY OF GLENDALE

Debt Service Funds

Combining Statement of Revenues, Expenditures and Changes in Fund Balance

Year ended June 30, 2001

	Glendale Redevelopment Agency			Total
	Parking Lease Revenue Bonds Fund	1993 Tax Allocation Bonds Fund	Police Facility COPs Fund	
Revenues:				
Property taxes	\$ —	4,766,162	—	4,766,162
Use of money and property:				
Interest revenue	242,919	520,628	1,767,520	2,531,067
Rental income	1,629,575	—	—	1,629,575
Misc and Non-operating	—	—	—	—
Total	<u>1,872,494</u>	<u>520,628</u>	<u>1,767,520</u>	<u>4,160,642</u>
Total revenues	<u>1,872,494</u>	<u>5,286,790</u>	<u>1,767,520</u>	<u>8,926,804</u>
Expenditures-debt service:				
Principal retirement	1,295,000	1,755,000	—	3,050,000
Interest	248,270	3,531,790	—	3,780,060
Cost of bond issuance	—	—	15,428	15,428
Total expenditures	<u>1,543,270</u>	<u>5,286,790</u>	<u>15,428</u>	<u>6,845,488</u>
Excess of revenues over expenditures	329,224	—	1,752,092	2,081,316
Other financing sources:				
Proceeds of bond sale	—	—	5,000,000	5,000,000
Total other financing sources	<u>—</u>	<u>—</u>	<u>5,000,000</u>	<u>5,000,000</u>
Excess of revenues and other financing sources over expenditures	329,224	—	6,752,092	7,081,316
Fund balances, July 1	3,096,271	5,334,485	—	8,430,756
Equity transfer	—	—	44,500,000	44,500,000
Fund balances, June 30	<u>\$ 3,425,495</u>	<u>5,334,485</u>	<u>51,252,092</u>	<u>60,012,072</u>

CITY OF GLENDALE

Debt Service Funds

Combining Schedule of Revenues, Expenditures and Other Financing Sources - Budget and Actual

Year ended June 30, 2001

	<u>Parking Lease Revenue Bonds</u>			<u>1993 Tax Allocation Bonds</u>		
	<u>Budget</u>	<u>Actual</u>	<u>Favorable (Unfavorable) Variance</u>	<u>Budget</u>	<u>Actual</u>	<u>Favorable (Unfavorable) Variance</u>
Revenues:						
Property taxes	\$ —	—	—	4,766,162	4,766,162	—
Use of money and property:						
Interest revenue	160,000	242,919	82,919	520,628	520,628	—
Rental income	<u>1,629,575</u>	<u>1,629,575</u>	—	—	—	—
Total use of money and property	<u>1,789,575</u>	<u>1,872,494</u>	<u>82,919</u>	<u>520,628</u>	<u>520,628</u>	—
Total revenues	<u>1,789,575</u>	<u>1,872,494</u>	<u>82,919</u>	<u>5,286,790</u>	<u>5,286,790</u>	—
Expenditures-debt service:						
Principal retirement	1,295,000	1,295,000	—	5,286,790	1,755,000	3,531,790
Interest	248,270	248,270	—	—	3,531,790	(3,531,790)
Cost of bond issuance	—	—	—	—	—	—
Total expenditures	<u>1,543,270</u>	<u>1,543,270</u>	—	<u>5,286,790</u>	<u>5,286,790</u>	—
Other financing sources:						
Proceeds of bond sale	—	—	—	—	—	—
Revenue and other financing sources over (under) expenditures	<u>246,305</u>	329,224	<u>82,919</u>	—	—	—
Fund balance, July 1		3,096,271			5,334,485	
Residual equity transfer in		—			—	
Fund balance, June 30	\$	<u>3,425,495</u>			<u>5,334,485</u>	

Police Facility COPs			Total		
<u>Budget</u>	<u>Actual</u>	<u>Favorable (Unfavorable) Variance</u>	<u>Budget</u>	<u>Actual</u>	<u>Favorable (Unfavorable) Variance</u>
—	—	—	4,766,162	4,766,162	—
—	1,767,520	1,767,520	680,628	2,531,067	1,850,439
—	—	—	1,629,575	1,629,575	—
—	1,767,520	1,767,520	2,310,203	4,160,642	1,850,439
—	1,767,520	1,767,520	7,076,365	8,926,804	1,850,439
—	—	—	6,581,790	3,050,000	3,531,790
—	—	—	248,270	3,780,060	(3,531,790)
15,428	15,428	—	15,428	15,428	—
15,428	15,428	—	6,845,488	6,845,488	—
5,000,000	5,000,000	—	5,000,000	5,000,000	—
<u>4,984,572</u>	6,752,092	<u>1,767,520</u>	<u>5,230,877</u>	7,081,316	<u>1,850,439</u>
	—			8,430,756	
	<u>44,500,000</u>			<u>44,500,000</u>	
	<u>51,252,092</u>			<u>60,012,072</u>	

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CAPITAL PROJECTS FUNDS

Capital Projects Funds are used to account for financial resources used for the acquisition of major capital facilities other than those financed by Special Revenue and Proprietary Funds. These funds are:

- Capital Improvement Fund-To account for financial resources used for major capital projects of the general government operations and include an annual provision for the ultimate post closure and clean up of the Scholl Canyon landfill site.
- State Gas Tax Fund-To account for monies received and expended from state gas tax allocations for street improvement purposes.
- Scholl Canyon Life Extension Fund-To account for monies received for the disposal of solid waste at the Scholl Canyon Landfill.
- Police Facility Construction Fund- To account for monies from the 2000 Police Building Project Variable Rate Demand Certificates of Participation proceeds.
- Glendale Redevelopment Agency Construction Projects Fund- To account for monies from the 1993 Tax Allocation Bond proceeds.

CITY OF GLENDALE

Capital Projects Funds
 Combining Balance Sheet
 June 30, 2001

Assets	Capital Improvement Fund	State Gas Tax Fund	Scholl Canyon Life Extension Fund	Police Facility Construction Fund	Glendale Redevelopment Agency Construction Projects Fund	Total
Cash and invested cash	\$ 16,323,357	10,300,861	413,930	4,821,355	—	31,859,503
Cash with fiscal agent	—	—	—	35,526,902	—	35,526,902
Interest receivable	—	139,393	5,601	65,243	—	210,237
Due from other agencies	1,000,000	480,580	370,000	—	—	1,850,580
Total assets	<u>17,323,357</u>	<u>10,920,834</u>	<u>789,531</u>	<u>40,413,500</u>	<u>—</u>	<u>69,447,222</u>
Liabilities and Fund Equities						
Accounts payable	2,743,000	79,905	—	35,703	—	2,858,608
Accrued wages and withholding	38,799	39,147	—	—	—	77,946
Total liabilities	<u>2,781,799</u>	<u>119,052</u>	<u>—</u>	<u>35,703</u>	<u>—</u>	<u>2,936,554</u>
Fund balances:						
Reserved for:						
Encumbrances	2,701,244	—	—	919,951	—	3,621,195
Unreserved:						
Designated for projects	6,946,396	9,394,035	—	39,457,846	—	55,798,277
Undesignated	4,893,918	1,407,747	789,531	—	—	7,091,196
Total fund balances	<u>14,541,558</u>	<u>10,801,782</u>	<u>789,531</u>	<u>40,377,797</u>	<u>—</u>	<u>66,510,668</u>
Total liabilities and fund balances	<u>\$ 17,323,357</u>	<u>10,920,834</u>	<u>789,531</u>	<u>40,413,500</u>	<u>—</u>	<u>69,447,222</u>

CITY OF GLENDALE

Capital Projects Funds

Combining Statement of Revenues, Expenditures and Changes in Fund Balance

Year ended June 30, 2001

	Capital Improvement Fund	State Gas Tax Fund	Scholl Canyon Life Extension Fund	Police Facility Construction Fund	Glendale Redevelopment Agency Construction Projects Fund	Total
Revenues:						
Other taxes	\$ 13,939,113	—	1,782,779	—	—	15,721,892
Use of money and property	—	820,756	480,372	2,471,178	—	3,772,306
Revenue from other agencies	11,499,141	5,986,696	—	—	—	17,485,837
Charges for services	4,715,724	—	—	—	—	4,715,724
Miscellaneous revenue	129,231	—	—	—	—	129,231
Total revenues	<u>30,283,209</u>	<u>6,807,452</u>	<u>2,263,151</u>	<u>2,471,178</u>	<u>—</u>	<u>41,824,990</u>
Expenditures:						
Current:						
General government	4,059,716	—	—	—	—	4,059,716
Public safety	689,905	—	—	21,209,952	—	21,899,857
Public works	3,734,472	6,270,940	—	—	—	10,005,412
Housing, health and community development	12,903,549	—	—	—	—	12,903,549
Parks, recreation and community services	397,185	—	—	—	—	397,185
Library	10,838	—	—	—	—	10,838
Total expenditures	<u>21,795,665</u>	<u>6,270,940</u>	<u>—</u>	<u>21,209,952</u>	<u>—</u>	<u>49,276,557</u>
Excess of revenues over(under) expenditures	8,487,544	536,512	2,263,151	(18,738,774)	—	(7,451,567)
Other financing sources(use):						
Bond proceeds	—	—	—	59,116,571	—	59,116,571
Operating transfer from:						
General Fund	670,000	—	—	—	—	670,000
GRA	200,000	—	—	—	—	200,000
Operating transfer out:						
General Fund	(2,945,000)	—	—	—	—	(2,945,000)
Total financing sources (use)	<u>(2,075,000)</u>	<u>—</u>	<u>—</u>	<u>59,116,571</u>	<u>—</u>	<u>57,041,571</u>
Excess of revenues and other financing sources over (under) expenditures and other financing uses	6,412,544	536,512	2,263,151	40,377,797	—	49,590,004
Fund balance, July 1	33,499,014	10,265,270	11,206,380	—	4,592,329	59,562,993
Equity transfer	(25,370,000)	—	(12,680,000)	—	(4,592,329)	(42,642,329)
Fund balance, June 30	<u>\$ 14,541,558</u>	<u>10,801,782</u>	<u>789,531</u>	<u>40,377,797</u>	<u>—</u>	<u>66,510,668</u>

CITY OF GLENDALE

Capital Projects Funds

Combining Schedule of Expenditures - Budget and Actual

Year ended June 30, 2001

	Budget	Expenditures		Total	Budget remaining
		Prior years	Current year		
Capital Improvement Fund:					
General government	\$ 12,423,042	5,435,200	4,059,716	9,494,916	2,928,126
Public safety	16,268,729	12,377,464	689,905	13,067,369	3,201,360
Public works	62,221,335	30,600,110	3,734,472	34,334,582	27,886,753
Housing, health and community development	24,123,579	228,734	12,903,549	13,132,283	10,991,296
Parks, recreation and community services	34,785,933	27,190,484	397,185	27,587,669	7,198,264
Library	1,627,000	1,113,086	10,838	1,123,924	503,076
Total	151,449,618	76,945,078	21,795,665	98,740,743	52,708,875
State Gas Tax Fund:					
Public works	29,301,809	13,328,634	6,270,940	19,599,574	9,702,235
Scholl Canyon Life Extension Fund:					
Public safety	8,930,000	—	—	—	8,930,000
Total	8,930,000	—	—	—	8,930,000
Police Facility Construction Fund:					
Public Safety	41,687,322	—	21,209,952	21,209,952	20,477,370
Total	41,687,322	—	21,209,952	21,209,952	20,477,370
Total	\$ 231,368,749	90,273,712	49,276,557	139,550,269	91,818,480

ENTERPRISE FUNDS

Enterprise Funds are used to account for operations that provide goods or services to the general public that are financed primarily by a user charge or where the periodic measurement of net income is deemed appropriate. Funds included are:

- Recreation Fund-To account for recreation programs of the Parks, Recreation and Community Services department on a proprietary user fee basis.
- Hazardous Disposal Fund-To account for operations of the toxic waste disposal in the City.
- Fire Paramedic Fund- To account for operations of the emergency transport and paramedic service in the City.
- Parking Fund-To account for operations of City-owned public parking lots and garages.
- Sewer Fund-To account for operation and maintenance of the sewer system. This service is primarily contracted with the City of Los Angeles.
- Refuse Disposal Fund- To account for operations of the City-owned refuse collection and disposal service.
- Electric Fund-To account for the operations of the City-owned electric utility services.
- Water Fund-To account for the operation of the City-owned water utility services.

Exhibit J
CITY OF GLENDALE
 Enterprise Funds
 Combining Balance Sheet
 June 30, 2001

Assets	Recreation Fund	Hazardous Disposal Fund	Fire Paramedic Fund	Parking Fund
Current assets:				
Cash and invested cash	\$ 156,755	685,087	—	4,861,416
Cash with fiscal agents	—	—	—	—
Imprest cash	10,000	—	—	—
Investment-Gas/Electric Commodity	—	—	—	—
Interest receivable	2,121	9,271	—	65,785
Accounts receivable, net	—	69,720	1,736,083	140,456
Unbilled receivable	—	74,000	—	—
Inventories	—	—	—	—
Prepaid items	9,488	—	—	3,354
Total current assets	178,364	838,078	1,736,083	5,071,011
Fixed assets:				
Land	—	—	—	3,836,963
Buildings and improvements	—	535,118	—	40,734,210
Machinery and equipment	216,816	455,810	587,892	1,693,797
Less allowance for accumulated depreciation	(77,549)	(657,357)	(67,357)	(10,490,172)
Construction in progress	—	—	—	—
Total fixed assets	139,267	333,571	520,535	35,774,798
Total assets	317,631	1,171,649	2,256,618	40,845,809
Liabilities and Fund Equity				
Current liabilities:				
Accounts payable	41,168	11,404	319	6,420
Due to other funds	—	—	2,569,134	—
Contracts – retained amount due	—	—	—	—
Accrued wages and withholdings	43,484	31,138	60,999	53,905
Compensated absences	31,951	100,449	100,568	112,567
Bonds interest and principal	—	—	—	—
Deposits	7,123	18,908	—	—
Total current liabilities	123,726	161,899	2,731,020	172,892
Long term debt:				
Bonds payable, net of current portion	—	—	—	—
Bond premium	—	—	—	—
Total long term debt	—	—	—	—
Total liabilities	123,726	161,899	2,731,020	172,892
Fund equity:				
Contributed capital	20,550	645,632	—	25,185,844
Retained earnings:				
Reserved for capital	—	—	—	—
Reserved for deregulation	—	—	—	—
Unreserved (deficit)	173,355	364,118	(474,402)	15,487,073
Total retained earnings (deficit)	173,355	364,118	(474,402)	15,487,073
Total fund equity (deficit)	193,905	1,009,750	(474,402)	40,672,917
Total liabilities and fund equity	\$ 317,631	1,171,649	2,256,618	40,845,809

<u>Sewer Fund</u>	<u>Refuse Disposal Fund</u>	<u>Electric Fund</u>	<u>Water Fund</u>	<u>Total</u>
32,952,557	354,081	125,857,868	177,928	165,045,692
—	—	21,730,694	—	21,730,694
—	—	3,200	1,000	14,200
—	—	3,000,000	—	3,000,000
445,918	4,791	1,704,837	—	2,232,723
1,447,649	870,014	19,474,685	2,391,609	26,130,216
1,548,500	895,000	8,666,800	1,741,000	12,925,300
—	—	4,834,676	285,378	5,120,054
—	—	1,566,663	19,584	1,599,089
<u>36,394,624</u>	<u>2,123,886</u>	<u>186,839,423</u>	<u>4,616,499</u>	<u>237,797,968</u>
578,447	826,667	1,847,259	622,568	7,711,904
133,039,544	4,127,723	47,406,548	59,254,466	285,097,609
1,538,635	9,442,353	237,275,801	35,907,891	287,118,995
(15,859,804)	(6,274,972)	(160,433,514)	(36,582,065)	(230,442,790)
5,000,000	—	25,432,500	4,107,488	34,539,988
<u>124,296,822</u>	<u>8,121,771</u>	<u>151,528,594</u>	<u>63,310,348</u>	<u>384,025,706</u>
<u>160,691,446</u>	<u>10,245,657</u>	<u>338,368,017</u>	<u>67,926,847</u>	<u>621,823,674</u>
10,114,094	393,206	26,765,745	598,509	37,930,865
—	—	—	—	2,569,134
—	—	702,511	27,216	729,727
50,898	152,270	846,967	91,429	1,331,090
60,977	206,484	1,304,157	346,675	2,263,828
—	—	904,706	—	904,706
349,617	247,369	2,459,506	655,923	3,738,446
<u>10,575,586</u>	<u>999,329</u>	<u>32,983,592</u>	<u>1,719,752</u>	<u>49,467,796</u>
—	—	37,000,000	—	37,000,000
—	—	163,014	—	163,014
—	—	37,163,014	—	37,163,014
<u>10,575,586</u>	<u>999,329</u>	<u>70,146,606</u>	<u>1,719,752</u>	<u>86,630,810</u>
7,254,250	2,224,647	28,409,392	21,408,198	85,148,513
—	—	12,514,189	—	12,514,189
—	—	32,350,438	—	32,350,438
142,861,610	7,021,681	194,947,392	44,798,897	405,179,724
<u>142,861,610</u>	<u>7,021,681</u>	<u>239,812,019</u>	<u>44,798,897</u>	<u>450,044,351</u>
<u>150,115,860</u>	<u>9,246,328</u>	<u>268,221,411</u>	<u>66,207,095</u>	<u>535,192,864</u>
<u>160,691,446</u>	<u>10,245,657</u>	<u>338,368,017</u>	<u>67,926,847</u>	<u>621,823,674</u>

CITY OF GLENDALE

Enterprise Funds

Combining Statement of Revenues, Expenses and

Changes in Fund Equity

Year ended June 30, 2001

	<u>Recreation Fund</u>	<u>Hazardous Disposal Fund</u>	<u>Fire Paramedic Fund</u>	<u>Parking Fund</u>
Operating revenues — charges for services:				
Recreation service	\$ 1,640,353	—	—	—
Fire paramedic service	—	—	5,660,389	—
Parking service	—	—	—	6,024,114
Hazardous disposal service	—	1,217,431	—	—
Sewer service	—	—	—	—
Refuse disposal service	—	—	—	—
Electric service	—	—	—	—
Water service	—	—	—	—
	<u>1,640,353</u>	<u>1,217,431</u>	<u>5,660,389</u>	<u>6,024,114</u>
Total operating revenues				
Operating expenses:				
Recreation service	1,957,822	—	—	—
Hazardous disposal service	—	1,468,862	—	—
Fire paramedic service	—	—	4,783,485	—
Parking service	—	—	—	3,359,055
Sewer service	—	—	—	—
Refuse disposal service	—	—	—	—
Electric and water services:				
Production	—	—	—	—
Transmission and distribution	—	—	—	—
Customer accounting and sales	—	—	—	—
Administrative and General	—	—	—	—
Depreciation	12,760	101,712	38,009	1,159,884
	<u>1,970,582</u>	<u>1,570,574</u>	<u>4,821,494</u>	<u>4,518,939</u>
Total operating expenses				
Operating income (loss)	<u>(330,229)</u>	<u>(353,143)</u>	<u>838,895</u>	<u>1,505,175</u>
Non operating revenues (expenses):				
Interest revenue (expense)	8,005	47,047	6,636	350,218
Grant revenue	260,000	151,092	—	—
Other revenue	105,176	4,814	—	300,763
Interest expense	—	—	—	—
Contribution in aid	—	—	—	—
Total non operating revenues, net	<u>373,181</u>	<u>202,953</u>	<u>6,636</u>	<u>650,981</u>
Net income (loss) before transfers	<u>42,952</u>	<u>(150,190)</u>	<u>845,531</u>	<u>2,156,156</u>
Operating transfers out - General Fund	—	—	—	<u>(1,800,000)</u>
Net income (loss)	42,952	(150,190)	845,531	356,156
Retained earnings (deficit), July 1	130,403	514,308	(1,319,933)	15,130,917
Retained earnings (deficit), June 30	<u>\$ 173,355</u>	<u>364,118</u>	<u>(474,402)</u>	<u>15,487,073</u>

Sewer Fund	Refuse Disposal Fund	Electric Fund	Water Fund	Total
—	—	—	—	1,640,353
—	—	—	—	5,660,389
—	—	—	—	6,024,114
—	—	—	—	1,217,431
16,045,615	—	—	—	16,045,615
—	10,236,059	—	—	10,236,059
—	—	258,498,586	—	258,498,586
—	—	—	27,757,516	27,757,516
<u>16,045,615</u>	<u>10,236,059</u>	<u>258,498,586</u>	<u>27,757,516</u>	<u>327,080,063</u>
—	—	—	—	1,957,822
—	—	—	—	1,468,862
—	—	—	—	4,783,485
—	—	—	—	3,359,055
7,428,928	—	—	—	7,428,928
—	10,539,697	—	—	10,539,697
—	—	199,489,683	19,213,781	218,703,464
—	—	12,826,282	1,801,001	14,627,283
—	—	4,000,373	1,053,852	5,054,225
—	—	1,445,428	—	1,445,428
1,306,509	1,037,739	9,881,875	2,335,570	15,874,058
<u>8,735,437</u>	<u>11,577,436</u>	<u>227,643,641</u>	<u>24,404,204</u>	<u>285,242,307</u>
<u>7,310,178</u>	<u>(1,341,377)</u>	<u>30,854,945</u>	<u>3,353,312</u>	<u>41,837,756</u>
2,144,648	(133,359)	10,052,856	109,821	12,585,872
4,130,594	—	287,324	—	4,829,010
90,116	329,187	1,162,105	1,044,507	3,036,668
—	—	—	—	—
—	—	1,041,183	177,400	1,218,583
<u>6,365,358</u>	<u>195,828</u>	<u>12,543,468</u>	<u>1,331,728</u>	<u>21,670,133</u>
<u>13,675,536</u>	<u>(1,145,549)</u>	<u>43,398,413</u>	<u>4,685,040</u>	<u>63,507,889</u>
—	—	(11,681,540)	(3,101,892)	(16,583,432)
13,675,536	(1,145,549)	31,716,873	1,583,148	46,924,457
129,186,074	8,167,230	208,095,146	43,215,749	403,119,894
<u>142,861,610</u>	<u>7,021,681</u>	<u>239,812,019</u>	<u>44,798,897</u>	<u>450,044,351</u>

CITY OF GLENDALE

Enterprise Funds

Combining Statement of Cash Flows

Year ended June 30, 2001

	<u>Recreation Fund</u>	<u>Hazardous Disposal Fund</u>	<u>Fire Paramedic Fund</u>	<u>Parking Fund</u>
Cash flows from operating activities:				
Operating income (loss)	\$ (330,229)	(353,143)	838,895	1,505,175
Adjustments to reconcile operating income (loss) to net cash provided by (used in) operating activities:				
Depreciation	12,760	101,712	38,009	1,159,884
Other non operating revenue	105,176	4,814	—	300,763
Changes in assets and liabilities:				
Due from other fund	—	—	—	—
Accounts receivable	—	239,722	(514,833)	(140,456)
Unbilled receivable	—	(12,108)	—	—
Inventories	—	—	—	—
Prepaid expenses	63	—	—	282
Accounts payable	(12,792)	(964)	(14,040)	(6,781)
Due to other fund	—	—	(276,163)	—
Contracts-retained amount due	—	—	—	—
Deposits	7,123	(274,109)	—	—
Accrued wages and withholdings	(1,735)	(1,506)	(953)	4,092
Compensated absences	2,487	22,889	(29,218)	17,353
Cash provided by (used in) operating activities	<u>(217,147)</u>	<u>(272,693)</u>	<u>41,697</u>	<u>2,840,312</u>
Cash flows from noncapital financing activities:				
Operating transfers out to general fund	—	—	—	(1,800,000)
Operating transfers out to capital projects fund	—	—	—	—
Operating transfers in from GRA	—	—	—	—
Operating grant received	260,000	151,092	—	—
Net cash flow provided by (used in) noncapital financing activities	<u>260,000</u>	<u>151,092</u>	<u>—</u>	<u>(1,800,000)</u>
Cash flows from capital and related financing activities:				
Bond premium amortization	—	—	—	—
Acquisition of property, plant, and equipment	(42,068)	(5,589)	(48,333)	(264,184)
Investment - Gas/Electric Commodity	—	—	—	—
Net cash (used in) capital and related financing activities	<u>(42,068)</u>	<u>(5,589)</u>	<u>(48,333)</u>	<u>(264,184)</u>
Cash provided by investing activities - interest received	<u>7,963</u>	<u>37,776</u>	<u>6,636</u>	<u>337,305</u>
Net increase (decrease) in cash and cash equivalents	8,748	(89,414)	—	1,113,433
Cash and cash equivalents at beginning of year	<u>158,007</u>	<u>774,501</u>	<u>—</u>	<u>3,747,983</u>
Cash and cash equivalents at end of year	<u>\$ 166,755</u>	<u>685,087</u>	<u>—</u>	<u>4,861,416</u>

<u>Sewer Fund</u>	<u>Refuse Disposal Fund</u>	<u>Electric Fund</u>	<u>Water Fund</u>	<u>Total</u>
7,310,178	(1,341,377)	30,854,945	3,353,312	41,837,756
1,306,509	1,037,739	9,881,875	2,335,570	15,874,058
90,116	329,186	2,203,288	1,221,907	4,255,250
—	—	—	—	—
1,255,381	71,357	(10,688,964)	(213,753)	(9,991,546)
(165,467)	(246,411)	(794,983)	646,997	(571,972)
—	—	(948,652)	64,772	(883,880)
247	1,856	(116,398)	—	(113,950)
2,685,281	324,031	14,965,935	(2,578,966)	15,361,704
—	—	—	—	(276,163)
—	—	90,685	(41,034)	49,651
(77,045)	98,778	556,552	312,158	623,457
11,819	5,314	57,748	(3,779)	71,000
16,576	(3,411)	48,094	32,661	107,431
<u>12,433,595</u>	<u>277,062</u>	<u>46,110,125</u>	<u>5,129,845</u>	<u>66,342,796</u>
—	—	(11,681,540)	(3,101,892)	(16,583,432)
—	—	—	—	—
—	—	—	—	—
4,130,594	—	287,324	—	4,829,010
<u>4,130,594</u>	<u>—</u>	<u>(11,394,216)</u>	<u>(3,101,892)</u>	<u>(11,754,422)</u>
—	—	163,014	—	163,014
(9,721,343)	(572,619)	(15,775,622)	(3,094,671)	(29,524,429)
—	—	(3,000,000)	—	(3,000,000)
<u>(9,721,343)</u>	<u>(572,619)</u>	<u>(18,612,608)</u>	<u>(3,094,671)</u>	<u>(32,361,415)</u>
2,014,131	68,649	9,572,684	140,663	12,185,807
8,856,977	(226,908)	25,675,985	(926,055)	34,412,766
24,095,580	580,989	121,915,777	1,104,983	152,377,820
<u>32,952,557</u>	<u>354,081</u>	<u>147,591,762</u>	<u>178,928</u>	<u>186,790,586</u>

Exhibit J-4
CITY OF GLENDALE
 Enterprise Funds
 Schedule of Investment in Fixed Assets
 June 30, 2001

	<u>Land</u>	<u>Buildings and improvements</u>	<u>Machinery and equipment</u>	<u>Total plant in service</u>
Recreation Fund	\$ —	—	216,816	216,816
Hazardous Disposal Fund	—	535,118	455,810	990,928
Fire Paramedic Fund	—	—	587,892	587,892
Parking Fund	3,836,963	40,734,210	1,693,797	46,264,970
Sewer Fund	578,447	133,039,544	1,538,635	135,156,626
Refuse Disposal Fund	826,667	4,127,723	9,442,353	14,396,743
Electric Fund:				
Production plant	876,456	4,629,407	53,614,027	59,119,890
Transmission and distribution plant	710,389	17,619,820	168,642,296	186,972,505
General plant	260,414	25,157,321	15,019,478	40,437,213
Total Electric Fund	<u>1,847,259</u>	<u>47,406,548</u>	<u>237,275,801</u>	<u>286,529,608</u>
Water Fund:				
Production plant	535,763	8,411,701	10,171,845	19,119,309
Transmission and distribution plant	—	46,813,169	21,509,892	68,323,061
General plant	86,805	4,029,596	4,226,153	8,342,554
Total Water Fund	<u>622,568</u>	<u>59,254,466</u>	<u>35,907,890</u>	<u>95,784,924</u>
Total fixed assets	<u>\$ 7,711,904</u>	<u>285,097,609</u>	<u>287,118,994</u>	<u>579,928,507</u>

Construction in progress	Total
—	216,816
—	990,928
—	587,892
—	46,264,970
5,000,000	140,156,626
—	14,396,743
7,417,148	66,537,038
17,904,364	204,876,869
110,988	40,548,201
25,432,500	311,962,108
2,297,192	21,416,501
1,421,153	69,744,214
389,144	8,731,698
4,107,489	99,892,413
34,539,989	614,468,496

CITY OF GLENDALE

Enterprise Funds

Schedule of Changes in Fixed Assets

Year ended June 30, 2001

	<u>Balance at July 1</u>	<u>Additions/ Reclass</u>	<u>Retirements/ Reclass</u>	<u>Balance at June 30</u>
Recreation Fund	\$ 174,748	42,068	-	216,816
Hazardous Disposal Fund	985,339	5,589	-	990,928
Fire Paramedic Fund	539,559	48,333	-	587,892
Parking Fund	46,000,786	264,184	-	46,264,970
Sewer Fund	130,435,283	9,721,343	-	140,156,626
Refuse Disposal Fund	14,358,757	572,619	534,633	14,396,743
Electric Fund:				
Production plant	64,321,958	2,252,461	37,381	66,537,038
Transmission and distribution plant	194,015,365	12,757,388	1,895,464	204,877,289
General plant	39,782,008	765,773	-	40,547,781
Total Electric Fund	<u>298,119,331</u>	<u>15,775,622</u>	<u>1,932,845</u>	<u>311,962,108</u>
Water Fund:				
Production plant	20,417,885	998,616	-	21,416,501
Transmission and distribution plant	67,892,901	1,851,313	-	69,744,214
General plant	8,854,757	244,742	367,801	8,731,698
Total Water Fund	<u>97,165,543</u>	<u>3,094,671</u>	<u>367,801</u>	<u>99,892,413</u>
Total Electric and Water Fund	<u>395,284,874</u>	<u>18,870,293</u>	<u>2,300,646</u>	<u>411,854,521</u>
Total fixed assets	<u>\$ 587,779,346</u>	<u>29,524,429</u>	<u>2,835,279</u>	<u>614,468,496</u>

INTERNAL SERVICE FUNDS

Internal Service Funds are established to finance and account for goods and services provided by one department of the City to other City departments or agencies. These funds include:

- Equipment Reserve Fund-To account for equipment replacement resources which are derived from periodic charges to governmental operations to ensure timely replacement of equipment.
- Unemployment Insurance Fund-To finance and account for unemployment claims. Resources are derived from unemployment insurance charges to various City operations. Unemployment claims are reimbursed to the State Employment Department which disburses the unemployment claims.
- Uninsurable Litigation Fund-To account for financing and disbursement of City self-insurance fund for uninsurable litigation activities. Charges, in lieu of insurance premiums, are made periodically to City operations to provide the self-insurance resources.
- Liability Insurance Fund-To account for financing and disbursement of City self-insurance funds for general liability claims. Charges, in lieu of insurance premiums, are made periodically to City operations to provide the self-insurance resources.
- Auto Insurance Fund-To account for financing and disbursement of City self-insurance funds for auto liability claims. Charges, in lieu of insurance premiums, are made periodically to City operations to provide the self-insurance resources.
- Compensation Insurance Fund-To finance and account for the City's workers' compensation claims. Funding is derived from charges in lieu of actual premiums to various City operations to provide the self-insurance resources.
- Dental Insurance Fund-To finance and account for the City's dental insurance program for its employees. Funding is derived from charges in lieu of actual premiums to various City operations to provide the self-insurance resources.
- Medical Insurance Fund-To finance and account for the City's medical insurance program for its employees. Funding is derived from charges in lieu of actual premiums to various City operations to provide the self-insurance resources.
- Employee Benefits Fund-To account for the resources and the liability for employees' post employment benefit for medical insurance.
- Vision Insurance Fund-To finance and account for the City's vision insurance program for its employees. Funding is derived from charges in lieu of actual premiums to various City operations to provide the self-insurance resources.

Exhibit K
CITY OF GLENDALE
Internal Service Funds
Combining Balance Sheet
June 30, 2001

Assets	Equipment Reserve Fund	Unemployment Insurance Fund	Uninsurable Litigation Fund	Liability Insurance Fund
Current assets:				
Cash and invested cash	\$ 5,912,673	743,966	5,848,352	3,754,896
Interest receivable	80,011	10,068	79,141	50,812
Due from other agencies	—	—	—	—
Accounts receivable, net	—	—	—	—
Prepaid items	—	—	—	—
Total current assets	5,992,684	754,034	5,927,493	3,805,708
Fixed assets:				
Machinery and equipment	—	—	—	—
Less allowance for accumulated depreciation	—	—	—	—
Net fixed assets	—	—	—	—
Total assets	5,992,684	754,034	5,927,493	3,805,708
Liabilities and Fund Equity				
Liabilities:				
Accounts payable	106,180	—	—	—
Claims payable	—	—	4,189,490	4,453,490
Accrued wages and withholdings	—	—	—	—
Compensated absences	—	—	—	—
Post employment benefits	—	—	—	—
Total liabilities	106,180	—	4,189,490	4,453,490
Fund equity:				
Contributed capital	—	—	—	—
Retained earnings (deficit):				
Unreserved	5,886,504	754,034	1,738,003	(647,782)
Total fund equity (deficit)	5,886,504	754,034	1,738,003	(647,782)
Total liabilities and fund equity	\$ 5,992,684	754,034	5,927,493	3,805,708

Auto Insurance Fund	Compensation Insurance Fund	Dental Insurance Fund	Medical Insurance Fund	Employee Benefits Fund	Vision Insurance Fund	Total
2,713,391	12,742,544	159,466	1,645,088	5,105,471	19,881	38,645,728
36,718	172,434	2,158	22,261	69,088	269	522,960
—	550	—	—	—	—	550
—	17,703	—	—	—	—	17,703
—	5,000	12,100	82,250	—	4,800	104,150
<u>2,750,109</u>	<u>12,938,231</u>	<u>173,724</u>	<u>1,749,599</u>	<u>5,174,559</u>	<u>24,950</u>	<u>39,291,091</u>
—	460,963	—	—	—	—	460,963
—	(258,088)	—	—	—	—	(258,088)
—	202,875	—	—	—	—	202,875
<u>2,750,109</u>	<u>13,141,106</u>	<u>173,724</u>	<u>1,749,599</u>	<u>5,174,559</u>	<u>24,950</u>	<u>39,493,966</u>
—	—	—	—	—	—	106,180
247,639	14,189,337	24,000	947,677	—	4,000	24,055,633
—	93,713	—	—	—	—	93,713
—	80,251	—	—	—	—	80,251
—	—	—	—	5,884,762	—	5,884,762
<u>247,639</u>	<u>14,363,301</u>	<u>24,000</u>	<u>947,677</u>	<u>5,884,762</u>	<u>4,000</u>	<u>30,220,539</u>
—	189,227	—	—	—	—	189,227
<u>2,502,470</u>	<u>(1,411,422)</u>	<u>149,724</u>	<u>801,922</u>	<u>(710,203)</u>	<u>20,950</u>	<u>9,084,200</u>
<u>2,502,470</u>	<u>(1,222,195)</u>	<u>149,724</u>	<u>801,922</u>	<u>(710,203)</u>	<u>20,950</u>	<u>9,273,427</u>
<u>2,750,109</u>	<u>13,141,106</u>	<u>173,724</u>	<u>1,749,599</u>	<u>5,174,559</u>	<u>24,950</u>	<u>39,493,966</u>

CITY OF GLENDALE

Internal Service Funds

Combining Statement of Revenues, Expenses
and Changes in Fund Equity

Year ended June 30, 2001

	<u>Equipment Reserve Fund</u>	<u>Unemployment Insurance Fund</u>	<u>Uninsurable Litigation Fund</u>	<u>Liability Insurance Fund</u>
Operating revenues – charges for services	\$ 1,775,818	107,749	1,875,255	421,470
Operating expenses:				
Claims and settlements	—	86,705	1,306,845	3,873,784
Vehicle related	1,429,822	—	—	—
Benefit related	—	—	—	—
Depreciation	—	—	—	—
Total operating expenses	<u>1,429,822</u>	<u>86,705</u>	<u>1,306,845</u>	<u>3,873,784</u>
Operating income (loss)	<u>345,996</u>	<u>21,044</u>	<u>568,410</u>	<u>(3,452,314)</u>
Non operating revenues:				
Interest revenue	440,955	52,427	392,164	362,907
Other revenue	52,050	—	—	—
Total non operating revenues	<u>493,005</u>	<u>52,427</u>	<u>392,164</u>	<u>362,907</u>
Net income (loss)	839,001	73,471	960,574	(3,089,407)
Retained earnings (deficit), July 1	<u>5,047,503</u>	<u>680,563</u>	<u>777,429</u>	<u>2,441,625</u>
Retained earnings(deficit), June 30	<u>\$ 5,886,504</u>	<u>754,034</u>	<u>1,738,003</u>	<u>(647,782)</u>

Auto Insurance Fund	Compensation Insurance Fund	Dental Insurance Fund	Medical Insurance Fund	Employee Benefit Fund	Vision Insurance Fund	Total
213,792	5,748,670	517,737	4,095,082	394,767	85,054	15,235,394
251,103	8,663,309	542,318	3,972,010	—	84,834	18,780,908
—	—	—	—	—	—	1,429,822
—	—	—	—	585,941	—	585,941
—	27,828	—	—	—	—	27,828
251,103	8,691,137	542,318	3,972,010	585,941	84,834	20,824,499
(37,311)	(2,942,467)	(24,581)	123,072	(191,174)	220	(5,589,105)
145,210	927,752	6,517	124,397	144,683	1,360	2,598,372
—	—	—	—	—	—	52,050
145,210	927,752	6,517	124,397	144,683	1,360	2,650,422
107,899	(2,014,715)	(18,064)	247,469	(46,491)	1,580	(2,938,683)
2,394,571	603,293	167,788	554,453	(663,712)	19,370	12,022,883
2,502,470	(1,411,422)	149,724	801,922	(710,203)	20,950	9,084,200

CITY OF GLENDALE

Internal Service Funds

Combining Statement of Cash Flows

Year ended June 30, 2001

	Equipment Reserve Fund	Unemployment Insurance Fund	Uninsurable Litigation Fund	Liability Insurance Fund
Cash flows from operating activities:				
Operating income (loss)	\$ 345,996	21,044	568,410	(3,452,314)
Adjustments to reconcile operating income(loss) to net cash provided by (used in) operating activities:				
Depreciation	—	—	—	—
Other non operating revenue	52,050	—	—	—
Change in assets and liabilities:				
Accounts receivable	—	—	—	—
Accounts payable	(27,512)	—	(31,334)	(2,789)
Claims payable	—	—	585,199	1,986,203
Accrued wages and withholdings	—	—	—	—
Compensated absences	—	—	—	—
Post employment benefit	—	—	—	—
Cash provided by (used in) operating activities	<u>370,534</u>	<u>21,044</u>	<u>1,122,275</u>	<u>(1,468,900)</u>
Cash flows from capital and related financing activities:				
Acquisition of property, plant, and equipment (net)	—	—	—	—
Cash provided by investing activities:				
Interest received	<u>429,647</u>	<u>51,346</u>	<u>371,254</u>	<u>351,523</u>
Net increase (decrease) in cash and cash equivalents	800,181	72,390	1,493,529	(1,117,377)
Cash and cash equivalents at beginning of year	<u>5,112,492</u>	<u>671,576</u>	<u>4,354,823</u>	<u>4,872,273</u>
Cash and cash equivalents at end of year	<u>\$ 5,912,673</u>	<u>743,966</u>	<u>5,848,352</u>	<u>3,754,896</u>

Auto Insurance Fund	Compensation Insurance Fund	Dental Insurance Fund	Medical Insurance Fund	Employee Benefit Fund	Vision Insurance Fund	Total
(37,311)	(2,942,467)	(24,581)	123,072	(191,174)	220	(5,589,105)
—	27,828	—	—	—	—	27,828
—	—	—	—	—	—	52,050
—	(3,474)	—	—	—	—	(3,474)
—	(40,930)	—	(167,821)	—	—	(270,386)
74,911	2,194,425	—	146,321	—	—	4,987,059
—	19,297	—	—	—	—	19,297
—	10,673	—	—	—	—	10,673
—	—	—	—	256,442	—	256,442
<u>37,600</u>	<u>(734,648)</u>	<u>(24,581)</u>	<u>101,572</u>	<u>65,268</u>	<u>220</u>	<u>(509,616)</u>
—	(20,169)	—	—	—	—	(20,169)
<u>167,581</u>	<u>924,134</u>	<u>6,747</u>	<u>120,696</u>	<u>75,595</u>	<u>1,335</u>	<u>2,499,858</u>
<u>205,181</u>	<u>169,317</u>	<u>(17,834)</u>	<u>222,268</u>	<u>140,863</u>	<u>1,555</u>	<u>1,970,073</u>
<u>2,508,210</u>	<u>12,573,227</u>	<u>177,300</u>	<u>1,422,820</u>	<u>4,964,608</u>	<u>18,326</u>	<u>36,675,655</u>
<u>2,713,391</u>	<u>12,742,544</u>	<u>159,466</u>	<u>1,645,088</u>	<u>5,105,471</u>	<u>19,881</u>	<u>38,645,728</u>

Exhibit K-4

CITY OF GLENDALE

Internal Service Funds

Schedule of Changes in Fixed Assets

Year ended June 30, 2001

	<u>Balance at July 1</u>	<u>Additions</u>	<u>Retirement</u>	<u>Balance at June 30</u>
Compensation				
Insurance Fund	\$ 418,029	20,169	22,765	460,963
Total fixed assets	<u>\$ 418,029</u>	<u>20,169</u>	<u>22,765</u>	<u>460,963</u>

TRUST AND AGENCY FUNDS

Trust and Agency Funds are used to account for assets held by the City in a trustee capacity for private organizations and/or other funds. These funds are:

- Fire Communication Fund - To account for monies received and expended, as the lead city, for the tri-city (Burbank, Glendale and Pasadena) fire communication operations.
- State Training Program Fund - To account for monies received and expended, as trustee, as participant in the Federally funded Welfare to Work, CalWork and the One Stop Technology Program.
- Special Deposit Fund - To account for the accumulated annual deposits for the closure and clean up of the City's Scholl Canyon landfill site as well as various deposits held by the City.

Exhibit L

CITY OF GLENDALE

Trust and Agency Funds

Combining Balance Sheet

June 30, 2001

Assets	Expendable Trust Funds		Agency Funds	
	Fire	State	Special	Total
	Communication	Training		
Fund	Program Fund	Deposit Fund		
Cash and invested cash	\$ 2,198,065	—	14,971,925	17,169,990
Interest receivable	29,745	—	—	29,745
Due from other agencies	—	269,574	—	269,574
Accounts receivable	2,180	—	—	2,180
Prepaid items	—	—	—	—
Equipment	10,570	—	—	10,570
Total assets	2,240,560	269,574	14,971,925	17,482,059
Liabilities and Fund Balances				
Liabilities:				
Accounts payable	157	43,193	88,882	132,232
Due to other funds	—	143,871	—	143,871
Deposits	—	—	2,983,043	2,983,043
Accrued wages and withholdings	46,201	56,405	—	102,606
Compensated absences	69,886	24,275	—	94,161
Deferred compensation and revenue	—	—	—	—
Postclosure and postclosure care liability	—	—	11,900,000	11,900,000
Total liabilities	116,244	267,744	14,971,925	15,355,913
Fund balances	2,124,316	1,830	—	2,126,146
Total liabilities and fund balances	\$ 2,240,560	269,574	14,971,925	17,482,059

CITY OF GLENDALE

Combining Statement of Revenues, Expenditures and Changes in Fund Balance-Expendable Trust Funds
Year ended June 30, 2001

	Fire Communication Fund	State Training Program Fund	Total
	<u> </u>	<u> </u>	<u> </u>
Revenues:			
Revenue from other agencies	—	1,329,192	1,329,192
Charges for services	1,632,026	—	1,632,026
Use of money and property	346,029	—	346,029
Miscellaneous revenue	—	—	—
	<u> </u>	<u> </u>	<u> </u>
Total revenues	<u>1,978,055</u>	<u>1,329,192</u>	<u>3,307,247</u>
Expenditures:			
Current:			
Public safety	1,663,130	—	1,663,130
Employment programs	—	1,314,518	1,314,518
Capital outlay	10,569	12,844	23,413
	<u> </u>	<u> </u>	<u> </u>
Total expenditures	<u>1,673,699</u>	<u>1,327,362</u>	<u>3,001,061</u>
Excess of revenues over expenditures	<u>304,356</u>	<u>1,830</u>	<u>306,186</u>
Fund balances, July 1	<u>1,819,960</u>	<u>—</u>	<u>1,819,960</u>
Fund balances, June 30	<u><u>2,124,316</u></u>	<u><u>1,830</u></u>	<u><u>2,126,146</u></u>

Exhibit L-3

CITY OF GLENDALE

Agency Funds

Schedule of Changes in Assets and Liabilities

Year ended June 30, 2001

Assets	Balance at July 1	Additions	Deletions	Balance at June 30
Cash and invested cash	12,749,622	3,561,503	1,339,200	14,971,925
Total assets	<u>12,749,622</u>	<u>3,561,503</u>	<u>1,339,200</u>	<u>14,971,925</u>
Liabilities				
Accounts payable	—	88,882	—	88,882
Deposits	1,949,622	3,235,487	2,202,066	2,983,043
Postclosure and postclosure care liability	10,800,000	1,100,000	—	11,900,000
Total liabilities	<u>12,749,622</u>	<u>4,424,369</u>	<u>2,202,066</u>	<u>14,971,925</u>

City of Glendale

Account Groups and Supplemental Schedule

June 30, 2001

Exhibit M
CITY OF GLENDALE
 Schedule of Investment in General Fixed Assets
 June 30, 2001

	Construction in progress	Land	Buildings and improvements	Machinery and equipment	Total
General government:					
Council	\$ —	—	—	278,576	278,576
City Manager	—	—	—	583,542	583,542
City Clerk	—	—	—	110,107	110,107
Finance	3,268,126	—	—	332,512	3,600,638
Information services	310,055	—	—	10,443,468	10,753,523
Graphics	—	—	—	609,452	609,452
Purchasing	—	—	—	61,364	61,364
Communication services	—	—	—	2,272,146	2,272,146
Legal	—	—	—	262,891	262,891
Parking ticket processing	—	—	—	10,508	10,508
Planning	—	—	—	147,617	147,617
Personnel	170,667	—	—	114,022	284,689
City Treasurer	—	—	—	68,152	68,152
Civic center buildings	—	5,359,255	41,405,489	322,851	47,087,595
Total general government	3,748,848	5,359,255	41,405,489	15,617,208	66,130,800
Public safety:					
Police	28,486,514	5,226,855	4,110,607	9,478,439	47,302,415
Police helicopter	—	—	675,915	2,437,495	3,113,410
Civic center garage	—	—	10,592	498,381	508,973
Fire	220,263	5,924,956	17,476,376	9,535,318	33,156,913
Fire communications	—	—	—	1,218,416	1,218,416
Emergency services	—	—	—	279,506	279,506
Total public safety	28,706,777	11,151,811	22,273,490	23,447,555	85,579,633
Public works:					
Administration	—	—	590,971	1,043,009	1,633,980
Engineering	—	—	—	484,499	484,499
Permits services	—	—	—	371,264	371,264
Streets	—	—	—	5,092,015	5,092,015
Mechanical maintenance	—	—	—	520,524	520,524
Traffic engineering	2,190,693	—	—	48,251	2,238,944
Traffic safety control	—	—	—	161,731	161,731
Corporate yard	161,024	306,974	1,680,554	149,046	2,297,598
Building	—	—	—	418,467	418,467
Transit administration	—	15,440,916	2,199,793	3,733,685	21,374,394
Total public works	2,351,717	15,747,890	4,471,318	12,022,491	34,593,416
Parks and community services:					
Parks and community services	13,759,954	14,683,162	32,498,349	2,136,268	63,077,733
Scholl Canyon	—	—	1,768,933	—	1,768,933
Scholl golf and tennis	—	—	873,759	7,802	881,561
Total parks and community services	13,759,954	14,683,162	35,141,041	2,144,070	65,728,227
Library	271,713	447,945	8,955,387	2,550,416	12,225,461
Housing, health and community development:					
Housing administration	—	—	—	302,782	302,782
Community development	—	424,866	—	269,108	693,974
Neighborhood services	—	—	—	274,611	274,611
Job Training Partnership Act	—	—	—	466,303	466,303
Nutritional meals	—	—	—	78,013	78,013
Electric benefit	—	—	—	14,090	14,090
Agency	—	1,918,312	8,520,682	736,839	11,175,833
Total housing, health and community development	—	2,343,178	8,520,682	2,141,746	13,005,606
Total general fixed assets	\$ 48,839,009	49,733,241	120,767,407	57,923,486	277,263,143

CITY OF GLENDALE

Schedule of Changes in General Fixed Assets

Year ended June 30, 2001

	Balance at July 1	Additions/ Reclass	Retirements/ Reclass	Balance at June 30
General government:				
Council	\$ 275,341	3,715	480	278,576
City Manager	532,537	51,005	—	583,542
City Clerk	113,897	1,536	5,326	110,107
Finance	2,857,756	748,381	5,499	3,600,638
Information services	7,567,328	3,221,388	35,193	10,753,523
Graphics	376,174	244,262	10,984	609,452
Purchasing	58,864	2,500	—	61,364
Communication services	2,274,676	—	2,530	2,272,146
Legal	262,891	—	—	262,891
Parking ticket processing	10,508	—	—	10,508
Planning	154,954	—	7,337	147,617
Personnel	279,986	4,703	—	284,689
City Treasurer	65,574	2,578	—	68,152
Civic center buildings	37,659,314	29,006,613	19,578,332	47,087,595
Total general government	52,489,800	33,286,681	19,645,681	66,130,800
Public safety:				
Police	24,512,644	22,929,471	139,700	47,302,415
Police helicopter	3,113,410	—	—	3,113,410
Civic center garage	534,136	—	25,163	508,973
Fire	32,831,140	468,957	143,184	33,156,913
Fire communications	1,207,847	10,569	—	1,218,416
Emergency services	279,506	—	—	279,506
Total public safety	62,478,683	23,408,997	308,047	85,579,633
Public works:				
Administration	921,370	719,102	6,492	1,633,980
Engineering	484,824	—	325	484,499
Permit services	371,264	—	—	371,264
Streets	4,911,891	352,356	172,232	5,092,015
Mechanical maintenance	486,788	33,736	—	520,524
Traffic engineering	2,077,323	162,193	572	2,238,944
Traffic safety control	161,731	—	—	161,731
Corporate yard	2,198,014	104,530	4,946	2,297,598
Building	418,467	—	—	418,467
Transit administration	22,452,877	265,761	1,344,244	21,374,394
Total public works	34,484,549	1,637,678	1,528,811	34,593,416
Parks and community services:				
Parks and community services	62,887,494	324,804	134,565	63,077,733
Scholl Canyon	1,768,933	—	—	1,768,933
Scholl golf and tennis	881,561	—	—	881,561
Total parks and community services	65,537,988	324,804	134,565	65,728,227
Library	13,000,115	75,099	849,753	12,225,461
Housing, health and community development:				
Housing administration	287,090	17,895	2,203	302,782
Community development	661,234	41,554	8,814	693,974
Neighborhood services	256,891	20,454	2,734	274,611
Job Training Partnership Act	453,459	12,844	—	466,303
Nutritional meals	78,013	—	—	78,013
Electric benefit	1,972	12,118	—	14,090
Agency	11,169,713	14,691	8,571	11,175,833
Total housing, health and community development	12,908,372	119,556	22,322	13,005,606
Total general fixed assets	\$ 240,899,507	58,852,815	22,489,179	277,263,143

Exhibit N

CITY OF GLENDALE

Schedule of Bonds Payable

Year ended June 30, 2001

(In thousands)

<u>Bond issue</u>	<u>Date of issue</u>	<u>Interest rate</u>	<u>Original issue</u>	<u>Outstanding July 1</u>
Revenue bonds – electric utility operations:				
Electric Revenue Bonds 2000 Series	2000	5.75%	\$ 37,000	37,000
Total revenue bonds – electric utility operations			<u>37,000</u>	<u>37,000</u>
Glendale Redevelopment Agency:				
Parking lease revenue bonds, Series A	1974	6.30%	6,200	1,245
Refunding parking lease revenue bonds, Series 1976	1976	6.10%	13,725	2,885
1993 Tax allocation bonds	1993	5.00%-6.00%	<u>67,685</u>	<u>64,850</u>
Total Glendale Redevelopment Agency			<u>87,610</u>	<u>68,980</u>
Police Facility Certificates of Participation	2000	Various	<u>64,200</u>	—
Total bonds – all funds			<u>\$ 188,810</u>	<u>105,980</u>

<u>Current year addition</u>	<u>Current year redemptions</u>	<u>Outstanding June 30</u>	<u>Maturities</u>	
			<u>Annual requirements</u>	<u>Period covered</u>
—	—	37,000	Various amounts from \$690 to \$2,755	2006 - 2030
—	—	37,000		
—	390	855	Various amounts from \$415 to \$440	2002-2003
—	905	1,980	Various amounts from \$955 to \$1,025	2002-2003
—	1,755	63,095	from \$1,845 to \$5,030	2002-2021
—	3,050	65,930		
64,200	—	64,200	Various amounts from \$1,100 to \$4,200	2003-2030
64,200	3,050	167,130		

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Statistical Section

(Not Covered By Independent Auditor's Report)

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Table 1
CITY OF GLENDALE
 Governmental Expenditures and Transfers by Function
 Last Ten Fiscal Years
 (In thousands)

<u>Fiscal year</u>	<u>General government</u>	<u>Community promotion</u>	<u>Public safety</u>	<u>Public works</u>	<u>Parks, recreation and community services</u>	<u>Library</u>
1991-1992	\$ 16,059	\$ 564	\$ 43,358	\$ 26,726	\$ 8,109	\$ 5,250
1992-1993	(1) 16,219	463	48,334	29,877	7,601	5,939
1993-1994	(1) 13,847	181	46,085	32,574	6,865	6,212
1994-1995	(1) 14,070	270	45,190	24,329	10,417	5,711
1995-1996	(1) 14,151	291	46,907	27,393	11,071	5,192
1996-1997	(1) 13,952	199	51,776	23,251	8,305	5,447
1997-1998	(1) 14,417	188	51,212	31,607	13,465	5,308
1998-1999	(1) 13,233	196	56,407	35,225	12,292	5,563
1999-2000	(1) 13,496	462	55,784	34,822	8,477	5,916
2000-2001	(1) <u>17,207</u>	<u>40</u>	<u>76,731</u>	<u>31,015</u>	<u>8,022</u>	<u>6,090</u>

Note: (1) Expenditures are allocated by function.
 (2) Net of inter-governmental fund transfers.

Source: City of Glendale, Finance Division.

Not covered by independent auditors' report

Table 1, cont.

<u>Housing, health and community development</u>	<u>Electric Public Benefit</u>	<u>Bond principal and interest</u>	(2) <u>Transfers to other funds</u>	<u>Total</u>
\$ 18,852	\$ -	\$ 6,495	\$ 9	\$ 125,422
27,142	-	6,859	-	142,434
26,711	-	6,679	-	139,154
21,062	-	6,844	-	127,893
24,501	-	6,845	-	136,351
25,034	-	6,837	-	134,801
24,805	-	6,830	8,239	156,071
25,322	129	6,828	5,653	160,848
21,219	926	6,824	7,703	155,629
<u>39,449</u>	<u>2,179</u>	<u>6,846</u>	<u>5,073</u>	<u>192,652</u>

Table 2

CITY OF GLENDALE

Governmental Revenues and Transfers by Source

Last Ten Fiscal Years

(In thousands)

<u>Fiscal year</u>	<u>Property taxes</u>	<u>Other taxes</u>	<u>Licenses and permits</u>	<u>Fines and forfeitures</u>	<u>Use of money and property</u>
1991-1992	\$ 26,965	\$ 32,558	\$ 2,291	\$ 3,846	\$ 13,857
1992-1993	26,562	35,121	2,414	3,066	13,350
1993-1994	25,216	36,752	2,068	2,648	9,046
1994-1995	24,963	39,519	1,958	859 (2)	11,902
1995-1996	23,260	39,320	2,042	757	11,023
1996-1997	22,611	40,875	2,557	807	10,658
1997-1998	24,464	45,038	3,225	1,079	12,768
1998-1999	27,419	49,923	3,635	2,244	12,754
1999-2000	31,182	52,674	3,330	1,926	12,425
2000-2001	<u>32,568</u>	<u>58,950</u>	<u>3,035</u>	<u>1,907</u>	<u>22,336</u>

Note: (1) Includes net proceeds from the 1993 Tax Allocation Bonds

(2) Moved parking fine revenue to the Parking Fund.

(3) Includes one time revenue of Landfill Gas Royalty (\$1.1 million) and revenue resulted from elimination of Brand Landfill liability (\$1.3 million) to miscellaneous revenue

(4) Excludes inter-governmental transfers.

(5) Includes the Red Lion parking structure land note recorded in loans receivable.

Source: City of Glendale, Finance Division.

Not covered by independent auditors' report

Table 2, cont.

<u>Revenue from other agencies</u>	<u>Charges for services</u>	<u>Miscellaneous revenue</u>	<u>Interfund revenue</u>	<u>Bond proceed</u>	(4) <u>Transfers from other funds</u>	<u>Total</u>
\$ 21,558	\$ 7,219	\$ 1,839	\$ 4,399	\$ —	\$ 10,365	\$ 124,897
24,746	6,931	1,521	4,186	—	12,490	130,387
35,310	7,380	4,703	(1) 3,917	—	12,290	139,331
30,413	6,179	4,069	(3) 3,880	—	15,651	139,396
29,748	5,933	1,374	4,189	—	16,328	133,974
30,565	6,526	2,596	4,420	—	18,098	139,713
32,457	7,595	9,452	(5) 4,547	—	21,984	162,614
34,517	7,772	1,163	5,152	—	20,987	165,566
44,077	7,449	3,972	4,785	—	21,661	183,481
<u>53,812</u>	<u>9,078</u>	<u>61,256</u>	<u>5,260</u>	<u>5,000</u>	<u>21,356</u>	<u>274,558</u>

Table 3

CITY OF GLENDALE

Excess (Deficiency) of Governmental Revenues over Governmental Expenditures

Last Ten Fiscal Years

(In thousands)

<u>Fiscal year</u>	<u>Total revenues and transfers</u>	<u>Total expenditures and transfers</u>	<u>Total</u>	<u>Excess of revenues over (under) expenditures</u>	
				<u>City</u>	<u>Agency</u>
1991-1992	\$ 124,897	\$ 125,422	\$ (525)	\$ (2,466)	\$ 1,941
1992-1993	130,387	142,434	(12,047)	(5,097)	(6,950)
1993-1994	139,331	139,154	177	2,912	(2,735)
1994-1995	139,393	127,893	11,500	6,956	4,544
1995-1996	133,974	136,351	(2,377)	(241)	(2,136)
1996-1997	139,713	134,801	4,912	8,987	(4,075)
1997-1998	162,614	156,071	6,543	1,442	5,101
1998-1999	165,566	160,848	4,718	2,579	2,139
1999-2000	183,481	155,629	27,852	22,033	5,819
2000-2001	<u>274,558</u> (1)	<u>192,652</u>	<u>81,906</u>	<u>74,866</u>	<u>7,040</u>

Note: (1) Includes \$64.2 million Police COP debt issuance

Source: City of Glendale, Finance Division

Not covered by independent auditors' report

Table 4
CITY OF GLENDALE
 Local Tax Revenue by Source
 Last Ten Fiscal Years
 (In thousands)

<u>Fiscal year</u>	<u>Property taxes</u>	<u>Utility users' tax</u>	<u>Sales tax</u>	<u>Franchise tax</u>	<u>Occupancy tax</u>	<u>Scholl assessment tax</u>	<u>Public benefit tax</u>	<u>Property tax penalty</u>	<u>Real property transfer tax</u>	<u>Total</u>
1991-1992	\$ 26,965	\$ 12,455	\$ 17,966	\$ 901	\$ 542	\$ 358	\$ —	\$ —	\$ 336	\$ 59,523
1992-1993	26,562	13,882	18,200	821	680	1,243	—	—	295	61,683
1993-1994	25,216	14,058	18,946	1,048	1,219	1,165	—	—	316	61,968
1994-1995	24,963	14,788	20,904	1,010	1,281	1,259	—	—	277	64,482
1995-1996	23,260	14,447	20,856	1,041	1,357	1,236	—	—	384	62,581
1996-1997	22,610	15,334	21,063	1,165	1,518	1,355	—	—	440	63,485
1997-1998	24,464	15,931	22,730	1,376	1,634	1,541	1,398	—	428	69,502
1998-1999	27,419	16,487	24,965	1,512	1,711	1,472	3,219	—	696	77,481
1999-2000	31,182	16,731	27,282	1,533	1,838	1,361	3,294	118	517	83,856
2000-2001	<u>32,568</u>	<u>19,224</u>	<u>29,328</u>	<u>2,233</u>	<u>2,240</u>	<u>1,783</u>	<u>3,319</u>	<u>95</u>	<u>728</u>	<u>91,518</u>

Note: Excludes Fiduciary and Propriety Fund Types.

Source: City of Glendale, Finance Division.

Not covered by independent auditors' report

Table 5

CITY OF GLENDALE

Property Tax, Levies and Collections

Last Ten Fiscal Years

(In thousands)

Fiscal year	Tax Levy			Tax Collection (2)		
	City (1)	Agency	Total	City	Agency	Total
1991-1992	\$ 15,463	\$ 11,462	\$ 26,925	\$ 14,406	\$ 11,106	\$ 25,512
1992-1993	16,033	13,064	29,097	14,832	11,730 (3)	26,562
1993-1994	12,608	13,316	25,924	12,243	12,973 (3)	25,216
1994-1995	12,528	13,598	26,126	12,134	12,829 (3)	24,963
1995-1996	12,228	13,533	25,761	11,549	11,711	23,260
1996-1997	12,377	12,429	24,806	11,721	10,889	22,610
1997-1998	13,106	13,149	26,255	12,659	11,805	24,464
1998-1999	12,748	15,517	28,265	12,266	15,153	27,419
1999-2000	13,210	17,005	30,215	12,857	18,424	31,281
2000-2001	<u>13,982</u>	<u>18,972</u>	<u>32,954</u>	<u>15,235</u>	<u>18,156</u>	<u>33,391</u>

Notes:

- (1) Due to the passage of the Jarvis Initiative (Proposition 13), the City of Glendale levies no tax but receives a portion of the County's 1% rate apportioned on a complex formula, according to state law.
- (2) Includes state subventions.
- (3) The 1992 State of California Budget Act requires all redevelopment agencies to shift property tax revenue to the county Educational Revenue Augmentation Fund (ERAF). As a result, the Agency's property tax increment was reduced by \$1,515,303 in 1992-1993; \$544,638.00 in 1993-1994; \$544,638.00 in 1994-1995.

Not covered by independent auditors' report

Table 6
CITY OF GLENDALE
 Market Values of Taxable Property
 Last Ten Fiscal Years
 (In thousands)

<u>Fiscal year</u>	<u>City</u>		<u>Redevelopment Agency</u>		<u>Total</u>	<u>Percent of Increase</u>
	<u>Secured property</u>	<u>Unsecured property</u>	<u>Secured Property</u>	<u>Unsecured Property</u>		
1991-1992	\$ 8,683,532	\$ 378,868	\$ 1,011,969	\$ 80,958	\$ 10,155,327	12%
1992-1993	9,181,679	387,914	1,132,015	91,658	10,793,266	6%
1993-1994	9,285,106	375,490	1,181,316	99,033	10,940,945	1%
1994-1995	9,617,088	376,718	1,300,496	89,546	11,383,848	4%
1995-1996	9,377,271	377,890	1,180,345	103,491	11,038,997	(3%)
1996-1997	9,324,112	361,277	1,189,849	95,446	10,970,684	(1%)
1997-1998	9,350,364	363,767	1,169,324	82,212	10,965,667	0%
1998-1999	9,558,325	405,371	1,319,401	137,529	11,420,626	4%
1999-2000	10,095,444	415,480	1,480,680	168,129	12,159,733	6%
2000-2001	<u>10,676,284</u>	<u>388,356</u>	<u>1,625,165</u>	<u>179,844</u>	<u>12,869,649</u>	<u>6%</u>

Source: County of Los Angeles, Auditor-Controller.

Not covered by independent auditors' report

Table 7

CITY OF GLENDALE

Property Tax Rates - All Overlapping Governments
Last Ten Fiscal Years

<u>Fiscal year</u>	<u>County</u>		<u>School districts</u>		<u>Miscellaneous special districts</u>		<u>Total</u>	
1991-1992	1.00	%	—	%	0.02	%	1.02	%
1992-1993	1.00		—		0.02		1.02	
1993-1994	1.00		—		0.02		1.02	
1994-1995	1.00		—		0.02		1.02	
1995-1996	1.00		—		0.02		1.02	
1996-1997	1.00		—		0.02		1.02	
1997-1998	1.00		0.04		0.02		1.06	
1998-1999	1.00		0.06		0.02		1.08	
1999-2000	1.00		0.06		0.02		1.08	
2000-2001	<u>1.00</u>		<u>0.06</u>		<u>0.02</u>		<u>1.08</u>	

Note:

Due to the passage of the Jarvis Initiative (Proposition 13), the City of Glendale levies no tax but receives a portion of the County's 1% rate apportioned on a complex formula, according to state law. The Jarvis Initiative (Proposition 13) allows jurisdictions to impose tax rates over the \$1 base rate sufficient to amortize voter-approved bonded debt.

Source: Taxpayer's Guide.

Not covered by independent auditors' report

Table 8

CITY OF GLENDALE

Ratio of Debt to Assessed Value and Debt per Capita

Last Ten Fiscal Years

<u>Fiscal year</u>	<u>Population(1)*</u>	<u>Total assessed value*</u>	<u>Long term debt(1)*</u>	<u>Percent of debt to assessed value</u>	<u>Long term debt per capita</u>
1991-1992	184	\$ 10,155,327	\$ 77,550	0.76%	\$ 421
1992-1993	186	10,793,266	75,940	0.70%	408
1993-1994	190	10,940,945	83,975	0.77%	442
1994-1995	191	11,383,849	81,820	0.72%	428
1995-1996	193	11,038,997	79,535	0.72%	412
1996-1997	196	10,970,684	77,120	0.70%	393
1997-1998	198	10,965,667	74,565	0.68%	377
1998-1999	199	11,420,626	71,855	0.63%	361
1999-2000	199	12,159,733	68,980	0.57%	347
2000-2001	199	<u>12,869,649</u>	<u>167,130</u>	<u>1.30%</u>	<u>840</u>

Notes: (1) * Amounts expressed in thousands.

Source: County of Los Angeles, Auditor-Controller.

Not covered by independent auditors' report

Table 9

CITY OF GLENDALE

Schedule of Direct and Overlapping Debt

June 30, 2000

(In thousands)

	<u>Gross debt</u>	<u>Percent applicable to Glendale</u>	<u>Amount applicable to Glendale</u>
City of Glendale	\$ —	100.000%	\$ —
Glendale Redevelopment Agency	71,855	100.000%	71,855
Glendale Unified SD 1997 Series C DS	30,000	88.378%	26,513
Glendale Unified SD 1997 Series B DS	25,000	88.378%	22,095
Glendale Unified SD 1997 Series A DS	21,675	88.378%	19,156
La Canada Unified SD 1995 Debt Svc	13,550	1.530%	207
La Canada Unified SD 1999 series ADS	3,500	1.356%	47
Metropolitan Water Distric Area 1103	549,615	1.719%	9,448
Metropolitan Water Distric Area 1113	549,615	0.013%	71
Foothill Municipal Water District	549,615	0.013%	71
Foothill Municipal Water District Improvement	549,615	0.004%	22
LA CO Detention Facilities 1987 Debt Svc	47,865	2.257%	1,080
LA CO Flood Control (Storm Drain Bd #4)	21,540	2.218%	478
Flood Control Ref Bonds 1993 Debt Svc	9,620	2.218%	213
Total direct and overlapping debt	\$ <u>2,443,065</u>		\$ <u>151,256</u>

Note: Excludes fiduciary and proprietary fund types

Sources: County of Los Angeles, Auditor-Controller.

Metropolitan Water District.

City of Glendale, Finance Division.

HdL Coren & Cone

Not covered by independent auditors' report

Table 10

CITY OF GLENDALE

Ratio of General Bonded Debt Expenditures to Total General Expenditures

Last Ten Fiscal Years

(In thousands)

<u>Fiscal year</u>	<u>Principal</u>	<u>Interest</u>	<u>(1) Total debt service</u>	<u>General expenditures and transfers</u>	<u>Ratio of debt service to general expenditures</u>
1991-1992	\$ 1,165	\$ 5,330	\$ 6,495	\$ 125,422	5.18%
1992-1993	1,610	5,249	6,859	142,434	4.82%
1993-1994	2,175	4,504	6,679	139,154	4.80%
1994-1995	2,155	4,689	6,844	127,893	5.35%
1995-1996	2,285	4,560	6,845	136,351	5.02%
1996-1997	2,415	4,422	6,837	134,801	5.07%
1997-1998	2,555	4,275	6,830	156,071	4.38%
1998-1999	2,710	4,118	6,828	160,848	4.25%
1999-2000	2,875	3,949	6,824	155,629	4.38%
2000-2001	<u>3,050</u>	<u>3,780</u>	<u>6,830</u>	<u>192,652</u>	<u>3.55%</u>

Note: (1) Excludes fiduciary and proprietary fund types.

Source: City of Glendale, Finance Division.

Not covered by independent auditors' report

Table 11

CITY OF GLENDALE

Schedule of Revenue Bond Coverage - All Enterprise Funds

Last Ten Fiscal Years

(In thousands)

Entity and fiscal year	Operating revenue	Operating expenses (1)	Net operating revenue (deficiency) available for debt service	Debt service requirement			Coverage (2)
				Principal	Interest	Total	
Recreation:							
1991-1992	\$ 758	\$ 849	\$ (91)	—	—	—	—
1992-1993	864	786	78	—	—	—	—
1993-1994	928	862	66	—	—	—	—
1994-1995	1,003	923	80	—	—	—	—
1995-1996	1,050	979	71	—	—	—	—
1996-1997	1,123	1,114	9	—	—	—	—
1997-1998	1,011	1,341	(330)	—	—	—	—
1998-1999	1,423	1,588	(165)	—	—	—	—
1999-2000	1,405	1,881	(476)	—	—	—	—
2000-2001	1,640	1,958	(318)	—	—	—	—
Parking:							
1991-1992	\$ 1,271	\$ 342	\$ 929	—	—	—	—
1992-1993	1,257	323	934	—	—	—	—
1993-1994	1,263	588	675	—	—	—	—
1994-1995	3,493	1,379	2,114	—	—	—	—
1995-1996	4,112	1,616	2,496	—	—	—	—
1996-1997	3,995	1,606	2,389	—	—	—	—
1997-1998	4,526	1,719	2,807	—	—	—	—
1998-1999	4,326	1,767	2,559	—	—	—	—
1999-2000	5,499	2,882	2,617	—	—	—	—
2000-2001	6,024	3,359	2,665	—	—	—	—
Hazardous disposal:							
1991-1992	\$ 1,062	\$ 1,048	\$ 14	—	—	—	—
1992-1993	1,090	1,101	(11)	—	—	—	—
1993-1994	1,039	1,157	(118)	—	—	—	—
1994-1995	1,079	1,074	5	—	—	—	—
1995-1996	1,051	1,086	(35)	—	—	—	—
1996-1997	1,084	1,181	(97)	—	—	—	—
1997-1998	1,279	1,266	13	—	—	—	—
1998-1999	1,306	1,196	110	—	—	—	—
1999-2000	1,257	1,300	(43)	—	—	—	—
2000-2001	1,217	1,469	(252)	—	—	—	—

Table 11-2

CITY OF GLENDALE

Schedule of Revenue Bond Coverage - All Enterprise Funds

Last Ten Fiscal Years, continued

(In thousands)

Entity and fiscal year	Operating revenue	Operating expenses (1)	Net operating revenue (deficiency) available for debt service	Debt service requirement			Coverage (2)
				Principal	Interest	Total	
Sewer:							
1991-1992	\$ 15,088	\$ 5,650	\$ 9,438	—	—	—	—
1992-1993	17,151	3,904	13,247	—	—	—	—
1993-1994	16,916	5,091	11,825	—	—	—	—
1994-1995	16,570	5,424	11,146	—	—	—	—
1995-1996	16,790	5,038	11,752	—	—	—	—
1996-1997	17,259	5,113	12,146	—	—	—	—
1997-1998	16,267	4,546	11,721	—	—	—	—
1998-1999	17,792	5,158	12,634	—	—	—	—
1999-2000	18,183	6,136	12,047	—	—	—	—
2000-2001	<u>16,046</u>	<u>7,429</u>	<u>8,617</u>	—	—	—	—
Refuse disposal:							
1991-1992	\$ 10,624	\$ 8,660	\$ 1,964	—	—	—	—
1992-1993	10,357	8,797	1,560	—	—	—	—
1993-1994	9,988	8,566	1,422	—	—	—	—
1994-1995	10,035	8,377	1,658	—	—	—	—
1995-1996	9,851	8,851	1,000	—	—	—	—
1996-1997	9,812	9,062	750	—	—	—	—
1997-1998	9,799	8,629	1,170	—	—	—	—
1998-1999	9,816	11,899	(2,083)	—	—	—	—
1999-2000	10,430	10,590	(160)	—	—	—	—
2000-2001	<u>10,236</u>	<u>10,540</u>	<u>(304)</u>	—	—	—	—
Fire paramedic: (3)							
1999-2000	\$ 1,524	\$ 2,022	\$ (498)	—	—	—	—
2000-2001	<u>5,660</u>	<u>4,783</u>	<u>877</u>	—	—	—	—

Table 11, Continued

Table 11-3

CITY OF GLENDALE

Schedule of Revenue Bond Coverage - All Enterprise Funds

Last Ten Fiscal Years, continued

(In thousands)

Entity and fiscal year	Operating revenue	Operating expenses (1)	Net operating revenue (deficiency) available for debt service	Debt service requirement			Coverage (2)
				Principal	Interest	Total	
Electric:							
1991-1992	\$ 85,867	\$ 68,740	\$ 17,127	\$ 2,555	\$ 1,603	\$ 4,158	4.12
1992-1993	93,041	70,996	22,045	1,465	1,571	3,036	7.26
1993-1994	95,682	74,847	20,835	2,685	1,285	3,970	5.25
1994-1995	96,192	73,871	22,321	2,920	1,044	3,964	5.63
1995-1996	98,020	75,613	22,407	3,180	823	4,003	5.60
1996-1997	122,098	87,398	34,700	3,430	560	3,990	8.70
1997-1998	125,399	101,068	24,331	3,710	279	3,989	6.10
1998-1999	135,166	110,198	24,968	1,800	85	1,885	13.25
1999-2000	128,998	102,301	26,697	—	1,267	1,267	21.07
2000-2001	274,551	233,814	40,737	—	2,171	2,171	18.76
Water:							
1991-1992	\$ 16,065	\$ 13,583	\$ 2,482	—	—	—	—
1992-1993	19,263	15,523	3,740	—	—	—	—
1993-1994	21,172	17,595	3,577	—	—	—	—
1994-1995	22,859	18,196	4,663	—	—	—	—
1995-1996	26,163	20,653	5,510	—	—	—	—
1996-1997	27,399	20,613	6,786	—	—	—	—
1997-1998	25,222	19,629	5,593	—	—	—	—
1998-1999	25,863	20,943	4,920	—	—	—	—
1999-2000	28,119	20,477	7,642	—	—	—	—
2000-2001	27,758	22,069	5,689	—	—	—	—

(1) Exclusive of depreciation and nonoperating revenues and expense.

(2) Net operating revenue divided by total debt service.

(3) This fund did not exist as enterprise activity prior to fiscal year 1999-2000.

Source: City of Glendale, Finance Division.

Not covered by independent auditors' report

Table 12

CITY OF GLENDALE

Building Permits Value and Bank Deposits

Last Ten Fiscal Years

(In thousands)

<u>Fiscal year</u>	<u>Commercial</u>		<u>Residential</u>		<u>Total (1)</u>		<u>(2) Bank Deposits</u>
	<u>Number of permits</u>	<u>Value</u>	<u>Number of permits</u>	<u>Value</u>	<u>Number of permits</u>	<u>Value</u>	
1991-1992	919	\$ 55,123	1,705	\$ 42,207	2,624	\$ 97,330	\$ 8,690,176
1992-1993	826	67,534	1,757	50,378	2,583	117,912	7,620,576
1993-1994	884	39,268	1,852	36,725	2,736	75,993	3,788,170 (3)
1992-1993	927	51,730	1,873	30,018	2,800	81,748	4,592,952
1995-1996	970	76,119	1,622	27,192	2,592	103,311	3,457,000
1996-1997	774	100,265	1,518	27,192	2,292	127,457	3,339,000
1997-1998	1,130	121,662	1,305	53,532	2,435	175,194	4,048,154
1998-1999	1,194	125,830	1,185	28,589	2,379	154,419	3,467,728
1999-2000	1,090	70,671	1,211	23,667	2,301	94,338	2,833,795
2000-2001	<u>951</u>	<u>63,048</u>	<u>1,748</u>	<u>57,886</u>	<u>2,699</u>	<u>120,934</u>	<u>NA</u>

Source:

(1) City of Glendale, Public Works Division.

(2) Federal Deposit Insurance Corporation

(3) Sears Savings Bank moved, approximately 47% of deposits.

N/A = information not available at this time.

Not covered by independent auditors' report

Table 13

CITY OF GLENDALE

Insurance in Force

June 30, 2001

<u>Type of insurance</u>	<u>Policy number</u>	<u>Insurance company</u>	<u>Term of policy</u>	<u>Expiration date</u>	<u>Annual premium</u>	<u>Limits and deductible</u>
Fire-boiler/machinery	PEPPR0102	CAN Insurance Company	1 year	5/15/02	\$ 72,151	\$469,730,627/varies
Fire-power plant	PEPPR0102	Robert Driver - Public Entity Property Insurance Program	1 year	5/15/02	218,917	\$469,730,627/250,000
Fire-buildings, contents	PEPPR0102	Robert Driver - Public Entity Property Insurance Program	1 year	5/15/02	included above	\$750,000,000/varies
General Liability	Binder 001	AIG	1 year	5/26/02	293,875	\$50,000,000/\$2,000,000
Helicopter:						
Physical Damage -liability	ACL 649345	CAMP Insurance Group	1 year	6/30/02	90,000	\$30,000,000/none
Physical Damage - helicopter	ACL 649345	CAMP Insurance Group	1 year	6/30/02	included above	\$1,405,000 /5% in motion, \$1000 c
Surety Bond - blanket	3F-684-811-12	Lumbermen's Mutual Casualty	1 year	3/01/02	5,355	\$1,000,000/\$10,000
Surety Bond - City Clerk	5714304	Safeco Insurance Co.	4 year	4/12/02	850	\$500,000/None
Surety Bond - Treasurer	6001658	Safeco Insurance Co.	4 year	4/10/02	4,390	\$1,000,000/None
Art objects	MXI 98401184	Firemans Fund	1 year	9/25/01	1,500	\$130,000/\$500
Medical	15A37-001	Blue Cross - Prudent Buyer	1 year	8/01/02	3,355,081	NA/NA
Medical	15A37A-001	Blue Cross - California Care	1 year	8/01/02	1,474,934	HMO/NA
Medical	6-708	Cigna Health Plan	1 year	8/01/02	553,539	HMO/NA
Medical	18461-00	Kaiser Health Plans	1 year	8/01/02	889,383	HMO/NA
Dental		Delta PPO - Self Insurance	1 year	8/01/02	536,970	NA/NA
Dental		Delta Dental HMO	1 year	8/01/02	232,689	NA/NA
Life, accidental death and dismemberment	FLX-50029	CIGNA Insurance		8/01/01	90,768	Equal to annual salary up to \$100,000
Disability	BK-007802	CIGNA Insurance		8/01/01	146,320	66-2/3% UP TO \$10,000
Vision care	0237068A-S	Vision Service Plan	1 year	5/01/02	84,826	NA/NA
Excess Workers' Compensation	642101	Employers Reinsurance Corp.	1 year	7/01/02	113,665	\$5,000,000

Source: City of Glendale, Finance Division

Not covered by independent auditors' report

Table 14

CITY OF GLENDALE

Demographic Statistics
 Last Ten Fiscal Years
 (In thousands)

<u>Fiscal year</u>	<u>Population (1)</u>	<u>School enrollment (2)</u>	<u>Unemployment rate (3)</u>
1991-1992	184	43	6.0%
1992-1993	186	43	9.5%
1993-1994	190	43	9.1%
1994-1995	191	43	7.8%
1995-1996	193	43	7.6%
1996-1997	196	44	7.4%
1997-1998	198	43	7.6%
1998-1999	199	45	6.1%
1999-2000	199	45	5.3%
2000-2001	<u>199</u>	<u>46</u>	<u>4.6%</u>

Source:

- (1) California State Department of Finance.
- (2) Glendale Unified School District and Glendale Community College District school attendance report.
- (3) Employment Development Department's Research Section.

Not covered by independent auditors' report

Table 15

CITY OF GLENDALE

Miscellaneous Statistical Data

June 30, 2001

Date of incorporation: February 16, 1906

Date of charter adoption: March 29, 1921

Form of government: Council/manager; five council members, elected at large

Area: 30.59 square miles

Employees (authorized, full time):

Government	1,130
Enterprise	522
Miscellaneous	<u>40</u>
Total	<u><u>1,692</u></u>

Fire protection:

Number of stations	9
Number of employees	<u>173</u>

Police protection

Number of sworn officers	219
Number of vehicular patrol units	153
Number of helicopters	2
Number of motorcycles	<u>21</u>

Parking:

Number of meters	2,711
Number of garages	4
Number of lots	<u>32</u>

Streets:

Miles of improved streets	357
Miles of unimproved streets	5
Miles of freeways	<u>9</u>

Recreation:

Number of open space acres	4,800
Number of parks and other facilities	32
Number of swimming pools	—
Golf course	1
Developed parkland (acres)	<u>262</u>

Source: City of Glendale, Finance Division

Not covered by independent auditors' report

Sewer:

Number of miles	<u><u>360</u></u>
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Water:

Number of water meters	32,922
Thousands of hundred cubic feet sold	<u><u>12,700</u></u>

Electric:

Number of electric meters	98,565
Millions of kilowatt hours sold	<u><u>1,095</u></u>

Library:

Number of libraries	6
Number of books checked out	<u><u>972,319</u></u>

Population:

1980 census	139,060
1990 census	156,072
2000 census (est)	<u><u>194,973</u></u>

Retail sales:

1991 calendar year	\$ 1,842,542,400
1992 calendar year	1,833,132,100
1993 calendar year	1,820,209,000
1994 calendar year	1,979,706,300
1995 calendar year	2,003,371,800
1996 calendar year	2,038,108,700
1997 calendar year	2,134,985,000
1998 calendar year	2,331,011,700
1999 calendar year	2,540,705,300
2000 calendar year	<u><u>2,744,827,700</u></u>

Per capita income:

1990 calendar	\$ <u><u>17,966</u></u>
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