



C i t y o f S u i s u n C i t y
C a l i f o r n i a

**Government-Wide Financial
Statements**

CITY OF SUISUN CITY
STATEMENT OF NET ASSETS
JUNE 30, 2004

	<u>Governmental Activities</u>	<u>Business-Type Activities</u>	<u>Total</u>
<u>ASSETS</u>			
Current assets:			
Cash and investments	\$ 18,400,198	\$ -	\$ 18,400,198
Cash with fiscal agents	10,166,077	-	10,166,077
Receivables:			
Accounts receivable, net	2,941,270	-	2,941,270
Developer agreement	500,000	-	500,000
Interest receivable	142,582	-	142,582
Notes receivable, net	181,427	-	181,427
Taxes receivables, net	52,005	-	52,005
Prepaid items	54,482	-	54,482
Other assets	10,239	-	10,239
Total current assets	32,448,280	-	32,448,280
Noncurrent assets:			
Notes receivable, net	2,328,793		2,328,793
Other assets-debt issuance costs, net	1,965,867		1,965,867
Total other assets	4,294,660	-	4,294,660
Capital assets:			
Nondepreciable	19,212,432	-	19,212,432
Depreciable, net	75,776,977	-	75,776,977
Construction in progress	2,887,355	-	2,887,355
Total capital assets	97,876,764	-	97,876,764
Total assets	134,619,704	-	134,619,704
<u>LIABILITIES</u>			
Current liabilities:			
Accounts payable	1,569,496	-	1,569,496
Accrued liabilities	1,007,536	-	1,007,536
Current portion of long-term debt	2,566,318	-	2,566,318
Deferred revenues	787,639	-	787,639
Due to other agencies	-	-	-
Refundable deposits	665,576	-	665,576
Retention payable	268,201	-	268,201
Total current liabilities	6,864,766	-	6,864,766
Long-term liabilities:			
Other payables	-	-	-
Long-term debt, net	85,782,147	-	85,782,147
Total liabilities	92,646,913	-	92,646,913
<u>NET ASSETS</u>			
Invested in capital assets, net of related debt	23,583,975	-	23,583,975
Restricted for:			
Debt service funds	5,007,205	-	5,007,205
Unrestricted	13,381,611	-	13,381,611
Total net assets	\$ 41,972,791	\$ -	\$ 41,972,791

See accompanying notes to basic financial statements.

CITY OF SUISUN CITY
Statement of Activities and Changes in Net Assets
For the Fiscal Year Ended June 30, 2004

Functions/Programs	Expenses	Program Revenues			Net (Expense)
		Charges for Services	Operating Grants and Contributions	Capital Grants and Contributions	Revenue
					Governmental Activities
PRIMARY GOVERNMENT					
Governmental activities:					
General government	\$ 930,961	\$ 1,981,754			\$ 1,050,793
Public safety	4,339,980	89,582	263,714		(3,986,684)
Public works	1,859,194	612,747			(1,246,447)
Highways and streets	640,412	1,101,654		3,857,913	4,319,155
Building services	254,554	59,231			(195,323)
Culture and recreation	1,321,671	744,000			(577,671)
Community development	7,093,672		64,099		(7,029,573)
Intergovernmental	-				-
Tax increment pass-through	2,905,665				(2,905,665)
Interest on long-term debt	5,773,905				(5,773,905)
Depreciation - infrastructure	3,617,719				(3,617,719)
Total governmental activities	28,737,733	4,588,968	327,813	3,857,913	(19,963,039)
Business-type activities:					
Business	-	-	-	-	-
Total business-type activities	-	-	-	-	-
Change in net assets:					
Net (expense) revenue	\$ 28,737,733	\$ 4,588,968	\$ 327,813	\$ 3,857,913	\$ (19,963,039)

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on next page

CITY OF SUISUN CITY
Statement of Activities and Changes in Net Assets (Continued)
For the Fiscal Year Ended June 30, 2004

Functions/Programs	Primary Government		
	Governmental Activities	Business-Type Activities	Total
Change in net assets:			
Net (expense) revenue	\$ (19,963,039)	\$ -	\$ (19,963,039)
General revenues:			
Taxes:			
Property taxes	12,206,723	-	12,206,723
Sales taxes	869,220	-	869,220
Intergovernmental revenue	4,816,580	-	4,816,580
Special assessments	931,278	-	931,278
Investment earnings	610,872	-	610,872
Reimbursements	1,202,276	-	1,202,276
Miscellaneous revenue	2,031,135	-	2,031,135
Total general revenues	22,668,084	-	22,668,084
Transfers	6,105	-	6,105
Change in net assets	2,711,150	-	2,711,150
Net assets, (deficit) beginning of year	39,199,859	-	39,199,859
Prior period adjustments	61,782	-	61,782
Net assets, beginning of year, as restated	39,261,641	-	39,261,641
Net assets, end of year	\$ 41,972,791	\$ -	\$ 41,972,791

See accompanying notes to basic financial statements.



C i t y o f S u i s u n C i t y
C a l i f o r n i a

**Government Funds Financial
Statements**

CITY OF SUISUN CITY
BALANCE SHEET
GOVERNMENTAL FUNDS
JUNE 30, 2004

	Major Funds					Non-Major Funds		Total
	General	Local Transportation	Housing Authority Choice Vouchers	RDA-Housing Set-Aside Special Revenue	1998/2003 Tax Allocation Bonds-Capital Projects	RDA Bonds Debt Service	Other Funds	
<u>ASSETS</u>								
Cash and investments	\$ 2,295,359	\$ -	\$ 247,418	\$ 4,744,153	\$ 1,264,937	\$ 2,925,376	\$ 6,018,825	\$ 17,496,068
Cash with fiscal agent	-	-	-	-	5,380,366	4,530,838	254,873	10,166,077
Receivables:								
Accounts receivable, net	344,868	2,361,469	12,027	2,342	-	-	217,724	2,938,430
Developer Agreement	-	-	-	-	-	-	500,000	500,000
Due from City of Suisun City	-	-	-	-	-	-	-	-
Due from other funds	362,991	-	-	-	392	-	5,923,009	6,286,392
Interest receivable	137,558	-	-	-	5,024	-	-	142,582
Notes receivable, net	-	-	-	1,990,124	-	-	520,096	2,510,220
Taxes receivables, net	-	-	-	-	-	-	52,005	52,005
Prepaid items	7,227	-	-	672	-	24,800	21,783	54,482
Other assets	1,000	-	-	-	-	3,860,405	4,973	3,866,378
Total assets	\$ 3,149,003	\$ 2,361,469	\$ 259,445	\$ 6,737,291	\$ 6,650,719	\$ 11,341,419	\$ 13,513,288	\$ 44,012,634
<u>LIABILITIES</u>								
Accounts payable	\$ 159,674	\$ 591,981	\$ 268	\$ 3,652	\$ 61,832	\$ 167,785	\$ 280,402	\$ 1,265,595
Accrued liabilities	-	-	-	-	-	-	-	-
Due to City of Suisun City	-	-	-	-	392	4,727,543	-	4,727,935
Deferred revenues	49,799	-	-	281	-	-	4,597,964	4,648,044
Due to other funds	-	1,460,641	-	-	-	-	358,523	1,819,164
Refundable deposits	592,970	-	-	25,701	-	17,669	29,236	665,576
Retention payable	-	172,694	-	-	45,940	-	49,567	268,201
Total liabilities	802,443	2,225,316	268	29,634	108,164	4,912,997	5,315,692	13,394,515

See accompanying notes to basic financial statements.

CITY OF SUISUN CITY
BALANCE SHEET
GOVERNMENTAL FUNDS
JUNE 30, 2004

	Major Funds					Non-Major Funds		Total
	General	Local Transportation	Housing Authority Choice Vouchers	RDA-Housing Set-Aside Special Revenue	1998/2003 Tax Allocation Bonds-Capital Projects	RDA Bonds Debt Service	Other Funds	
FUND BALANCES								
Reserved, reported in:								
General fund	2,775	-	-	-	-	-	-	2,775
Special revenue funds	-	136,153	12,027	1,990,124	-	-	335,688	2,473,992
Capital projects funds	-	-	-	-	-	-	359,811	359,811
Debt service funds	-	-	-	-	-	4,530,838	476,367	5,007,205
	<u>2,775</u>	<u>136,153</u>	<u>12,027</u>	<u>1,990,124</u>	<u>-</u>	<u>4,530,838</u>	<u>1,171,866</u>	<u>7,843,783</u>
Unreserved, reported in:								
General fund:								
Designated	1,680,828							1,680,828
Undesignated	662,957							662,957
Special Revenue funds:								
Designated	-	-	37,468	-	-	-	17,232	54,700
Undesignated	-	-	209,682	2,717,533	-	-	5,595,652	8,522,867
Capital Projects Fund								
Designated	-	-	-	2,000,000	6,542,555	-	-	8,542,555
Undesignated	-	-	-	-	-	-	1,412,846	1,412,846
Debt Service funds:								
Designated	-	-	-	-	-	1,897,584	-	1,897,584
Undesignated	-	-	-	-	-	-	-	-
Total fund balances	<u>2,346,560</u>	<u>136,153</u>	<u>259,177</u>	<u>6,707,657</u>	<u>6,542,555</u>	<u>6,428,422</u>	<u>8,197,596</u>	<u>30,618,120</u>
Total liabilities and fund balances	<u>\$ 3,149,003</u>	<u>\$ 2,361,469</u>	<u>\$ 259,445</u>	<u>\$ 6,737,291</u>	<u>\$ 6,650,719</u>	<u>\$ 11,341,419</u>	<u>\$ 13,513,288</u>	<u>\$ 44,012,634</u>

See accompanying notes to basic financial statements.

CITY OF SUISUN CITY

Reconciliation of the Governmental Funds Balance Sheet to the
Government-Wide Statement of Net Assets (Deficit)

June 30, 2004

Total Fund Balances - Total Governmental Funds **\$ 30,618,120**

Amounts reported for governmental activities in the statement of net assets are different because:

Deferred charges represent costs associated with the issuance of long-term debt which are deferred and amortized over the period which the debt is outstanding. The costs are reported as expenditures of the current period in the governmental funds.

City of Suisun City Issuance costs, net	211,675	
RDA Capital Assets, Issuance costs, net	<u>1,754,192</u>	1,965,867

Capital assets used in governmental activities are not current financial resources. Therefore they are not reported in the Governmental Funds Balance Sheet.

City of Suisun City Capital Assets, net	63,448,891	
RDA Capital Assets, net	<u>33,401,725</u>	96,850,616

Interest payable on long-term debt does not require current financial resources. Therefore, interest payable is not reported as a liability in the Governmental Funds Balance Sheet.

City of Suisun City	(87,934)	
RDA	(919,602)	(1,007,536)

Long-term liabilities are not due and payable in the current period and, therefore, were not reported in the Governmental Funds Balance Sheet. The long-term liabilities were adjusted as follows:

City of Suisun City Debt	(11,042,397)	
RDA Debt	(76,838,036)	
Compensated absences	(468,032)	
Other	<u>-</u>	(88,348,465)

Internal service funds are used by management to charge costs of certain activities such as equipment replacement, to individual funds. The assets and liabilities of the internal service funds are included in governmental activities in the statement of net assets.

1,894,189

Net Assets (Deficit) of Governmental Activities **\$ 41,972,791**

See accompanying notes to basic financial statements.

CITY OF SUISUN CITY
Statement of Revenues, Expenditures and Changes in Fund Balance
GOVERNMENTAL FUNDS
For the Fiscal Year Ended June 30, 2004

	Major Funds						Non-Major Funds	Total
	General	Local Transportation	Housing Authority Choice Vouchers	RDA-Housing Set-Aside Special Revenue	1998/2003 Tax Allocation Bonds-Capital Projects	RDA Bonds Debt Service	Other Funds	
Revenues:								
Taxes:								
Property taxes	\$ 880,334	\$ -	\$ -	\$ -	\$ -	\$ 10,869,905	\$ 456,484	\$ 12,206,723
Sales taxes	869,220	-	-	-	-	-	-	869,220
Licenses and permits	1,229,456	-	-	-	-	-	-	1,229,456
Fines and forfeits	130,013	-	-	-	-	-	-	130,013
Intergovernmental revenue	1,343,883	2,825,670	3,202,976	-	-	-	1,125,226	8,497,755
Developer fees	-	504,552	-	-	-	-	1,917,161	2,421,713
Special assessments	-	-	-	-	-	-	931,278	931,278
Charges for services	1,187,336	-	-	-	-	-	125,001	1,312,337
Investment earnings	28,757	-	2,941	102,169	72,115	306,111	98,779	610,872
Reimbursements	825,735	14,152	-	-	-	-	362,389	1,202,276
Miscellaneous revenue	191,154	8,988	12,623	364,636	11,172	(87,883)	1,397,506	1,898,196
Total revenues	6,685,888	3,353,362	3,218,540	466,805	83,287	11,088,133	6,413,824	31,309,839
Expenditures:								
Current:								
General government	930,961	-	-	-	-	-	-	930,961
Public safety	3,998,387	-	-	-	-	-	341,593	4,339,980
Public works	283,452	-	-	-	-	-	155,246	438,698
Highways and streets	-	-	-	-	-	-	640,412	640,412
Building services	254,554	-	-	-	-	-	-	254,554
Culture and recreation	1,165,240	-	-	-	-	-	156,431	1,321,671
Community development	90,759	-	3,195,018	658,698	638,087	326,997	2,184,113	7,093,672
Intergovernmental	-	-	-	-	-	-	-	-
Tax increment pass-through	-	-	-	-	-	2,905,665	-	2,905,665
Capital outlay	8,165	3,457,479	-	-	-	-	415,902	3,881,546
Principal on long-term debt	-	-	-	-	-	43,954,747	3,501,436	47,456,183
Interest on long-term debt	-	-	-	-	-	5,102,520	671,385	5,773,905
Total expenditures	6,731,518	3,457,479	3,195,018	658,698	638,087	52,289,929	8,066,518	75,037,247
Revenue Over (Under) expenditures	(45,630)	(104,117)	23,522	(191,893)	(554,800)	(41,201,796)	(1,652,694)	(43,727,408)

CITY OF SUISUN CITY
Statement of Revenues, Expenditures and Changes in Fund Balance
GOVERNMENTAL FUNDS
For the Fiscal Year Ended June 30, 2004

	Major Funds					Non-Major Funds		Total
	General	Local Transportation	Housing Authority Choice Vouchers	RDA-Housing Set-Aside Special Revenue	1998/2003 Tax Allocation Bonds-Capital Projects	RDA Bonds Debt Service	Other Funds	
Other Financing Sources (Uses):								
Debt proceeds	-	-	-	-	6,390,000	43,407,164	2,490,000	52,287,164
Operating transfer in	284,504	234,504	-	2,173,981	25,610	2,666,046	2,013,612	7,398,257
Operating transfer out	(209,019)	-	-	(612,263)	(1,065,000)	(3,799,575)	(1,492,397)	(7,178,254)
Total	75,485	234,504	-	1,561,718	5,350,610	42,273,635	3,011,215	52,507,167
Net Change in fund balance	29,855	130,387	23,522	1,369,825	4,795,810	1,071,839	1,358,521	8,779,759
Fund balance, beginning of year	2,316,705	5,766	235,655	5,337,832	1,746,745	5,356,583	6,839,075	21,838,361
Fund balance, end of year	<u>\$ 2,346,560</u>	<u>\$ 136,153</u>	<u>\$ 259,177</u>	<u>\$ 6,707,657</u>	<u>\$ 6,542,555</u>	<u>\$ 6,428,422</u>	<u>\$ 8,197,596</u>	<u>\$ 30,618,120</u>

See accompanying notes to basic financial statements.

CITY OF SUISUN CITY

Reconciliation of the Governmental Funds Statement of Revenues, Expenditures,
and Changes in Fund Balances to the Government-Wide Statement of
Activities and Changes in Net Assets

For the Year Ended June 30, 2004

Net changes in fund balances - total governmental funds \$ 8,779,759

Amounts reported for governmental activities in the statement of activities are different because:

Governmental funds report capital outlays as expenditures. However, in the Statement of Activities, the cost of those assets is allocated over their estimated useful lives and reported as depreciation expense.

City - Capital outlay	3,612,645	
City - Depreciation expense	(4,463,555)	
RDA - Depreciation expense	(701,969)	
RDA - Abandonment of capital assets	<u>(116,989)</u>	(1,669,868)

Long-term debt proceeds provide current financial resources to governmental funds, but issuing debt increases long-term liabilities in the Statement of Net Assets. Costs associated with the issuance of long-term debt are reported as expenditures in the governmental funds, but deferred and amortized throughout the period during which the related debt is outstanding. Repayment of debt principal is an expenditure in the governmental funds, but the repayment reduces the long-term liabilities in the statement of net assets.

Issuance on long-term debt	(51,880,000)	
Principal repayments on long-term debt	<u>47,456,183</u>	(4,423,817)

Some expenses reported in the statement of Activities do not require the use current financial resources and therefore are not reported as expenditures in governmental funds.

City - Amortization of bond issuance costs	(84,619)	
City - Change in accrued interest payable	22,149	
City - Change in compensated absences	(11,281)	
RDA - Amortization of bond issuance costs	(166,569)	
RDA - Change in accrued interest payable	<u>262,801</u>	22,481

Internal service funds are used by management to charge the costs of certain activities, such as equipment replacement, to individual funds. The net revenue (expense) of the internal service funds is reported with the governmental funds.

2,595

Total changes in net assets of governmental activities \$ 2,711,150

CITY OF SUISUN CITY
STATEMENT OF NET ASSETS
PROPRIETARY FUNDS
JUNE 30, 2004

	<u>Business-Type Activities</u>	<u>Governmental Activities- Internal Service Fund</u>
<u>ASSETS</u>		
Current assets:		
Cash and investments	\$ -	\$ 904,130
Cash with fiscal agents	-	-
Receivables:	-	-
Accounts receivable, net	-	-
Due from other funds	-	265,175
Interest receivable	-	-
Prepaid items	-	-
Other assets	-	4,266
Total current assets	<u>-</u>	<u>1,173,571</u>
Other assets-debt issuance costs, net	<u>-</u>	<u>-</u>
Capital assets:		
Nondepreciable	-	-
Depreciable, net	-	1,026,147
Construction in progress	-	-
Total capital assets	<u>-</u>	<u>1,026,147</u>
Total assets	<u>-</u>	<u>2,199,718</u>
<u>LIABILITIES</u>		
Current liabilities:		
Accounts payable	-	303,901
Due to other funds	-	1,628
Total current liabilities	<u>-</u>	<u>305,529</u>
Long-term liabilities:		
Due to City of Suisun City	<u>-</u>	<u>-</u>
Total liabilities	<u>-</u>	<u>305,529</u>
<u>NET ASSETS</u>		
Invested in capital assets, net of related debt	-	1,026,147
Unrestricted	-	868,042
Total net assets	<u>\$ -</u>	<u>\$ 1,894,189</u>

See accompanying notes to basic financial statements.

CITY OF SUISUN CITY
Statement of Revenues, Expenses, and Changes in Net Assets
PROPRIETARY FUNDS
For the Fiscal Year Ended June 30, 2004

	Business-Type Activities- Enterprise Fund	Governmental Activities - Internal Service Fund
OPERATING REVENUES		
Services charges	\$ -	\$ -
Charges to City departments		1,514,617
Miscellaneous	-	55,824
Total operating revenue	<u>-</u>	<u>1,570,441</u>
OPERATING EXPENSES		
Salaries and benefits	-	645,423
Services and supplies	-	339,281
Claims and settlements	-	264,761
Depreciation	-	181,598
Total operating expenses	<u>-</u>	<u>1,431,063</u>
Operating income (loss)	<u>-</u>	<u>139,378</u>
NONOPERATING REVENUES (EXPENSES)		
Interest income	-	17,415
Miscellaneous	-	59,700
Interest expense	-	-
Net nonoperating revenues (expenses)	<u>-</u>	<u>77,115</u>
Income (loss) before operating transfers	<u>-</u>	<u>216,493</u>
Operating transfers:		
Transfers in	-	23,847
Transfers out	-	(237,745)
Net operating transfers	<u>-</u>	<u>(213,898)</u>
Changes in net assets	-	2,595
Net assets, beginning of year	-	1,829,812
Prior period adjustment		61,782
Net assets, end of year	<u>\$ -</u>	<u>\$ 1,894,189</u>

See accompanying notes to basic financial statements.

CITY OF SUISUN CITY
Statement of Cash Flows
PROPRIETARY FUNDS
For the Fiscal Year Ended June 30, 2004

	Business-Type Activities- Enterprise Fund	Governmental Activities - Internal Service Fund
CASH FLOWS FROM OPERATING ACTIVITIES		
Cash received from customers/departments	\$ -	\$ 1,570,442
Cash paid to suppliers	-	(589,899)
Cash paid to employees	-	(499,870)
Net cash provided by operating activities	<u>-</u>	<u>480,673</u>
CASH FLOWS FROM NONCAPITAL FINANCING ACTIVITIES		
Transfers in from other funds	-	23,847
Transfers out to other funds	-	(237,745)
Other	-	-
Net cash used by noncapital financing activities	<u>-</u>	<u>(213,898)</u>
CASH FLOWS FROM CAPITAL AND RELATED FINANCING ACTIVITIES		
Repayment of advances from other funds	-	-
Interest paid	-	-
Capital expenditures	-	(79,490)
Net cash used by capital and related financing activities	<u>-</u>	<u>(79,490)</u>
CASH FLOWS FROM INVESTING ACTIVITIES		
Interest received	-	23,847
Decrease in restricted investments	-	-
Net cash provided by investing activities	<u>-</u>	<u>23,847</u>
Net change in cash and cash equivalents	-	211,132
Cash and cash equivalents at beginning of year	<u>-</u>	<u>692,998</u>
Cash and cash equivalents at end of year	<u>\$ -</u>	<u>\$ 904,130</u>
Reconciliation of operating income to net cash provided (used)		
by operating activities:		
Operating income (loss)	\$ -	\$ 139,378
Adjustments to reconcile operating income to net cash provided (used)		
by operating activities:		
Depreciation and amortization expense	-	181,598
Miscellaneous non-operating revenue (expense)	-	-
Changes in assets and liabilities:		
Decrease (increase) in accounts receivable	-	52,328
Decrease (increase) in accounts payable and accrued liabilities	-	107,369
Net cash provided by operating activities	<u>\$ -</u>	<u>\$ 480,673</u>

See accompanying notes to basic financial statements.