



Year Ended  
June 30, 2001

Comprehensive

Annual

Financial

Report

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

| <u>Table of Contents</u>                                                                                                                                 | <u>Exhibit</u> | <u>Page</u> |
|----------------------------------------------------------------------------------------------------------------------------------------------------------|----------------|-------------|
| <b>INTRODUCTORY SECTION</b>                                                                                                                              |                |             |
| Letter of Transmittal                                                                                                                                    |                | i           |
| Officials of the City of Glendale                                                                                                                        |                | vii         |
| Organizational Chart of the City of Glendale                                                                                                             |                | viii        |
| Certificate of Achievement for Excellence in Financial Reporting                                                                                         |                | ix          |
| <b>FINANCIAL SECTION</b>                                                                                                                                 |                |             |
| Independent Auditors' Report on Financial Statements                                                                                                     |                | 1           |
| <b>GENERAL PURPOSE FINANCIAL STATEMENTS:</b>                                                                                                             |                |             |
| Combined Balance Sheet-All Fund Types and Account Groups                                                                                                 | A              | 4           |
| Combined Statement of Revenues, Expenditures and Changes in Fund Balances-All Governmental and Expendable Trust Funds                                    | B              | 8           |
| Combined Statement of Revenues, Expenditures and Changes in Fund Balances-Budget and Actual-General, Certain Special Revenue and Debt Service Fund Types | C              | 10          |
| Combined Statement of Revenues, Expenses and Changes in Fund Equity-All Proprietary Fund Types                                                           | D              | 12          |
| Combined Statement of Cash Flows - All Proprietary Fund Types                                                                                            | E              | 13          |
| Notes to the General Purpose Financial Statements                                                                                                        |                | 15          |
| <b>COMBINING, INDIVIDUAL FUND AND ACCOUNT GROUPS-<br/>FINANCIAL STATEMENTS AND SCHEDULES, BY FUND TYPE:</b>                                              |                |             |
| <b>GENERAL FUND:</b>                                                                                                                                     |                |             |
| Balance Sheet                                                                                                                                            | F              | 37          |
| Statement of Revenues, Expenditures and Changes in Fund Balance                                                                                          | F-2            | 38          |
| Schedule of Revenues-Budget and Actual                                                                                                                   | F-3            | 39          |
| Schedule of Expenditures-Budget and Actual                                                                                                               | F-4            | 42          |
| <b>SPECIAL REVENUE FUNDS:</b>                                                                                                                            |                |             |
| Combining Balance Sheet                                                                                                                                  | G              | 48          |
| Combining Statement of Revenues, Expenditures and Changes in Fund Balance                                                                                | G-2            | 51          |
| Combining Schedule of Revenues -Budget and Actual<br>(Certain Special Revenue Funds)                                                                     | G-3            | 54          |
| Combining Schedule of Expenditures-Budget and Actual<br>(Certain Special Revenue Funds)                                                                  | G-4            | 56          |
| <b>DEBT SERVICE FUNDS:</b>                                                                                                                               |                |             |
| Combining Balance Sheet                                                                                                                                  | H              | 60          |
| Combining Statement of Revenues, Expenditures and Changes in Fund Balance                                                                                | H-2            | 61          |
| Combining Statement of Revenues and Expenditures - Budget and Actual                                                                                     | H-3            | 62          |

# CITY OF GLENDALE

| <u>Table of Contents, Continued</u>                                                                 | <u>Exhibit</u> | <u>Page</u> |
|-----------------------------------------------------------------------------------------------------|----------------|-------------|
| <b>CAPITAL PROJECTS FUNDS:</b>                                                                      |                |             |
| Combining Balance Sheet                                                                             | I              | 66          |
| Combining Statement of Revenues, Expenditures and Changes in Fund Balance                           | I-2            | 67          |
| Combining Schedule of Expenditures-Budget and Actual                                                | I-3            | 68          |
| <b>ENTERPRISE FUNDS:</b>                                                                            |                |             |
| Combining Balance Sheet                                                                             | J              | 70          |
| Combining Statement of Revenues, Expenses and Changes in Fund Equity                                | J-2            | 72          |
| Combining Statement of Cash Flows                                                                   | J-3            | 74          |
| Schedule of Investment in Fixed Assets                                                              | J-4            | 76          |
| Schedule of Changes in Fixed Assets                                                                 | J-5            | 78          |
| <b>INTERNAL SERVICE FUNDS:</b>                                                                      |                |             |
| Combining Balance Sheet                                                                             | K              | 80          |
| Combining Statement of Revenues, Expenses and Changes in Fund Equity                                | K-2            | 82          |
| Combining Statement of Cash Flows                                                                   | K-3            | 84          |
| Schedule of Changes in Fixed Assets                                                                 | K-4            | 86          |
| <b>TRUST AND AGENCY FUNDS:</b>                                                                      |                |             |
| Combining Balance Sheet                                                                             | L              | 88          |
| Combining Statement of Revenues, Expenditures and Changes<br>in Fund Balance-Expendable Trust Funds | L-2            | 89          |
| Schedule of Changes in Assets and Liabilities-Agency Funds                                          | L-3            | 90          |
| <b>ACCOUNT GROUPS:</b>                                                                              |                |             |
| Schedule of Investment in General Fixed Assets                                                      | M              | 92          |
| Schedule of Changes in General Fixed Assets                                                         | M-2            | 93          |
| SUPPLEMENTAL SCHEDULE-Schedule of Bonds Payable                                                     | N              | 94          |
| <b>STATISTICAL SECTION:</b>                                                                         |                |             |
| (Not Covered by Independent Auditors' Report)                                                       |                |             |
| Governmental Expenditures and Transfers by Function                                                 | 1              | 98          |
| Governmental Revenues and Transfers by Source                                                       | 2              | 100         |
| Excess (Deficiency) of General Revenues over General Expenditures                                   | 3              | 102         |
| Local Tax Revenue by Source                                                                         | 4              | 103         |
| Property Tax, Levies and Collections                                                                | 5              | 104         |
| Market Values of Taxable Property                                                                   | 6              | 105         |
| Property Tax Rates-All Overlapping Governments                                                      | 7              | 106         |
| Ratio of Debt to Assessed Value and Debt per Capita                                                 | 8              | 107         |
| Schedule of Direct and Overlapping Debt                                                             | 9              | 108         |
| Ratio of General Bonded Debt Expenditures to Total General Expenditures                             | 10             | 109         |
| Schedule of Revenue Bond Coverage-All Enterprise Funds                                              | 11             | 110         |
| Building Permits Value and Bank Deposits                                                            | 12             | 113         |
| Insurance in Force                                                                                  | 13             | 114         |
| Demographic Statistics                                                                              | 14             | 115         |
| Miscellaneous Statistical Data                                                                      | 15             | 116         |

# Introductory Section

C  
A  
F  
E  
R



CITY OF GLENDALE, CALIFORNIA  
Administrative Services Division  
FINANCE

141 North Glendale Avenue, Room 346  
Glendale, California 91206-4998  
(818) 548-2085 FAX (818) 956-3286  
www.ci.glendale.ca.us

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<br/>of Total</u> | <u>Increase/<br/>(Decrease)<br/>from 2000</u> | <u>Percent of<br/>Increase/<br/>(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.

| Expenditures                              | 2001                  | Percent<br>of Total | Increase/<br>(Decrease)<br>from 2000 | Percent of<br>Increase/<br>(Decrease) |
|-------------------------------------------|-----------------------|---------------------|--------------------------------------|---------------------------------------|
| 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>        | <u>2001</u><br><u>Net income/</u><br><u>(Loss)</u> | <u>2000</u><br><u>Net income/</u><br><u>(Loss)</u> | <u>Variance</u><br><u>Favorable/</u><br><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

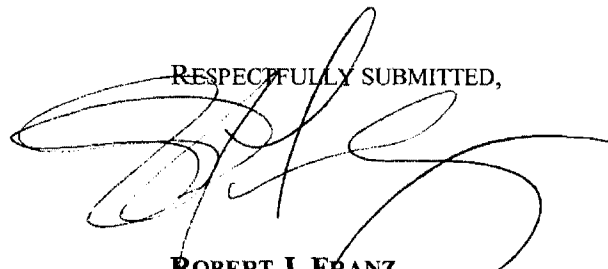
The Government Finance Officers Association (GFOA) awarded a Certificate of Achievement for Excellence in Financial Reporting to the City for its comprehensive annual financial report for the last six fiscal years ended June 30, 1995 through June 30, 2000. The Certificate of Achievement is a prestigious 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

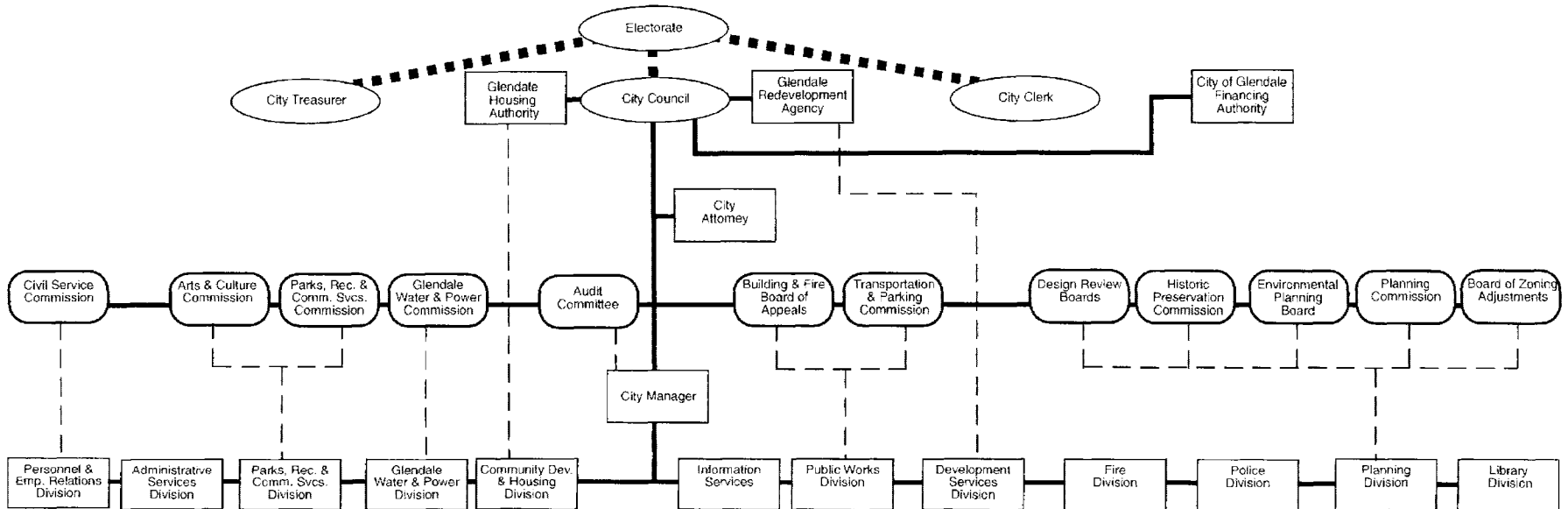
City Council

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

2001

# 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

C  
A  
F  
F  
R





**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.

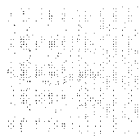
In our opinion, the general-purpose financial statements referred to above present fairly, in all material respects, the financial position of the City as of June 30, 2001, and the results of its operations and the cash flows of its proprietary fund types for the year then ended, in conformity with accounting 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

C  
A  
R  
E

**This page is left blank intentionally .**

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<br>(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<br>(memorandum only) |                  |
|------------------------|------------------------|------------------------|----------------------|------------------------|-----------------------------|------------------|
| Enterprise Funds       | Internal Service Funds | Trust and Agency Funds | General Fixed Assets | General Long-Term Debt | 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)

|                                                                                              | <u>Governmental Fund Types</u> |                                      |                                   |
|----------------------------------------------------------------------------------------------|--------------------------------|--------------------------------------|-----------------------------------|
|                                                                                              | <u>General<br/>Fund</u>        | <u>Special<br/>Revenue<br/>Funds</u> | <u>Debt<br/>Service<br/>Funds</u> |
| <b>Revenues:</b>                                                                             |                                |                                      |                                   |
| 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>                      |
| <b>Expenditures:</b>                                                                         |                                |                                      |                                   |
| <b>Current:</b>                                                                              |                                |                                      |                                   |
| General government                                                                           | 12,514                         | 239                                  | —                                 |
| Community promotion                                                                          | 40                             | —                                    | —                                 |
| Public safety                                                                                | 52,876                         | 1,120                                | —                                 |
| Public works                                                                                 | 15,304                         | 5,222                                | —                                 |
| Housing, health and community<br>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                             |
| <b>Other financing sources (uses):</b>                                                       |                                |                                      |                                   |
| 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<br>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<br>Projects<br>Funds | Sub-Total<br>(memorandum<br>only) | Fiduciary<br>Fund Types      |                | Totals<br>(memorandum only) |      |
|------------------------------|-----------------------------------|------------------------------|----------------|-----------------------------|------|
|                              |                                   | Expendable<br>Trust<br>Funds |                | 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)

|                                                                                  | <b>General Fund</b> |                |                                                 |
|----------------------------------------------------------------------------------|---------------------|----------------|-------------------------------------------------|
|                                                                                  | <u>Budget</u>       | <u>Actual</u>  | <u>Variance<br/>favorable<br/>(unfavorable)</u> |
| <b>Revenues:</b>                                                                 |                     |                |                                                 |
| 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)                                           |
| <b>Total revenues</b>                                                            | <u>78,917</u>       | <u>89,893</u>  | <u>10,976</u>                                   |
| <b>Expenditures:</b>                                                             |                     |                |                                                 |
| <b>Current:</b>                                                                  |                     |                |                                                 |
| 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<br>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                                                              | —                   | —              | —                                               |
| <b>Total current expenditures</b>                                                | <u>97,783</u>       | <u>94,607</u>  | <u>3,176</u>                                    |
| <b>Capital</b>                                                                   | 1,423               | 1,071          | 352                                             |
| <b>Debt Service</b>                                                              | —                   | —              | —                                               |
| <b>Cost of issuance</b>                                                          | —                   | —              | —                                               |
| <b>Total expenditures</b>                                                        | <u>99,206</u>       | <u>95,678</u>  | <u>3,528</u>                                    |
| <b>Excess of revenues over (under)<br/>expenditures</b>                          | <u>(20,289)</u>     | <u>(5,785)</u> | <u>14,504</u>                                   |
| <b>Other financing sources (uses):</b>                                           |                     |                |                                                 |
| Operating transfers from other funds                                             | 19,090              | 20,403         | 1,313                                           |
| Operating transfers to other funds                                               | (753)               | (753)          | —                                               |
| Proceeds from bond sale                                                          | —                   | —              | —                                               |
|                                                                                  | <u>18,337</u>       | <u>19,650</u>  | <u>1,313</u>                                    |
| <b>Excess of revenues and other sources<br/>over expenditures and other uses</b> | <u>(1,952)</u>      | <u>13,865</u>  | <u>15,817</u>                                   |
| Fund balances, July 1                                                            | 46,471              | 46,471         | —                                               |
| Equity Transfer                                                                  | (6,450)             | (6,450)        | —                                               |
| Fund not budgeted                                                                | —                   | —              | —                                               |
| <b>Fund balances, June 30</b>                                                    | <u>\$ 38,069</u>    | <u>53,886</u>  | <u>15,817</u>                                   |

See accompanying notes to the financial statements.

| Certain<br>Special Revenue Funds |               |                                        | Debt Service Funds |               |                                        |
|----------------------------------|---------------|----------------------------------------|--------------------|---------------|----------------------------------------|
| Budget                           | Actual        | Variance<br>favorable<br>(unfavorable) | Budget             | Actual        | Variance<br>favorable<br>(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<br>(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<br>(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)<br>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<br>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<br>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                                                              | <u>152,377</u>    | <u>36,676</u>    | <u>189,053</u>              | <u>132,051</u>  |
| 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.

This page is left blank intentionally.

## 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<br><u>Over Expended</u> |
|------------------------|--------------------------------|
| <b>General Fund:</b>   |                                |
| 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> |
| <br><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:

|                   |                                                                                                                                                                       |
|-------------------|-----------------------------------------------------------------------------------------------------------------------------------------------------------------------|
| <u>Category 1</u> | 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.                                 |
| <u>Category 2</u> | includes uninsured and unregistered investments for which the securities are held by the counterparty's trust department or agent in the City's name.                 |
| <u>Category 3</u> | 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-<br>gorized | Fair<br>Value  |
|---------------------------------------------------------|---------------|----------------|----------|--------------------|----------------|
|                                                         | 1             | 2              | 3        |                    |                |
| <b><u>City Held Investments</u></b>                     |               |                |          |                    |                |
| 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          |
| <b>Total City Held Investments</b>                      | <b>\$ 213</b> | <b>353,988</b> | <b>—</b> | <b>—</b>           | <b>354,201</b> |
| <b><u>Trustee Held Investments</u></b>                  |               |                |          |                    |                |
| U.S. Government Securities                              | —             | 69,304         | —        | —                  | 69,304         |
| <b>Total Trustee Held Investments</b>                   | <b>—</b>      | <b>69,304</b>  | <b>—</b> | <b>—</b>           | <b>69,304</b>  |
| <b><u>Investment in Pool</u></b>                        |               |                |          |                    |                |
| California State Local Agency<br>Investment Fund (LAIF) | —             | —              | —        | 60,135             | 60,135         |
| <b>Total Investments</b>                                | <b>\$ 213</b> | <b>423,292</b> | <b>—</b> | <b>60,135</b>      | <b>483,640</b> |

**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<br/>June 30,2001</u> |
|-------------------------------------------------------|-----------------------|-----------------------|-------------------------------------|
| <b>Postclosure and postclosure care liability</b>     |                       |                       | <u>\$ 1,600</u>                     |
| <b>Glendale Redevelopment Agency:</b>                 |                       |                       |                                     |
| Parking lease revenue bonds, Series A                 | 6.30%                 | \$ 6,200              | 855                                 |
| Refunding parking lease revenue<br>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>                       |
| <b>The City of Glendale Financing Authority:</b>      |                       |                       |                                     |
| Police Facility Certificates of Participation         | Variable              | 64,200                | 64,200                              |
| Total general long term debt                          |                       |                       | <u>131,730</u>                      |
| <b>Enterprise Fund:</b>                               |                       |                       |                                     |
| 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<br>Financing<br>Authority | Enterprise | Glendale<br>Redevelopment<br>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 | \$ 64,200                          | 37,000     | 65,930                              | 167,130 |

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

| Year ending<br>June 30 | Glendale<br>Financing<br>Authority | Glendale<br>Redevelopment<br>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 |
|                        | \$ 112,426                         | 107,955                             | \$ 80,483  | 300,864 |

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   |
|                    | \$ -      | 1,032    | 1,032 |

**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:

| Fiscal Year | Beginning<br>Balance | Claims and<br>Changes | Claim<br>Payments | Ending<br>Balance |
|-------------|----------------------|-----------------------|-------------------|-------------------|
| 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 SCPPA owned project, and will be financed through SCPPA. Currently seven members of SCPPA 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 SCPPA 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 SCPA.

The first of the SCPA 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. SCPA 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 SCPA'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, SCPA estimates that its share of the amount required for decommissioning of PVNPS is approximately 74% funded. Under the forgoing assumptions, an additional \$31,831, of which Glendale's share is \$1,401, would be required for SCPA to fully fund its share of decommissioning costs. No assurance can be given, however, that such amount will be sufficient to fully fund SCPA's share of decommissioning costs. SCPA anticipates receiving a new estimate of decommissioning costs every three years.

A second project financed through SCPA 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 SCPA 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 SCPA in this project consist of the Imperial Irrigation District and the California cities of Glendale, Azusa, Banning and Colton. SCPA 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. SCPA 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 SCPA's entitlement.

A fourth project financed through SCPA 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. SCPA members in the project are entitled to 815 megawatts. The City is obligated for 90 megawatts or 11.0430% of the SCPA entitlement.

A fifth project financed through SCPA 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 <b> | (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.


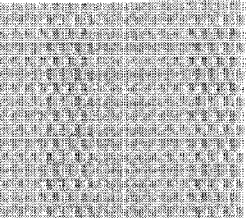
### H. Pronouncements Issued but Not Yet Adopted

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



# CAREER

## **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.

This page is left blank intentionally.

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                           |    | <u>254,240</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 | <u>341,865</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                              | <u>39,281,036</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 (6,450,000)

Fund balance, June 30 \$ 53,885,919

**CITY OF GLENDALE**

General Fund

Schedule of Revenues – Budget and Actual

Year ended June 30, 2001

|                                            | <u>Budget</u>     | <u>Actual</u>     | <b>Variance<br/>Favorable<br/>(Unfavorable)</b> |
|--------------------------------------------|-------------------|-------------------|-------------------------------------------------|
| 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>     | <b>Variance<br/>Favorable<br/>(Unfavorable)</b> |
|-------------------------------------|-------------------|-------------------|-------------------------------------------------|
| <b>Revenue from other agencies:</b> |                   |                   |                                                 |
| 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                                           |
| <b>Total</b>                        | <u>10,725,000</u> | <u>13,230,481</u> | <u>2,505,481</u>                                |
| <b>Charges for services:</b>        |                   |                   |                                                 |
| 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)                                         |
| <b>Total</b>                        | <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>     | <b>Variance<br/>Favorable<br/>(Unfavorable)</b> |
|------------------------------------------|----------------------|-------------------|-------------------------------------------------|
| <b>Miscellaneous revenue:</b>            |                      |                   |                                                 |
| 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>                                  |
| <b>Interfund revenue:</b>                |                      |                   |                                                 |
| 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<br>Favorable<br>(Unfavorable) | Budget                    | Expenditures     | Variance<br>Favorable<br>(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                           |
| 440,400        | 358,082      | 82,318                           | 13,483,866 | 12,871,689   | 612,177                          |
| -              | -            | -                                | 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                            |
| \$ 559,345     | 408,877      | 150,468                          | 53,738,901 | 53,285,264   | 453,637                          |

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

|                                            | Salaries and Benefits |                     |                                         | Maintenance and Operation |                     |                                         |
|--------------------------------------------|-----------------------|---------------------|-----------------------------------------|---------------------------|---------------------|-----------------------------------------|
|                                            | <u>Budget</u>         | <u>Expenditures</u> | <u>Variance Favorable (Unfavorable)</u> | <u>Budget</u>             | <u>Expenditures</u> | <u>Variance Favorable (Unfavorable)</u> |
| 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                                | 4,402,093             | 4,336,688           | 65,405                                  | 1,603,790                 | 1,586,910           | 16,880                                  |
| 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>                   |
|    | 83,720           | 73,470           | 10,250                           | 6,089,603         | 5,997,068         | 92,535                           |
| \$ | <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>                 |

This page is left blank intentionally.

## 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

| <b>Assets</b>                              | <b>Community<br/>Development<br/>Fund</b> | <b>Housing<br/>Assistance<br/>Fund</b> | <b>Home<br/>Grant<br/>Fund</b> | <b>Supportive<br/>Housing<br/>Grant<br/>Fund</b> | <b>Emergency<br/>Shelter<br/>Grant<br/>Fund</b> | <b>Workforce<br/>Investment<br/>Act<br/>Fund</b> |
|--------------------------------------------|-------------------------------------------|----------------------------------------|--------------------------------|--------------------------------------------------|-------------------------------------------------|--------------------------------------------------|
| 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              | --                                        | --                                     | --                             | --                                               | --                                              | --                                               |
| <b>Total assets</b>                        | <b>\$ 394,630</b>                         | <b>1,477,621</b>                       | <b>90,840</b>                  | <b>985,425</b>                                   | <b>79,486</b>                                   | <b>1,244,102</b>                                 |
| <b>Liabilities and Fund Balances</b>       |                                           |                                        |                                |                                                  |                                                 |                                                  |
| <b>Liabilities:</b>                        |                                           |                                        |                                |                                                  |                                                 |                                                  |
| 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                                           |
| <b>Total liabilities</b>                   | <b>394,630</b>                            | <b>416,808</b>                         | <b>90,840</b>                  | <b>985,425</b>                                   | <b>79,486</b>                                   | <b>1,224,102</b>                                 |
| <b>Fund balances:</b>                      |                                           |                                        |                                |                                                  |                                                 |                                                  |
| <b>Reserved:</b>                           |                                           |                                        |                                |                                                  |                                                 |                                                  |
| Encumbrances                               | --                                        | 8,667                                  | --                             | --                                               | --                                              | --                                               |
| Light rail                                 | --                                        | --                                     | --                             | --                                               | --                                              | --                                               |
| Real property held for resale              | --                                        | --                                     | --                             | --                                               | --                                              | --                                               |
| Loans receivable                           | --                                        | --                                     | --                             | --                                               | --                                              | --                                               |
| Deposits                                   | --                                        | --                                     | --                             | --                                               | --                                              | --                                               |
| Prepaid items                              | --                                        | --                                     | --                             | --                                               | --                                              | --                                               |
| <b>Unreserved:</b>                         |                                           |                                        |                                |                                                  |                                                 |                                                  |
| Designated for projects                    | --                                        | --                                     | --                             | --                                               | --                                              | --                                               |
| Undesignated                               | --                                        | 1,052,146                              | --                             | --                                               | --                                              | 20,000                                           |
| <b>Total fund balances</b>                 | <b>--</b>                                 | <b>1,060,813</b>                       | <b>--</b>                      | <b>--</b>                                        | <b>--</b>                                       | <b>20,000</b>                                    |
| <b>Total liabilities and fund balances</b> | <b>\$ 394,630</b>                         | <b>1,477,621</b>                       | <b>90,840</b>                  | <b>985,425</b>                                   | <b>79,486</b>                                   | <b>1,244,102</b>                                 |

Exhibit G, cont.

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

| <b>Assets</b>                              | <b>H-1B<br/>Technology<br/>Skills Training<br/>Fund</b> | <b>Local Transit<br/>Assistance<br/>Fund</b> | <b>Air Quality<br/>Improvement<br/>Fund</b> | <b>Narcotic<br/>Forfeiture<br/>Fund</b> | <b>Special<br/>Grant<br/>Fund</b> | <b>Supplemental<br/>Law<br/>Enforcement<br/>Fund</b> |
|--------------------------------------------|---------------------------------------------------------|----------------------------------------------|---------------------------------------------|-----------------------------------------|-----------------------------------|------------------------------------------------------|
| 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              | —                                                       | —                                            | —                                           | —                                       | —                                 | —                                                    |
| <b>Total assets</b>                        | <b>\$ 121,116</b>                                       | <b>13,015,773</b>                            | <b>375,317</b>                              | <b>1,439,932</b>                        | <b>976,835</b>                    | <b>296,840</b>                                       |
| <b>Liabilities and Fund Balances</b>       |                                                         |                                              |                                             |                                         |                                   |                                                      |
| <b>Liabilities:</b>                        |                                                         |                                              |                                             |                                         |                                   |                                                      |
| 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                                               |
| <b>Total liabilities</b>                   | <b>121,116</b>                                          | <b>190,077</b>                               | <b>(10,367)</b>                             | <b>15,913</b>                           | <b>345,182</b>                    | <b>46,673</b>                                        |
| <b>Fund balances:</b>                      |                                                         |                                              |                                             |                                         |                                   |                                                      |
| <b>Reserved:</b>                           |                                                         |                                              |                                             |                                         |                                   |                                                      |
| Encumbrances                               | —                                                       | 542,174                                      | —                                           | —                                       | —                                 | 27,992                                               |
| Light rail                                 | —                                                       | 4,371,264                                    | —                                           | —                                       | —                                 | —                                                    |
| Real property held for resale              | —                                                       | —                                            | —                                           | —                                       | —                                 | —                                                    |
| Loans receivable                           | —                                                       | —                                            | —                                           | —                                       | —                                 | —                                                    |
| Deposits                                   | —                                                       | —                                            | —                                           | —                                       | —                                 | —                                                    |
| Prepaid items                              | —                                                       | —                                            | —                                           | —                                       | —                                 | —                                                    |
| <b>Unreserved:</b>                         |                                                         |                                              |                                             |                                         |                                   |                                                      |
| Designated for projects                    | —                                                       | 2,828,965                                    | —                                           | —                                       | 381,342                           | —                                                    |
| Undesignated                               | —                                                       | 5,083,293                                    | 385,684                                     | 1,424,019                               | 250,311                           | 222,175                                              |
| <b>Total fund balances</b>                 | <b>—</b>                                                | <b>12,825,696</b>                            | <b>385,684</b>                              | <b>1,424,019</b>                        | <b>631,653</b>                    | <b>250,167</b>                                       |
| <b>Total liabilities and fund balances</b> | <b>\$ 121,116</b>                                       | <b>13,015,773</b>                            | <b>375,317</b>                              | <b>1,439,932</b>                        | <b>976,835</b>                    | <b>296,840</b>                                       |

Exhibit G, cont.

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

| <b>Assets</b>                              | <b>Nutritional<br/>Meals<br/>Grant<br/>Fund</b> | <b>Cable<br/>Access<br/>Fund</b> | <b>Library<br/>Grant<br/>Fund</b> | <b>Electric<br/>Public<br/>Benefit<br/>Fund</b> | <b>Glendale<br/>Redevelopment<br/>Agency<br/>Funds</b> | <b>Total</b>      |
|--------------------------------------------|-------------------------------------------------|----------------------------------|-----------------------------------|-------------------------------------------------|--------------------------------------------------------|-------------------|
| 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        |
| <b>Total assets</b>                        | <b>\$ 50,258</b>                                | <b>2,251,197</b>                 | <b>172,430</b>                    | <b>9,285,684</b>                                | <b>57,526,968</b>                                      | <b>89,784,454</b> |
| <b>Liabilities and Fund Balances</b>       |                                                 |                                  |                                   |                                                 |                                                        |                   |
| <b>Liabilities:</b>                        |                                                 |                                  |                                   |                                                 |                                                        |                   |
| 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           |
| <b>Total liabilities</b>                   | <b>49,128</b>                                   | <b>29,644</b>                    | <b>5,078</b>                      | <b>70,061</b>                                   | <b>963,522</b>                                         | <b>5,017,318</b>  |
| <b>Fund balances:</b>                      |                                                 |                                  |                                   |                                                 |                                                        |                   |
| <b>Reserved:</b>                           |                                                 |                                  |                                   |                                                 |                                                        |                   |
| 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                              | —                                               | —                                | —                                 | —                                               | —                                                      | —                 |
| <b>Unreserved:</b>                         |                                                 |                                  |                                   |                                                 |                                                        |                   |
| 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        |
| <b>Total fund balances</b>                 | <b>1,130</b>                                    | <b>2,221,553</b>                 | <b>167,352</b>                    | <b>9,215,623</b>                                | <b>56,563,446</b>                                      | <b>84,767,136</b> |
| <b>Total liabilities and fund balances</b> | <b>\$ 50,258</b>                                | <b>2,251,197</b>                 | <b>172,430</b>                    | <b>9,285,684</b>                                | <b>57,526,968</b>                                      | <b>89,784,454</b> |

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<br/>Development<br/>Fund</u> | <u>Housing<br/>Assistance<br/>Fund</u> | <u>Home<br/>Grant<br/>Fund</u> | <u>Supportive<br/>Housing<br/>Grant<br/>Fund</u> | <u>Emergency<br/>Shelter<br/>Grant<br/>Fund</u> | <u>Workforce<br/>Investment<br/>Act<br/>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                            | ---                                              | ---                                             | ---                                              |
| <b>Total revenues</b>                                                                                  | <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<br>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                        | ---                                              | ---                                             | ---                                              |
| <b>Total expenditures</b>                                                                              | <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                                                                     | ---                                       | ---                                    | ---                            | ---                                              | ---                                             | ---                                              |
| <b>Total financing sources (use)</b>                                                                   | <u>---</u>                                | <u>---</u>                             | <u>---</u>                     | <u>---</u>                                       | <u>---</u>                                      | <u>---</u>                                       |
| Excess of revenues and other financing sources<br>over(under) expenditures<br>and other financing uses | ---                                       | (138,810)                              | ---                            | ---                                              | ---                                             | 20,000                                           |
| Fund balance, July 1                                                                                   | ---                                       | 1,199,623                              | ---                            | ---                                              | ---                                             | ---                                              |
| Equity Transfer from Capital Projects Fund                                                             | ---                                       | ---                                    | ---                            | ---                                              | ---                                             | ---                                              |
| <b>Fund Balance, June 30</b>                                                                           | <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<br>Technology<br>Skills Training<br>Fund | Local Transit<br>Assistance<br>Fund | Air Quality<br>Improvement<br>Fund | Narcotic<br>Forfeiture<br>Fund | Special<br>Grant<br>Fund | Supplemental<br>Law<br>Enforcement<br>Fund |
|--------------------------------------------------------------------------------------------------------|-----------------------------------------------|-------------------------------------|------------------------------------|--------------------------------|--------------------------|--------------------------------------------|
| <b>Revenues:</b>                                                                                       |                                               |                                     |                                    |                                |                          |                                            |
| 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                  | ---                                        |
| <b>Total revenues</b>                                                                                  | <b>121,866</b>                                | <b>7,530,413</b>                    | <b>317,612</b>                     | <b>432,498</b>                 | <b>1,115,017</b>         | <b>472,538</b>                             |
| <b>Expenditures:</b>                                                                                   |                                               |                                     |                                    |                                |                          |                                            |
| <b>Current:</b>                                                                                        |                                               |                                     |                                    |                                |                          |                                            |
| General government                                                                                     | ---                                           | ---                                 | ---                                | ---                            | ---                      | ---                                        |
| Public safety                                                                                          | ---                                           | ---                                 | ---                                | 208,641                        | 508,548                  | 402,522                                    |
| Public works                                                                                           | ---                                           | 4,962,162                           | 260,183                            | ---                            | ---                      | ---                                        |
| Housing, health and community<br>development                                                           | ---                                           | ---                                 | ---                                | ---                            | ---                      | ---                                        |
| Employment Programs                                                                                    | 121,866                                       | ---                                 | ---                                | ---                            | ---                      | ---                                        |
| Public service                                                                                         | ---                                           | ---                                 | ---                                | ---                            | ---                      | ---                                        |
| Parks, recreation and community services                                                               | ---                                           | ---                                 | ---                                | ---                            | ---                      | ---                                        |
| Library                                                                                                | ---                                           | ---                                 | ---                                | ---                            | ---                      | ---                                        |
| Capital                                                                                                | ---                                           | 448,377                             | ---                                | ---                            | 356,158                  | 70,156                                     |
| <b>Total expenditures</b>                                                                              | <b>121,866</b>                                | <b>5,410,539</b>                    | <b>260,183</b>                     | <b>208,641</b>                 | <b>864,706</b>           | <b>472,678</b>                             |
| Excess of revenues over (under) expenditures                                                           | ---                                           | 2,119,874                           | 57,429                             | 223,857                        | 250,311                  | (140)                                      |
| <b>Other financing sources (use):</b>                                                                  |                                               |                                     |                                    |                                |                          |                                            |
| Operating transfer from General Fund                                                                   | ---                                           | ---                                 | ---                                | ---                            | ---                      | ---                                        |
| Operating transfer to General Fund                                                                     | ---                                           | ---                                 | ---                                | ---                            | ---                      | ---                                        |
| <b>Total financing sources (use)</b>                                                                   | <b>---</b>                                    | <b>---</b>                          | <b>---</b>                         | <b>---</b>                     | <b>---</b>               | <b>---</b>                                 |
| Excess of revenues and other financing sources<br>over(under) expenditures<br>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                                                             | ---                                           | ---                                 | ---                                | ---                            | ---                      | ---                                        |
| <b>Fund Balance, June 30</b>                                                                           | <b>---</b>                                    | <b>12,825,696</b>                   | <b>385,684</b>                     | <b>1,424,019</b>               | <b>631,653</b>           | <b>250,167</b>                             |

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<br/>Meals Grant<br/>Fund</u> | <u>Cable<br/>Access<br/>Fund</u> | <u>Library<br/>Grant<br/>Fund</u> | <u>Electric<br/>Public Benefit<br/>Fund</u> | <u>Glendale<br/>Redevelopment<br/>Agency Funds</u> | <u>Total</u>      |
|--------------------------------------------------------------------------------------------------------|---------------------------------------------|----------------------------------|-----------------------------------|---------------------------------------------|----------------------------------------------------|-------------------|
| <b>Revenues:</b>                                                                                       |                                             |                                  |                                   |                                             |                                                    |                   |
| 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         |
| <b>Total revenues</b>                                                                                  | <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> |
| <b>Expenditures:</b>                                                                                   |                                             |                                  |                                   |                                             |                                                    |                   |
| <b>Current:</b>                                                                                        |                                             |                                  |                                   |                                             |                                                    |                   |
| General government                                                                                     | —                                           | 239,487                          | —                                 | —                                           | —                                                  | 239,487           |
| Public safety                                                                                          | —                                           | —                                | —                                 | —                                           | —                                                  | 1,119,711         |
| Public works                                                                                           | —                                           | —                                | —                                 | —                                           | —                                                  | 5,222,345         |
| Housing, health and community<br>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         |
| <b>Total expenditures</b>                                                                              | <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        |
| <b>Other financing sources (use):</b>                                                                  |                                             |                                  |                                   |                                             |                                                    |                   |
| Operating transfer from General Fund                                                                   | 83,411                                      | —                                | —                                 | —                                           | —                                                  | 83,411            |
| Operating transfer to General Fund                                                                     | —                                           | —                                | —                                 | —                                           | (1,075,000)                                        | (1,075,000)       |
| <b>Total financing sources (use)</b>                                                                   | <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<br>over(under) expenditures<br>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         |
| <b>Fund Balance, June 30</b>                                                                           | <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>    | <b>Variance<br/>Favorable<br/>(Unfavorable)</b> |
|------------------------------------------------|------------------|------------------|-------------------------------------------------|
| <b>Community Development Fund:</b>             |                  |                  |                                                 |
| Revenue from other agencies \$                 | 4,114,914        | 5,736,873        | 1,621,959                                       |
| Miscellaneous revenue                          | 271,000          | 21,543           | (249,457)                                       |
| <b>Total</b>                                   | <u>4,385,914</u> | <u>5,758,416</u> | <u>1,372,502</u>                                |
| <b>Housing Assistance Fund:</b>                |                  |                  |                                                 |
| 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                                          |
| <b>Total</b>                                   | <u>6,407,392</u> | <u>6,725,661</u> | <u>318,269</u>                                  |
| <b>Home Grant Fund:</b>                        |                  |                  |                                                 |
| Revenue from other agencies                    | 1,740,000        | 225,872          | (1,514,128)                                     |
| Miscellaneous revenue                          | 20,000           | 681              | (19,319)                                        |
| <b>Total</b>                                   | <u>1,760,000</u> | <u>226,553</u>   | <u>(1,533,447)</u>                              |
| <b>Supportive Housing Grant Fund:</b>          |                  |                  |                                                 |
| Revenue from other agencies                    | 1,255,159        | 985,424          | (269,735)                                       |
| Miscellaneous revenue                          | 1,000            | —                | (1,000)                                         |
| <b>Total</b>                                   | <u>1,256,159</u> | <u>985,424</u>   | <u>(270,735)</u>                                |
| <b>Emergency Shelter Grant Fund:</b>           |                  |                  |                                                 |
| Revenue from other agencies                    | 142,000          | 143,424          | 1,424                                           |
| <b>Total</b>                                   | <u>142,000</u>   | <u>143,424</u>   | <u>1,424</u>                                    |
| <b>Workforce Investment Act Fund:</b>          |                  |                  |                                                 |
| Revenue from other agencies                    | 4,007,979        | 2,234,824        | (1,773,155)                                     |
| <b>Total</b>                                   | <u>4,007,979</u> | <u>2,234,824</u> | <u>(1,773,155)</u>                              |
| <b>H - 1B Technology Skills Training Fund:</b> |                  |                  |                                                 |
| Revenue from other agencies                    | 2,000,000        | 121,866          | (1,878,134)                                     |
| <b>Total</b>                                   | <u>2,000,000</u> | <u>121,866</u>   | <u>(1,878,134)</u>                              |
| <b>Local Transit Assistance Fund:</b>          |                  |                  |                                                 |
| 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                                         |
| <b>Total</b>                                   | <u>5,471,801</u> | <u>7,530,413</u> | <u>2,058,612</u>                                |
| <b>Air Quality Improvement Fund:</b>           |                  |                  |                                                 |
| 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)                                           |
| <b>Total</b>                                   | <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>     | <b>Variance<br/>Favorable<br/>(Unfavorable)</b> |
|-------------------------------------------|----------------------|-------------------|-------------------------------------------------|
| <b>Narcotic Forfeiture Fund:</b>          |                      |                   |                                                 |
| 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>                                  |
| <b>Special Grant Fund:</b>                |                      |                   |                                                 |
| 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>                                  |
| <b>Supplemental Law Enforcement Fund:</b> |                      |                   |                                                 |
| 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>                                  |
| <b>Nutritional Meals Grant Fund:</b>      |                      |                   |                                                 |
| 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>                                |
| <b>Cable Access Fund:</b>                 |                      |                   |                                                 |
| 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>                                  |
| <b>Library Grant Fund:</b>                |                      |                   |                                                 |
| 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>                                 |
| <b>Electric Public Benefit Fund:</b>      |                      |                   |                                                 |
| 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>    | <u>Variance<br/>Favorable<br/>(Unfavorable)</u> |
|-----------------------------------------------|-------------------|------------------|-------------------------------------------------|
| Community Development Fund:                   |                   |                  |                                                 |
| Housing, health and community<br>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<br>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<br>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<br>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<br>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<br/>Favorable<br/>(Unfavorable)</u> |
|------------------------------------------------|-------------------|------------------|-------------------------------------------------|
| <b>Workforce Investment Act Fund:</b>          |                   |                  |                                                 |
| 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                                           |
| <b>Total</b>                                   | <u>3,977,124</u>  | <u>2,214,824</u> | <u>1,762,300</u>                                |
| <b>H - 1B Technology Skills Training Fund:</b> |                   |                  |                                                 |
| 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                                          |
| <b>Total</b>                                   | <u>2,000,000</u>  | <u>121,866</u>   | <u>1,878,134</u>                                |
| <b>Local Transit Assistance Fund:</b>          |                   |                  |                                                 |
| 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                                       |
| <b>Total</b>                                   | <u>11,255,489</u> | <u>5,410,539</u> | <u>5,844,950</u>                                |
| <b>Air Quality Improvement Fund:</b>           |                   |                  |                                                 |
| Public works:                                  |                   |                  |                                                 |
| Salaries and benefits                          | 156,500           | 162,196          | (5,696)                                         |
| Maintenance and operations                     | 92,921            | 97,987           | (5,066)                                         |
| <b>Total</b>                                   | <u>249,421</u>    | <u>260,183</u>   | <u>(10,762)</u>                                 |
| <b>Narcotic Forfeiture Fund:</b>               |                   |                  |                                                 |
| Public safety:                                 |                   |                  |                                                 |
| Salaries and benefits                          | 188,328           | 181,592          | 6,736                                           |
| Maintenance and operations                     | 43,745            | 27,050           | 16,695                                          |
| <b>Total</b>                                   | <u>232,073</u>    | <u>208,642</u>   | <u>23,431</u>                                   |
| <b>Special Grant Fund:</b>                     |                   |                  |                                                 |
| 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                                         |
| <b>Total</b>                                   | <u>1,496,036</u>  | <u>864,706</u>   | <u>631,330</u>                                  |
| <b>Supplemental Law Enforcement Fund:</b>      |                   |                  |                                                 |
| 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                                          |
| <b>Total</b>                                   | <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<br/>Favorable<br/>(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

|                                                  | <b>Glendale Redevelopment Agency</b> |                         |                          |                          |
|--------------------------------------------------|--------------------------------------|-------------------------|--------------------------|--------------------------|
|                                                  | <b>Parking</b>                       | <b>1993</b>             |                          |                          |
|                                                  | <b>Lease</b>                         | <b>Tax</b>              | <b>Police</b>            |                          |
|                                                  | <b>Revenue</b>                       | <b>Allocation</b>       | <b>Facility</b>          |                          |
| <b>Assets</b>                                    | <b>Bonds</b>                         | <b>Bonds</b>            | <b>COPs</b>              |                          |
|                                                  | <b>Fund</b>                          | <b>Fund</b>             | <b>Fund</b>              | <b>Total</b>             |
| 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> |
| <br><b>Liabilities and Fund Balances</b><br><br> |                                      |                         |                          |                          |
| Matured bond principal and interest              | <u>126,408</u>                       | <u>—</u>                | <u>—</u>                 | <u>126,408</u>           |
| <br>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

|                                                                         | <b>Glendale Redevelopment Agency</b>                    |                                                       |                                              | <b>Total</b>      |
|-------------------------------------------------------------------------|---------------------------------------------------------|-------------------------------------------------------|----------------------------------------------|-------------------|
|                                                                         | <b>Parking<br/>Lease<br/>Revenue<br/>Bonds<br/>Fund</b> | <b>1993<br/>Tax<br/>Allocation<br/>Bonds<br/>Fund</b> | <b>Police<br/>Facility<br/>COPs<br/>Fund</b> |                   |
| <b>Revenues:</b>                                                        |                                                         |                                                       |                                              |                   |
| Property taxes                                                          | \$ —                                                    | 4,766,162                                             | —                                            | 4,766,162         |
| <b>Use of money and property:</b>                                       |                                                         |                                                       |                                              |                   |
| Interest revenue                                                        | 242,919                                                 | 520,628                                               | 1,767,520                                    | 2,531,067         |
| Rental income                                                           | 1,629,575                                               | —                                                     | —                                            | 1,629,575         |
| Misc and Non-operating                                                  | —                                                       | —                                                     | —                                            | —                 |
| <b>Total</b>                                                            | <u>1,872,494</u>                                        | <u>520,628</u>                                        | <u>1,767,520</u>                             | <u>4,160,642</u>  |
| <b>Total revenues</b>                                                   | <u>1,872,494</u>                                        | <u>5,286,790</u>                                      | <u>1,767,520</u>                             | <u>8,926,804</u>  |
| <b>Expenditures-debt service:</b>                                       |                                                         |                                                       |                                              |                   |
| 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            |
| <b>Total expenditures</b>                                               | <u>1,543,270</u>                                        | <u>5,286,790</u>                                      | <u>15,428</u>                                | <u>6,845,488</u>  |
| <b>Excess of revenues over expenditures</b>                             | 329,224                                                 | —                                                     | 1,752,092                                    | 2,081,316         |
| <b>Other financing sources:</b>                                         |                                                         |                                                       |                                              |                   |
| Proceeds of bond sale                                                   | —                                                       | —                                                     | 5,000,000                                    | 5,000,000         |
| <b>Total other financing sources</b>                                    | <u>—</u>                                                | <u>—</u>                                              | <u>5,000,000</u>                             | <u>5,000,000</u>  |
| <b>Excess of revenues and other financing sources over expenditures</b> | 329,224                                                 | —                                                     | 6,752,092                                    | 7,081,316         |
| <b>Fund balances, July 1</b>                                            | 3,096,271                                               | 5,334,485                                             | —                                            | 8,430,756         |
| Equity transfer                                                         | —                                                       | —                                                     | 44,500,000                                   | 44,500,000        |
| <b>Fund balances, June 30</b>                                           | <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<br/>(Unfavorable)<br/>Variance</u> | <u>Budget</u>                    | <u>Actual</u>    | <u>Favorable<br/>(Unfavorable)<br/>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<br>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<br>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     |            |                                        |
|----------------------|------------|----------------------------------------|-----------|------------|----------------------------------------|
| Budget               | Actual     | Favorable<br>(Unfavorable)<br>Variance | Budget    | Actual     | Favorable<br>(Unfavorable)<br>Variance |
| —                    | —          | —                                      | 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  | —                                      |
| 4,984,572            | 6,752,092  | 1,767,520                              | 5,230,877 | 7,081,316  | 1,850,439                              |
|                      | —          |                                        |           | 8,430,756  |                                        |
|                      | 44,500,000 |                                        |           | 44,500,000 |                                        |
|                      | 51,252,092 |                                        |           | 60,012,072 |                                        |



This page is left intentionally blank.

### 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                                   | <u>Capital<br/>Improvement<br/>Fund</u> | <u>State Gas Tax<br/>Fund</u> | <u>Scholl Canyon<br/>Life Extension<br/>Fund</u> | <u>Police Facility<br/>Construction<br/>Fund</u> | <u>Glendale<br/>Redevelopment<br/>Agency<br/>Construction<br/>Projects Fund</u> | <u>Total</u>      |
|------------------------------------------|-----------------------------------------|-------------------------------|--------------------------------------------------|--------------------------------------------------|---------------------------------------------------------------------------------|-------------------|
| 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> |
| <br><b>Liabilities and Fund Equities</b> |                                         |                               |                                                  |                                                  |                                                                                 |                   |
| 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>  |
| <br>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

|                                                                                                         | <b>Capital<br/>Improvement<br/>Fund</b> | <b>State Gas Tax<br/>Fund</b> | <b>Scholl Canyon<br/>Life Extension<br/>Fund</b> | <b>Police Facility<br/>Construction<br/>Fund</b> | <b>Glendale<br/>Redevelopment<br/>Agency<br/>Construction<br/>Projects Fund</b> | <b>Total</b>      |
|---------------------------------------------------------------------------------------------------------|-----------------------------------------|-------------------------------|--------------------------------------------------|--------------------------------------------------|---------------------------------------------------------------------------------|-------------------|
| <b>Revenues:</b>                                                                                        |                                         |                               |                                                  |                                                  |                                                                                 |                   |
| 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> |
| <b>Expenditures:</b>                                                                                    |                                         |                               |                                                  |                                                  |                                                                                 |                   |
| <b>Current:</b>                                                                                         |                                         |                               |                                                  |                                                  |                                                                                 |                   |
| 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<br>development                                                            | 12,903,549                              | —                             | —                                                | —                                                | —                                                                               | 12,903,549        |
| Parks, recreation and community<br>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<br>over(under) expenditures                                                          | 8,487,544                               | 536,512                       | 2,263,151                                        | (18,738,774)                                     | —                                                                               | (7,451,567)       |
| <b>Other financing sources(uses):</b>                                                                   |                                         |                               |                                                  |                                                  |                                                                                 |                   |
| Bond proceeds                                                                                           | —                                       | —                             | —                                                | 59,116,571                                       | —                                                                               | 59,116,571        |
| <b>Operating transfer from:</b>                                                                         |                                         |                               |                                                  |                                                  |                                                                                 |                   |
| General Fund                                                                                            | 670,000                                 | —                             | —                                                | —                                                | —                                                                               | 670,000           |
| GRA                                                                                                     | 200,000                                 | —                             | —                                                | —                                                | —                                                                               | 200,000           |
| <b>Operating transfer out:</b>                                                                          |                                         |                               |                                                  |                                                  |                                                                                 |                   |
| 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<br>sources over (under) expenditures<br>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      |                   |                    | Budget remaining  |
|-------------------------------------------|-----------------------|-------------------|-------------------|--------------------|-------------------|
|                                           |                       | Prior years       | Current year      | Total              |                   |
| 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           |
| <b>Total</b>                              | <b>151,449,618</b>    | <b>76,945,078</b> | <b>21,795,665</b> | <b>98,740,743</b>  | <b>52,708,875</b> |
| 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         |
| <b>Total</b>                              | <b>8,930,000</b>      | <b>—</b>          | <b>—</b>          | <b>—</b>           | <b>8,930,000</b>  |
| Police Facility Construction Fund:        |                       |                   |                   |                    |                   |
| Public Safety                             | 41,687,322            | —                 | 21,209,952        | 21,209,952         | 20,477,370        |
| <b>Total</b>                              | <b>41,687,322</b>     | <b>—</b>          | <b>21,209,952</b> | <b>21,209,952</b>  | <b>20,477,370</b> |
| <b>Total</b>                              | <b>\$ 231,368,749</b> | <b>90,273,712</b> | <b>49,276,557</b> | <b>139,550,269</b> | <b>91,818,480</b> |

## 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<br>Fund | Hazardous<br>Disposal Fund | Fire Paramedic<br>Fund | Parking Fund      |
|---------------------------------------------|--------------------|----------------------------|------------------------|-------------------|
| <b>Current assets:</b>                      |                    |                            |                        |                   |
| 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             |
| <b>Total current assets</b>                 | <b>178,364</b>     | <b>838,078</b>             | <b>1,736,083</b>       | <b>5,071,011</b>  |
| <b>Fixed assets:</b>                        |                    |                            |                        |                   |
| 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                    | —                  | —                          | —                      | —                 |
| <b>Total fixed assets</b>                   | <b>139,267</b>     | <b>333,571</b>             | <b>520,535</b>         | <b>35,774,798</b> |
| <b>Total assets</b>                         | <b>317,631</b>     | <b>1,171,649</b>           | <b>2,256,618</b>       | <b>40,845,809</b> |
| <b>Liabilities and Fund Equity</b>          |                    |                            |                        |                   |
| <b>Current liabilities:</b>                 |                    |                            |                        |                   |
| 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                     | —                      | —                 |
| <b>Total current liabilities</b>            | <b>123,726</b>     | <b>161,899</b>             | <b>2,731,020</b>       | <b>172,892</b>    |
| <b>Long term debt:</b>                      |                    |                            |                        |                   |
| Bonds payable, net of current portion       | —                  | —                          | —                      | —                 |
| Bond premium                                | —                  | —                          | —                      | —                 |
| <b>Total long term debt</b>                 | <b>—</b>           | <b>—</b>                   | <b>—</b>               | <b>—</b>          |
| <b>Total liabilities</b>                    | <b>123,726</b>     | <b>161,899</b>             | <b>2,731,020</b>       | <b>172,892</b>    |
| <b>Fund equity:</b>                         |                    |                            |                        |                   |
| Contributed capital                         | 20,550             | 645,632                    | —                      | 25,185,844        |
| <b>Retained earnings:</b>                   |                    |                            |                        |                   |
| Reserved for capital                        | —                  | —                          | —                      | —                 |
| Reserved for deregulation                   | —                  | —                          | —                      | —                 |
| Unreserved (deficit)                        | 173,355            | 364,118                    | (474,402)              | 15,487,073        |
| <b>Total retained earnings (deficit)</b>    | <b>173,355</b>     | <b>364,118</b>             | <b>(474,402)</b>       | <b>15,487,073</b> |
| <b>Total fund equity (deficit)</b>          | <b>193,905</b>     | <b>1,009,750</b>           | <b>(474,402)</b>       | <b>40,672,917</b> |
| <b>Total liabilities and fund equity</b>    | <b>\$ 317,631</b>  | <b>1,171,649</b>           | <b>2,256,618</b>       | <b>40,845,809</b> |

| <u>Sewer Fund</u>  | <u>Refuse<br/>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> |
| 150,115,860        | 9,246,328                       | 268,221,411          | 66,207,095        | 535,192,864        |
| <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<br/>Fund</u> | <u>Hazardous<br/>Disposal Fund</u> | <u>Fire Paramedic<br/>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          |
| 6,365,358          | 195,828              | 12,543,468         | 1,331,728         | 21,670,133         |
| <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<br/>Fund</u> | <u>Hazardous<br/>Disposal Fund</u> | <u>Fire<br/>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)<br>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<br>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<br/>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<br/>improvements</u> | <u>Machinery<br/>and equipment</u> | <u>Total plant in<br/>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>                |

| <u>Construction<br/>in progress</u> | <u>Total</u> |
|-------------------------------------|--------------|
| —                                   | 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<br/>July 1</u> | <u>Additions/<br/>Reclass</u> | <u>Retirements/<br/>Reclass</u> | <u>Balance at<br/>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

| <b>Assets</b>                               | <b>Equipment<br/>Reserve Fund</b> | <b>Unemployment<br/>Insurance<br/>Fund</b> | <b>Uninsurable<br/>Litigation<br/>Fund</b> | <b>Liability<br/>Insurance<br/>Fund</b> |
|---------------------------------------------|-----------------------------------|--------------------------------------------|--------------------------------------------|-----------------------------------------|
| <b>Current assets:</b>                      |                                   |                                            |                                            |                                         |
| 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                               | —                                 | —                                          | —                                          | —                                       |
| <b>Total current assets</b>                 | <b>5,992,684</b>                  | <b>754,034</b>                             | <b>5,927,493</b>                           | <b>3,805,708</b>                        |
| <b>Fixed assets:</b>                        |                                   |                                            |                                            |                                         |
| Machinery and equipment                     | —                                 | —                                          | —                                          | —                                       |
| Less allowance for accumulated depreciation | —                                 | —                                          | —                                          | —                                       |
| <b>Net fixed assets</b>                     | <b>—</b>                          | <b>—</b>                                   | <b>—</b>                                   | <b>—</b>                                |
| <b>Total assets</b>                         | <b>5,992,684</b>                  | <b>754,034</b>                             | <b>5,927,493</b>                           | <b>3,805,708</b>                        |
| <b>Liabilities and Fund Equity</b>          |                                   |                                            |                                            |                                         |
| <b>Liabilities:</b>                         |                                   |                                            |                                            |                                         |
| Accounts payable                            | 106,180                           | —                                          | —                                          | —                                       |
| Claims payable                              | —                                 | —                                          | 4,189,490                                  | 4,453,490                               |
| Accrued wages and withholdings              | —                                 | —                                          | —                                          | —                                       |
| Compensated absences                        | —                                 | —                                          | —                                          | —                                       |
| Post employment benefits                    | —                                 | —                                          | —                                          | —                                       |
| <b>Total liabilities</b>                    | <b>106,180</b>                    | <b>—</b>                                   | <b>4,189,490</b>                           | <b>4,453,490</b>                        |
| <b>Fund equity:</b>                         |                                   |                                            |                                            |                                         |
| Contributed capital                         | —                                 | —                                          | —                                          | —                                       |
| <b>Retained earnings (deficit):</b>         |                                   |                                            |                                            |                                         |
| Unreserved                                  | 5,886,504                         | 754,034                                    | 1,738,003                                  | (647,782)                               |
| <b>Total fund equity (deficit)</b>          | <b>5,886,504</b>                  | <b>754,034</b>                             | <b>1,738,003</b>                           | <b>(647,782)</b>                        |
| <b>Total liabilities and fund equity</b>    | <b>\$ 5,992,684</b>               | <b>754,034</b>                             | <b>5,927,493</b>                           | <b>3,805,708</b>                        |

| <b>Auto<br/>Insurance<br/>Fund</b> | <b>Compensation<br/>Insurance<br/>Fund</b> | <b>Dental<br/>Insurance<br/>Fund</b> | <b>Medical<br/>Insurance<br/>Fund</b> | <b>Employee<br/>Benefits<br/>Fund</b> | <b>Vision<br/>Insurance<br/>Fund</b> | <b>Total</b>      |
|------------------------------------|--------------------------------------------|--------------------------------------|---------------------------------------|---------------------------------------|--------------------------------------|-------------------|
| 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<br/>Reserve Fund</u> | <u>Unemployment<br/>Insurance<br/>Fund</u> | <u>Uninsurable<br/>Litigation<br/>Fund</u> | <u>Liability<br/>Insurance<br/>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>                        |

| <b>Auto<br/>Insurance<br/>Fund</b> | <b>Compensation<br/>Insurance<br/>Fund</b> | <b>Dental<br/>Insurance<br/>Fund</b> | <b>Medical<br/>Insurance<br/>Fund</b> | <b>Employee<br/>Benefit<br/>Fund</b> | <b>Vision<br/>Insurance<br/>Fund</b> | <b>Total</b> |
|------------------------------------|--------------------------------------------|--------------------------------------|---------------------------------------|--------------------------------------|--------------------------------------|--------------|
| 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

|                                                                                                            | <u>Equipment<br/>Reserve Fund</u> | <u>Unemployment<br/>Insurance<br/>Fund</u> | <u>Uninsurable<br/>Litigation<br/>Fund</u> | <u>Liability<br/>Insurance<br/>Fund</u> |
|------------------------------------------------------------------------------------------------------------|-----------------------------------|--------------------------------------------|--------------------------------------------|-----------------------------------------|
| Cash flows from operating activities:                                                                      |                                   |                                            |                                            |                                         |
| Operating income (loss)                                                                                    | \$ 345,996                        | 21,044                                     | 568,410                                    | (3,452,314)                             |
| Adjustments to reconcile operating income(loss)<br>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)                                                        | <u>—</u>                          | <u>—</u>                                   | <u>—</u>                                   | <u>—</u>                                |
| 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>                        |

| <b>Auto<br/>Insurance<br/>Fund</b> | <b>Compensation<br/>Insurance<br/>Fund</b> | <b>Dental<br/>Insurance<br/>Fund</b> | <b>Medical<br/>Insurance<br/>Fund</b> | <b>Employee<br/>Benefit<br/>Fund</b> | <b>Vision<br/>Insurance<br/>Fund</b> | <b>Total</b>      |
|------------------------------------|--------------------------------------------|--------------------------------------|---------------------------------------|--------------------------------------|--------------------------------------|-------------------|
| (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<br/>July 1</u> | <u>Additions</u>     | <u>Retirement</u>    | <u>Balance at<br/>June 30</u> |
|--------------------|------------------------------|----------------------|----------------------|-------------------------------|
| Compensation       |                              |                      |                      |                               |
| Insurance Fund     | \$ <u>418,029</u>            | <u>20,169</u>        | <u>22,765</u>        | <u>460,963</u>                |
| Total fixed assets | \$ <u><u>418,029</u></u>     | <u><u>20,169</u></u> | <u><u>22,765</u></u> | <u><u>460,963</u></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            |
| <b>Total assets</b>                        | <b>2,240,560</b>       | <b>269,574</b> | <b>14,971,925</b> | <b>17,482,059</b> |
| <b>Liabilities and Fund Balances</b>       |                        |                |                   |                   |
| <b>Liabilities:</b>                        |                        |                |                   |                   |
| 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        |
| <b>Total liabilities</b>                   | <b>116,244</b>         | <b>267,744</b> | <b>14,971,925</b> | <b>15,355,913</b> |
| Fund balances                              | 2,124,316              | 1,830          | —                 | 2,126,146         |
| <b>Total liabilities and fund balances</b> | <b>\$ 2,240,560</b>    | <b>269,574</b> | <b>14,971,925</b> | <b>17,482,059</b> |

**CITY OF GLENDALE**

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

|                                             | <b>Fire<br/>Communication<br/>Fund</b> | <b>State<br/>Training<br/>Program Fund</b> | <b>Total</b>     |
|---------------------------------------------|----------------------------------------|--------------------------------------------|------------------|
| <b>Revenues:</b>                            |                                        |                                            |                  |
| 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                       | —                                      | —                                          | —                |
| <b>Total revenues</b>                       | <b>1,978,055</b>                       | <b>1,329,192</b>                           | <b>3,307,247</b> |
| <b>Expenditures:</b>                        |                                        |                                            |                  |
| <b>Current:</b>                             |                                        |                                            |                  |
| Public safety                               | 1,663,130                              | —                                          | 1,663,130        |
| Employment programs                         | —                                      | 1,314,518                                  | 1,314,518        |
| Capital outlay                              | 10,569                                 | 12,844                                     | 23,413           |
| <b>Total expenditures</b>                   | <b>1,673,699</b>                       | <b>1,327,362</b>                           | <b>3,001,061</b> |
| <b>Excess of revenues over expenditures</b> | <b>304,356</b>                         | <b>1,830</b>                               | <b>306,186</b>   |
| <b>Fund balances, July 1</b>                | <b>1,819,960</b>                       | <b>—</b>                                   | <b>1,819,960</b> |
| <b>Fund balances, June 30</b>               | <b>2,124,316</b>                       | <b>1,830</b>                               | <b>2,126,146</b> |

Exhibit L-3

**CITY OF GLENDALE**

Agency Funds

Schedule of Changes in Assets and Liabilities

Year ended June 30, 2001

| <b>Assets</b>                              | <b>Balance at<br/>July 1</b> | <b>Additions</b> | <b>Deletions</b> | <b>Balance at<br/>June 30</b> |
|--------------------------------------------|------------------------------|------------------|------------------|-------------------------------|
| 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>             |
|                                            |                              |                  |                  |                               |
| <b>Liabilities</b>                         |                              |                  |                  |                               |
| 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<br>in progress | Land              | Buildings<br>and<br>improvements | Machinery<br>and<br>equipment | Total              |
|--------------------------------------------------------|-----------------------------|-------------------|----------------------------------|-------------------------------|--------------------|
| <b>General government:</b>                             |                             |                   |                                  |                               |                    |
| 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         |
| <b>Total general government</b>                        | <b>3,748,848</b>            | <b>5,359,255</b>  | <b>41,405,489</b>                | <b>15,617,208</b>             | <b>66,130,800</b>  |
| <b>Public safety:</b>                                  |                             |                   |                                  |                               |                    |
| 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            |
| <b>Total public safety</b>                             | <b>28,706,777</b>           | <b>11,151,811</b> | <b>22,273,490</b>                | <b>23,447,555</b>             | <b>85,579,633</b>  |
| <b>Public works:</b>                                   |                             |                   |                                  |                               |                    |
| 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         |
| <b>Total public works</b>                              | <b>2,351,717</b>            | <b>15,747,890</b> | <b>4,471,318</b>                 | <b>12,022,491</b>             | <b>34,593,416</b>  |
| <b>Parks and community services:</b>                   |                             |                   |                                  |                               |                    |
| 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            |
| <b>Total parks and community services</b>              | <b>13,759,954</b>           | <b>14,683,162</b> | <b>35,141,041</b>                | <b>2,144,070</b>              | <b>65,728,227</b>  |
| <b>Library</b>                                         | <b>271,713</b>              | <b>447,945</b>    | <b>8,955,387</b>                 | <b>2,550,416</b>              | <b>12,225,461</b>  |
| <b>Housing, health and community development:</b>      |                             |                   |                                  |                               |                    |
| 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         |
| <b>Total housing, health and community development</b> | <b>—</b>                    | <b>2,343,178</b>  | <b>8,520,682</b>                 | <b>2,141,746</b>              | <b>13,005,606</b>  |
| <b>Total general fixed assets</b>                      | <b>\$ 48,839,009</b>        | <b>49,733,241</b> | <b>120,767,407</b>               | <b>57,923,486</b>             | <b>277,263,143</b> |

**CITY OF GLENDALE**Schedule of Changes in General Fixed Assets  
Year ended June 30, 2001

|                                                        | Balance at<br>July 1  | Additions/<br>Reclass | Retirements/<br>Reclass | Balance at<br>June 30 |
|--------------------------------------------------------|-----------------------|-----------------------|-------------------------|-----------------------|
| <b>General government:</b>                             |                       |                       |                         |                       |
| 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            |
| <b>Total general government</b>                        | <b>52,489,800</b>     | <b>33,286,681</b>     | <b>19,645,681</b>       | <b>66,130,800</b>     |
| <b>Public safety:</b>                                  |                       |                       |                         |                       |
| 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               |
| <b>Total public safety</b>                             | <b>62,478,683</b>     | <b>23,408,997</b>     | <b>308,047</b>          | <b>85,579,633</b>     |
| <b>Public works:</b>                                   |                       |                       |                         |                       |
| 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            |
| <b>Total public works</b>                              | <b>34,484,549</b>     | <b>1,637,678</b>      | <b>1,528,811</b>        | <b>34,593,416</b>     |
| <b>Parks and community services:</b>                   |                       |                       |                         |                       |
| 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               |
| <b>Total parks and community services</b>              | <b>65,537,988</b>     | <b>324,804</b>        | <b>134,565</b>          | <b>65,728,227</b>     |
| <b>Library</b>                                         | <b>13,000,115</b>     | <b>75,099</b>         | <b>849,753</b>          | <b>12,225,461</b>     |
| <b>Housing, health and community development:</b>      |                       |                       |                         |                       |
| 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            |
| <b>Total housing, health and community development</b> | <b>12,908,372</b>     | <b>119,556</b>        | <b>22,322</b>           | <b>13,005,606</b>     |
| <b>Total general fixed assets</b>                      | <b>\$ 240,899,507</b> | <b>58,852,815</b>     | <b>22,489,179</b>       | <b>277,263,143</b>    |

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



**This page is left blank intentionally.**



# Statistical Section

(Not Covered By Independent Auditor's Report)

C  
A  
F  
R

This page is left intentionally blank.

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,<br/>health and<br/>community<br/>development</u> | <u>Electric<br/>Public Benefit</u> | <u>Bond<br/>principal<br/>and<br/>interest</u> | (2)<br><u>Transfers to<br/>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<br/>other agencies</u> | <u>Charges for<br/>services</u> | <u>Miscellaneous<br/>revenue</u> | <u>Interfund<br/>revenue</u> | <u>Bond<br/>proceed</u> | (4)<br><u>Transfers from<br/>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<br/>revenues<br/>and<br/>transfers</u> | <u>Total<br/>expenditures<br/>and<br/>transfers</u> | <u>Total</u>  | <u>Excess<br/>of revenues over (under)<br/>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<br/>applicable to<br/>Glendale</u> | <u>Amount<br/>applicable to<br/>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 &amp; 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> | (1)<br><u>Total<br/>debt<br/>service</u> | <u>General<br/>expenditures<br/>and transfers</u> | <u>Ratio of<br/>debt service<br/>to general<br/>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<br>fiscal year | Operating<br>revenue | Operating<br>expenses (1) | Net operating<br>revenue<br>(deficiency)<br>available for<br>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<br>fiscal year | Operating<br>revenue | Operating<br>expenses (1) | Net operating<br>revenue<br>(deficiency)<br>available for<br>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<br>fiscal year | Operating<br>revenue | Operating<br>expenses (1) | Net operating<br>revenue<br>(deficiency)<br>available for<br>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)<br/>Bank<br/>Deposits</u> |
|--------------------|------------------------------|---------------|------------------------------|---------------|------------------------------|----------------|----------------------------------|
|                    | <u>Number of<br/>permits</u> | <u>Value</u>  | <u>Number of<br/>permits</u> | <u>Value</u>  | <u>Number of<br/>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<br>Property Insurance Program | 1 year                | 5/15/02                | 218,917               | \$469,730,627/250,000                  |
| Fire-buildings, contents                    | PEPPR0102            | Robert Driver - Public Entity<br>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<br>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                | <u>113,665</u>        | <u>\$5,000,000</u>                     |

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> |
|-----------------|-------------------|

## 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> |
|---------------|-------------------------|