

CITY OF BRISBANE California

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



City of Brisbane California

Comprehensive Annual Financial Report

For the Fiscal Year Ended June 30, 2009

Prepared by:
City of Brisbane, Finance Department
Stuart Schillinger, Administrative Services Director

City of Brisbane
Comprehensive Annual Financial Report
For the year ended June 30, 2009

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CITY OF BRISBANE

50 Park Place
Brisbane, California 94005-1310
(415) 508-2100
Fax (415) 467-4989

December 29, 2009

To the Honorable Mayor and City Council, and Citizens of the City of Brisbane:

We are pleased to submit the Comprehensive Annual Financial Report (CAFR) for the City of Brisbane for the fiscal year ended June 30, 2009.

This report was prepared under the direction of the City's Department of Finance. Responsibility for both the accuracy of the presented data and the completeness and fairness of the presentation, including all disclosures, rests with management. We believe the data, as presented, is accurate in all material aspects; that it is presented in a manner designed to fairly set forth the financial position and results of operations of the City as measured by the financial activity of its various funds; and that all disclosures necessary to enable the reader to gain the maximum understanding of the City's financial affairs have been included.

The City of Brisbane's financial statements have been audited by Caporicci & Larson, a firm of licensed certified public accountants. They concluded, based upon the audit, that there was a reasonable basis for rendering an unqualified opinion that the City of Brisbane's financial statements for the fiscal year ended June 30, 2009 are fairly presented in conformity with generally accepted accounting principles (GAAP). The independent auditor's report is presented as the first component of the financial section of this report.

Generally Accepted Accounting Principles (GAAP) requires that management provide a narrative introduction, overview, and analysis to accompany the basic financial statements in the form of Management's Discussion and Analysis (MD&A). This letter of transmittal is designed to complement MD&A and should be read in conjunction with it. The MD&A can be found immediately following the report of the independent auditors.

Profile of the Government

The City of Brisbane is a community of 3,597 residents (2000 census) situated in Northern San Mateo County on the west side of San Francisco Bay. The San Bruno Mountain range surrounds Brisbane to the west and the San Francisco Bay is the easterly border of the city. Due to the natural topography, there is no standard lot size or share and thus the housing in Brisbane is much more individualistic, free from the multiple housing tracts seen in many cities. There is intense town spirit and pride and friendliness that would be expected of a small community within sight of the San Francisco skyline. The Council and community prides itself on being environmentally-progressive and respecting and caring for all individuals in the community.



The City has operated under the Council-Manager form of municipal government since it incorporated in 1961. The City Council is comprised of five members elected at large to four-year terms. Two Council members are elected in November of one odd-numbered year and three are elected in the following odd-numbered year. The Council selects the Mayor from its members. The City Manager is appointed by and serves at the pleasure of the City Council. The City Manager is responsible for implementing the policy decisions of the City Council and supervising all operations of city government.

The City of Brisbane provides a wide range of municipal services, including police and fire protection, water and sewer utilities, street maintenance, parks and recreation, planning, building and safety, marina and other general government services.

Factors Affecting Financial Condition

The information presented in the financial statements is best understood within the specific environment the City operates.

Local economy. The City is part of the general San Francisco/Silicon Valley area. There are a handful of businesses that make up a sizable portion of City revenues. The five largest Sales Tax producers are 75.2% of all Sales Tax collected. This is a smaller percentage than last year and shows greater diversification of our Sales Tax base than in previous years. In addition, the City's room tax revenues are generated by the two hotels located at Sierra Point. Continued strength of our top sales tax producing businesses and new ones entering the City has helped to stabilize our financial picture. This is slightly offset with a slow down in the growth of property tax revenues

Located within the limits of the City of Brisbane is the largest (over 500 acres) undeveloped commercial parcel of land within San Mateo County. This parcel is contiguous with the boundaries of the City/County of San Francisco and is located within seven minutes of the San Francisco International Airport. The commercial development of this parcel is expected to take place over the next 5-10 years. While the related economic benefits to the City from the development of this parcel cannot be estimated it is anticipated to be significant, possibly capable of providing the City with future fiscal stability.

Long-term financial planning.

The City has taken great strides in long-term financial planning. Staff presented a five-year forecast with the City's first two year budget (2007-2009). The projection was updated in April of 2008. This provides Council and the community greater information on projects and issues that will be affecting the community in the near future. As part of the two-year budget process staff also provided a capital improvement program.

Council still considers the preservation of open space a top priority and continues to set aside funds for this precious dwindling resource. Additionally, the City finished the remodel and seismic retrofit of City Hall and the Police station in FY 2008-09. City Council also dedicated funds to improve its Emergency Response services.

Cash management policies and practices. The City's investment management plan addresses a wide variety of investment practices, including primary investment objectives, investment authority, allowable investment vehicles, investment maturity terms, eligible financial

institutions, capital preservation, and cash flow management. Under the City's policies, investments in the City's portfolio are intended to be held until maturity, and accordingly, investment terms are selected for consistency with the City's cash flow needs. Reports are issued monthly to the City Council by the Department of Finance providing detailed information regarding the city's investments and compliance with City policy. Under the City's investment policies, the City's primary investment objective is to ensure the principal of its capital while striving to achieve a reasonable rate of return. The past year has proven challenging in finding long-term (up to five years) investment instruments.

Risk management. Risk management activities are the coordinated effort of all city management staff. The City is self insured for Workers' Compensation and participates in Bay Cities for excess insurance above \$150,000. Additionally, the City is a member of Bay Cities Joint Powers Insurance Group which provides coverage for liability, auto and property damage. This entity operates in accordance with joint powers authority agreements between member cities to provide the various programs. Staffs of the two pools provide services to the City of risk identification, evaluation, and treatment; workers compensation and liability claims administration; safety training and special events coverage.

Internal Accounting Controls

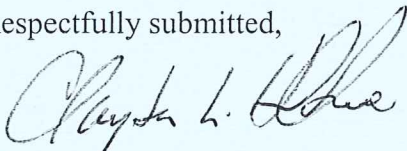
Internal accounting controls are designed by the City to provide reasonable, but not absolute, assurance regarding the safeguarding of assets against loss and the reliability of financial records for preparing financial statements and maintaining accountability of assets. The concept of reasonable assurance recognizes that the cost of a control should not exceed the benefits likely to be derived. It is the City's responsibility to evaluate the costs and benefits of the controls it implements to adequately safeguard assets and provide reasonable assurance of the proper recording of financial transactions.

Awards and Acknowledgements

For many years, the City received the Certificate of Achievement for Excellence in Financial Reporting from GFOA. Although we have not applied for the award due to budgetary constraints we continue to maintain the same quality in this year's report. This will allow us to submit the CAFR when economic times improve.

The preparation and development of this report would not have been possible without the year-round efficiency of the Department of Finance staff and their special efforts, working in conjunction with the City's independent auditors, to produce this document. We would like to take this opportunity to compliment all those staff members of both the City and our independent auditors who were associated with the preparation of this report. We would also like to thank the City Council for their continued support and interest in planning and conducting their financial operations of the City in a responsible and progressive manner.

Respectfully submitted,



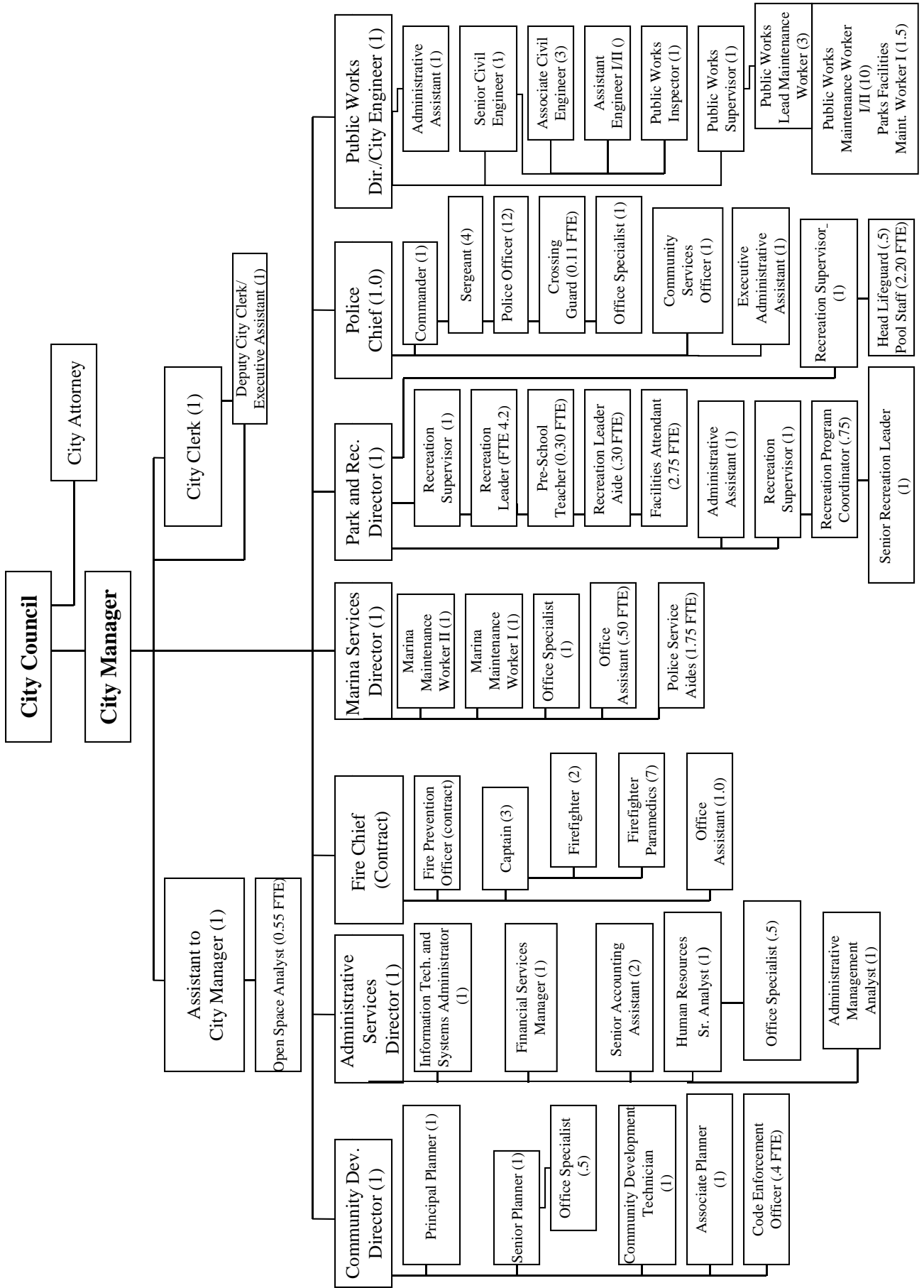
Clayton L. Holstine
City Manager



Stuart Schillinger
Administrative Services Director

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City of Brisbane



City of Brisbane
Principal Officials of the City of Brisbane, California
For the year ended June 30, 2009

PRINCIPAL OFFICIAL OF THE CITY OF BRISBANE, CALIFORNIA
BRISBANE COMMUNITY REDEVELOPMENT AGENCY
GUADALUPE VALLEY MUNICIPAL IMPROVEMENT DISTRICT
AND
BRISBANE PUBLIC FINANCING AUTHORITY

2008-2009

CITY COUNCIL/BOARD MEMBERS

A. Sepi Richardson, Mayor / Board Chairman
W. Clarke Conway, Council Mayor Pro Tem/Board Vice-Chairman
Michael G. Barnes, Council Member/Board Member
Cyril G. Bologoff, Council Member/Board Member
Steven W. Waldo, Council Member/Board Member

STAFF MEMBERS

Clayton L. Holstine
City Manager, Agency Executive Director, District Manager

Harold S. Toppel
City Attorney, Agency/District Legal Counsel

Stuart Schillinger
Administrative Services Director/Treasurer

William F. Prince
Planning Director

Thomas R. Hitchcock
Police Chief

Randy Breault
Public Works Director

Sheri Spediacci
City Clerk

INDEPENDENT AUDITORS' REPORT

To the Honorable Mayor and Members of City Council
of the City of Brisbane
Brisbane, California

We have audited the accompanying financial statements of the governmental activities, the business-type activities, each major fund, and the aggregate remaining fund information of the City of Brisbane, California (City), as of and for the year ended June 30, 2009, which collectively comprise the City's basic financial statements as listed in the table of contents. These financial statements are the responsibility of the City's management. Our responsibility is to express an opinion on these financial statements based on our audit.

We conducted our audit in accordance with generally accepted auditing standards in the United States 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 misstatements. 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 basic financial statement presentation. We believe that our audit provides a reasonable basis for our opinion.

Subsequent to the basic financial statements date of June 30, 2009 and the year then ended, the State of California (State) has borrowed, deferred paying certain revenues and proposed taking other funds from local governments including cities, counties, districts and agencies. These actions by the State include:

- 8% of Property Taxes borrowed – to be repaid in 3 years
- Gas Tax payments deferred – to be paid after January 1, 2010
- Redevelopment Agency funds – prepared to be taken for fiscal year 2010

These above amounts are significant to the City and may affect its ongoing operations. Certain lawsuits are in process to stop such State actions. For more detailed information, see Note 17 in the Notes to Basic Financial Statements.

In our opinion, the basic financial statements referred to above present fairly, in all material respects, the respective financial position of the governmental activities, the business-type activities, each major fund, and the aggregate remaining fund information of the City as of June 30, 2009, and the respective changes in financial position and cash flows, where applicable, thereof for the year then ended in conformity with generally accepted accounting principles in the United States.

To the Honorable Mayor and Members of City Council
of the City of Brisbane
Brisbane, California
Page 2

In accordance with *Government Auditing Standards*, we have also issued our report dated December 28, 2009 on our consideration of the City's internal control over financial reporting and on our tests of its compliance with certain provisions of laws, regulations, contracts, and grants. The purpose of that report is to describe the scope of our testing of internal control over financial reporting and compliance and the results of that testing, and not to provide an opinion on the internal control over financial reporting or on compliance. That report is an integral part of an audit performed in accordance with *Government Auditing Standards* and should be read in conjunction with this report in considering the results of our audit.

As described in Note 1 to the basic financial statements, the City adopted Statement of Governmental Accounting Standards Board No. 45, *Accounting and Financial Reporting by Employers for Post Employment Benefits Other Than Pension Plans*, No 49, *Accounting and Financial Reporting for Pollution Remediation Obligation*, No. 55, *The Hierarchy of Generally Accepted Accounting Principles for State and Local Governments* and No. 56, *Codification of Accounting and Financial Reporting Guidance Contained in the AICPA Statement on Auditing Standards*.

The accompanying Required Supplementary Information, such as management's discussion and analysis, budgetary comparison information and other information as listed in the table of contents is not a required part of the basic financial statements but is supplementary information required by the Governmental Accounting Standards Board. We have applied certain limited procedures, which consisted principally of inquiries of management regarding the methods of measurement and presentation of the Required Supplementary Information. However, we did not audit the information and express no opinion on it.

Our audit was conducted for the purpose of forming opinions on the financial statements that collectively comprise the City's basic financial statements. The accompanying Supplementary Information is presented for purpose of additional analysis and is not a required part of the basic financial statements. The Supplementary Information has been subjected to the auditing procedures applied in the audit of the basic financial statements and, in our opinion, is fairly stated in all material respects in relation to the basic financial statements taken as a whole. The Introductory Section and Statistical Tables have not been subjected to the auditing procedures applied in the audit of the basic financial statements and, accordingly, we express no opinion on them.

Capricci & Carson

Oakland, California
December 28, 2009

Management's Discussion and Analysis

As management of the City of Brisbane, we offer readers of the City of Brisbane's financial statements this narrative overview and analysis of the financial activities of the City of Brisbane for the fiscal year ended June 30, 2009. Readers should consider the information presented here in conjunction with our letter of transmittal, which can be found on pages v-vii of this report and the City's financial statements beginning on page 15. All amounts, unless otherwise indicated, are expressed in thousands of dollars.

FINANCIAL HIGHLIGHTS

In Fiscal Year 2008-09 the City's revenues maintained the level of the previous fiscal year largely due to our sales tax base being business to business rather than retail. The new business that entered the city in the prior fiscal year was operational for the entire year and that has helped offset the declines experienced by some of our other businesses.

Fiscal Year 2008-09 financial highlights include the following:

- The assets of the City of Brisbane exceed its liabilities by \$66,375 (net assets). Of this amount, \$32,335 is Government Activities and \$34,040 is Business-Type Activities. This is an increase of about \$3,814 from the previous year due in part to the debt service payments and residual sales tax correction.
- The Government-wide Current assets exceeded its current liabilities by \$15,049. The City's current assets increased by \$3 million since FY 2007/08.
- The City's Capital Assets increased by about \$4.7 million over the previous year. Most of this was in the governmental funds and due to finishing the City Hall Seismic retrofit and remodel project.
- The General Fund's Revenues (excluding transfers) increased by \$385,000 with 36% coming from Taxes and Special Assessments.
- The City's General Fund Fund Balance decreased by \$799. This was a planned draw down on reserves during the current economic downturn. The City Council and the staff of the City are continuing their efforts to ensure the long-term viability of the City.
- The City's General Fund Expenditures (excluding transfers) increased by \$165. This increase was due to basic inflationary increases.

OVERVIEW OF THE FINANCIAL STATEMENTS

This discussion and analysis is intended to serve as an introduction to the City's basic financial statements. The basic financial statements comprise three components: 1) government-wide financial statements, 2) fund financial statements, and 3) notes to the financial statements. This report also contains other supplementary information in addition to the basic financial statements.

Government-Wide financial statements.

The government-wide financial statements provide a corporate-like long-term view of the City's activities as a whole, and include the Statement of Net Assets and the Statement of Activities.

The focus of the Statement of Net Assets is designed to be similar to bottom line results for the City and its governmental activities. This statement combines and consolidates governmental funds' current financial resources (short-term spendable resources) with capital assets and long-term obligations.

The Statement of Activities is focused on both the gross and net cost of various activities that are supported by the government's general tax and other revenues. This is intended to summarize and simplify the user's analysis of the cost of various governmental services.

The *governmental activities* in the Statement of Activities reflect the City's basic services, including general government (City Council, City Manager, City Attorney, City Clerk, Human Resources, Finance, and Community Development), Police, Fire, and Public Works. These services are supported by general City revenues such as sales taxes, property taxes, hotel taxes, and by specific program revenues such as fees.

The City's Governmental Activities include the activities of the City of Brisbane's Redevelopment Agency, a separate legal entity.

Business-type activities in the Statement of Activities reflect the City's enterprise activities. This includes the Utility Fund (Water, Sewer, and GVMID) and Park and Recreation Fund (Parks and Recreation, Marina). Unlike governmental services, these services are supported by charges paid by users on the amount of service they use.

Fund Financial Statements

Traditional users of governmental financial statements will find the Fund Financial Statement presentation more familiar. The focus is on Major Funds, rather than fund types.

The Governmental Major Fund presentation (see pages 21 to 28) is presented on a sources and uses of liquid resources basis. This is the manner in which the budget is typically developed. The flow and availability of liquid resources is a clear and appropriate focus of any analysis of a government. Funds are established for various purposes and the Fund Financial Statements allow the demonstration of sources and uses and/or budgeting compliance associated with it.

Fund Financial Statements include Governmental, Enterprise, Internal Service Funds, and Fiduciary Funds.

Governmental Fund financial statements are prepared on the modified accrual basis of accounting, which means they measure only current financial resources and uses. Capital assets and other long-lived assets, along with long-term liabilities, are presented only in the Government-Wide Financial Statements.

Enterprise and Internal Service Fund financial statements are prepared on the full accrual basis of accounting, as in the past, and include all of their assets and liabilities, current and long-term.

Since the City's Internal Service Funds provide goods and services only to the City's Governmental and Business-type Activities, their activities are reported only in total at the Fund level. Internal Service Funds may not be Major Funds because their revenues are derived from other City funds. These revenues are eliminated in the Government-Wide Financial Statements and any related profits or losses are returned to the activities that created them, along with any residual net assets of the Internal Services Funds.

Comparison of Budget and Actual financial information is presented only for the General Fund and Major Special Revenue Funds.

Fiduciary Statements

The City is the agent for certain assessment districts, holding amounts collected from property owners which await transfer to these Districts' bond trustees. While these Funds represent trust responsibilities of the government, these assets are restricted in purpose and do not represent discretionary assets of the government. Therefore, these assets are not presented as part of the government-wide financial statements.

GOVERNMENT-WIDE FINANCIAL ANALYSIS

The following table reflects a condensed Statement of Net Assets compared to the prior year.

	Governmental Activities		Business-Type Activities		Total	
	2009	2008	2009	2008	2009	2008
Current Assets	\$ 19,968	\$ 16,956	\$ 384	\$ (51)	\$ 20,352	\$ 16,906
Capital assets	49,590	43,966	36,874	37,776	86,465	81,742
Other non-current assets	11,114	14,807	1,852	2,119	12,965	16,927
Total assets	<u>\$ 80,672</u>	<u>\$ 75,729</u>	<u>\$ 39,110</u>	<u>\$ 39,845</u>	<u>\$ 119,782</u>	<u>\$ 115,574</u>
Current liabilities	\$ 4,919	\$ 5,346	\$ 861	\$ 907	\$ 5,780	\$ 6,253
Non-current liabilities	43,418	42,516	4,208	4,243	47,626	46,759
Total liabilities	<u>\$ 48,337</u>	<u>\$ 47,862</u>	<u>\$ 5,070</u>	<u>\$ 5,151</u>	<u>\$ 53,406</u>	<u>\$ 53,013</u>
Net assets:						
Invested in capital assets, net of related debt	\$ 45,825	\$ 39,936	\$ 32,894	\$ 33,696	\$ 78,720	\$ 73,632
Restricted	19,027	33,872	2,601	5,476	21,628	39,348
Unrestricted	(32,518)	(45,940)	(1,455)	(4,478)	(33,973)	(50,419)
Total net assets	<u>\$ 32,335</u>	<u>\$ 27,867</u>	<u>\$ 34,040</u>	<u>\$ 34,694</u>	<u>\$ 66,375</u>	<u>\$ 62,561</u>

For more detailed information see the Statement of Net Assets (page 15).

Over time, net assets may serve as a useful indicator of a government's financial position. In the case of the City of Brisbane, assets exceeded liabilities by \$66,375 at the close of the most recent fiscal year.

By far the largest portion of the City's net assets (\$78,720) reflects its investment in capital assets (e.g., land, buildings, machinery, equipment, and infrastructure), less any related debt used to acquire those assets that is still outstanding. The City uses these capital assets to provide services to citizens; consequently, these assets are not available for future spending. Although the investment in capital assets is reported net of related debt, it should be noted that the resources needed to repay this debt must be provided from other sources, since the capital assets themselves cannot be used to liquidate these liabilities.

An additional portion of the City's net assets (\$21,628) represents resources that are subject to external restrictions on how they may be used. The remaining balance of unrestricted net assets may be used to meet the government's ongoing obligations to citizens and creditors.

As of June 30, 2009, the City shows a negative balance for unrestricted net assets of \$33,973. This balance is less than the prior year due primarily to an increase in Current Assets.

There was a decrease in restricted net assets reported in connection with the City's governmental activities. \$4.8 million represents the bond proceeds spent on the city hall remodel and the completion of other projects that had restricted assets.

The City's net assets increased by \$3,814 during the current fiscal year, about eighty per cent (80%) of this represents the construction during the fiscal year. The remainder of this growth largely reflects the decrease in long term debt and an increase in cash and other assets.

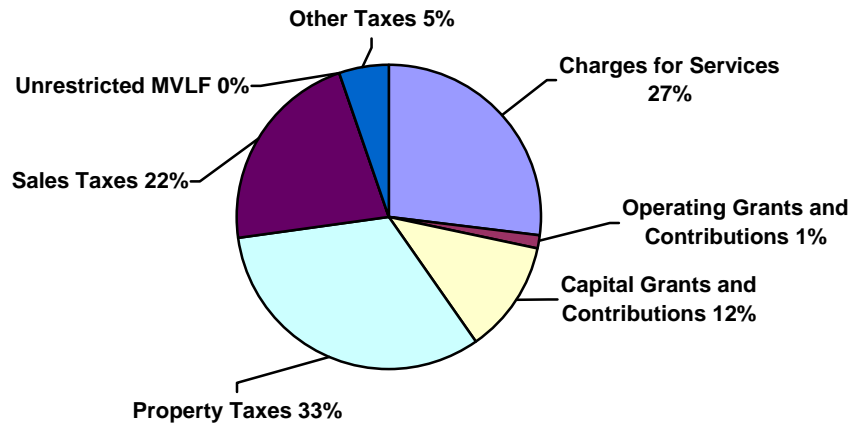
Statement of Activities

	Governmental Activities		Business-Type Activities		Total	
	2009	2008	2009	2008	2009	2008
Revenues:						
Program revenues:						
Charges for services	\$ 5,841	\$ 5,231	\$ 6,122	\$ 6,279	\$ 11,963	\$ 11,510
Operating contributions and grants	309	313	-	-	309	313
Capital contributions and grants	2,561	2,808	-	-	2,561	2,808
Total program revenues	<u>8,711</u>	<u>8,353</u>	<u>6,122</u>	<u>6,279</u>	<u>14,833</u>	<u>14,632</u>
General revenues:						
Property taxes	7,054	6,592	-	-	7,054	6,592
Sales taxes	4,699	8,810	-	-	4,699	8,810
Motor vehicle license fee taxes	13	17	-	-	13	17
TOT	942	222	-	-	942	222
Franchise Fees	214	1,097	31	30	245	1,127
Total taxes	<u>12,923</u>	<u>16,738</u>	<u>31</u>	<u>30</u>	<u>12,953</u>	<u>16,768</u>
Investment earnings (loss)	426	883	(219)	(271)	208	612
Contributions and grants not restricted to specific programs	-	-	-	-	-	-
Other revenue	64	42	-	1	64	44
Total revenues	<u>\$ 22,124</u>	<u>\$ 26,016</u>	<u>\$ 5,934</u>	<u>\$ 6,039</u>	<u>\$ 28,058</u>	<u>\$ 32,056</u>
Expenses:						
General government	\$ 4,768	\$ 4,396	\$ -	\$ -	\$ 4,768	\$ 4,396
Public safety - police	3,626	3,412	-	-	3,626	3,412
Public safety - fire	2,452	2,368	-	-	2,452	2,368
Public works	3,298	3,287	-	-	3,298	3,287
Interest on long-term debt	2,513	2,689	-	-	2,513	2,689
Water	-	-	1,290	1,118	1,290	1,118
Sewer	-	-	1,217	1,337	1,217	1,337
Guadalupe Valley Municipal Improvement District	-	-	1,443	1,428	1,443	1,428
Parks and recreation	-	-	3,638	3,274	3,638	3,274
Total expenses	<u>\$ 16,657</u>	<u>\$ 16,153</u>	<u>\$ 7,587</u>	<u>\$ 7,157</u>	<u>\$ 24,245</u>	<u>\$ 23,311</u>
Increase/decrease in net assets before transfers	\$ 5,467	\$ 9,863	\$ (1,653)	\$ (1,118)	\$ 3,814	\$ 8,745
Transfers	(999)	(789)	999	789	-	(0)
Increase/decrease in net assets	<u>4,467</u>	<u>9,074</u>	<u>(653)</u>	<u>(329)</u>	<u>3,814</u>	<u>8,745</u>
Net assets - beginning of year	<u>27,867</u>	<u>18,794</u>	<u>34,694</u>	<u>35,023</u>	<u>62,561</u>	<u>53,817</u>
Net assets - end of year	<u>\$ 32,335</u>	<u>\$ 27,867</u>	<u>\$ 34,040</u>	<u>\$ 34,694</u>	<u>\$ 66,375</u>	<u>\$ 62,561</u>

Governmental activities. Program revenues generated over one-third of the City's governmental revenues. The major sources of this are providing services to outside agencies, redistributing the cost of governmental services to the operating departments through a cost allocation plan, and revenue received through the Finance Department. The City received \$3.1 less in grants compared to the prior year. The City's property tax revenues increased slightly even though this has been a year of declining real estate sales. The City has been notified by the county assessor's office that Brisbane residential properties have been assessed down for next year. The Sales Tax revenue decreased \$4.1 million over the previous year due to a one-time make-up to the City in fiscal year 2007/2008. We anticipate sales tax stabilizing during the economic recovery.

As would be anticipated in a government, those areas which provide the least private good oriented services have the highest net cost. Police and Fire services are provided to the whole community and City Council has made the decision that these services should be paid for by the community as a whole through its general taxes (Property, Sales, and others). The Public Works area received contributions from outside entities to assist with the building the North/South Bike Lane and the Sustainable Parking Lot. Bonds funded the city hall seismic retrofit and police department remodel.

Resources by Source - Governmental Activities



Business-type Activities. Business-type activities decreased the City's net assets by \$653, a \$324 change over the prior year. Business-type net assets account for 55% of the City's total net assets.

- Program revenues decrease by \$157 due to a decrease in federal grants. Charges for services increased 7.5% from increases to utility rates and park and recreation fees.
- Expenses increased by 6% (\$430) due mostly to depreciation expense, the cost of purchasing water and the increase in sewer treatment fees.

THE CITY FUNDS

Governmental Funds

At June 30, 2009, the City's Governmental Funds reported combined Fund Balances of \$14,211, a decrease of \$739 (4.9 percent) compared with last year. This expected change was due to issuance of debt to complete the city hall remodel project.

The Governmental Fund revenues increase is mostly from taxes and special assessments, licenses, permits and fees and other revenue. The current economy has also impacted the revenues from grants (intergovernmental), fines and forfeitures and interest earnings.

Governmental Fund expenditures decreased by about \$904. This change in expenditures is due to a concerted effort to eliminate expenses while maintaining a good standard of service.

General Fund – The General Fund ended the year with a fund balance of \$6,240. Of this amount, \$4,089 is reserved for various purposes including: Encumbrances, Advances to Other Funds, and Loans Receivables. The Unreserved/Undesignated portion of the Fund Balance is \$2,151. The General Fund's reserves still exceed the Council's policy of 50% of its expenditures in reserves.

The City's tax revenues saw a slight increase from FY 2007/08. Sales Tax increased \$315 based in part on the prior year which was high from the one-time make-up payment. Property Tax increased by approximately \$188,000. The Transient Occupancy Tax showed a decrease of \$152 from the previous year. The City's revenues reflect the current state of the economy in the bay area.

Staff continued to look for ways to reduce expenditures with minimal impacts to the community. Once again the City reduced expenditures for its supplies and services accounts by working with other governmental bids when they were cheaper, reducing contract services, and reducing the travel and training of staff members and sharing employees with other governmental agencies when appropriate. These decreases in expenditures were offset in increases in health, workers compensation, and liability insurance increases as well as an increase in retirement obligations.

Community Redevelopment Agency - The Community Development Agency had an ending Fund Balance of \$(10,542). This includes \$21,448 in an Advance from the City's Financing Authority. This is a long-term debt which the Agency's property tax revenue will be able to repay over the life of the loan.

Proprietary funds

At June 30, 2009, the City's Enterprise Funds reported combined net assets of \$34.04 million, which is a decrease of about \$653 thousand from FY 2007/08.

Utility Fund - In FY 2008/09 the City continued to increase rates to keep pace with inflation. We saw an overall increase in revenues due to the new rates even though consumers are encouraged to conserve wherever possible.

Parks and Recreation Fund - In FY 2008/09 the City saw the effects of the FY2007/08 recreation programs increase as well as an increase on some berth rentals at the City owned Marina. The City's operating expenditures increased by \$364 over this same time period. The General Fund needed to provide a greater subsidy to Parks and Recreation programs. One of the endearing aspects of the City of Brisbane is the ability for its citizens to connect with other citizens in a small town atmosphere. In order to maintain this, the City aggressively supports recreation opportunities for all segments including children, teens and seniors. In order to ensure all residents have access to our programs we subsidize new programs with General Tax revenues.

GENERAL FUND BUDGETARY HIGHLIGHTS

The General Fund expenditures came in under budget by \$1,601. The expenditure savings were the result of a Government-Wide effort to cut costs in order to ensure that the City would be able to maintain its commitment to long-term financial stability. The General Fund total revenues were under the adopted budget estimates by \$873. This was mostly due to the decrease in taxes and assessment revenues along with a decrease in licenses, permits and fees.

During the current fiscal year, the fund balance in the General Fund decreased to \$6.4 million. The City Council has an adopted policy of maintaining 50% of expenditures in the fund balance. Currently, the City has \$837 thousand above this requirement in the General Fund and an additional \$4.8 million in the Rainy Day Fund. The decrease was caused by transferring \$1.86 million to other funds.

CAPITAL ASSETS

The City of Brisbane's investment in capital assets for its governmental and business-type activities as of June 30, 2009, amounts to \$86,465 (net of accumulated depreciation). This investment in capital assets includes land, improvements, buildings and structures, machinery and equipment, infrastructure (streets, lighting, traffic signals), park facilities, sewer and water infrastructure (water tanks, sewer lift stations, pipes, force mains), and the marina. The total increase in the investment in capital assets for the current fiscal year was \$4,723 (\$5,624 increase for governmental activities and \$901 decrease for business-type activities).

Major capital asset events during the current fiscal year included the following:

- Construction finished on the City Hall seismic retrofit and remodel. \$3.9 million was spent during the current year.
- Construction wrap up on the Tunnel Avenue Bridge replacement. An additional \$123 thousand dollars was spent during the current fiscal year.
- The City purchased an additional parcel in Brisbane Acres to preserve it as open space.
- We replaced one public works vehicle. The replaced vehicle had reached the end of its useful life. The City does not have a strict replacement schedule but does review its vehicles after they have reached 10 years of age to determine if the cost of maintenance out weighs the cost of replacement. The City works at replacing vehicles with more fuel efficient vehicles thus reemphasizing our commitment to sustainability and a smaller carbon foot print.
- Replaced two police vehicle per the City's rotation schedule.
- Added a light tower with trailer to public works.

	Governmental Activities		Business-Type Activities		Total	
	2009	2008	2009	2008	2009	2008
Non-depreciable assets:						
Land	\$ 11,811	\$ 11,715	\$ 1,111	\$ 1,111	\$ 12,922	\$ 12,826
Construction in progress	23,715	18,995	335	295	24,050	19,289
Total non-depreciable assets	<u>35,526</u>	<u>30,710</u>	<u>1,446</u>	<u>1,406</u>	<u>36,972</u>	<u>32,115</u>
Depreciable assets:						
Land improvements	1,324	505	9,773	9,697	11,097	10,203
Buildings and structures	3,923	3,923	12,655	12,655	16,579	16,579
Machinery and equipment	2,477	2,457	946	933	3,423	3,390
Infrastructure	15,334	14,914	30,266	30,266	45,600	45,180
Total depreciable assets	<u>23,059</u>	<u>21,800</u>	<u>53,640</u>	<u>53,551</u>	<u>76,699</u>	<u>75,351</u>
Less accumulated depreciation	<u>(8,995)</u>	<u>(8,544)</u>	<u>(18,212)</u>	<u>(17,181)</u>	<u>(27,206)</u>	<u>(25,725)</u>
Total depreciable assets, net	<u>14,064</u>	<u>13,256</u>	<u>35,429</u>	<u>36,370</u>	<u>49,493</u>	<u>49,627</u>
Total capital assets	<u>\$ 49,590</u>	<u>\$ 43,966</u>	<u>\$ 36,874</u>	<u>\$ 37,776</u>	<u>\$ 86,465</u>	<u>\$ 81,742</u>

Additional information on the City of Brisbane's capital assets can be found in note 5 on pages 57-59 of this report.

DEBT ADMINISTRATION

Long-term debt. At the end of the current fiscal year, the City had total bonded debt outstanding of \$48,011. Of this amount, \$4,180 comprises debt backed by the full faith and credit of the government. The remaining debt represents bonds secured solely by specified revenue sources (i.e., revenue bonds).

Long-Term Debt						
at June 30,						
	Governmental Activities		Business-type Activities		Total	
	2009	2008	2009	2008	2009	2008
Pension obligation bonds	\$ 4,180	\$ 4,335	\$ -	\$ -	\$ 4,180	\$ 4,335
Revenue bonds	39,715	39,115	3,980	4,080	43,695	43,195
Capital lease	-	-	136	159	136	159
Total	\$ 43,895	\$ 43,450	\$ 4,116	\$ 4,239	\$ 48,011	\$ 47,689

The total debt increased by \$322 (1 percent) during the current fiscal year because of the issuance of \$2,255,000 bonds and debt service payments.

The City of Brisbane maintained an "A-" rating from Standard & Poor's.

Additional information on the City's long-term debt can be found in note 7 pages 60-67.

ECONOMIC OUTLOOK

The City is part of the general San Francisco/Silicon Valley area. There are a handful of businesses that make up a sizable portion of City revenues. The five largest Sales Tax producers are now 75.2% of all Sales Tax collected. In addition, the City's room tax revenues are generated by the two hotels located at Sierra Point. The City is beginning to experience a slowing in the growth of Sales Tax and our number two revenue source Property Tax because of the economic downturn across the nation.

Located within the limits of the City of Brisbane is the largest (over 500 acres) undeveloped commercial parcel of land within San Mateo County. This parcel is contiguous with the boundaries of the City/County of San Francisco and is located within seven minutes of the San Francisco International Airport. The commercial development of this parcel is expected to take place over the next 5-10 years since the owner has submitted a Specific Plan for the site. The Specific Plan has a combination of retail, commercial, and open space. While the related economic benefits to the City from the development of this parcel cannot be estimated at this time, it is anticipated to be significant, possibly capable of providing the City with future revenues.

CONTACTING THE CITY'S FINANCIAL MANAGEMENT

The CAFR is intended to provide residents, taxpayers, investors, and creditors with a general overview of the City's finances. Questions about this report should be directed to the Finance Department, at 50 Park Place, Brisbane, California.

BASIC FINANCIAL STATEMENTS

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GOVERNMENT-WIDE FINANCIAL STATEMENTS

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City of Brisbane
Statement of Net Assets
June 30, 2009

	Primary Government		
	Governmental Activities	Business-Type Activities	Total
ASSETS			
Current assets:			
Cash and investments	\$ 15,882,906	\$ 536,065	\$ 16,418,971
Accounts receivable, net	565,917	966,504	1,532,421
Interest receivable	18,847	1,877	20,724
Taxes receivable	1,873,039	1,072	1,874,111
Short-term internal balances	1,122,902	(1,122,902)	-
Deferred charges	156,672	-	156,672
Other assets	347,489	1,159	348,648
Total current assets	19,967,772	383,775	20,351,547
Noncurrent assets:			
Restricted cash and investments with fiscal agents	3,748,061	37,460	3,785,521
Loans receivable, net	4,315,629	592,442	4,908,071
Long-term internal balances	(1,221,903)	1,221,903	-
Net pension asset	4,271,783	-	4,271,783
Capital assets:			
Non-depreciable	35,525,821	1,445,863	36,971,684
Depreciable, net	14,064,383	35,428,564	49,492,947
Total capital assets	49,590,204	36,874,427	86,464,631
Total noncurrent assets	60,703,774	38,726,232	99,430,006
Total assets	80,671,546	39,110,007	119,781,553
LIABILITIES			
Current liabilities:			
Accounts payable	992,719	373,161	1,365,880
Accrued payroll	204,567	68,972	273,539
Interest payable	566,498	63,846	630,344
Deposits	888,621	199,098	1,087,719
Claims payable - due within one year	165,011	-	165,011
Compensated absences - due within one year	49,997	33,446	83,443
Capital leases - due within one year	-	22,652	22,652
Long-term debt - due within one year	2,051,552	100,000	2,151,552
Total current liabilities	4,918,965	861,175	5,780,140
Noncurrent liabilities:			
Claims payable - due in more than one year	496,034	-	496,034
Compensated absences - due in more than one year	498,083	104,551	602,634
OPEB obligation	685,092	110,590	795,682
Capital leases - due in more than one year	-	113,256	113,256
Long-term debt - due in more than one year	41,738,656	3,880,000	45,618,656
Total liabilities	48,336,830	5,069,572	53,406,402
NET ASSETS			
Invested in capital assets, net of related debt	45,825,204	32,894,427	78,719,631
Restricted for:			
Capital projects	277,575	2,563,323	2,840,898
Debt service	18,372,712	37,460	18,410,172
Specific projects and programs	376,986	-	376,986
Total restricted	19,027,273	2,600,783	21,628,056
Unrestricted	(32,517,761)	(1,454,775)	(33,972,536)
Total net assets	\$ 32,334,716	\$ 34,040,435	\$ 66,375,151

See accompanying Notes to Basic Financial Statements.

City of Brisbane
Statement of Activities and Changes in Net Assets
For the year ended June 30, 2009

Functions / Programs	Expenses	Program Revenues			Total
		Charges for Services	Operating Grants and Contributions	Capital Grants and Contributions	
Primary Government					
Governmental activities:					
General government	\$ 4,768,048	\$ 2,849,293	\$ 308,575	\$ 52,045	\$ 3,209,913
Public safety - police	3,625,767	214,316	-	-	214,316
Public safety - fire	2,451,943	147,089	-	-	147,089
Public works	3,298,448	2,630,140	-	2,509,175	5,139,315
Interest on long-term debt (unallocated)	2,513,209	-	-	-	-
Total governmental activities	16,657,415	5,840,838	308,575	2,561,220	8,710,633
Business-type activities:					
Water	1,289,865	1,289,085	-	-	1,289,085
Sewer	1,216,689	1,206,369	-	-	1,206,369
Guadalupe Valley Municipal Improvement District	1,442,863	1,557,552	-	-	1,557,552
Parks and recreation	3,637,696	2,069,200	-	-	2,069,200
Total business-type activities	7,587,113	6,122,206	-	-	6,122,206
Total primary government	\$ 24,244,528	\$ 11,963,044	\$ 308,575	\$ 2,561,220	\$ 14,832,839

General Revenues and Transfers:

Taxes:

Property taxes

Sales taxes

Unrestricted Motor vehicle license fee taxes

TOT

Franchise Fees

Total taxes

Investment earnings (loss)

Miscellaneous

Transfers

Total general revenues and transfers

Change in net assets

Net assets - beginning of year

Net assets - end of year

Net (Expense) Revenue and Changes in Net Assets		
Governmental Activities	Business-Type Activities	Total
\$ (1,558,135)	\$ -	\$ (1,558,135)
(3,411,451)	-	(3,411,451)
(2,304,854)	-	(2,304,854)
1,840,867	-	1,840,867
(2,513,209)	-	(2,513,209)
<u>(7,946,782)</u>	<u>-</u>	<u>(7,946,782)</u>
-	(780)	(780)
-	(10,320)	(10,320)
-	114,689	114,689
-	<u>(1,568,496)</u>	<u>(1,568,496)</u>
-	<u>(1,464,907)</u>	<u>(1,464,907)</u>
<u>(7,946,782)</u>	<u>(1,464,907)</u>	<u>(9,411,689)</u>
7,054,343	-	7,054,343
4,699,045	-	4,699,045
13,312	-	13,312
941,746	-	941,746
214,109	30,727	244,836
12,922,555	30,727	12,953,282
426,452	(218,512)	207,940
64,305	-	64,305
(999,239)	999,239	-
<u>12,414,073</u>	<u>811,454</u>	<u>13,225,527</u>
4,467,291	(653,453)	3,813,838
<u>27,867,425</u>	<u>34,693,888</u>	<u>62,561,313</u>
<u>\$ 32,334,716</u>	<u>\$ 34,040,435</u>	<u>\$ 66,375,151</u>

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FUND FINANCIAL STATEMENTS

Governmental Fund Financial Statements

Proprietary Fund Financial Statements

Fiduciary Fund Financial Statements

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GOVERNMENTAL FUND FINANCIAL STATEMENTS

General Fund

This fund is used to account for resources which are not required legally or by sound financial management to be accounted for in another fund.

Community Redevelopment Agency Special Revenue Fund

Redevelopment agencies are component units and as such, their general funds are treated as funds of the government itself and therefore must be reclassified as special revenue funds (GASB 2600.117). Revenues of the Agency, generally tax increment received from the County, are restricted for use to redevelopment of a specified project area for the benefit of the citizens and businesses located in that area. Expenditures related to redevelopment activities are, likewise, posted to these special revenue funds.

Redevelopment statutes require, absent a finding to defer, that 20% of all tax increment received by project areas be diverted to use for low and/or moderate income housing programs. Thus, a separate special revenue fund was established in accordance with the Health and Safety statutes to account for housing revenues and expenditures for low and/or moderate income programs.

Brisbane Public Financing Authority

2001 Revenue Bonds, Series A Debt Service Fund - This fund accounts for the debt service for the 2001 Revenue Bonds, Series A which were issued to refinance the 1984 Tax Allocation Bonds that were issued by the Community Development Agency Project Area #1. This fund accounts for the repayment of debt related to the construction of public facilities, a 576-slip marina and infrastructure improvements in the Project Area.

Capital Projects Fund

This fund was established to track all non-major construction and capital projects. Project budgets carryover year to year until completed.

City of Brisbane
Balance Sheet
Governmental Funds
June 30, 2009

	Major Funds			
	General Fund	Community Redevelopment Agency Special Revenue	Brisbane Public Financing Authority 2001 Revenue Bonds Series A Debt Service	Capital Projects
ASSETS				
Cash and investments	\$ 1,993,352	\$ 6,798,370	\$ -	\$ 847
Restricted cash and investments with fiscal agents	-	-	2,033,793	-
Accounts receivable, net	449,251	-	-	22,458
Interest receivable	342	8,369	-	-
Taxes receivable	1,840,111	-	-	-
Due from other funds	1,026,927	-	-	-
Other assets	7,342	-	-	-
Loans receivable	813,834	2,816,376	-	-
Advances to other funds	2,405,869	4,099,278	16,055,996	-
Total assets	\$ 8,537,028	\$ 13,722,393	\$ 18,089,789	\$ 23,305
LIABILITIES AND FUND BALANCES				
Liabilities:				
Accounts payable	\$ 201,333	\$ -	\$ -	\$ 13,698
Due to other funds	-	-	-	46,349
Deposits	803,016	-	-	-
Deferred revenue	1,090,866	2,816,376	-	-
Advances from other funds	-	21,448,382	2,295,996	-
Accrued payroll	202,004	-	-	219
Total liabilities	2,297,219	24,264,758	2,295,996	60,266
Fund Balances:				
Reserved:				
Encumbrances	11,050	-	-	14,280
Loans receivable	1,664,490	-	-	-
Advances to other funds	2,405,869	4,099,278	13,760,000	-
Other assets	7,342	-	-	-
Debt service	-	-	2,033,793	-
Capital improvement/muni facilities	-	-	-	6,125,178
Downtown parking	-	-	-	-
Future trails	-	-	-	-
Fire buffer	-	-	-	-
Child care	-	-	-	-
NER gym facility	-	-	-	-
Beaty Street	-	-	-	100,000
Total reserved	4,088,751	4,099,278	15,793,793	6,239,458
Unreserved, undesignated				
General fund	2,151,058	-	-	-
Special revenue funds	-	(14,641,643)	-	-
Debt service funds	-	-	-	-
Capital projects funds	-	-	-	(6,276,419)
Total fund balances	6,239,809	(10,542,365)	15,793,793	(36,961)
Total liabilities and fund balances	\$ 8,537,028	\$ 13,722,393	\$ 18,089,789	\$ 23,305

See accompanying Notes to Basic Financial Statements.

Non-Major Governmental Funds	Total Governmental Funds
\$ 2,378,735	\$ 11,171,304
1,714,268	3,748,061
94,208	565,917
1,597	10,308
32,928	1,873,039
-	1,026,927
-	7,342
-	3,630,210
533,874	23,095,017
<u>\$ 4,755,610</u>	<u>\$ 45,128,125</u>

\$ 101,861	\$ 316,892
1,236,621	1,282,970
85,605	888,621
-	3,907,242
572,542	24,316,920
2,344	204,567
<u>1,998,973</u>	<u>30,917,212</u>

104,532	129,862
-	1,664,490
533,874	20,799,021
-	7,342
1,577,730	3,611,523
-	6,125,178
-	-
-	-
-	-
-	-
347,723	347,723
-	100,000
<u>2,563,859</u>	<u>32,785,139</u>

-	2,151,058
(320,151)	(14,961,794)
1,033,813	1,033,813
(520,884)	(6,797,303)
<u>2,756,637</u>	<u>14,210,913</u>
<u>\$ 4,755,610</u>	<u>\$ 45,128,125</u>

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City of Brisbane
Reconciliation of the Governmental Funds Balance Sheet
to the Government-Wide Statement of Net Assets
June 30, 2009

Total Fund Balances - Total Governmental Funds	\$ 14,210,913
Amounts reported for governmental activities in the Statement of Net Assets were different because:	
Capital assets used in governmental activities were not current financial resources. Therefore, they were not reported in the governmental funds. Capital assets were as follows:	
- Non-depreciable	35,525,821
- Depreciable, net	14,064,383
Total capital assets	<u>49,590,204</u>
Interest payable on long-term debt did not require current financial resources. Therefore, interest payable was not reported as a liability in the governmental funds.	(566,498)
Deferred charges on issuance of long-term debt were not current financial resources. Therefore, they were not reported in the governmental funds. This amount is to be amortized over the life of the long-term debt.	156,672
Deferred revenue recorded in the governmental funds resulting from activities in which revenues were earned but funds were not available are reclassified as revenues in the Government-Wide Financial Statements.	3,907,242
Internal Service funds were used by management to charge the costs of certain activities, such as insurance, to individual funds. The net assets of the Internal Service funds were included in governmental activities in the Government-Wide Statement of Net Assets:	
- Dental self-insurance	170,431
- Fringe benefits	1,191,897
- Flexible benefits	36,443
- Workers compensation	(577,047)
- General liability	161,259
- Rainy day	4,804,797
Total internal service funds	<u>5,787,780</u>
Long-term liabilities were not due and payable in the current period. Therefore, they were not reported in the governmental funds:	
- Compensated absences - due within one year	(49,997)
- Long-term liabilities - due within one year	(2,051,552)
- Compensated absences - due in more than one year	(498,083)
- Long-term liabilities - due in more than one year	(41,738,656)
- OPEB obligation	(685,092)
Total long-term liabilities	<u>(45,023,380)</u>
Net pension asset was not current financial resources. Therefore, it was not reported in the governmental funds. This amount is to be amortized over 12 to 14 years.	4,271,783
Net Assets of Governmental Activities	\$ 32,334,716

See accompanying Notes to Basic Financial Statements.

City of Brisbane
Statement of Revenues, Expenditures and Changes in Fund Balances
Governmental Funds
For the year ended June 30, 2009

	Major Funds			
	General Fund	Community Redevelopment Agency Special Revenue	Brisbane Public Financing Authority 2001 Revenue Bonds Series A Debt Service	Capital Projects
REVENUES				
Taxes and special assessments	\$ 8,127,415	\$ 4,505,811	\$ -	\$ -
Intergovernmental	49,179	-	-	438,731
Licenses, permits and fees	751,117	-	-	66,198
Charges for services	226,730	-	-	-
Fines and forfeitures	90,576	-	-	-
Use of money and property	106,315	148,216	10,377	847
Other revenues	3,016,539	-	-	735,947
Total revenues	12,367,871	4,654,027	10,377	1,241,723
EXPENDITURES				
Current:				
General government	3,707,971	-	-	-
Public safety - police	3,117,900	-	-	-
Public safety - fire	2,410,634	-	-	-
Public works	1,792,356	677,916	-	-
Library	29,236	-	-	-
Capital outlay	149,426	-	-	5,443,225
Debt service:				
Principal	-	-	745,000	-
Interest and fiscal charges	-	137,099	1,291,593	-
Cost of issuance	-	-	-	-
Total expenditures	11,207,523	815,015	2,036,593	5,443,225
REVENUES OVER (UNDER) EXPENDITURES	1,160,348	3,839,012	(2,026,216)	(4,201,502)
OTHER FINANCING SOURCES (USES)				
Issuance of debt	-	-	-	-
Bond Discount	-	-	-	-
Transfers in	41,094	-	1,768,910	6,996,794
Transfers out	(2,000,446)	(2,105,985)	-	-
Total other financing sources (uses)	(1,959,352)	(2,105,985)	1,768,910	6,996,794
Net change in fund balances	(799,004)	1,733,027	(257,306)	2,795,292
FUND BALANCES				
Beginning of year	7,038,813	(12,275,392)	16,051,099	(2,832,253)
End of year	\$ 6,239,809	\$ (10,542,365)	\$ 15,793,793	\$ (36,961)

See accompanying Notes to Basic Financial Statements.

Non-Major Governmental Funds	Total Governmental Funds
\$ 1,509,294	\$ 14,142,520
1,349,018	1,836,928
-	817,315
-	226,730
-	90,576
115,458	381,213
18,840	3,771,326
<u>2,992,610</u>	<u>21,266,608</u>
157,978	3,865,949
146,592	3,264,492
13,258	2,423,892
529,835	3,000,107
-	29,236
543,185	6,135,836
1,065,000	1,810,000
1,091,800	2,520,492
86,708	86,708
<u>3,634,356</u>	<u>23,136,712</u>
<u>(641,746)</u>	<u>(1,870,104)</u>
2,255,000	2,255,000
(63,421)	(63,421)
1,236,288	10,043,086
<u>(6,997,118)</u>	<u>(11,103,549)</u>
<u>(3,569,251)</u>	<u>1,131,116</u>
(4,210,997)	(738,988)
6,967,634	14,949,901
<u>\$ 2,756,637</u>	<u>\$ 14,210,913</u>

City of Brisbane

Reconciliation of the Governmental Funds Statement of Revenues, Expenditures, and Changes in Fund Balances to the Government-Wide Statement of Activities and Changes in Net Assets For the year ended June 30, 2009

Net Change in Fund Balances - Total Governmental Funds	\$ (738,988)
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Amounts reported for governmental activities in the Statement of Activities and Changes in Net Assets were different because:

Governmental funds reported acquisition of capital assets as part of capital outlay expenditures. However, in the Government-Wide Statement of Activities and Changes in Net Assets, the cost of those assets was allocated over their estimated useful lives as depreciation expense. This was the amount of capital assets recorded in the current period.	6,160,922
--	-----------

Depreciation expense on capital assets was reported in the Government-Wide Statement of Activities and Changes in Net Assets, but it did not require the use of current financial resources. Therefore, depreciation expense was not reported as expenditures in the governmental funds.	(536,673)
--	-----------

Issuance of bonds provided current financial resources to governmental funds, but issuing debt increased long-term liabilities in the Government-Wide Statement of Net Assets.	(2,255,000)
--	-------------

Repayment of bond principal was an expenditure in governmental funds, but the repayment reduced long-term liabilities in the Government-Wide Statement of Net Assets.	1,810,000
---	-----------

Bond issuance costs are expensed in the governmental funds. However, in the Government-Wide Statement of Activities and Changes in Net Assets, the bond issuance costs are allocated over the life of the bonds.	75,619
--	--------

Compensated absences was an expenditure in governmental funds, but the accrued liability increased in the Government-Wide Statement of Net Assets.	(54,403)
--	----------

OPEB expenses reported in the Government-Wide Statement of Activities do not require the use of current financial resources and therefore are not reported as expenditures in governmental funds.	(685,092)
---	-----------

Interest expense on long-term debt was reported in the Government-Wide Statement of Activities and Changes in Net Assets, but it did not require the use of current financial resources. Therefore, interest expense was not reported as expenditures in governmental funds. The following amount represents the change in accrued interest from the prior year.	21,820
--	--------

Amortization of the net pension asset did not require the use of current financial resources and therefore is not reported as an expenditure in governmental funds.	(172,465)
---	-----------

Amortization of bond discount did not require the use of current financial resources and therefore is not reported as an expenditure in governmental funds.	59,973
---	--------

Revenue that has not met the revenue recognition criteria in the governmental fund is recognized as revenue in the Government-Wide Financial Statements.	497,979
--	---------

Internal service funds were used by management to charge the costs of certain activities to individual funds. The net revenue of the internal service funds was reported with governmental activities.	283,599
--	---------

Change in Net Assets of Governmental Activities	<u>\$ 4,467,291</u>
--	---------------------

See accompanying Notes to Basic Financial Statements.

PROPRIETARY FUND FINANCIAL STATEMENTS

Utility Fund is comprised of the following services:

Water

Represents expenses incurred in the purchase and distribution of water to City residents and businesses; water users support this activity through payment of water billings which are rendered based on read meters.

Sewer

Represents expenses incurred in the collection and pumping of sewage waste to the City of San Francisco Sewer Treatment Plant where it is treated and discharged to the bay; sewer users support this activity through payment of sewer service billings.

Guadalupe Valley Municipal Improvement District

Represents expenses related to providing water, sewer and other municipal services to businesses and residents located within the district boundaries. Revenues to support this activity are derived from property taxes, water and sewer billings and special assessments.

Parks and Recreation Enterprise Fund

This fund accounts for expenses incurred in the operation and maintenance of a boat harbor and marina; berth rentals provide the source of revenue to support this activity. This fund also includes the activities of the Parks and Recreation Center which were reclassified from the General Fund in fiscal year 2001-2002.

Internal Service Funds

These funds are used to account for interdepartmental operations where it is the stated intent that costs of providing services to the departments of the City on a continuing basis be financed or recovered primarily by charges to the user departments.

City of Brisbane
Statement of Net Assets
Proprietary Funds
June 30, 2009

	Utility	Parks and Recreation	Total	Governmental Activities Internal Service Funds
ASSETS				
Current assets:				
Cash and investments	\$ -	\$ 536,065	\$ 536,065	\$ 4,711,602
Accounts receivable, net	838,710	127,794	966,504	-
Interest receivable	-	1,877	1,877	8,539
Taxes receivable	1,072	-	1,072	-
Due from other funds	-	-	-	1,378,945
Other assets	-	1,159	1,159	340,147
Total current assets	<u>839,782</u>	<u>666,895</u>	<u>1,506,677</u>	<u>6,439,233</u>
Noncurrent assets:				
Restricted cash and investments				
with fiscal agents	37,460	-	37,460	-
Loans receivable	-	592,442	592,442	685,419
Advances to other funds	-	2,295,996	2,295,996	-
Capital assets:				
Non-depreciable	982,522	463,341	1,445,863	-
Depreciable, net	27,905,118	7,523,446	35,428,564	-
Total capital assets	<u>28,887,640</u>	<u>7,986,787</u>	<u>36,874,427</u>	<u>-</u>
Total noncurrent assets	<u>28,925,100</u>	<u>10,875,225</u>	<u>39,800,325</u>	<u>685,419</u>
Total assets	<u>29,764,882</u>	<u>11,542,120</u>	<u>41,307,002</u>	<u>7,124,652</u>
LIABILITIES				
Current liabilities:				
Accounts payable	269,720	103,441	373,161	675,827
Interest payable	63,846	-	63,846	-
Accrued claims payable	-	-	-	661,045
Compensated absences	56,798	81,199	137,997	-
Due to other funds	1,122,902	-	1,122,902	-
Deposits	28,068	171,030	199,098	-
Accrued payroll	19,560	49,412	68,972	-
Capital lease due within one year	22,652	-	22,652	-
Bonds payable due within one year	100,000	-	100,000	-
Total current liabilities	<u>1,683,546</u>	<u>405,082</u>	<u>2,088,628</u>	<u>1,336,872</u>
Noncurrent liabilities:				
Bonds payable due in more than one year	3,880,000	-	3,880,000	-
Capital lease due in more than one year	113,256	-	113,256	-
OPEB Obligation	9,468	101,122	110,590	-
Advances from other funds	1,074,093	-	1,074,093	-
Total noncurrent liabilities	<u>5,076,817</u>	<u>101,122</u>	<u>5,177,939</u>	<u>-</u>
Total liabilities	<u>6,760,363</u>	<u>506,204</u>	<u>7,266,567</u>	<u>1,336,872</u>
NET ASSETS				
Invested in capital assets, net of related debt	24,907,640	7,986,787	32,894,427	5,787,780
Restricted for:				
Capital projects	1,071,114	1,492,209	2,563,323	-
Debt service	37,460	-	37,460	-
Unrestricted	(3,011,695)	1,556,920	(1,454,775)	-
Total net assets	<u>\$ 23,004,519</u>	<u>\$ 11,035,916</u>	<u>\$ 34,040,435</u>	<u>\$ 5,787,780</u>

See accompanying Notes to Basic Financial Statements.

City of Brisbane
Statement of Revenues, Expenses and Changes in Fund Net Assets
Proprietary Funds
For the year ended June 30, 2009

	Utility	Parks and Recreation	Total	Governmental Activities Internal Service Funds
OPERATING REVENUES				
Charges for services	\$ 4,052,819	\$ 2,041,153	\$ 6,093,972	\$ 952,871
Other revenues	187	28,047	28,234	27
Total operating revenues	4,053,006	2,069,200	6,122,206	952,898
OPERATING EXPENSES				
Costs of sales and services	1,555,242	732,606	2,287,848	1,089,881
General and administrative	1,761,723	2,506,867	4,268,590	-
Other expenses	-	161	161	-
Depreciation	632,452	398,062	1,030,514	-
Total operating expenses	3,949,417	3,637,696	7,587,113	1,089,881
OPERATING INCOME (LOSS)	103,589	(1,568,496)	(1,464,907)	(136,983)
NONOPERATING REVENUES (EXPENSES):				
Taxes and assessments	30,725	2	30,727	257,914
Investment income	-	119,888	119,888	101,444
Interest expense	(219,585)	(118,815)	(338,400)	-
Total nonoperating revenues (expenses)	(188,860)	1,075	(187,785)	359,358
INCOME (LOSS) BEFORE TRANSFERS	(85,271)	(1,567,421)	(1,652,692)	222,375
Transfers in	-	1,058,610	1,058,610	102,318
Transfers out	(59,371)	-	(59,371)	(41,094)
Total transfers in and out	(59,371)	1,058,610	999,239	61,224
Change in net assets	(144,642)	(508,811)	(653,453)	283,599
NET ASSETS				
Beginning of year	23,149,161	11,544,727	34,693,888	5,504,181
End of year	<u>\$ 23,004,519</u>	<u>\$ 11,035,916</u>	<u>\$ 34,040,435</u>	<u>\$ 5,787,780</u>

See accompanying Notes to Basic Financial Statements.

City of Brisbane
Statement of Cash Flows
Proprietary Funds
For the year ended June 30, 2009

	Utility	Parks and Recreation	Total	Governmental Activities Internal Service Funds
CASH FLOWS FROM OPERATING ACTIVITIES				
Cash received from customers	\$ 3,884,890	\$ 1,984,114	\$ 5,869,004	\$ -
Cash payments to suppliers	(1,592,612)	(777,429)	(2,370,041)	(715,222)
Cash payments for general and administrative	(1,746,050)	(2,399,012)	(4,145,062)	-
Cash received from (payments to) other funds	(444,725)	-	(444,725)	1,468,257
Cash received from (payments to) other	295	45,846	46,141	763,863
Net cash provided (used) by operating activities	101,798	(1,146,481)	(1,044,683)	1,516,898
CASH FLOWS FROM NONCAPITAL FINANCING ACTIVITIES				
Taxes received	30,725	2	30,727	257,914
Insurance	-	-	-	-
Transfers in	-	1,058,610	1,058,610	102,318
Transfers out	(59,371)	-	(59,371)	(41,094)
Net cash provided (used) by noncapital financing activities	(28,646)	1,058,612	1,029,966	319,138
CASH FLOWS FROM CAPITAL AND RELATED FINANCING ACTIVITIES				
Acquisition of property, plant and equipment	(21,001)	(108,057)	(129,058)	-
Net cash provided (used) by capital and related financing activities	(21,001)	(108,057)	(129,058)	-
CASH FLOWS FROM INVESTING ACTIVITIES				
Investment income received	2,079	119,887	121,966	97,265
Lease payment	(22,652)	-	(22,652)	-
Principal payment of debt	(100,000)	-	(100,000)	-
Interest paid	(219,416)	(118,815)	(338,231)	-
Net cash provided (used) by investing activities	(339,989)	1,072	(338,917)	97,265
Net increase (decrease) in cash and cash equivalents	(287,838)	(194,854)	(482,692)	1,933,301
CASH AND CASH EQUIVALENTS				
Beginning of year	325,298	730,919	1,056,217	2,778,301
End of year	\$ 37,460	\$ 536,065	\$ 573,525	\$ 4,711,602
FINANCIAL STATEMENT PRESENTATION				
Cash and cash equivalents	-	536,065	536,065	4,711,602
Restricted cash and cash equivalents with fiscal agents	37,460	-	37,460	-
Total cash and cash equivalents	\$ 37,460	\$ 536,065	\$ 573,525	\$ 4,711,602
RECONCILIATION OF OPERATING INCOME TO NET CASH PROVIDED BY OPERATING ACTIVITIES				
Operating income (loss)	\$ 103,589	\$ (1,568,496)	\$ (1,464,907)	\$ (136,983)
Adjustments to reconcile operating income (loss) to net cash provided (used) by operating activities:				
Depreciation	632,452	398,062	1,030,514	-
Changes in current assets and liabilities:				
Accounts receivable	(167,929)	(57,039)	(224,968)	-
Loans receivable	-	17,704	17,704	(382,593)
Taxes receivable	108	-	108	1,193,753
Due from other funds	-	-	-	617,677
Other assets	-	95	95	(99,104)
Accounts payable and accrued liabilities	(24,826)	(38,947)	(63,773)	272,341
Accrued claims payable	-	-	-	51,807
Compensated absences	4,189	1,017	5,206	-
OPEB obligation	9,468	101,122	110,590	-
Due to other funds	(406,662)	-	(406,662)	-
Advances from other funds	(38,063)	-	(38,063)	-
Deposits	(12,544)	(5,715)	(18,259)	-
Accrued payroll	2,016	5,716	7,732	-
Total adjustments	(1,791)	422,015	420,224	1,653,881
Net cash provided (used) by operating activities	\$ 101,798	\$ (1,146,481)	\$ (1,044,683)	\$ 1,516,898

See accompanying Notes to Basic Financial Statements.

FIDUCIARY FUND FINANCIAL STATEMENTS

Private Purpose Trust Funds

Are used to account for resources legally held in trust for special purposes.

Agency Funds

Are custodial in nature (assets equal liabilities) and do not involve measurement of results of operations. They are used to account for assets held in an agency capacity for others and therefore cannot be used to support the City's program.

City of Brisbane
Statement of Fiduciary Net Assets
Fiduciary Funds
June 30, 2009

	Private- Purpose Trusts	Agency Funds
ASSETS		
Cash and investments	\$ 298,636	\$ 929,268
Restricted cash and investments with fiscal agents	-	348,750
Accounts receivable	933,935	292,109
Interest receivable	9	951
Taxes receivable	-	9,279
Total assets	1,232,580	\$ 1,580,357
LIABILITIES		
Accounts payable	10,089	\$ 566,498
Due to bondholders	-	79,761
Deposits	270,925	934,098
Total liabilities	281,014	\$ 1,580,357
NET ASSETS		
Held in trust for private-purposes	\$ 951,566	

See accompanying Notes to Basic Financial Statements.

City of Brisbane
Statement of Changes in Fiduciary Net Assets
Fiduciary Funds
For the year ended June 30, 2009

	Private- Purpose Trusts
ADDITIONS	
Developer reimbursement	\$ 1,520,143
Investment income	3,076
Total additions	1,523,219
DEDUCTIONS	
General government	107,036
Public works	16,388
Total deductions	123,424
Change in net assets	1,399,795
NET ASSETS	
Beginning of year	(448,229)
End of year	\$ 951,566

See accompanying Notes to Basic Financial Statements.

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NOTES TO BASIC FINANCIAL STATEMENTS

City of Brisbane
Notes to Basic Financial Statements
For the year ended June 30, 2009

1. SUMMARY OF SIGNIFICANT ACCOUNTING POLICIES

The basic financial statements of the City of Brisbane, California (City) have been prepared in conformity with generally accepted accounting principles (GAAP) as applied to governmental agencies. The Governmental Accounting Standards Board (GASB) is the accepted standard setting body for establishing governmental accounting and financial reporting principles. The more significant of the City's accounting policies are described below.

A. Reporting Entity

The City was incorporated on November 27, 1961, under the General Laws of the State of California and enjoys all the rights and privileges pertaining to such "General Law" cities. The City uses the City Council/Manager form of government. The financial reporting entity consists of (a) the primary government, the City, (b) organizations for which the primary government is financially accountable, and (c) other organizations for which the primary government is not accountable, but for which the nature and significance of their relationship with the primary government are such that exclusion would cause the reporting entity's financial statements to be misleading or incomplete.

As required by GAAP, these basic financial statements present the City and its component units, entities for which the City is considered to be financially accountable. Blended component units, although legally separate entities are, in substance, part of the City's operations and data from these units are combined with data of the City. Each blended component unit has a June 30 year-end. The City had no discretely presented component units. The following entities are reported as blended component units:

Brisbane Community Redevelopment Agency (Agency) was established in April 1976 pursuant to the State of California Health and Safety Code Section 33000, entitled "Community Redevelopment Law." Its purpose is to prepare and carry out plans for the improvement, rehabilitation and redevelopment of blighted areas within the territorial limits of the City. The members of the City Council act as the governing bodies of the Agency.

Brisbane Public Financing Authority (Authority) was formed on April 8, 1991, by and between the City and the Agency of the City. The Authority was created for the purpose of providing financing of public capital improvements for the City and the Agency. The Authority has the power to issue bonds to pay the cost of any public capital improvement. The Authority has no independent staff and consequently is dependent upon the City's officers and employees. The Governing Board of the Authority is comprised of the members of the City Council of the City and the members of the Board of the Agency.

Guadalupe Valley Municipal Improvement District (District) was formed as an enterprise activity in May 1990. The purpose of the District is to provide capital and infrastructure improvements to residents of the area. The members of the City Council act as the governing body of the District.

Detailed financial statements are available for the above component units from the City's Finance Department.

City of Brisbane
Notes to Basic Financial Statements, Continued
For the year ended June 30, 2009

1. SUMMARY OF SIGNIFICANT ACCOUNTING POLICIES, Continued

B. Basis of Accounting and Measurement Focus

The accounts of the City are organized on the basis of funds, each of which is considered a separate accounting entity. The operations of each fund are accounted for with a separate set of self-balancing accounts that comprise its assets, liabilities, fund equity, revenues, and expenditures or expenses, as appropriate. Governmental resources are allocated to and accounted for in individual funds based upon the purposes for which they are to be spent and the means by which spending activities are controlled.

Government - Wide Financial Statements

The City's Government-Wide Financial Statements include a Statement of Net Assets and a Statement of Activities and Changes in Net Assets. These statements present summaries of governmental and business-type activities for the City accompanied by a total column. Fiduciary activities of the City are not included in these statements.

These financial statements are presented on an "*economic resources*" measurement focus and the accrual basis of accounting. Accordingly, all of the City's assets and liabilities, including capital assets, as well as infrastructure assets, and long-term liabilities, are included in the accompanying Statement of Net Assets. The Statement of Activities presents changes in net assets. Under the accrual basis of accounting, revenues are recognized in the period in which they are earned while expenses are recognized in the period in which the liability is incurred.

Certain types of transactions are reported as program revenues for the City in three categories:

- Charges for services
- Operating grants and contributions
- Capital grants and contributions

Certain eliminations have been made as prescribed by GASB Statement No. 34 in regards to interfund activities, payables and receivables. All internal balances in the Statement of Net Assets have been eliminated except those representing balances between the governmental activities and the business-type activities, which are presented as internal balances and eliminated in the total primary government column. In the Statement of Activities and Changes in Net Assets, internal service fund transactions have been eliminated; however, those transactions between governmental and business-type activities have not been eliminated. The following interfund activities have been eliminated:

- Due to/from other funds
- Advances to/from other funds
- Transfers in/out

City of Brisbane
Notes to Basic Financial Statements, Continued
For the year ended June 30, 2009

1. SUMMARY OF SIGNIFICANT ACCOUNTING POLICIES, Continued

B. Basis of Accounting and Measurement Focus, Continued

Government - Wide Financial Statements, Continued

The City applies all applicable GASB pronouncements (including all NCGA Statements and Interpretations currently in effect) as well as the following pronouncements issued on or before November 30, 1989, to the business type activities, unless those pronouncements conflict with or contradict GASB pronouncements: Financial Accounting Standards Board (FASB) Statements and Interpretations, Accounting Principles Board (APB) Opinions, and Accounting Research Bulletins (ARB) of the committee on Accounting Procedure. The City applies all applicable FASB Statements and Interpretations issued after November 30, 1989, except those that conflict with or contradict GASB pronouncements.

Governmental Fund Financial Statements

Governmental Fund Financial Statements include a Balance Sheet and a Statement of Revenues, Expenditures and Changes in Fund Balances for all major governmental funds and non-major funds aggregated. An accompanying schedule is presented to reconcile and explain the differences in net assets as presented in these statements to the net assets presented in the Government-Wide Financial Statements. The City has presented all major funds that met the applicable criteria. The following are descriptions of the major funds.

General Fund - This fund accounts for resources which are not required legally or by sound financial management to be accounted for in another fund.

Community Redevelopment Agency Special Revenue Fund - This fund accounts for redevelopment activities. Redevelopment agencies are component units and as such, their general funds are treated as funds of the government itself and therefore must be reclassified as special revenue funds (GASB 2600.117). Revenues of the Agency, generally tax increment received from the County, are restricted for use to redevelopment of a specified project area for the benefit of the citizens and businesses located in that area. Expenditures related to redevelopment activities are, likewise, posted to these special revenue funds. In addition, the redevelopment statutes require, absent a finding to defer, that 20% of all tax increment received by project areas be diverted to use for low and/or moderate income housing programs. Thus, a separate special revenue fund was established in accordance with the Health and Safety statutes to account for housing revenues and expenditures for low and/or moderate income programs.

Brisbane Public Financing Authority 2001 Revenue Bonds, Series A Debt Service Fund - This fund accounts for the debt service for the 2001 Revenue Bonds, Series A which were issued to provide funds to acquire the Agency's debts and refinance certain redevelopment activities in the Agency's Project Area #1.

City of Brisbane
Notes to Basic Financial Statements, Continued
For the year ended June 30, 2009

1. SUMMARY OF SIGNIFICANT ACCOUNTING POLICIES, Continued

B. Basis of Accounting and Measurement Focus, Continued

Governmental Fund Financial Statements, Continued

Capital Projects Fund - This fund was established to track all non-major construction and capital projects. Project budgets carryover year to year until completed.

All governmental funds are accounted for on a spending or "current financial resources" measurement focus and the modified accrual basis of accounting. Accordingly, only current assets and current liabilities are included on the Balance Sheet. The Statement of Revenues, Expenditures and Changes in Fund Balances presents increases (revenues and other financing sources) and decreases (expenditures and other financing uses) in net current assets. Under the modified accrual basis of accounting, revenues are recognized in the accounting period in which they become both measurable and available to finance expenditures of the current period.

Revenues are recorded when received in cash, except for those revenues subject to accrual (generally 60 days after year-end) are recognized when due. The primary revenue sources, which have been treated as susceptible to accrual by the City, are property tax, sales tax, intergovernmental revenues and other taxes. Expenditures are recorded in the accounting period in which the related fund liability is incurred.

Deferred revenues arise when potential revenues do not meet both the "measurable" and "available" criteria for recognition in the current period. Deferred revenues also arise when the government receives resources before it has a legal claim to them, as when grant monies are received prior to incurring qualifying expenditures. In subsequent periods, when both revenue recognition criteria are met or when the government has a legal claim to the resources, the deferred revenue is removed and revenue is recognized.

The reconciliations of the Fund Financial Statements to the Government-Wide Financial Statements are provided to explain the differences created by the integrated approach of GASB Statement No. 34.

Proprietary Fund Financial Statements

Proprietary fund financial statements include a Statement of Net Assets, a Statement of Revenues, Expenses and Changes in Fund Net Assets, and a Statement of Cash Flows for each major enterprise fund. The City has all enterprise funds presented as major funds.

Utility Enterprise Fund - This fund accounts for revenues and expenses incurred for the water, sewer and Guadalupe Valley Municipal Improvement District.

City of Brisbane
Notes to Basic Financial Statements, Continued
For the year ended June 30, 2009

1. SUMMARY OF SIGNIFICANT ACCOUNTING POLICIES, Continued

B. Basis of Accounting and Measurement Focus, Continued

Proprietary Fund Financial Statements, Continued

Parks and Recreation Enterprise Fund – This fund accounts for expenses incurred in the operation and maintenance of a boat harbor and marina; berth rentals provide the source of revenue to support this activity. This fund also includes the activities of the Parks and Recreation Center which was reclassified from the General Fund in 2001/2002.

Internal Service Funds – These funds account for activities related to dental self-insurance, fringe benefits, flexible benefits, workers' compensation and general liability.

A separate column representing internal service funds is also presented in these statements. However, internal service fund balances and activities have been combined with the governmental activities in the Government-Wide Financial Statements.

Proprietary funds are accounted for using the "economic resources" measurement focus and the accrual basis of accounting. Accordingly, all assets and liabilities (whether current or noncurrent) are included on the Statement of Net Assets. The Statement of Revenues, Expenses and Changes in Fund Net Assets presents increases (revenues) and decreases (expenses) in total net assets. Under the accrual basis of accounting, revenues are recognized in the period in which they are earned while expenses are recognized in the period in which the liability is incurred. In these funds, receivables have been recorded as revenue and provisions have been made for uncollectible amounts. In accordance with GASB Statement No. 20, *Accounting and Financial Reporting for Proprietary Funds and Other Government Entities that Use Proprietary Fund Accounting*, the City applies all GASB pronouncements currently in effect as well as Financial Accounting Standard Board Statements and Interpretations, Accounting Principles Board Opinions and Accounting Research Bulletins of the Committee on Accounting Procedure issued on or before November 30, 1989.

Operating revenues in the proprietary funds are those revenues that are generated from the primary operations of the fund. All other revenues are reported as nonoperating revenues. Operating expenses are those expenses that are essential to the primary operations of the fund. All other expenses are reported as nonoperating expenses.

Fiduciary Fund Financial Statements

Fiduciary fund financial statements include a Statement of Net Assets and a Statement of Changes in Fiduciary Net Assets. The City's fiduciary funds represent agency funds and private-purpose trust funds and are accounted for using the "economic resources" measurement focus. The private-purpose trust funds are used to account for resources legally held in trust for special purposes. The Agency funds are custodial in nature (assets equal liabilities) and do not involve measurement of results of operations. Both types of the funds are accounted for using accrual basis of accounting.

City of Brisbane
Notes to Basic Financial Statements, Continued
For the year ended June 30, 2009

1. SUMMARY OF SIGNIFICANT ACCOUNTING POLICIES, Continued

C. Use of Restricted/Unrestricted Net Assets

When an expense is incurred for purposes for which both restricted and unrestricted net assets are available, the City's policy is to apply restricted net assets first.

D. Cash, Cash Equivalents and Investments

The City pools its available cash for investment purposes. The City's cash and cash equivalents are considered to be cash on hand, demand deposits, and short-term investments with original maturity of three months or less from the date of acquisition. Cash and cash equivalents are combined with investments and displayed as Cash and Investments.

In accordance with GASB Statement No. 31, *Accounting and Financial Reporting for Certain Investments and for External Investment Pools*, highly liquid market investments with maturities of one year or less at time of purchase are stated at amortized cost. All other investments are stated at fair value. Market value is used as fair value for those securities for which market quotations are readily available.

The City participates in an investment pool managed by the State of California, entitled Local Agency Investment Fund (LAIF), which has invested a portion of the pool funds in Structured Notes and Asset-Backed Securities. LAIF's investments are subject to credit risk with the full faith and credit of the State of California collateralizing these investments. In addition, these Structured Notes and Asset-Backed Securities are subject to market risk as to change in interest rates.

In accordance with GASB Statement No. 40, *Deposit and Investment Disclosures (Amendment of GASB No. 3)*, certain disclosure requirements for Deposits and Investment Risks were made in the following areas:

- Interest Rate Risk
- Credit Risk
 - Overall
 - Custodial Credit Risk
 - Concentrations of Credit Risk

In addition, other disclosures are specified including use of certain methods to present deposits and investments, highly sensitive investments, credit quality at year-end and other disclosures.

E. Restricted Cash and Investments

Certain restricted cash and investments are held by fiscal agents for the redemption of bonded debt and for acquisition and construction of capital projects.

City of Brisbane
Notes to Basic Financial Statements, Continued
For the year ended June 30, 2009

1. SUMMARY OF SIGNIFICANT ACCOUNTING POLICIES, Continued

F. Interfund Transactions

Activity between funds that are representative of lending/borrowing arrangements outstanding at the end of the fiscal year are referred to as either "due to/from other funds" (i.e., the current portion of interfund loans) or "advances to/from other funds" (i.e., the noncurrent portion of interfund loans)." Any residual balances outstanding between the governmental activities and business-type activities are reported in the governmental-wide financial statements as "internal balances."

Advances between funds, reported in the fund financial statements, are offset by a fund balance reserve account in applicable governmental funds to indicate that they are not available for appropriation and are not expendable available financial resources

G. Capital Assets

Government-Wide Financial Statements

Capital assets, which include land, buildings, improvements, equipment and infrastructure assets (e.g. roads, bridges, sidewalks, and similar items), are reported in the applicable governmental or business-type activities in the Government-Wide Financial Statements. Capital assets are recorded at historical cost or estimated historical cost if actual cost is not available. Gifts or contributions of capital assets are recorded at fair market value when received. City policy has set the capitalization threshold for reporting capital assets at the following:

General Capital Assets	\$ 5,000
Infrastructure Capital Assets	\$25,000

Depreciation is recorded on a straight-line basis over the estimated useful lives of the assets as follows:

Buildings and structures	50 years
Improvements other than buildings	20 - 50 years
Water distribution and sewer collection	65 years
Machinery and equipment	5 - 20 years
Infrastructure	50 - 65 years

The City defines infrastructure as the basic physical assets that allow the City to function. The assets include:

- Street system
- Site amenities such as parking and landscaped areas used by the City in the conduct of its business
- Water, sewer and storm drain systems

Each major infrastructure system can be divided into subsystems. For example the street system can be subdivided into pavement, curb and gutters, sidewalks, medians, streetlights, traffic control devices (signs, signals and pavement markings), landscaping and land. These subsystems were not delineated in the Basic Financial Statements. The appropriate operating department maintains information regarding the subsystems.

City of Brisbane
Notes to Basic Financial Statements, Continued
For the year ended June 30, 2009

1. SUMMARY OF SIGNIFICANT ACCOUNTING POLICIES, Continued

G. Capital Assets, Continued

For all infrastructure systems, the City elected to use the Basic Approach as defined by GASB Statement No. 34 for infrastructure reporting. Estimated historical costs were developed in one of three ways: (1) historical records; (2) standard unit costs appropriate for the construction/acquisition date; or (3) present cost indexed by a reciprocal factor of the price increase from the construction/acquisition date to the current date. The accumulated depreciation, defined as the total depreciation from the date of construction/acquisition to the current date on a straight line, unrecovered cost method was computed using industry accepted life expectancies for each infrastructure network. The book value was then computed by deducting the accumulated depreciation from the estimated historical cost.

Interest accrued during capital assets construction, if any, is capitalized for the business-type and proprietary funds as part of the asset cost.

Fund Financial Statements

The Governmental Fund Financial Statements do not present long-term debt. Consequently, long-term debt is shown as a reconciling item in the Reconciliation of the Governmental Funds Balance Sheet to the Government-Wide Statement of Net Assets.

H. Interest Payable

In the Government-Wide Financial Statements, interest payable of long-term debt is recognized as the liability is incurred.

In the fund financial statements, proprietary fund types recognize the interest payable when the liability is incurred.

I. Compensated Absences

The City's compensated absences include regular vacation, administrative leaves, and compensation hours. Employees earn varying amounts of vacation depending upon continuous tenure with the City. When an employee cannot take all of their annual vacation in a particular calendar year, such vacation shall either be taken during the following calendar year or paid for at the discretion of the City Manager. Use of vacation may be deferred to the following year, but the total amount of vacation may not exceed two years annual accrual without City Manager approval. Total amount of administrative leaves may not exceed one year. All compensated absences amounts vest and are payable upon the employee's separation from employment. For governmental funds, compensated absences are recorded for employees who have separated from the City but have not yet been paid at the end of the fiscal year. All other compensated absences liabilities for governmental activities are recorded as current and non-current in the Government-Wide Financial Statements. For proprietary funds, current and non-current liabilities for compensated absences are recorded as expenses in both the Government-Wide Financial Statement and the Fund Financial Statement.

All sick leave benefits lapse upon separation from employment and no liability is recorded for such amounts for any accrued hours because such amounts do not represent either a current or future liability to the City.

City of Brisbane
Notes to Basic Financial Statements, Continued
For the year ended June 30, 2009

1. SUMMARY OF SIGNIFICANT ACCOUNTING POLICIES, Continued

J. *Deferred Revenue*

In the Government-Wide Financial Statements and for all Proprietary funds, deferred revenue is recognized for transactions for which revenue has not yet been earned. Typical transactions recorded as deferred revenues in the Government-Wide Financial Statements are long-term assessments, long-term loans receivable, and prepaid charges for services.

In the Governmental Fund Financial Statements, deferred revenue is recorded when transactions have not yet met the revenue recognition criteria based on the modified accrual basis of accounting. The City records deferred revenue for transactions for which revenues have not been earned, or for which funds are not available to meet current financial obligations. Typical transactions for which deferred revenue is recorded are grants received but not yet earned or available, interest on interfund advances receivable, long-term assessments and loans receivable.

K. *Long-Term Debt*

Government-Wide Financial Statements

Long-term debt and other long-term obligations are reported as liabilities in the applicable governmental or business-type activities.

Bond premiums and discounts, as well as issuance costs, are deferred and amortized over the life of the bonds using the effective interest method. Bonds payable are reported net of the applicable bond premium or discount. Bond issuance costs are reported as deferred charges and amortized over the term of the related debt.

Fund Financial Statements

The Governmental Fund Financial Statements do not present long-term debt. Consequently, long-term debt is shown as a reconciling item in the Reconciliation of the Governmental Funds Balance Sheet to the Government-Wide Statement of Net Assets.

Governmental funds recognize bond premiums and discounts, as well as bond issuance costs, during the current period. The face amount of debt issued is reported as other financial sources. Premiums received on debt issuance are reported as other financing sources while discounts on debt issuance reported as other financing uses. Issuance costs, whether or not withheld from the actual debt proceeds received, are reported as debt service expenditures.

Proprietary Fund Financial Statements use the same principles as those used in the Government-Wide Financial Statements.

City of Brisbane
Notes to Basic Financial Statements, Continued
For the year ended June 30, 2009

1. SUMMARY OF SIGNIFICANT ACCOUNTING POLICIES, Continued

L. Net Assets

In the Government-Wide Financial Statements, net assets are classified in the following categories:

Invested in Capital Assets, net of Related Debt - This amount consists of capital assets net of accumulated depreciation and reduced by outstanding debt that attributed to the acquisition, construction, or improvement of the assets.

Restricted - This amount is restricted by external creditors, grantors, contributors, laws or regulations of other governments.

Unrestricted - This amount is all net assets that do not meet the definition of "invested in capital assets, net of related debt" or "restricted net assets."

M. Fund Balances - Reservations and Designations

In the Fund Financial Statements, governmental funds report reservations of fund balances for amounts that are not available for appropriation or are legally restricted by outside parties for use for a specific purpose. Designations of fund balances represent tentative management plans that are subject to change.

N. Property Taxes

Under California law, secured property taxes are assessed and collected by the counties up to 1% of assessed value, plus other increases approved by the voters. The property taxes go into a pool and are then allocated to the cities based on complex formulas.

Lien Date	January 1
Levy Date	July 1
Due Date	November 1 and February 1
Collection Date	December 10 and April 10

Property taxes levied are recorded as revenue when received, in the fiscal year of levy, because of the adoption of the "alternate method of property tax distribution," known as the Teeter Plan, by the City and the County of San Mateo. The Teeter Plan authorizes the Auditor/Controller of the County of San Mateo to allocate 100% of the secured property taxes billed, but not yet paid.

O. Use of Estimates

The preparation of the basic financial statements in conformity with generally accepted accounting principles requires management to make estimates and assumptions. These estimates and assumptions affect the reported amounts of assets and liabilities and the disclosure of contingent assets and liabilities. In addition, estimates affect the reported amount of expenses. Actual results could differ from these estimates and assumptions.

City of Brisbane
Notes to Basic Financial Statements, Continued
For the year ended June 30, 2009

1. SUMMARY OF SIGNIFICANT ACCOUNTING POLICIES, Continued

P. New Pronouncements

In 2009, the City adopted new accounting standards in order to conform to the following GASB Statements:

- GASB Statement No. 45, *Accounting and Financial Reporting by Employers for Post employment Benefits Other Than Pension Plans* - This Statement establishes standards for the measurement, recognition, and display of OPEB expense/expenditures and related liabilities (assets), note disclosures, and, if applicable, required supplementary information (RSI) in the financial reports of state and local governmental employers.
- GASB Statement No. 49, *Accounting and Financial Reporting for Pollution Remediation Obligations*- This Statement addresses accounting and financial reporting standards for pollution (including contamination) remediation obligations, which are obligations to address the current or potential detrimental effects of existing pollution by participating in pollution remediation activities such as site assessments and cleanups
- GASB Statement No. 55, *The Hierarchy of Generally Accepted Accounting Principles for State and Local Governments* - The Statement incorporates the hierarchy of generally accepted accounting principles (GAAP) for state and local governments into the GASB's authoritative literature.
- GASB Statement No. 56, *Codification of Accounting and Financial Reporting Guidance Contained in the AICPA Statements on Auditing Standards* - This Statement incorporates accounting and financial reporting guidance previously only contained in the American Institute of Certified Public Accountants (AICPA) auditing literature into the GASB's accounting and financial reporting literature for state and local governments.

2. CASH AND INVESTMENTS

The City maintains a cash and investment pool, which includes cash balances and authorized investments of all funds, which the City Treasurer invests to enhance interest earnings. The pooled interest earned is allocated to the funds based on period-end cash and investment balances in these funds.

City of Brisbane
Notes to Basic Financial Statements, Continued
For the year ended June 30, 2009

2. CASH AND INVESTMENTS, Continued

A. Summary of Cash and Investments

The following is a summary of cash and investments at June 30, 2009:

	Government-Wide Statement of Net Assets		Statement of Fiduciary Net Assets	Total
	Governmental Activities	Business-Type Activities		
Cash and Investments	\$ 15,882,906	\$ 536,065	\$ 1,227,904	\$ 17,646,875
Restricted Cash and Investments with Fiscal Agents:				
Current	\$ -	\$ -	\$ 348,750	\$ 348,750
Noncurrent	3,748,061	37,460	-	3,785,521
Total restricted cash and investment with fiscal agents	\$ 3,748,061	\$ 37,460	\$ 348,750	\$ 4,134,271

B. Cash Deposits

The carrying amount of the City's deposits was \$3,328,074 at June 30, 2009. Bank balances before reconciling items were \$3,377,930 at that date. The total bank balance was collateralized or insured with securities held by the pledging financial institutions in the City's name as discussed below.

The California Government Code requires California banks and savings and loan associations to secure the City's cash deposits by pledging securities as collateral. This Code states that collateral pledged in this manner shall have the effect of perfecting a security interest in such collateral superior to those of a general creditor. Thus, collateral for cash deposits is considered to be held in the City's name.

The market value of pledged securities must equal at least 110% of the City's cash deposits. California law also allows institutions to secure city deposits by pledging first trust deed mortgage notes having a value of 150% of the City's total cash deposits. The City may waive collateral requirements for cash deposits, which are fully insured up to \$250,000 by the Federal Deposit Insurance Corporation. The City, however, has not waived the collateralization requirements.

The City follows the practice of pooling cash and investments of all funds, except for funds required to be held by fiscal agents under the provisions of bond indentures. Interest income earned on pooled cash and investments is allocated on an accounting period basis to the various funds based on the period-end cash and investment balances. Interest income from cash and investments with fiscal agents is credited directly to the related fund.

City of Brisbane
Notes to Basic Financial Statements, Continued
For the year ended June 30, 2009

2. CASH AND INVESTMENTS, Continued

C. Investments

The investments made by the City Treasurer are limited to those allowable under State statutes as incorporated into the City's Investment Policy (the Policy), adopted on January 3, 2006, which is more conservative than that allowed by State statute.

Under provisions of this policy, the City is authorized to invest in the following types of investments:

Negotiable Certificates of Deposit	Government Agency Securities
Time Certificates of Deposit	Treasury Bonds, Bills, and Notes
Bankers Acceptances	Medium-Term Corporate Notes
Commercial Paper	State of California Local Agency Investment Fund

In accordance with GASB Statement No. 31, *Accounting and Financial Reporting for Certain Investments and for External Pools*, investments were stated at fair value using the aggregate method. The City reported an unrealized gain of \$33,408.

The City's investments with LAIF, a State of California external investment pool, at June 30, 2009, included a portion of the pool funds invested in Structured Notes and Asset-Backed Securities. These investments may include the following:

Structured Notes - debt securities (other than asset-backed securities) whose cash-flow characteristics (coupon rate, redemption amount, or state maturity) depend upon one or more indices and/or that have embedded forwards or options.

Asset-Backed Securities - generally, mortgage-backed securities which entitle their purchasers to receive a share of the cash flows from a pool of assets such as principal and interest repayments from a pool of mortgages (such as Collateralized Mortgage Obligations) or credit card receivables.

As of June 30, 2009, the City had \$11,055,904 invested in LAIF, which had invested 14.71% of the pool investment funds in Structured Notes and Asset-Backed Securities as compared to 14.72% in for the prior year. The LAIF fair value factor of 1.001364207 was used to calculate the fair value of the investments in LAIF.

City of Brisbane
Notes to Basic Financial Statements, Continued
For the year ended June 30, 2009

2. CASH AND INVESTMENTS, Continued

D. Risk Disclosures

Interest Risk: Interest rate risk is the market value fluctuation due to overall changes in the interest rates. It is mitigated by limiting the average maturity of the City's portfolio not to exceed five years.

Investments held in the City Treasury grouped by maturity date at June 30, 2009, are shown below:

Investment Type	Fair Value	Investment Maturities (in years)		
		1 year or less	1-2 years	2-3 years
Deposits	\$ 3,330,199	\$ 3,330,199	\$ -	\$ -
Securities of U.S. Government Treasury and Agencies				
Federal National Mortgage Association	1,007,500	-	-	1,007,500
Federal Home Loan Bank	998,999	-	-	998,999
Federal Home Loan Mortgage Corporation	1,002,600	-	-	1,002,600
Treasury Obligation	251,673	251,673	-	-
Local Agency Investments Funds-City	10,902,197	10,902,197	-	-
Local Agency Investments Funds-RDA	153,707	153,707	-	-
Total	\$ 17,646,875	\$ 14,637,776	\$ -	\$ 3,009,099

Liquidity Standard: As a means of maintaining liquidity, the City's investment policy limits are as follows:

Maturity	% of Portfolio
Up to six months	25% (Minimum)
Six months to five years	75% (Maximum)

Credit Risk. Credit risk is the risk that a security or a portfolio will lose some or all of its value due to a real or perceived change in the ability of the issuer to repay its debt. According to the City's investment policy, no more than 5% of the total portfolio may be invested in securities of any single issuer, other than the U.S. Government, its agencies and instrumentalities, and LAIF. If a security is downgraded by either Moody's or S&P to a level below the minimum quality required by the City, it shall be the City's policy to sell that security as soon as practicable. The City's investments were in U.S. Government Securities, which are not subject to credit rating disclosures, and in LAIF, which is not rated.

Custodial Credit Risk: For an investment, custodial credit risk is the risk that, in the event of the failure of the counterparty, the City will not be able to recover the value of its investments or collateral securities that are in the possession of an outside party. None of the City's investments were subject to custodial credit risk.

City of Brisbane
Notes to Basic Financial Statements, Continued
For the year ended June 30, 2009

3. LOANS RECEIVABLE

At June 30, 2009, the City had the following loans receivable:

	Balance July 1, 2008	Additions	Deletions	Balance June 30, 2009
Governmental Funds:				
Loan to Finance Director	\$ 318,750	\$ -	\$ -	\$ 318,750
Loan to City Manager	-	300,000	(4,916)	295,084
2nd Loan to City Manager	-	200,000	-	200,000
Loan to Fireblast	13,263	-	(13,263)	-
Bridge Housing Corporation Loan	2,336,086	-	-	2,336,086
Loan to Habitat for Humanity	355,290	-	-	355,290
First Time Home Buyers	125,000	-	-	125,000
Total Governmental Funds	3,148,389	500,000	(18,179)	3,630,210
Proprietary Funds:				
Loan to City Engineer/Director of Public Works	341,843	-	(17,704)	324,139
Loan to Harbor Master	268,303	-	-	268,303
Total Proprietary Funds	610,146	-	(17,704)	592,442
Total	\$ 3,758,535	\$ 500,000	\$ (35,883)	\$ 4,222,652

On April 1, 2002, the City made a loan to the Finance Director in the amount of \$318,750 for the purchase of a home. The entire principal balance together with payment of the "equity sharing amount" is due and payable immediately upon any sale or transfer of the property, except for a transfer of legal title for estate planning purposes to a revocable living trust for which the borrower is trustor and trustee. The loan is secured by the Deed of Trust. As of June 30, 2009, the outstanding balance of the loan was \$318,750.

On July 8, 2008, the City made a loan to the City Manager in the amount of \$300,000 secured by a second deed of trust for the purchase of a home. The loan is secured by a Deed of Trust. As of June 30, 2009, the outstanding balance of the loan was \$295,084.

On September 10, 2008, the city modified the loan agreement to advance an additional \$200,000. The additional amount, together with the payment of the "equity sharing amount" is due and payable upon any sale or transfer of the Property without the prior written consent of the City (except for the transfer of legal title for estate planning purposes to a revocable living trust of which borrowers are the trustors and trustee), or on a date that is eighteen months from the effective date of any termination of borrower's employment with the City. As of June 30, 2009, the outstanding balance of the loan was \$200,000.

City of Brisbane
Notes to Basic Financial Statements, Continued
For the year ended June 30, 2009

3. LOANS RECEIVABLE, Continued

In 1999, the Bridge Housing Corporation entered into a loan agreement. The Agency shall loan to the Bridge Housing Corporation, an amount not to exceed \$2,500,000. The obligation to repay the loan is evidenced by a promissory note. The terms of the note provide that Bridge Housing Corporation shall make repayments, to the extent of surplus cash. Such annual payments shall be due and payable in arrears no later than June 1 each year with respect to the previous calendar year, and shall be accompanied by the Developer's report of surplus cash. As of June 30, 2009, the outstanding amount of the loan receivable was \$2,336,086.

On August 15, 2005, the City made a loan to the Peninsula Habitat for Humanity, Inc. in the amount not to exceed \$355,290 to assist in the development of 5 single family townhomes and 2 single-family homes for affordable to low income homebuyers. The loan is on a drawdown basis by the borrower. The entire loan is due and payable at the end of construction in the amount of \$1, provided that all requirements were met. As of June 30, 2009, the outstanding balance of the loan was \$355,290.

The Agency has provided various loan programs for First Time Homebuyers. In general they provide secondary financing for low and moderate buyers in the City that have deferred payments in order to allow the buyer to maximize their purchasing capacity. The loan was made to the borrower on October 28, 2006 in the amount of \$125,000. Payment of principal and interest is paid upon sale of property. Units are sold at market value and the Agency also receives as payment a share of the appreciation based on the percentage of the Agency loan to original purchase price. The Agency has first right of refusal to purchase unit to roll over to new eligible buyer. As of June 30, 2009, the outstanding amount of the loan was \$125,000.

On October 22, 2001, the City made a loan to the City Engineer/Director of Public Works in the amount of \$320,000 for the purchase of a home. The entire principal balance together with payment of the "equity sharing amount" is due and payable immediately upon any sale or transfer of the property, except for a transfer of legal title for estate planning purposes to a revocable living trust for which borrower is trustor and trustee. The loan is secured by the Deed of Trust. On October 1, 2005, the City modified the agreement to include interest in the amount of \$45,479. As of June 30, 2009, the outstanding balance of the loan was \$324,140.

On July 31, 2003, the City made a loan to the Marina Services Director in the amount of \$268,303 for the purchase of a home. The entire principal balance together with payment of the "equity sharing amount" is due and payable immediately upon any sale or transfer of the property, except for a transfer of legal title for estate planning purposes to a revocable living trust for which borrower is trustor and trustee. The loan is secured by the Deed of Trust. As of June 30, 2009, the outstanding balance of the loan was \$268,303.

City of Brisbane
Notes to Basic Financial Statements, Continued
For the year ended June 30, 2009

4. INTERFUND TRANSACTIONS

A. Fund Financial Statements

Due To / From Other Funds

At June 30, 2009, the City had the following due to/from other funds:

	Due from Other Funds		
	General Fund	Internal Service Fund	Total
Due to Other Funds			
Governmental Funds:			
Major Fund:			
Capital Projects	\$ 46,349	\$ -	\$ 46,349
Non-Major Governmental Funds	946,596	290,025	1,236,621
Utility Enterprise Fund	33,982	1,088,920	1,122,902
Total	\$ 1,026,927	\$ 1,378,945	\$ 2,405,872

Due to/from other funds represent temporary loans from the General Fund and Rainy Day Fund to cover cash flow shortfalls.

Advances To / From Other Funds

At June 30, 2009, the City had the following advances to/from other funds:

	Advances to Other Funds						Total
	General Fund	Community Redevelopment Agency Special Revenue Fund	BPFA 2001 Revenue Bonds, Series A Debt Service Fund	Non-Major Governmental Funds	Parks and Recreations Enterprise Fund		
Community Redevelopment Agency	\$ 1,293,108	\$ 4,099,278	\$ 16,055,996	\$ -	\$ -	\$ 21,448,382	
BPFA 2001 Revenue Bonds Series A	-	-	-	-	2,295,996	2,295,996	
Non-major governmental funds	572,542	-	-	-	-	572,542	
Utility Enterprise Fund	540,219	-	-	533,874	-	1,074,093	
Total	\$ 2,405,869	\$ 4,099,278	\$ 16,055,996	\$ 533,874	\$ 2,295,996	\$ 25,391,013	

Advance from General Fund to Redevelopment Area #2 - \$1,293,108 is a loan to cover the operating shortfall of RDA#2 through fiscal year 2000.

Advance from General Fund to Open Space fund - \$572,542 is a loan on future contributions for the purchase of parcels in Brisbane Acres.

Advance from General Fund to Utility Enterprise Fund - \$540,219 represents a loan to cover operating loss for the fiscal year 2004/2005.

City of Brisbane
Notes to Basic Financial Statements, Continued
For the year ended June 30, 2009

4. INTERFUND TRANSACTIONS, Continued

A. Fund Financial Statements, Continued

Advances To / From Other Funds, Continued

Advances from the Brisbane Public Financing Authority 2001 Revenue Bonds, Series A – On March 1, 2001, the Agency issued \$15,000,000 of Brisbane Community Redevelopment Project Area #1 2001 Tax Allocation Bonds (Bonds) to refund the 1984 Tax Allocation Bonds and to satisfy the Agency’s obligation under the 1984 Lease/Leaseback agreement (Deferred Rent Payable).

The Bonds mature annually through May 1, 2026 in amounts ranging from \$80,000 to \$1,725,000 beginning May 1, 2003. The Bonds bear interest at a rate per annum equal to 12%. The interest payment is due on May 1 every year starting 2001. The Bonds are subject to optional and mandatory redemption prior to maturity. The Bonds are payable from and secured by certain tax revenues payable to the Agency. The outstanding principal and interest remaining to be paid on the bonds is \$32,854,400. Principal and interest paid for the current year and the total tax revenue were \$1,933,200 and \$2,926,232 respectively. The outstanding balance of the Bonds was \$13,760,000 at June 30, 2009.

The Agency and the Authority entered into a bond purchase contract (Contract) on March 1, 2001. According to the Contract, the Authority issued Brisbane Public Financing Authority 2001 Revenue Bonds, Series A in the amount of \$26,300,000 to acquire the Bonds. Accordingly, the \$13,760,000 outstanding balance of the Bonds is presented as an advance between the Agency and Authority.

The annual debt service requirements on the advance were as follows:

For the Years Ending June 30,	Principal	Interest	Total
2010	\$ 280,000	\$ 1,651,200	\$ 1,931,200
2011	315,000	1,617,600	1,932,600
2012	355,000	1,579,800	1,934,800
2013	395,000	1,537,200	1,932,200
2014	445,000	1,489,800	1,934,800
2015-2019	3,150,000	6,511,200	9,661,200
2020-2024	5,555,000	4,108,800	9,663,800
2025-2026	3,265,000	598,800	3,863,800
Total	\$ 13,760,000	\$ 19,094,400	\$ 32,854,400

Advance from the BPFA to Utility Fund – \$533,874 represents the portion of the 1995 COP Bonds that were used for the construction of the water tank. The Water Enterprise and the Guadalupe Valley Improvement District (combined into the Utility Fund) make annual payments to the Authority for their respective share of the debt service.

Advance from the RDA # to Marina – \$2,295,996 for refinancing of the 1984 Tax Allocation Bonds.

City of Brisbane
Notes to Basic Financial Statements, Continued
For the year ended June 30, 2009

4. INTERFUND TRANSACTIONS, Continued

A. Fund Financial Statements, Continued

Transfers In/Out

The City had the following transfers in/ out for the year ended June 30, 2009:

	Transfers Out					Total
	General Fund	Community Redevelopment Agency Special Revenue Fund	Non-Major Governmental Funds	Utility Enterprise Fund	Internal Service	
Transfers In						
General Fund	\$ -	\$ -	\$ -	\$ -	\$ 41,094	\$ 41,094
Debt Service Funds:						
Brisbane PFA 2001 Revenue Bonds Series A	-	1,768,910	-	-	-	1,768,910
Capital Project Funds:						
Capital Projects	18,840	-	6,977,954	-	-	6,996,794
Non-Major Governmental Funds	839,842	337,075	-	59,371	-	1,236,288
Enterprise Fund:						
Parks and Recreation	1,039,446	-	19,164	-	-	1,058,610
Internal Service Fund:	102,318	-	-	-	-	102,318
Total	\$ 2,000,446	\$ 2,105,985	\$ 6,997,118	\$ 59,371	\$ 41,094	\$ 11,204,014

Transfers from the Community Redevelopment Agency Special Revenue fund were for debt service payments.

Transfers from the Non-Major Governmental funds were for debt service payments and capital improvement projects.

Transfers to the Internal Service fund were for reimbursement of retirement payments.

Transfers to the General Service fund were for the unused portion of Flex Benefits that returned to the General Fund at the end of the year.

Transfers from the Agency & Trust funds were to reimburse the general fund for administrative costs.

City of Brisbane
Notes to Basic Financial Statements, Continued
For the year ended June 30, 2009

5. CAPITAL ASSETS

A. Government-Wide Financial Statements

At June 30, 2009, the City's capital assets consisted of the following:

	Government Activities	Business-Type Activities	Total
Non-depreciable assets:			
Land	\$ 11,810,589	\$ 1,111,156	\$ 12,921,745
Construction in progress	23,715,232	334,707	24,049,939
Total non-depreciable assets	<u>35,525,821</u>	<u>1,445,863</u>	<u>36,971,684</u>
Depreciable assets:			
Land improvements	1,324,143	9,773,139	11,097,282
Buildings and structures	3,923,318	12,655,359	16,578,677
Machinery and equipment	2,477,431	945,677	3,423,108
Infrastructure	15,334,069	30,265,986	45,600,055
	<u>23,058,961</u>	<u>53,640,161</u>	<u>76,699,122</u>
Less accumulated depreciation	<u>(8,994,578)</u>	<u>(18,211,597)</u>	<u>(27,206,175)</u>
Total depreciable assets, net	<u>14,064,383</u>	<u>35,428,564</u>	<u>49,492,947</u>
Total capital assets	<u><u>\$ 49,590,204</u></u>	<u><u>\$ 36,874,427</u></u>	<u><u>\$ 86,464,631</u></u>

The following is a summary of capital assets for governmental activities:

	Balance July 1, 2008	Additions	Deletions	Transfers	Balance June 30, 2009
Capital assets, not being depreciated:					
Land	\$ 11,714,833	\$ 95,756	\$ -	\$ -	\$ 11,810,589
Construction in progress	18,994,669	4,729,453	-	(8,890)	23,715,232
Total capital assets, not being depreciated	<u>30,709,502</u>	<u>4,825,209</u>	<u>-</u>	<u>(8,890)</u>	<u>35,525,821</u>
Capital assets, being depreciated:					
Land improvements	505,314	809,939	-	8,890	1,324,143
Buildings and structures	3,923,318	-	-	-	3,923,318
Machinery and equipment	2,457,107	118,421	(98,097)	-	2,477,431
Infrastructure	14,914,275	419,794	-	-	15,334,069
Total capital assets, being depreciated	<u>21,800,014</u>	<u>1,348,154</u>	<u>(98,097)</u>	<u>8,890</u>	<u>23,058,961</u>
Less accumulated depreciation:					
Land improvements	(129,766)	(11,349)	-	-	(141,115)
Buildings and structures	(1,648,357)	(78,226)	-	-	(1,726,583)
Machinery and equipment	(1,364,265)	(219,346)	85,656	-	(1,497,955)
Infrastructure	(5,401,173)	(227,752)	-	-	(5,628,925)
Accumulated depreciation	<u>(8,543,561)</u>	<u>(536,673)</u>	<u>85,656</u>	<u>-</u>	<u>(8,994,578)</u>
Total capital assets, being depreciated, net	<u>13,256,453</u>	<u>811,481</u>	<u>(12,441)</u>	<u>8,890</u>	<u>14,064,383</u>
Total governmental activities	<u><u>\$ 43,965,955</u></u>	<u><u>\$ 5,636,690</u></u>	<u><u>\$ (12,441)</u></u>	<u><u>\$ -</u></u>	<u><u>\$ 49,590,204</u></u>

City of Brisbane
Notes to Basic Financial Statements, Continued
For the year ended June 30, 2009

5. CAPITAL ASSETS, Continued

A. Government-Wide Financial Statements, Continued

Depreciation expenses by program for capital assets for the year ended June 30, 2009 are as follows:

General government	\$ 80,342
Public safety	157,298
Public works	<u>299,033</u>
Total depreciation expense	<u><u>\$ 536,673</u></u>

The following is a summary of capital assets for business-type activities:

	Balance July 1, 2008	Additions	Deletions	Transfers	Balance June 30, 2009
Capital assets, not being depreciated:					
Land	\$ 1,111,156	\$ -	\$ -	\$ -	\$ 1,111,156
Construction in progress	<u>294,551</u>	<u>40,156</u>	<u>-</u>	<u>-</u>	<u>334,707</u>
Total capital assets, not being depreciated	<u>1,405,707</u>	<u>40,156</u>	<u>-</u>	<u>-</u>	<u>1,445,863</u>
Capital assets, being depreciated:					
Land improvements	9,697,407	75,732	-	-	9,773,139
Buildings and structures	12,655,359	-	-	-	12,655,359
Machinery and equipment	932,507	35,821	(22,651)	-	945,677
Infrastructure	<u>30,265,986</u>	<u>-</u>	<u>-</u>	<u>-</u>	<u>30,265,986</u>
Total capital assets, being depreciated	53,551,259	111,553	(22,651)	-	53,640,161
Less accumulated depreciation:					
Land improvements	(5,680,896)	(257,941)	-	-	(5,938,837)
Buildings and structures	(1,960,424)	(229,307)	-	-	(2,189,731)
Machinery and equipment	(198,996)	(58,933)	-	-	(257,929)
Infrastructure	<u>(9,340,767)</u>	<u>(484,333)</u>	<u>-</u>	<u>-</u>	<u>(9,825,100)</u>
Accumulated depreciation	<u>(17,181,083)</u>	<u>(1,030,514)</u>	<u>-</u>	<u>-</u>	<u>(18,211,597)</u>
Total capital assets, being depreciated, net	<u>36,370,176</u>	<u>(918,961)</u>	<u>(22,651)</u>	<u>-</u>	<u>35,428,564</u>
Total business-type activities	<u><u>\$ 37,775,883</u></u>	<u><u>\$ (878,805)</u></u>	<u><u>\$ (22,651)</u></u>	<u><u>\$ -</u></u>	<u><u>\$ 36,874,427</u></u>

Depreciation expenses of the business-type activities for the year ended June 30, 2009 are as follows:

Water	\$ 210,850
Sewer	82,783
Guadalupe Valley Municipal Improvement District	338,819
Parks and Recreation	<u>398,062</u>
Total depreciation expense	<u><u>\$ 1,030,514</u></u>

City of Brisbane
Notes to Basic Financial Statements, Continued
For the year ended June 30, 2009

5. CAPITAL ASSETS, Continued

B. Fund Financial Statements

The Governmental Fund Financial Statements do not present General Government Capital Assets. Consequently, capital assets are shown as a reconciling item in the Reconciliation of the Governmental Funds Balance Sheet to the Government-Wide Statement of Net Assets.

The capital assets of the enterprise funds in the Proprietary Fund Financial Statements are the same as those shown in the business-type activities of the Government-Wide Financial Statements. Internal Service Funds' capital assets are combined with governmental activities.

6. NET PENSION ASSET

As discussed in Note 7, in fiscal year 2007, the City issued Pension Obligation Bonds in the amount of \$4,745,000. The proceeds of the bonds were used to prepay the City's unfunded PERS actuarial accrued liability. This prepayment has been recorded on the Statement of Net Assets as a Net Pension Asset.

In accordance with GASB Statement No. 27, the net pension asset is being amortized using the same amortization methodology utilized by PERS to calculate the Annual Required Contribution (ARC) each year. A summary of the methodology used is as follows:

Amortization Method	Level Percent of Payroll
Average Remaining Period (as of 6/30/2009)	14 years for Miscellaneous & 12 years for Safety
Investment Rate of Return	7.75% (net of administrative expenses)
Payroll Growth	3.25%

Interest on the Net Pension Asset (NPA) is calculated as a percentage of the NPA's balance at the beginning of each year based on the investment rate of return stated above and is added to the balance of the NPA for that year.

During fiscal year 2009, interest earned and amortization of the NPA were \$344,429 and \$516,894, respectively.

A summary of the changes to the NPA for the year ended June 30, 2009 is as follows:

	Balance July 1, 2008	Additions	Deletions	Balance June 30, 2009
Governmental Activities	\$ 4,444,248	\$ 344,429	\$ (516,894)	\$ 4,271,783

City of Brisbane
Notes to Basic Financial Statements, Continued
For the year ended June 30, 2009

7. LONG-TERM DEBT

The following is a summary of governmental activities long-term debt transactions for the year ended June 30, 2009:

Description	Balance July 1, 2008	Additions	Deletions	Balance June 30, 2009	Classification	
					Amounts Due Within One Year	Amounts Due in More than One Year
Governmental Activities:						
Revenue Bonds:						
1998 Housing Set-Aside	\$ 1,385,000	\$ -	\$ (40,000)	\$ 1,345,000	\$ 40,000	\$ 1,305,000
2001 Brisbane PFA, Series A	22,115,000	-	(745,000)	21,370,000	780,000	20,590,000
2001 Brisbane PFA, Series B	7,000,000	-	(645,000)	6,355,000	680,000	5,675,000
2005 Brisbane PFA, Series A	2,645,000	-	(225,000)	2,420,000	235,000	2,185,000
2005 Brisbane PFA, Series B	5,970,000	-	-	5,970,000	-	5,970,000
2006 Pension Obligation	4,335,000	-	(155,000)	4,180,000	250,000	3,930,000
2009 Brisbane PFA, Series A	-	2,255,000	-	2,255,000	70,000	2,185,000
Unamortized discount on bonds	(44,819)	(63,421)	3,448	(104,792)	(3,448)	(101,344)
Total governmental activities	\$ 43,405,181	\$ 2,191,579	\$ (1,806,552)	\$ 43,790,208	\$ 2,051,552	\$ 41,738,656

1998 Housing Set-Aside Revenue Bonds

The Agency issued \$1,660,000 principal amount 1998 Housing Set-Aside Revenue Bonds to affect a loan to Bridge Housing Corporation in connection with the construction of a 14 unit multi-family rental housing project called the Brisbane Senior Homes Apartments. The bonds mature annually through September 1, 2013, in amounts ranging from \$25,000 to \$50,000 and term bonds maturing in 2027. The interest on the bonds is payable semiannually on each March 1 and September 1, with rates from 4.25% to 5.70%. The bonds are payable solely from the 20% tax increment housing set-aside of Redevelopment Area #2. Annual principal and interest payments on the bonds are expected to require less than 50% of the set-aside revenues. The outstanding principal and interest remaining to be paid on the bonds is \$2,197,838. Principal and interest paid for the current year and the total 20% tax increment were \$117,413 and \$235,900, respectively. The outstanding balance of the bonds was \$1,345,000 at June 30, 2009.

The annual debt service requirements on the bonds were as follows:

For the Years Ending June 30,	Principal	Interest	Total
2010	\$ 40,000	\$ 75,242	\$ 115,242
2011	45,000	72,915	117,915
2012	45,000	70,429	115,429
2013	50,000	67,780	117,780
2014	50,000	64,968	114,968
2015-2019	305,000	276,595	581,595
2020-2024	400,000	176,702	576,702
2025-2028	410,000	48,207	458,207
Total	\$ 1,345,000	\$ 852,838	\$ 2,197,838

City of Brisbane
Notes to Basic Financial Statements, Continued
For the year ended June 30, 2009

7. LONG-TERM DEBT, Continued

2001 Brisbane Public Financing Authority Revenue Bonds, Series A

On March 1, 2001, the Authority issued \$26,300,000 principal amount 2001 Revenue Bonds, Series A to provide funds to acquire the Brisbane Community Redevelopment Project Area # 1, 2001 Tax Allocation Bonds, and to refinance certain redevelopment activities with respect to the Brisbane Community Redevelopment Project Area # 1 of the Agency.

The bonds mature annually through May 1, 2026, in amounts ranging from \$430,000 to \$1,915,000. The interest on the bonds is payable semiannually on each May 1 and November 1, with rates ranging from 4.00% to 6.00%. The bonds are subject to optional and mandatory redemption prior to maturity. The bonds are payable from and secured by certain tax revenues payable to the Agency. Annual principal and interest payments on the bonds are expected to require less than 100% of the revenues. The outstanding principal and interest remaining to be paid on the bonds is \$34,500,071. Principal and interest paid for the current year and the total tax revenue were \$2,031,212 and \$2,926,232, respectively. The outstanding balance of the bonds was \$21,370,000 at June 30, 2009.

The annual debt service requirements on the bonds were as follows:

For the Years Ending June 30,	Principal	Interest	Total
2010	\$ 780,000	\$ 1,248,962	\$ 2,028,962
2011	825,000	1,208,793	2,033,793
2012	865,000	1,165,480	2,030,480
2013	915,000	1,118,770	2,033,770
2014	960,000	1,067,988	2,027,988
2015-2019	5,695,000	4,442,478	10,137,478
2020-2024	7,605,000	2,539,200	10,144,200
2025-2026	3,725,000	338,400	4,063,400
Total	<u>\$ 21,370,000</u>	<u>\$ 13,130,071</u>	<u>\$ 34,500,071</u>

2001 Brisbane Public Financing Authority Revenue Bonds, Series B

On March 1, 2001, the Authority issued \$8,935,000 principal amount 2001 Revenue Bonds, Series B to acquire an issue of reassessment bonds issued by the City with respect to the City's Marina Boulevard and Lagoon Road Local Improvement District 79-1 (District) and to refund certain outstanding assessment bonds issued by the City with respect to the District and certain related outstanding revenue bonds issued by the Authority.

The bonds mature annually through September 2, 2015, in amounts ranging from \$70,000 to \$1,655,000. The interest on the bonds is payable semiannually on each March 2 and September 2, with rates ranging from 3.75% to 5.55%. The bonds are subject to optional and mandatory redemption prior to maturity. The bonds are payable from reassessments levied and collected in the District and amounts held in the redemption fund established under the Fiscal Agent Agreement. The outstanding principal and interest remaining to be paid on the bonds is \$7,739,558. Principal and interest paid for the current year and the total assessment revenue were \$996,944 and \$920,214, respectively. The outstanding balance of the bonds was \$6,355,000 at June 30, 2009.

City of Brisbane
Notes to Basic Financial Statements, Continued
For the year ended June 30, 2009

7. LONG-TERM DEBT, Continued

2001 Brisbane Public Financing Authority Revenue Bonds, Series B, Continued

The annual debt service requirements on the bonds were as follows:

For the Years Ending June 30,	Principal	Interest	Total
2010	\$ 680,000	\$ 319,643	\$ 999,643
2011	720,000	284,983	1,004,983
2012	760,000	247,412	1,007,412
2013	800,000	206,843	1,006,843
2014	840,000	163,373	1,003,373
2015-2016	2,555,000	162,304	2,717,304
Total	\$ 6,355,000	\$ 1,384,558	\$ 7,739,558

2005 Brisbane Public Financing Authority Revenue Bonds, Series A

On February 1, 2005, the Authority issued \$3,265,000 principal amount 2005A Revenue Bonds to refund certain outstanding certificates of participation executed and delivered to finance certain capital projects for the City.

The bonds mature annually through April 1 2017, in amounts ranging from \$190,000 to \$310,000. The interest on the bonds is payable semiannually on each April 1 and October 1, with rates ranging from 3.00% to 3.75%. The bonds are subject to optional and mandatory redemption prior to maturity. The bonds are payable from lease payments from the City to the Authority. The outstanding balance of the bonds was \$2,420,000 at June 30, 2009.

The annual debt service requirements on the bonds were as follows:

For the Years Ending June 30,	Principal	Interest	Total
2010	\$ 235,000	\$ 84,223	\$ 319,223
2011	245,000	77,172	322,172
2012	250,000	69,823	319,823
2013	255,000	62,010	317,010
2014	265,000	53,722	318,722
2015-2018	1,170,000	170,322	1,340,322
Total	\$ 2,420,000	\$ 517,272	\$ 2,937,272

City of Brisbane
Notes to Basic Financial Statements, Continued
For the year ended June 30, 2009

7. LONG-TERM DEBT, Continued

2005 Brisbane Public Financing Authority Revenue Bonds, Series B

On October 3, 2005, the Authority issued \$5,970,000 principal amount 2006B Revenue Bonds to finance the City Hall renovation and expansion project.

The bonds mature annually through April 1 2024, in amounts ranging from \$145,000 to \$235,000. The interest on the bonds is payable semiannually on each April 1 and October 1, with rates ranging from 3.125% to 4.375%. The bonds are subject to optional and mandatory redemption prior to maturity. The bonds are payable from lease payment from the City to the Authority. The outstanding balance of the bonds was \$5,970,000 at June 30, 2009.

The annual debt service requirements on the bonds were as follows:

For the Years Ending June 30,	Principal	Interest	Total
2010	\$ -	\$ 256,521	\$ 256,521
2011	145,000	256,521	401,521
2012	150,000	251,990	401,990
2013	155,000	247,115	402,115
2014	160,000	241,884	401,884
2015-2019	885,000	1,118,275	2,003,275
2020-2024	1,080,000	926,364	2,006,364
2025-2029	1,335,000	665,895	2,000,895
2030-2034	1,675,000	328,376	2,003,376
2035	385,000	17,806	402,806
Total	\$ 5,970,000	\$ 4,310,747	\$ 10,280,747

2006 Taxable Pension Obligation Refunding Bonds

On August 8, 2006, the City issued \$4,745,000 principal amount of 2006 Taxable Pension Obligation Refunding Bonds (2006 Pension Bonds) with interest rates of 5.0%. The proceeds were used to refund a portion of the City's obligations to PERS evidenced by the PERS contract and representing the unamortized, unfunded actuarial accrued liability with respect to the pension benefits. Interest is payable semiannually on January 1 and July 1. The principal is payable annually. The bonds are subject to optional and mandatory redemption prior to maturity. The 2006 Pension Bonds are obligations of the City imposed by law and are absolute and unconditional, without any right of set-off or counterclaim. The City shall be obligated to make appropriations to pay the bonds from any source of legally available funds of the City for each fiscal year. The outstanding balance of the bonds, net of discount, was \$4,138,629 at June 30, 2009.

City of Brisbane
Notes to Basic Financial Statements, Continued
For the year ended June 30, 2009

7. LONG-TERM DEBT, Continued

2006 Taxable Pension Obligation Refunding Bonds, Continued

The annual debt service requirements on the bonds were as follows:

For the Years Ending June 30,	Principal	Interest	Total
2010	\$ 250,000	\$ 235,750	\$ 485,750
2011	300,000	222,000	522,000
2012	335,000	205,500	540,500
2013	370,000	187,075	557,075
2014	410,000	166,725	576,725
2015-2019	2,225,000	438,987	2,663,987
2020-2021	290,000	25,851	315,851
Subtotal	4,180,000	1,481,888	5,661,888
Less Discount	(41,371)	-	(41,371)
Total	\$ 4,138,629	\$ 2,963,776	\$ 5,620,517

2009 Brisbane Public Financing Authority Lease Revenue Bonds, Series A

On March 11, 2009, the Authority issued \$2,255,000 principle amount 2009A Revenue Bonds to finance the completion of the City Hall renovation and expansion project.

The bonds mature annually through April 1 2024, in amounts ranging from \$70,000 to \$135,000. The interest on the bonds is payable semiannually on each April 1 and October 1, with rates ranging from 3.0% to 5.625%. The bonds are subject to optional and mandatory redemption prior to maturity. The bonds are payable from lease payment from the City to the Authority. The outstanding balance of the bonds, net of discount, was \$2,191,569 at June 30, 2009.

City of Brisbane
Notes to Basic Financial Statements, Continued
For the year ended June 30, 2009

7. LONG-TERM DEBT, Continued

2009 Brisbane Public Financing Authority Lease Revenue Bonds, Series A, Continued

The annual debt service requirements on the bonds were as follows:

For the Years Ending June 30,	Principal	Interest	Total
2010	\$ 70,000	\$ 116,586	\$ 186,586
2011	75,000	112,575	187,575
2012	75,000	110,325	185,325
2013	80,000	107,325	187,325
2014	85,000	104,125	189,125
2015-2019	475,000	465,738	940,738
2020-2024	605,000	339,394	944,394
2025-2029	790,000	147,300	937,300
Subtotal	2,255,000	1,503,368	3,758,368
Less Discount	(63,431)	-	(63,431)
Total	\$ 2,191,569	\$ 1,503,368	\$ 3,694,937

The following is a summary of business-type activities long-term debt transactions for the year ended June 30, 2009:

Description	Balance July 1, 2008	Additions	Deletions	Balance June 30,2009	Classification	
					Amounts Due Within One Year	Amounts Due in More than One Year
Business-Type Activities:						
Capital lease	\$ 158,560	\$ -	\$ (22,651)	\$ 135,909	\$ 22,652	\$ 113,257
Revenue Bonds:						
2002 Brisbane PFA, Series A	4,080,000	-	(100,000)	3,980,000	100,000	3,880,000
Total business-type activities	\$ 4,238,560	\$ -	\$ (122,651)	\$ 4,115,909	\$ 122,652	\$ 3,993,257

Capital Lease

On August 15, 2005, the City entered into a 10 year lease agreement with Government Capital Corporation for utility metering equipment with option to purchase. The lease was in the amount of \$226,513 with interest of \$45,384, payable annually on November 15 of each year in the amount of \$22,651. As of June 30, 2009, the outstanding balance was \$135,909.

City of Brisbane
Notes to Basic Financial Statements, Continued
For the year ended June 30, 2009

7. LONG-TERM DEBT, Continued

Capital Lease, Continued

The annual payment requirements on the leases were as follows:

For the Years Ending June 30,	Lease Payments
2010	\$ 16,876
2011	17,725
2012	18,616
2013	19,552
2014	20,535
2015	21,567
Subtotal	114,871
Plus interest	21,038
Total	\$ 135,909

2002 Brisbane Public Financing Authority Revenue Bonds, Series A

On August 1, 2002, the Authority issued \$4,450,000 principal amount Revenue Bonds, 2002 Series A to finance water system improvements and related facilities and wastewater system improvements and related facilities which constitute part of the Utility Enterprise Fund of the City.

The bonds mature annually through September 1, 2031, in amounts ranging from \$95,000 to \$290,000. The interest on the bonds is payable semiannually on each March 1 and September 1, with rates ranging from 3.25% to 5.00%. The bonds are subject to optional and mandatory redemption prior to maturity. The bonds are payable from the net revenues of the Utility Enterprise Fund of the City. The outstanding principal and interest remaining to be paid on the bonds is \$6,616,681. Principal and interest paid for the current year and the total net revenue were \$289,286 and \$264,345, respectively. The outstanding balance of the bonds was \$3,980,000 at June 30, 2009.

The annual debt service requirements on the bonds were as follows:

For the Years Ending June 30,	Principal	Interest	Total
2010	\$ 100,000	\$ 185,661	\$ 285,661
2011	105,000	181,818	286,818
2012	115,000	177,549	292,549
2013	115,000	172,949	287,949
2014	120,000	168,249	288,249
2015-2019	670,000	760,037	1,430,037
2020-2024	855,000	584,168	1,439,168
2025-2029	1,090,000	343,750	1,433,750
2030-2032	810,000	62,500	872,500
Total	\$ 3,980,000	\$ 2,636,681	\$ 6,616,681

City of Brisbane
Notes to Basic Financial Statements, Continued
For the year ended June 30, 2009

7. LONG-TERM DEBT, Continued

Compensated Absences

The City records a liability to recognize the financial effect of unused vacation and other compensated leaves. The total of vacation and other compensated leaves was \$686,077 as of June 30, 2009, comprised of the following:

Description	Balance July 1, 2008	Additions	Deletions	Balance June 30, 2009	Classification	
					Amounts Due Within One Year	Amounts Due in More than One Year
Governmental Activities:						
Compensated absences	\$ 493,677	\$ 79,117	\$ (24,714)	\$ 548,080	\$ 49,997	\$ 498,083
Business-Type Activities:						
Compensated absences	\$ 132,791	\$ 15,711	\$ (10,505)	\$ 137,997	\$ 33,446	\$ 104,551

8. NON-CITY OBLIGATION

The following bond issue is not reported in the City's financial statements, because it is considered special obligations payable solely from and secured by specific revenue sources described in the resolutions and official statements of the respective issues. Neither the faith and credit nor the taxing power of the City, the County of San Mateo, the State of California or any political subdivision thereof, is pledged for payment of these bonds.

	Original Amount	Outstanding June 30, 2009
Northeast Ridge Development District 2001 Act Assessment District Bonds	\$ 6,975,000	\$ 5,155,000

9. OPERATING LEASES

The City leased three Konica copiers from Caltronics Business Systems for the operations of the City. The total amount of the lease amounted to \$159,208. The City does not intend to capitalize the copiers at the end of the lease. All payments were expenditures from the General Fund. The rental cost for the year ended June 30, 2009 was \$42,256.

City of Brisbane
Notes to Basic Financial Statements, Continued
For the year ended June 30, 2009

10. DEFICIT NET ASSETS AND FUND BALANCES

A. Deficit Unrestricted Net Assets

At June 30, 2009, the City had a deficit unrestricted net assets of Governmental Activities in the amount of \$(32,517,761). The negative unrestricted net assets was caused by the City using Agency funds to issue bonds for assets that are used in the Parks and Recreation Fund, thus decreasing total net assets.

At June 30, 2009, the City had a deficit unrestricted net assets in the Business-Type Activities in the amount of \$(1,454,775). The negative unrestricted net assets were caused by unspent bond proceeds and in previous year's utility rates being lower than the cost to operate the system.

At June 30, 2009 the City had deficit net assets in the Fiduciary Funds as following:

Funds	Deficit Net Asset
Fiduciary Funds	
Brisbane Recycling Revolving	\$ (7,208)

B. Deficit Fund Balances

The following funds had deficit fund balances, which will be eliminated through the reduction in expenditures and/or the use of new funding sources:

Funds	Deficit Fund Balances
Governmental Funds:	
Community Redevelopment Agency Special Revenue Fund	\$ (10,542,365)
Capital Projects	(36,961)
Non-Major Governmental Funds:	
Sierra Point Landscape & Lighting Special Revenue Fund	(288,691)
NPDES	(73,549)
General Plan Open Space	(501,350)
Tunnel Avenue Bridge Project Capital Project	(725,020)
Internal Service Fund:	
Workers' compensation	(577,047)

City of Brisbane
Notes to Basic Financial Statements, Continued
For the year ended June 30, 2009

11. SEGMENT INFORMATION

The City issued revenue bonds to finance its sewer department, which operates the government's sewage system, which pumps sewage to the City of San Francisco. The water, sewer and Guadalupe Valley Municipal Improvement District activities are accounted for in the Utility Enterprise Fund. Separate funds are presented below.

Utility Fund Statement of Net Assets

	Water	Sewer	Guadalupe Valley Municipal Improvement District	Total Utility
ASSETS				
Current assets:				
Accounts receivable, net	\$ 279,570	\$ 279,570	\$ 279,570	\$ 838,710
Taxes receivable	-	-	1,072	1,072
Total current assets	<u>279,570</u>	<u>279,570</u>	<u>280,642</u>	<u>839,782</u>
Noncurrent assets:				
Restricted cash and investments with fiscal agents	-	37,460	-	37,460
Capital assets:				
Non-depreciable	362,268	61,351	558,903	982,522
Depreciable, net	7,557,485	4,647,080	15,700,553	27,905,118
Total capital assets	<u>7,919,753</u>	<u>4,708,431</u>	<u>16,259,456</u>	<u>28,887,640</u>
Total noncurrent assets	<u>7,919,753</u>	<u>4,745,891</u>	<u>16,259,456</u>	<u>28,925,100</u>
Total assets	<u>8,199,323</u>	<u>5,025,461</u>	<u>16,540,098</u>	<u>29,764,882</u>
LIABILITIES				
Current liabilities:				
Accounts payable	60,465	101,608	107,647	269,720
Interest payable	21,282	21,282	21,282	63,846
Compensated absences	18,666	31,133	6,999	56,798
Due to other funds	1,121,835	-	1,067	1,122,902
Deposits	9,356	9,356	9,356	28,068
Accrued payroll	6,579	7,858	5,123	19,560
Capital lease due within one year	11,326	-	11,326	22,652
Bonds payable due within one year	33,333	33,334	33,333	100,000
Total current liabilities	<u>1,282,842</u>	<u>204,571</u>	<u>196,133</u>	<u>1,683,546</u>
Noncurrent liabilities:				
Bonds payable due in more than one year	1,293,333	1,293,333	1,293,334	3,880,000
Capital lease due in more than one year	56,628	-	56,628	113,256
OPEB Obligation	-	9,468	-	9,468
Advances from other funds	261,682	540,219	272,192	1,074,093
Total noncurrent liabilities	<u>1,611,643</u>	<u>1,843,020</u>	<u>1,622,154</u>	<u>5,076,817</u>
Total liabilities	<u>2,894,485</u>	<u>2,047,591</u>	<u>1,818,287</u>	<u>6,760,363</u>
NET ASSETS				
Invested in capital assets, net of related debt	6,593,087	3,381,764	14,932,789	24,907,640
Restricted for:				
Capital projects	768,922	85,922	216,270	1,071,114
Debt service	-	37,460	-	37,460
Unrestricted	(2,057,171)	(527,276)	(427,248)	(3,011,695)
Total net assets	<u>\$ 5,304,838</u>	<u>\$ 2,977,870</u>	<u>\$ 14,721,811</u>	<u>\$ 23,004,519</u>

City of Brisbane
Notes to Basic Financial Statements, Continued
For the year ended June 30, 2009

11. SEGMENT INFORMATION, Continued

Utility Fund Statement of Activities

	Water	Sewer	Guadalupe Valley Municipal Improvement District	Total Utility
OPERATING REVENUES				
Charges for services	\$ 1,289,085	\$ 1,206,369	\$ 1,557,365	\$ 4,052,819
Other revenues	-	-	187	187
Total operating revenues	<u>1,289,085</u>	<u>1,206,369</u>	<u>1,557,552</u>	<u>4,053,006</u>
OPERATING EXPENSES				
Costs of sales and services	442,381	470,027	642,834	1,555,242
General and administrative	636,634	663,879	461,210	1,761,723
Depreciation	210,850	82,783	338,819	632,452
Total operating expenses	<u>1,289,865</u>	<u>1,216,689</u>	<u>1,442,863</u>	<u>3,949,417</u>
OPERATING INCOME (LOSS)	<u>(780)</u>	<u>(10,320)</u>	<u>114,689</u>	<u>103,589</u>
NONOPERATING REVENUES (EXPENSES)				
Taxes and assessments	-	-	30,725	30,725
Interest expense	(73,195)	(73,195)	(73,195)	(219,585)
Total nonoperating revenues (expenses)	<u>(73,195)</u>	<u>(73,195)</u>	<u>(42,470)</u>	<u>(188,860)</u>
INCOME (LOSS) BEFORE TRANSFERS	<u>(73,975)</u>	<u>(83,515)</u>	<u>72,219</u>	<u>(85,271)</u>
Transfers out	(28,954)	-	(30,417)	(59,371)
Total transfers in and out	<u>(28,954)</u>	<u>-</u>	<u>(30,417)</u>	<u>(59,371)</u>
Change in net assets	<u>(102,929)</u>	<u>(83,515)</u>	<u>41,802</u>	<u>(144,642)</u>
NET ASSETS				
Beginning of year	5,407,767	3,061,385	14,680,009	23,149,161
End of year	<u>\$ 5,304,838</u>	<u>\$ 2,977,870</u>	<u>\$ 14,721,811</u>	<u>\$ 23,004,519</u>

City of Brisbane
Notes to Basic Financial Statements, Continued
For the year ended June 30, 2009

11. SEGMENT INFORMATION, Continued

Utility Fund Statement of Cash Flows

	Water	Sewer	Guadalupe Valley Municipal Improvement District	Total Utility
CASH FLOWS FROM OPERATING ACTIVITIES				
Cash received from customers	\$ 1,233,109	\$ 1,150,392	\$ 1,501,389	\$ 3,884,890
Cash payments to suppliers	(453,171)	(472,921)	(666,520)	(1,592,612)
Cash payments for general and administrative	(635,264)	(651,333)	(459,453)	(1,746,050)
Cash received from (payments to) other funds	(426,296)	-	(18,429)	(444,725)
Cash received from (payments to) other	-	-	295	295
Net cash provided (used) by operating activities	(281,622)	26,138	357,282	101,798
CASH FLOWS FROM NONCAPITAL FINANCING ACTIVITIES				
Taxes received	-	-	30,725	30,725
Transfers out	(28,954)	-	(30,417)	(59,371)
Net cash provided (used) by noncapital financing activities	(28,954)	-	308	(28,646)
CASH FLOWS FROM CAPITAL AND RELATED FINANCING ACTIVITIES				
Acquisition of property, plant and equipment	427,681	(208,197)	(240,485)	(21,001)
Net cash provided (used) by capital and related financing activities	427,681	(208,197)	(240,485)	(21,001)
CASH FLOWS FROM INVESTING ACTIVITIES				
Investment income received	693	693	693	2,079
Lease payment	(11,326)	-	(11,326)	(22,652)
Principal payment of debt	(33,333)	(33,334)	(33,333)	(100,000)
Interest paid	(73,139)	(73,138)	(73,139)	(219,416)
Net cash provided (used) by investing activities	(117,105)	(105,779)	(117,105)	(339,989)
Net increase (decrease) in cash and cash equivalents	-	(287,838)	-	(287,838)
CASH AND CASH EQUIVALENTS				
Beginning of year	-	325,298	-	325,298
End of year	<u>\$ -</u>	<u>\$ 37,460</u>	<u>\$ -</u>	<u>\$ 37,460</u>
FINANCIAL STATEMENT PRESENTATION				
Cash and cash equivalents	-	-	-	-
Restricted cash and cash equivalents with fiscal agents	-	37,460	-	37,460
Total cash and cash equivalents	<u>\$ -</u>	<u>\$ 37,460</u>	<u>\$ -</u>	<u>\$ 37,460</u>
RECONCILIATION OF OPERATING INCOME TO NET CASH PROVIDED BY OPERATING ACTIVITIES				
Operating income (loss)	\$ (780)	\$ (10,320)	\$ 114,689	\$ 103,589
Adjustments to reconcile operating income (loss) to net cash provided (used) by operating activities:				
Depreciation	210,850	82,783	338,819	632,452
Changes in current assets and liabilities:				
Accounts receivable	(55,976)	(55,977)	(55,976)	(167,929)
Taxes receivable	-	-	108	108
Accounts payable and accrued liabilities	1,474	(2,754)	(23,546)	(24,826)
Compensated absences	1,504	2,608	77	4,189
OPEB obligation	-	9,468	-	9,468
Due to other funds	(407,729)	-	1,067	(406,662)
Advances from other funds	(18,567)	-	(19,496)	(38,063)
Deposits	(12,264)	(140)	(140)	(12,544)
Accrued payroll	(134)	470	1,680	2,016
Total adjustments	<u>(280,842)</u>	<u>36,458</u>	<u>242,593</u>	<u>(1,791)</u>
Net cash provided (used) by operating activities	<u>\$ (281,622)</u>	<u>\$ 26,138</u>	<u>\$ 357,282</u>	<u>\$ 101,798</u>

City of Brisbane
Notes to Basic Financial Statements, Continued
For the year ended June 30, 2009

12. RISK MANAGEMENT

The City is exposed to various risks of losses related to torts; theft of, damage to and destruction of assets; errors and omissions; injuries to employees; natural disasters and employee health insurance claims. The City participates in the following public entity risk pools.

A. *General Liability Insurance*

The City is a member of Bay Cities Joint Powers Insurance Authority. The Bay Cities Joint Powers Insurance Authority is a public agency created in 1986 by and among various municipalities in Northern California to provide a pooled approach to liability insurance pursuant to the California Government Code. The Bay Cities Joint Powers Insurance Authority is governed by a Board of Directors which is comprised of appointed officials from the member entities. The purpose of the pool is to provide certain levels of liability coverage, claims administration, and loss control support to member agencies. Annually, each member pays an actuarially determined premium based on a formula which takes into account the prior three years' loss experience, annual payroll, and population.

The City self-insures the first \$25,000 of each liability loss. The Bay Cities Joint Powers Insurance Authority pools the layer from \$25,001 to \$1,000,000 and purchases excess insurance from \$1 million to \$10 million per year.

B. *Workers' Compensation*

On July 1, 2000, the City became a member of Workers' Compensation from Local Agency Workers' Compensation Excess Joint Powers Authority (LAWCX). The City is self-insured for the first \$150,000 of a claim. The LAWCX covers claims from \$150,001 to \$500,000 and purchases excess insurance to \$100,000,000. Prior to July 1, 2000 the City was a member of the San Mateo County Cities Group (Cities Group). When the City left the Cities Group it took on the responsibility for all current and future claims which would have been covered by the Cities Group.

The LAWCX is a public agency created in 1992 by and among self-insured workers' compensation joint power authorities, individual public entities, and special districts throughout California to provide a pooled approach to excess workers' compensation insurance pursuant to the California Government Code. The LAWCX is governed by a Board of Directors which is comprised of appointed officials from its member entities. The purpose of the pool is to provide excess workers' compensation insurance to its member agencies. Annually each member pays an actuarially determined premium based on a formula approved by the Board of Directors.

C. *Long-Term Disability and Other Benefit Insurance*

Other coverage provided to the City's workers, such as long-term disability, and unemployment insurance are covered by purchased insurance.

City of Brisbane
Notes to Basic Financial Statements, Continued
For the year ended June 30, 2009

12. RISK MANAGEMENT, Continued

C. Long-Term Disability and Other Benefit Insurance, Continued

As of June 30, 2009, the estimated claims payable for general liability and workers' compensation was \$661,000, which included claims incurred but not reported (IBNR). There were no reductions in insurance coverage from the prior year and no insurance settlement exceeded coverage in each of the past three years.

	Beginning of Year Liability	Current Year Claims and Changes in Estimates	Claim Payments for Current and Prior Years	End of Year Liability
	<u> </u>	<u> </u>	<u> </u>	<u> </u>
2006-2007	\$ 724,039	\$ (98,789)	\$ (108,080)	\$ 517,170
2007-2008	517,170	256,742	(164,674)	609,238
2008-2009	609,238	179,450	(127,643)	661,045

13. PUBLIC EMPLOYEE RETIREMENT SYSTEM

A. Plan Description

The City contributes to the California Public Employee Retirement systems (PERS), a cost sharing multiple-employer defined benefit pension plan. PERS, as Plan Administrator, provides retirement and disability benefits, annual cost-of-living adjustments, and death benefits to plan members and beneficiaries. PERS acts as a common investment and administrative agent for participating public entities within the State of California. Benefit provisions and all other requirements are established by State statute and City ordinance. Copies of PERS' annual financial report may be obtained from their executive office at 400 P Street, Sacramento, California 95814.

B. Funding Policy

Participants are required to contribute 7% for miscellaneous employees and 9% for safety employees of their annual covered salary. The City makes the 9% contribution for safety employees on their behalf for their account, which amounted to \$126,100. The City is required to contribute at an actuarially determined rate; the current rate is 14.202% for miscellaneous employees, and 15.523% for safety employees, of annual covered payroll. The contribution requirements of plan members and the City are established and may be amended by PERS.

City of Brisbane
Notes to Basic Financial Statements, Continued
For the year ended June 30, 2009

13. PUBLIC EMPLOYEE RETIREMENT SYSTEM, Continued

C. Annual Pension Cost

For 2008-2009, the City's annual pension cost of \$1,237,576 for PERS was equal to the City's required and actual contribution. The required contribution was determined as part of the June 30, 2006, actuarial valuation using the entry age normal actuarial cost method. The actuarial assumptions included (a) 7.75% investment rate of return (net of administrative expenses), (b) projected salary increases ranging from 3.25% to 14.45% for miscellaneous employees and from 3.25% to 14.45% for safety employees depending on age, service, and type of employment, and (c) 2% per year cost-of-living adjustments. Both (a) and (b) included an inflation component of 3.00%. The actuarial value of PERS assets was determined using techniques that smooth the effects of short-term volatility in the market value of investments over a three-year period. PERS unfunded actuarial accrued liability (or surplus) is being amortized as a level percentage of projected payroll on a closed basis. The amortization period at June 30, 2006, was 20 years for miscellaneous employees and 20 years for safety employees for prior and current service unfunded liability.

THREE-YEAR TREND INFORMATION FOR PERS

Fiscal Year	Annual Pension Cost (APC)	Percentage of APC Contributed	Net Pension Obligation
June 30, 2007	\$ 1,030,578	100%	\$ -
June 30, 2008	1,089,890	100%	-
June 30, 2009	1,237,576	100%	-

D. Funding Status as of the Most Recent Actuarial Date

The City retirement plans for miscellaneous and safety employees are part of the CalPERS risk pool for cities and other government entities that have less than 100 active members. Actuarial valuations performed included other participants within the same risk pool. Therefore, standalone information of the schedule of the funding progress for the City's miscellaneous and safety employees is no longer available nor disclosed.

14. OTHER POST-EMPLOYMENT BENEFITS

The City implemented GASB Statement 45 during the current fiscal year.

Plan Description and Funding Policy

The City administers a single-employer defined benefit post employment healthcare plan. Employees hired prior to July 1, 2008, have the stipulated years of service, and retire directly from the City. They are eligible to receive up to the Kaiser rate (family or single, depending on MOU) and the Medicare eligible rate after reaching the age of 65. This same benefit may continue to a surviving spouse depending on the retirement plan election. Currently there are 24 retirees receiving post employment health care benefits from the City.

City of Brisbane
Notes to Basic Financial Statements, Continued
For the year ended June 30, 2009

14. OTHER POST-EMPLOYMENT BENEFITS, Continued

Annual OPEB Costs and Net OPEB Obligation

The City funds the payment of current retiree health costs on a pay-as-you-go basis. For the fiscal year ended June 30, 2009, the City's pay-as-you-go expenses for health care benefits for retirees were \$102,318.

The City's annual other post employment benefit (OPEB) cost is calculated based on the annual required contribution of the employer (ARC), an amount actuarially determined in accordance with the parameters of GASB Statement 45. The ARC represents a level of funding that, if paid on an ongoing basis, is projected to cover normal costs each year and amortize any unfunded actuarial liabilities (or funding excess) over a period not to exceed thirty years. The components of the City's annual OPEB costs for the year, the amount actually contributed to the plan, and changes in the City's net OPEB obligation (NOO) for the year ended June 30, 2009 are as follows:

Annual required contribution	\$ 898,000
Payments made	<u>(102,318)</u>
Increase (decrease) in net OPEB obligation	795,682
Net OPEB obligation - beginning of year	<u>-</u>
Net OPEB obligation - ending of year	<u><u>\$ 795,682</u></u>

The City's annual OPEB cost, the percentage of annual OPEB cost contributed, and the net OPEB obligation for fiscal year 2009 were as follows:

Fiscal Year Ended	Annual OPEB Cost	Percentage of Annual OPEB Cost Contributed	Net OPEB Obligation
6/30/2009	\$ 898,000	11.4%	\$ 795,682

City of Brisbane
Notes to Basic Financial Statements, Continued
For the year ended June 30, 2009

14. OTHER POST-EMPLOYMENT BENEFITS, Continued

Funding Status as of the Most Recent Actuarial Date

In the June 30, 2008 actuarial valuation, the actuarial cost method used is the Entry Age Normal (EAN) cost method. Under the EAN cost method, the plan's Normal Cost is developed as a level percent of payroll throughout the participants' working lifetime. Entry age is based on current age minus years of service. The Actuarial Accrued Liability (AAL) is the cumulative value on the valuation date of prior Normal Cost. For the retirees, the AAL is the present value of all projected benefits. The unfunded AAL is being amortized as a level dollar closed 30 year basis, as a level percent of payroll with a remaining amortization period at June 30, 2008 of 30 years.

GASB Statement 45 requires the interest rate to represent the underlying expected return for the source of funds used to pay benefits. The actuarial methods and assumptions included a 4.25% interest rate, representing the long term expected rate of return on the City's pooled investments. Annual inflation is assumed to increase at 3% per annum and Aggregate Payroll is assumed to increase at 3.25% per annum. The study also used assumptions for the salary merit and longevity increases, and demographic assumptions such as mortality, withdrawal, and disability based on CalPERS 1997-2002 Experience Study. Retirement assumption was also based on CalPERS 1997-2002 Experience Study of the Miscellaneous Plan 2.0% at 55 years, with expected retirement age of approximately 60.5, and Public Safety 3% at 50 years, with expected retirement age of approximately 54.3 for Police and 54.8 for Fire.

The amounts listed below represent the most recent actuarial valuation as of June 30, 2008:

Actuarial Accrued Liability (AAL)	Actuarial Asset Value	Unfunded Actuarial Accrued Liability (UAAL)	Covered Payroll*	UAAL to Covered Payroll
6/30/2008	\$ -	\$ 7,118,000	\$ 6,603,000	107.8%

* Annual payroll of active employees covered by the plan.

Actuarial valuations of an ongoing plan involve estimates of the value of reported amounts and assumptions about the probability of occurrence of events far into the future. Examples include assumptions about future employment, mortality, and the healthcare cost trend. Amounts determined regarding the funded status of the plan and the annual required contributions of the employer are subject to continual revision as actual results are compared with past expectations and new estimates are made about the future. The Schedule of Funding Progress, presented as Required Supplementary Information following the notes to the financial statements, presents multiyear trend information about whether the actuarial value of plan assets is increasing or decreasing over time relative to the actuarial accrued liabilities for benefits. Since this is the first year of including this information in the financial report, the data presented is limited.

City of Brisbane
Notes to Basic Financial Statements, Continued
For the year ended June 30, 2009

14. OTHER POST-EMPLOYMENT BENEFITS, Continued

Funding Status as of the Most Recent Actuarial Date, Continued

Projections of benefits for financial reporting purposes are based on the substantive plan (the plan as understood by the employer and the plan members) and include the types of benefits provided at the time of each valuation and the historical pattern of sharing of benefit costs between the employer and plan members to that point. The actuarial methods and assumptions used include techniques that are designed to reduce the effects of short-term volatility in actuarial accrued liabilities and the actuarial value of assets, consistent with the long-term perspective of the calculations.

15. COMMITMENTS AND CONTINGENCIES

A. *Lawsuits*

The City is a defendant in a number of lawsuits which have arisen in the normal course of business. While substantial damages are alleged in some of these actions, their outcome cannot be predicted with certainty. In the opinion of the City Attorney, these actions, when finally adjudicated, will not have a material adverse effect on the financial condition of the City.

B. *Federal and State Grant Programs*

The City participates in a number of Federal, State and County programs that are fully or partially funded by grants received from other governmental units. Expenditures financed by grants are subject to audit by the appropriate grantor government. If expenditures are disallowed due to noncompliance with grantor program regulations, the City may be required to reimburse the grantor government.

C. *Major Constructions*

The City has various major construction projects not completed as of June 30, 2009.

Seismic Upgrades to Water Storage Tanks - This project will correct seismic deficiencies of the existing water storage tanks. Remaining commitment is \$547,680.

Crystal Springs Aqueduct Flow Regulators - This project will install control valves and tie into the SCADA system to allow City staff to control which turnouts are providing flow in order to maximize first use of our lower cost water purchases. The remaining commitment is \$371,478.

As of June 30, 2009, in the opinion of City management, there were no additional outstanding matters that would have a significant effect on the financial position of the funds of the City.

City of Brisbane
Notes to Basic Financial Statements, Continued
For the year ended June 30, 2009

16. EXPENDITURES OVER APPROPRIATIONS

The following funds had an excess of expenditures over appropriations, but had adequate resources to cover the excess:

Major Funds:

Brisbane PFA 2001 Revenue Bonds Series A Debt Service Fund	\$	(80)
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Non-Major Funds:

Prop 1B Special Revenue Fund	(1,112)
Grants Special Revenue Fund	(92,255)
General Plan Open Space Special Revenue Fund	(37,284)
Fire Training Special Revenue Fund	(2)
BPFA 2001 Revenue Bonds, Series B Debt Service Fund	(145)
Tunnel Avenue Bridge Capital Project	(123,185)

17. SUBSEQUENT EVENTS

Subsequent to June 30, 2009, the State of California (State) has decided to borrow, to defer certain revenue payments and to take certain funds from local governments including the City. These amounts are significant to the City and are as follows:

- 8% of Property Taxes \$ 456,243
- Gas Tax Revenues \$ 70,228
- Redevelopment Agency \$1,715,862

Property Taxes borrowed by the State for fiscal year 2009-2010 were nearly \$2 billion Statewide to help the State's budget shortfall. Legislators and the Governor promised to allow local agencies to sell their eventual repayment from the State to investors to cover the property taxes and to pay the full cost of the sale, known as securitization. The City has participated in the securitization program and sold its repayment obligation to California Communities. By participating in the securitization program, the City will receive payments equal to 100% of the tax reduction on January 15, 2010 and May 3, 2010.

Gas Tax revenues have had payments deferred to the local governments with funds to be released after January 1, 2010.

Redevelopment Agency funds have been estimated for a two year takeaway by the State. This decision is to be litigated by the California Redevelopment Association and other parties with hope that this will be considered unconstitutional as was last year's State proposed takeaway.

REQUIRED SUPPLEMENTARY INFORMATION

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City of Brisbane
Required Supplementary Information
For the year ended June 30, 2009

1. BUDGETARY INFORMATION

The City follows these procedures in establishing the budgetary data reflected in the financial statements:

1. A City Council goal setting session is scheduled to determine the major objectives of the City's financial plan for the year. Goals are approved by the Council and incorporated into a detailed preliminary budget, which is issued for public comment. After a series of public hearings, the budget is adopted by the City Council prior to the beginning of the ensuing fiscal year (July 1).
2. The City Manager is authorized to transfer budgetary amounts within a single fund; however, any revisions that alter the total expenditures of any fund must be approved by the City Council.
3. Legally adopted budgets and formal budgetary integration is employed as a management control device during the year for the General Fund, special revenue funds, capital projects funds, and the debt service funds. Trust and agency funds are not budgeted. The legal level of budgetary control is the fund level.
4. Budgets for those governmental funds budgeted are adopted on a basis consistent with GAAP.
5. Under Article XIII B of the California Constitution (the Gann Spending Limitation Initiative), the City is restricted as to the amount of annual appropriations from the proceeds of taxes, and if proceeds of taxes exceed allowed appropriations, the excess must either be refunded to the State Controller, returned to the taxpayers through revised tax rates or revised fees schedules, or an excess in one year may be offset against a deficit in the following year. For the fiscal year ended June 30, 2009, based on the calculations by City Management, proceeds of taxes did not exceed the appropriations limit.
6. Budgeted revenue amounts represent the original budget modified by adjustments authorized during the year. Budgeted expenditure amounts represent original appropriations adjusted for supplemental appropriations during the year which were contingent upon new or additional revenue sources and reappropriated amounts for prior year encumbrances. These necessary supplemental appropriations were immaterial in relation to the budget as originally adopted. The City Manager must approve adjustments to departmental budgets; however, management may amend the budgeted amounts within departmental expenditure classifications.
7. Appropriations lapse at the end of the fiscal year to the extent they have not been expended or encumbered and then are rebudgeted for the coming year.

Encumbrance accounting is employed in governmental funds. Encumbrances (e.g., purchase orders and contracts) outstanding at year-end are reported as reservations of fund balances and do not constitute expenditures or liabilities. The commitments will be reappropriated and honored in the subsequent year.

City of Brisbane
Required Supplementary Information, Continued
For the year ended June 30, 2009

1. BUDGETARY INFORMATION, Continued

The following is the budget comparison schedules for the General Fund and all major funds.

Budgetary Comparison Schedule, General Fund

	Budgeted Amounts		Actual Amounts	Variance with Final Budget Positive (Negative)
	Original	Final		
REVENUES:				
Taxes and special assessments	\$ 8,707,282	\$ 8,707,282	\$ 8,328,415	\$ (378,867)
Intergovernmental	96,024	96,024	49,179	(46,845)
Licenses, permits and fees	1,117,422	1,117,422	751,117	(366,305)
Charges for services	334,579	334,579	226,730	(107,849)
Fines and forfeitures	110,707	110,707	90,576	(20,131)
Use of money and property	334,185	334,185	106,315	(227,870)
Other revenues	2,742,155	2,742,155	3,016,539	274,384
Total revenues	13,442,354	13,442,354	12,568,871	(873,483)
EXPENDITURES:				
Current:				
General government	4,396,116	4,396,116	3,707,971	688,145
Public safety - Police	3,763,514	3,828,514	3,117,900	710,614
Public safety - Fire	2,636,257	2,646,642	2,410,634	236,008
Public works	1,863,422	1,913,002	1,792,356	120,646
Library	24,300	24,300	29,236	(4,936)
Capital outlay	-	-	149,426	(149,426)
Total expenditures	12,683,609	12,808,574	11,207,523	1,601,051
REVENUE OVER (UNDER) EXPENDITURES	758,745	633,780	1,361,348	727,568
OTHER FINANCING SOURCES (USES):				
Transfers in	75,253	75,253	41,094	(34,159)
Transfers out	(2,131,697)	(2,131,697)	(2,000,446)	131,251
Total other financing sources (uses)	(2,056,444)	(2,056,444)	(1,959,352)	97,092
Net change in fund balance	\$ (1,297,699)	\$ (1,422,664)	(598,004)	\$ 824,660
FUND BALANCE:				
Beginning of year			7,038,813	
End of year			\$ 6,440,809	

City of Brisbane
Required Supplementary Information, Continued
For the year ended June 30, 2009

1. BUDGETARY INFORMATION, Continued

Budgetary Comparison Schedule, Community Redevelopment Agency Special Revenue Fund

	Budgeted Amounts		Actual Amounts	Variance with Final Budget Positive (Negative)
	Original	Final		
REVENUES:				
Taxes and special assessments	\$ 4,709,816	\$ 4,709,816	\$ 4,505,811	\$ (204,005)
Use of money and property	133,608	133,608	148,216	14,608
Total revenues	4,843,424	4,843,424	4,654,027	(189,397)
EXPENDITURES:				
Current:				
Public works	624,731	2,649,731	677,916	1,971,815
Debt service:				
Interest and fiscal charges	-	-	137,099	(137,099)
Total expenditures	624,731	2,649,731	815,015	1,834,716
REVENUE OVER (UNDER) EXPENDITURES	4,218,693	2,193,693	3,839,012	1,645,319
OTHER FINANCING SOURCES (USES):				
Transfers out	(2,547,947)	(2,547,947)	(2,105,985)	441,962
Total other financing sources (uses)	(2,547,947)	(2,547,947)	(2,105,985)	441,962
Net change in fund balance	\$ 1,670,746	\$ (354,254)	1,733,027	\$ 2,087,281
FUND BALANCE:				
Beginning of year			(12,275,392)	
End of year			\$ (10,542,365)	

City of Brisbane
Required Supplementary Information, Continued
For the year ended June 30, 2009

2. DEFINED PENSION PLAN

The City retirement plans for miscellaneous and safety employees are part of the CalPERS risk pool for cities and other government entities that have less than 100 active members. Actuarial valuations performed included other participants within the same risk pool. Therefore, standalone information of the schedule of the funding progress for the City's miscellaneous and safety employees is no longer available.

3. OTHER POST EMPLOYMENT BENEFITS (OPEB)

A schedule of funding progress for the actuarial valuation of June 30, 2008 is presented below. Since this is the first year of implementing GASB 45 OPEB disclosure in the financial statements, the data presented is limited.

Actuarial Accrued Liability (AAL)	Actuarial Asset Value	Unfunded Actuarial Accrued Liability (UAAL)	Covered Payroll*	UAAL to Covered Payroll
6/30/2008	\$ -	\$ 7,118,000	\$ 6,603,000	107.8%

SUPPLEMENTARY INFORMATION

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City of Brisbane

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

Brisbane Public Financing Authority 2001 Revenue Bonds, Series A Debt Service Fund - Major Fund For the year ended June 30, 2009

	Budgeted Amounts		Actual Amount	Variance with Final Budget Positive (Negative)
	Original	Final		
REVENUES:				
Use of money and property	\$ -	\$ -	\$ 10,377	\$ 10,377
Total revenues	-	-	10,377	10,377
EXPENDITURES:				
Debt service:				
Principal	745,000	745,000	745,000	-
Interest and fiscal charges	1,291,513	1,291,513	1,291,593	(80)
Total expenditures	2,036,513	2,036,513	2,036,593	(80)
REVENUE OVER (UNDER) EXPENDITURES	(2,036,513)	(2,036,513)	(2,026,216)	10,297
OTHER FINANCING SOURCES (USES):				
Transfers in	2,036,513	2,036,513	1,768,910	(267,603)
Total other financing sources (uses)	2,036,513	2,036,513	1,768,910	(267,603)
Net change in fund balance	\$ -	\$ -	(257,306)	\$ (257,306)
FUND BALANCE:				
Beginning of year			16,051,099	
End of year			<u>\$ 15,793,793</u>	

City of Brisbane

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

Capital Projects Fund - Major Fund

For the year ended June 30, 2009

	Budgeted Amounts		Actual Amount	Variance with Final Budget Positive (Negative)
	Original	Final		
REVENUES:				
Intergovernmental	\$ -	\$ -	\$ 438,731	\$ 438,731
Licenses, permits and fees	-	-	66,198	66,198
Use of money and property	-	-	847	847
Other revenues	-	-	735,947	735,947
Total revenues	-	-	1,241,723	1,241,723
EXPENDITURES:				
Capital outlay	50,000	6,140,298	5,443,225	697,073
Total expenditures	50,000	6,140,298	5,443,225	697,073
REVENUES OVER (UNDER) EXPENDITURES	(50,000)	(6,140,298)	(4,201,502)	1,938,796
OTHER FINANCING SOURCES (USES):				
Transfers in	351,750	351,750	6,996,794	6,645,044
Total other financing sources (uses)	351,750	351,750	6,996,794	6,645,044
Net change in fund balances	\$ 301,750	\$ (5,788,548)	2,795,292	\$ 8,583,840
FUND BALANCE:				
Beginning of year			(2,832,253)	
End of year			<u>\$ (36,961)</u>	

NON-MAJOR GOVERNMENTAL FUNDS

SPECIAL REVENUE FUNDS

Gas Tax Fund

Portions of the tax rate per gallon levied by the State of California on all gasoline purchases are allocated to cities throughout the State on a population basis. These funds are restricted for expenditures by the State of California for street-related purposes only (reference California Streets and Highways Code Sections 2105, 2106, 2107 and 2107.5).

Prop 1B

This fund was established to account for the monies received under the State Proposition 1B program and used for roads and transportation.

Measure A Fund

The County of San Mateo voters approved a half cent sales tax measure in 1988 which is designated for transportation related facilities and roads. The sales tax revenues received pursuant to Measure A are distributed to cities based on population (50%) and road miles (50%).

Sierra Point Landscape and Lighting Fund

This fund was established to account for special assessment revenues and costs of providing landscaping and lighting services within the boundaries of the Sierra Point Landscape and Lighting District.

Grants

This fund accounts for activities of various grants including Local Law Enforcement Block Grant, Community Oriented Policing Grant, the COPS Technology Grant, and Supplemental Law Enforcement Services Fund (SLESF) Grant.

National Pollution Discharge Elimination System Fund (NPDES)

Federal statute mandates a program aimed at the elimination of pollutants from drainage systems. Commonly known as NPDES, a special revenue fund is required by law to account for tax assessments collected and expenditures incurred in administering this program.

General Plan Open Space Fund

This fund was established to account for funds dedicated to the enhancement and preservation of open space areas within the City.

Traffic Congestion Relief Fund

Assembly Bill 2928 established the Traffic Congestion Relief fund (TCRF) in the State Treasury for allocating to cities and counties for street or road maintenance or reconstruction (or storm damage repair).

Fire Training Fund

This fund was created from the return and refund of one of the Universal Trainers for the Fire Department. This fund will accumulate funds dedicated to Fire Training and equipment.

DEBT SERVICE FUNDS

Community Redevelopment Agency

The Agency has issued tax allocation bonds in its project areas to finance various improvements. Debt service is accomplished from the receipt of tax increment from within the project areas.

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NON-MAJOR GOVERNMENTAL FUNDS, Continued

DEBT SERVICE FUNDS, Continued

Brisbane Public Financing Authority

2006 Pension Obligation Bonds Fund

In August 2006, taxable pension obligation bonds were issued to refund a portion of the City's obligation to PERS for the unamortized, unfunded actuarial liability with respect to pension benefits.

2001 Revenue Bonds, Series B Fund

This fund accounts for the debt service for the 2001 Revenue Bonds, Series B which were issued to acquire the City's Marina Boulevard and Lagoon Road Local Improvement District 79-1 and to refund certain outstanding revenue bonds issued by the Authority.

2005 Revenue Bonds, Series A Fund

This fund accounts for the debt service for the 2005 Revenues Bonds, Series A which were issued to refund the 1995 Certificates of Participation Bonds and to finance certain capital projects for the City. Debt service for a portion of these bonds is met from transfers from the City's General Fund and the Utility Fund where portions of the 1995 COP bonds proceeds were expended to finance capital improvements.

2005 Revenue Bonds Series B Fund

This fund accounts for the debt service for the 2005 Revenues Bonds, Series B which were issued to finance City Hall seismic upgrades and other improvements. This fund accounts for the debt service that will be met by lease payments of the City to the Authority.

2009 Revenue Lease Bonds, Series A

This fund accounts for the debt service for the 2009 Revenue Bonds, Series A which were issued in March 2009 to finance the completion of the City Hall upgrades and improvements. The debt service will be met by lease payments from the City to the Authority.

CAPITAL PROJECTS FUNDS

Tunnel Ave Bridge Project Fund

This fund provides a tracking mechanism for a multi year bridge replacement project being funded by federal, state, local, and private funds.

Special Beautification Project Fund

This fund was established in the mid-1980s as a condition of a lawsuit settlement; however, funds were never appropriated or used until recent years. Research is underway to determine the true parameters of this fund and on what activities these monies may be expended.

Marina Boulevard and Lagoon Road Project Fund

Bond funds from the sale of Marina Boulevard and Lagoon Road Local Improvement District Bonds in 1979 were used to finance the acquisition, construction, improvement and equipping of capital improvements in, to and on property located within this district.

Facilities Construction Fund

As a condition of the final map approval for the Northeast Ridge development, the developer was required to improve a number of facilities including municipal buildings, local streets, downtown parking, future trails, fire buffers and construct a community swimming pool. Funds deposited for these projects have been placed in a capital projects fund and as separate projects move ahead with construction, applicable amounts of this fund are moved to a construction fund to further account for the cost of a particular project.

City of Brisbane
Combining Balance Sheet
Non-Major Governmental Funds
June 30, 2009

	Special Revenue					
	Gas Tax	Prop 1B	Measure A	Sierra Point Landscape & Lighting	Grants	NPDES
ASSETS						
Cash and investments	\$ 89,562	\$ 4,290	\$ 119,841	\$ -	\$ 110,540	\$ -
Restricted cash and investments with fiscal agents	-	-	-	-	-	-
Accounts receivable, net	-	-	-	-	94,208	-
Interest receivable	87	-	140	-	103	-
Taxes receivable	6,259	-	17,772	-	-	961
Other assets	-	-	-	-	-	-
Loans receivable	-	-	-	-	-	-
Advances to other funds	-	-	-	-	-	-
Total assets	\$ 95,908	\$ 4,290	\$ 137,753	\$ -	\$ 204,851	\$ 961
LIABILITIES AND FUND BALANCES						
Liabilities:						
Accounts payable	\$ -	\$ -	\$ -	\$ 84,225	\$ 3,215	\$ 1,271
Due to other funds	-	-	-	201,840	102,821	73,147
Deposits	-	10	-	282	1,748	92
Advance from other fund	-	-	-	-	-	-
Accrued payroll	-	-	-	2,344	-	-
Total liabilities	-	10	-	288,691	107,784	74,510
Fund Balances:						
Reserved:						
Encumbrances	-	-	-	96,532	-	-
Advances to other funds	-	-	-	-	-	-
Other assets	-	-	-	-	-	-
Debt service	-	-	-	-	-	-
Capital improvements/ muni facilities	-	-	-	-	-	-
Downtown parking	-	-	-	-	-	-
Future trails	-	-	-	-	-	-
Fire buffer	-	-	-	-	-	-
Child care	-	-	-	-	-	-
NER Gym facility	-	-	-	-	-	-
Beaty Street	-	-	-	-	-	-
Total reserved	-	-	-	96,532	-	-
Unreserved, undesignated	95,908	4,280	137,753	(385,223)	97,067	(73,549)
Total fund balances	95,908	4,280	137,753	(288,691)	97,067	(73,549)
Total liabilities and fund balances	\$ 95,908	\$ 4,290	\$ 137,753	\$ -	\$ 204,851	\$ 961

			Debt Service Funds				
Special Revenue			Brisbane Public Financing Authority				
General Plan Open Space	Traffic Congestion Relief	Fire Training	Community Redevelopment Agency	2006 Pension Obligation Bonds	2001 Revenue Bonds, Series B	2005 Revenue Bonds Series A	2005 Revenue Bonds Series B
\$ 153,501	\$ 25,077	\$ 279,572	\$ 4	\$ -	\$ 1,034,254	\$ -	\$ -
-	-	-	117,916	118,339	720,056	10	28,428
-	-	-	-	-	-	-	-
191	31	347	-	-	-	-	-
-	7,936	-	-	-	-	-	-
-	-	-	-	-	-	-	-
-	-	-	-	-	-	-	-
-	-	-	-	-	-	533,874	-
<u>\$ 153,692</u>	<u>\$ 33,044</u>	<u>\$ 279,919</u>	<u>\$ 117,920</u>	<u>\$ 118,339</u>	<u>\$ 1,754,310</u>	<u>\$ 533,884</u>	<u>\$ 28,428</u>
\$ -	\$ -	\$ -	\$ -	\$ -	\$ 740	\$ -	\$ -
-	-	-	-	118,044	-	-	-
82,500	-	-	-	-	-	-	-
572,542	-	-	-	-	-	-	-
-	-	-	-	-	-	-	-
<u>655,042</u>	<u>-</u>	<u>-</u>	<u>-</u>	<u>118,044</u>	<u>740</u>	<u>-</u>	<u>-</u>
8,000	-	-	-	-	-	-	-
-	-	-	-	-	-	533,874	-
-	-	-	-	-	-	-	-
-	-	-	117,916	-	720,056	10	28,428
-	-	-	-	-	-	-	-
-	-	-	-	-	-	-	-
-	-	-	-	-	-	-	-
-	-	-	-	-	-	-	-
-	-	-	-	-	-	-	-
-	-	-	-	-	-	-	-
8,000	-	-	117,916	-	720,056	533,884	28,428
(509,350)	33,044	279,919	4	295	1,033,514	-	-
<u>(501,350)</u>	<u>33,044</u>	<u>279,919</u>	<u>117,920</u>	<u>295</u>	<u>1,753,570</u>	<u>533,884</u>	<u>28,428</u>
<u>\$ 153,692</u>	<u>\$ 33,044</u>	<u>\$ 279,919</u>	<u>\$ 117,920</u>	<u>\$ 118,339</u>	<u>\$ 1,754,310</u>	<u>\$ 533,884</u>	<u>\$ 28,428</u>

(Continued)

City of Brisbane
Combining Balance Sheet
Non-Major Governmental Funds, Continued
June 30, 2009

	Debt Service		Capital Projects			Total Non-Major Governmental Funds
	Funds					
	BPFA					
	2009			Marina		
Revenue Lease	Tunnel Ave	Special	Boulevard &	Facilities		
Bonds	Bridge Project	Beautification	Lagoon Road	Construction		
Series A	Capital Project	Project	Project			
ASSETS						
Cash and investments	\$ -	\$ -	\$ 6,579	\$ 3	\$ 555,512	\$ 2,378,735
Restricted cash and investments with fiscal agents	711,320	18,199	-	-	-	1,714,268
Accounts receivable, net	-	-	-	-	-	94,208
Interest receivable	-	-	8	-	690	1,597
Taxes receivable	-	-	-	-	-	32,928
Other assets	-	-	-	-	-	-
Loans receivable	-	-	-	-	-	-
Advances to other funds	-	-	-	-	-	533,874
Total assets	\$ 711,320	\$ 18,199	\$ 6,587	\$ 3	\$ 556,202	\$ 4,755,610
LIABILITIES AND FUND BALANCES						
Liabilities:						
Accounts payable	\$ -	\$ 1,477	\$ -	\$ -	\$ 10,933	\$ 101,861
Due to other funds	-	740,769	-	-	-	1,236,621
Deposits	-	973	-	-	-	85,605
Advance from other fund	-	-	-	-	-	572,542
Accrued payroll	-	-	-	-	-	2,344
Total liabilities	-	743,219	-	-	10,933	1,998,973
Fund Balances:						
Reserved:						
Encumbrances	-	-	-	-	-	104,532
Advances to other funds	-	-	-	-	-	533,874
Other assets	-	-	-	-	-	-
Debt service	711,320	-	-	-	-	1,577,730
Capital improvements/ muni facilities	-	-	-	-	-	-
Downtown parking	-	-	-	-	-	-
Future trails	-	-	-	-	-	-
Fire buffer	-	-	-	-	-	-
Child care	-	-	-	-	-	-
NER Gym facility	-	-	-	-	347,723	347,723
Beaty Street	-	-	-	-	-	-
Total reserved	711,320	-	-	-	347,723	2,563,859
Unreserved, undesignated	-	(725,020)	6,587	3	197,546	192,778
Total fund balances	711,320	(725,020)	6,587	3	545,269	2,756,637
Total liabilities and fund balances	\$ 711,320	\$ 18,199	\$ 6,587	\$ 3	\$ 556,202	\$ 4,755,610

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City of Brisbane
Combined Statement of Revenues, Expenditures and Changes in Fund Balances
Non-Major Governmental Funds
For the year ended June 30, 2009

	Special Revenue					
	Gas Tax	Prop 1B	Measure A	Sierra Point Landscape & Lighting	Grants	NPDES
REVENUES						
Taxes and special assessments	\$ -	\$ -	\$ 113,952	\$ 428,689	\$ -	\$ 46,439
Intergovernmental	69,069	-	-	-	99,211	-
Use of money and property	1,162	3,012	1,781	-	1,472	-
Other revenues	-	18,682	-	-	158	-
Total revenues	70,231	21,694	115,733	428,689	100,841	46,439
EXPENDITURES						
Current:						
General government	-	-	-	-	77,902	-
Public safety - police	-	-	-	-	146,592	-
Public safety - fire	-	-	-	-	-	-
Public works	-	-	-	462,895	-	66,940
Capital outlay	-	418,239	-	-	1,761	-
Debt service:						
Principal	-	-	-	-	-	-
Interest and fiscal charges	-	-	-	-	-	-
Cost of issuance	-	-	-	-	-	-
Total expenditures	-	418,239	-	462,895	226,255	66,940
REVENUE OVER						
(UNDER) EXPENDITURES	70,231	(396,545)	115,733	(34,206)	(125,414)	(20,501)
OTHER FINANCING						
SOURCES (USES)						
Bond Proceeds	-	-	-	-	-	-
Bond Discount	-	-	-	-	-	-
Transfers in	-	-	-	-	45,753	-
Transfers out	-	-	-	-	(19,164)	-
Total other financing sources (uses)	-	-	-	-	26,589	-
Net change in fund balances	70,231	(396,545)	115,733	(34,206)	(98,825)	(20,501)
FUND BALANCES						
Beginning of year	25,677	400,825	22,020	(254,485)	195,892	(53,048)
End of year	\$ 95,908	\$ 4,280	\$ 137,753	\$ (288,691)	\$ 97,067	\$ (73,549)

Special Revenue			Debt Service Funds				
			Brisbane Public Financing Authority				
			Community Redevelopment Agency	2006 Pension Obligation Bonds	2001 Revenue Bonds, Series B	2005 Revenue Bonds, Series A	2005 Revenue Bonds Series B
General Plan Open Space	Traffic Congestion Relief	Fire Training					
\$ -	\$ -	\$ -	\$ -	\$ -	\$ 920,214	\$ -	\$ -
47,045	32,824	-	-	-	-	-	-
2,500	220	6,760	316	-	42,744	-	24,293
-	-	-	-	-	-	-	-
49,545	33,044	6,760	316	-	962,958	-	24,293
80,076	-	-	-	-	-	-	-
-	-	-	-	-	-	-	-
-	-	2	-	-	-	-	-
-	-	-	-	-	-	-	-
-	-	-	-	-	-	-	-
-	-	-	40,000	155,000	645,000	225,000	-
20,008	-	-	77,412	245,121	391,089	93,648	259,022
-	-	-	-	-	-	-	-
100,084	-	2	117,412	400,121	1,036,089	318,648	259,022
(50,539)	33,044	6,758	(117,096)	(400,121)	(73,131)	(318,648)	(234,729)
-	-	-	-	-	-	-	-
-	-	-	-	-	-	-	-
129,687	-	-	115,970	400,004	-	280,476	258,898
-	-	-	-	-	-	-	(4,828,956)
129,687	-	-	115,970	400,004	-	280,476	(4,570,058)
79,148	33,044	6,758	(1,126)	(117)	(73,131)	(38,172)	(4,804,787)
(580,498)	-	273,161	119,046	412	1,826,701	572,056	4,833,215
\$ (501,350)	\$ 33,044	\$ 279,919	\$ 117,920	\$ 295	\$ 1,753,570	\$ 533,884	\$ 28,428

(Continued)

City of Brisbane
Combined Statement of Revenues, Expenditures and Changes in Fund Balances
Non-Major Governmental Funds, Continued
For the year ended June 30, 2009

	Debt Service		Capital Projects			Total Non-Major Governmental Funds
	Funds					
	BPFA					
	2009	Tunnel Ave	Special	Marina		
Lease Revenue	Bridge Project	Beautification	Boulevard &	Facilities		
Bonds	Capital Project	Project	Lagoon Road	Construction		
Series A			Project			
REVENUES:						
Taxes and special assessments	\$ -	\$ -	\$ -	\$ -	\$ -	\$ 1,509,294
Intergovernmental	-	1,100,869	-	-	-	1,349,018
Use of money and property	1,719	-	159	2	29,318	115,458
Other revenues	-	-	-	-	-	18,840
Total revenues	1,719	1,100,869	159	2	29,318	2,992,610
EXPENDITURES:						
Current:						
General government	-	-	-	-	-	157,978
Public safety - police	-	-	-	-	-	146,592
Public safety - fire	-	-	-	-	13,256	13,258
Public works	-	-	-	-	-	529,835
Capital outlay	-	123,185	-	-	-	543,185
Debt service:						
Principal	-	-	-	-	-	1,065,000
Interest and fiscal charges	5,500	-	-	-	-	1,091,800
Cost of issuance	86,708	-	-	-	-	86,708
Total expenditures	92,208	123,185	-	-	13,256	3,634,356
REVENUE OVER						
(UNDER) EXPENDITURES	(90,489)	977,684	159	2	16,062	(641,746)
OTHER FINANCING						
SOURCES (USES):						
Bond Proceeds	2,255,000	-	-	-	-	2,255,000
Bond Discount	(63,421)	-	-	-	-	(63,421)
Transfers in	5,500	-	-	-	-	1,236,288
Transfers out	(1,395,270)	-	-	-	(753,728)	(6,997,118)
Total other financing						
sources (uses)	801,809	-	-	-	(753,728)	(3,569,251)
Net change in fund balances	711,320	977,684	159	2	(737,666)	(4,210,997)
FUND BALANCES:						
Beginning of year	-	(1,702,704)	6,428	1	1,282,935	6,967,634
End of year	\$ 711,320	\$ (725,020)	\$ 6,587	\$ 3	\$ 545,269	\$ 2,756,637

(Concluded)

City of Brisbane

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

Gas Tax Special Revenue Fund

For the year ended June 30, 2009

	Budgeted Amounts		Actual Amount	Variance with Final Budget Positive (Negative)
	Original	Final		
REVENUES				
Intergovernmental	\$ 75,000	\$ 75,000	\$ 69,069	\$ (5,931)
Use of money and property	-	-	1,162	1,162
Total revenues	<u>75,000</u>	<u>75,000</u>	<u>70,231</u>	<u>(4,769)</u>
Net change in fund balance	<u>\$ 75,000</u>	<u>\$ 75,000</u>	70,231	<u>\$ (4,769)</u>
FUND BALANCE				
Beginning of year			<u>25,677</u>	
End of year			<u>\$ 95,908</u>	

City of Brisbane

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

Prop 1B Fund

For the year ended June 30, 2009

	Budgeted Amounts		Actual Amount	Variance with Final Budget Positive (Negative)
	Original	Final		
REVENUES				
Use of money and property	\$ -	\$ -	\$ 3,012	\$ 3,012
Other revenues	-	-	18,682	18,682
Total revenues	-	-	21,694	21,694
EXPENDITURES				
Capital outlay	417,127	417,127	418,239	(1,112)
Total expenditures	417,127	417,127	418,239	(1,112)
Net change in fund balance	\$ (417,127)	\$ (417,127)	(396,545)	\$ 20,582
FUND BALANCE				
Beginning of year			400,825	
End of year			\$ 4,280	

City of Brisbane

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

Measure A Special Revenue Fund

For the year ended June 30, 2009

	Budgeted Amounts		Actual Amount	Variance with Final Budget Positive (Negative)
	Original	Final		
REVENUES				
Taxes and special assessments	\$ 90,000	\$ 90,000	\$ 113,952	\$ 23,952
Use of money and property	-	-	1,781	1,781
Total revenues	90,000	90,000	115,733	25,733
Net change in fund balance	\$ 90,000	\$ 90,000	115,733	\$ 25,733
FUND BALANCE				
Beginning of year			22,020	
End of year			\$ 137,753	

City of Brisbane

Schedule of Revenues, Expenditures and Changes in Fund Balances - Budget and Actual Sierra Point Landscape & Lighting Special Revenue Fund For the year ended June 30, 2009

	Budgeted Amounts		Actual Amount	Variance with Final Budget Positive (Negative)
	Original	Final		
REVENUES				
Taxes and special assessments	\$ 429,696	\$ 429,696	\$ 428,689	\$ (1,007)
Total revenues	<u>429,696</u>	<u>429,696</u>	<u>428,689</u>	<u>(1,007)</u>
EXPENDITURES				
Current:				
Public works	557,055	557,055	462,895	94,160
Total expenditures	<u>557,055</u>	<u>557,055</u>	<u>462,895</u>	<u>94,160</u>
Net change in fund balance	<u>\$ (127,359)</u>	<u>\$ (127,359)</u>	<u>(34,206)</u>	<u>\$ 93,153</u>
FUND BALANCE				
Beginning of year			<u>(254,485)</u>	
End of year			<u>\$ (288,691)</u>	

City of Brisbane

Schedule of Revenues, Expenditures and Changes in Fund Balances - Budget and Actual Grants Special Revenue Fund For the year ended June 30, 2009

	Budgeted Amounts		Actual Amount	Variance with Final Budget Positive (Negative)
	Original	Final		
REVENUES				
Intergovernmental	\$ 100,000	\$ 100,000	\$ 99,211	\$ (789)
Use of money and property	-	-	1,472	1,472
Other revenues	-	-	158	158
Total revenues	100,000	100,000	100,841	841
EXPENDITURES				
Current:				
General government	34,000	34,000	77,902	(43,902)
Public safety -police	100,000	100,000	146,592	(46,592)
Capital outlay	-	-	1,761	(1,761)
Total expenditures	100,000	100,000	226,255	(92,255)
REVENUES OVER (UNDER) EXPENDITURES	-	-	(125,414)	(91,414)
OTHER FINANCING SOURCES (USES)				
Transfers in	-	-	45,753	45,753
Transfers out	-	-	(19,164)	(19,164)
Total other financing sources (uses)	-	-	26,589	26,589
Net change in fund balance	\$ -	\$ -	(98,825)	\$ (98,825)
FUND BALANCE				
Beginning of year			195,892	
End of year			\$ 97,067	

City of Brisbane

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

NPDES Special Revenue Fund

For the year ended June 30, 2009

	Budgeted Amounts		Actual Amount	Variance with Final Budget Positive (Negative)
	Original	Final		
REVENUES				
Taxes and special assessments	\$ 52,000	\$ 52,000	\$ 46,439	\$ (5,561)
Total revenues	52,000	52,000	46,439	(5,561)
EXPENDITURES				
Current:				
Public works	71,854	71,854	66,940	4,914
Total expenditures	71,854	71,854	66,940	4,914
Net change in fund balance	\$ (19,854)	\$ (19,854)	(20,501)	\$ (647)
FUND BALANCE				
Beginning of year			(53,048)	
End of year			\$ (73,549)	

City of Brisbane

Schedule of Revenues, Expenditures and Changes in Fund Balances - Budget and Actual General Plan Open Space Special Revenue Fund For the year ended June 30, 2009

	Budgeted Amounts		Actual Amount	Variance with Final Budget Positive (Negative)
	Original	Final		
REVENUES				
Intergovernmental	\$ -	\$ -	\$ 47,045	\$ 47,045
Use of money and property	-	-	2,500	2,500
Total revenues	-	-	49,545	49,545
EXPENDITURES				
Current:				
General government	42,800	42,800	80,076	(37,276)
Debt service:				
Interest and fiscal charges	20,000	20,000	20,008	(8)
Total expenditures	62,800	62,800	100,084	(37,284)
REVENUES OVER (UNDER) EXPENDITURES	(62,800)	(62,800)	(50,539)	12,261
OTHER FINANCING SOURCES (USES)				
Transfers in	71,656	71,656	129,687	58,031
Total other financing sources (uses)	71,656	71,656	129,687	58,031
Net change in fund balance	\$ 8,856	\$ 8,856	79,148	\$ 70,292
FUND BALANCE				
Beginning of year			(580,498)	
End of year			\$ (501,350)	

City of Brisbane

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

Traffic Congestion Relief Special Revenue Fund

For the year ended June 30, 2009

	Budgeted Amounts		Actual Amount	Variance with Final Budget
	Original	Final		Positive (Negative)
REVENUES				
Intergovernmental	\$ -	\$ -	\$ 32,824	\$ 32,824
Use of money and property	-	-	220	220
Total revenues	-	-	33,044	33,044
Net change in fund balance	\$ -	\$ -	33,044	\$ 33,044
FUND BALANCE				
Beginning of year			-	
End of year			\$ 33,044	

City of Brisbane

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

Fire Training Special Revenue Fund

For the year ended June 30, 2009

	Budgeted Amounts		Actual Amount	Variance with Final Budget Positive (Negative)
	Original	Final		
REVENUES				
Use of money and property	\$ -	\$ -	\$ 6,760	\$ 6,760
Total revenues	<u>-</u>	<u>-</u>	<u>6,760</u>	<u>6,760</u>
EXPENDITURES				
Public Safety - fire	-	-	2	(2)
Total expenditures	<u>-</u>	<u>-</u>	<u>2</u>	<u>(2)</u>
Net change in fund balance	<u>\$ -</u>	<u>\$ -</u>	6,758	<u>\$ 6,758</u>
FUND BALANCE				
Beginning of year			<u>273,161</u>	
End of year			<u>\$ 279,919</u>	

City of Brisbane

Schedule of Revenues, Expenditures and Changes in Fund Balances - Budget and Actual Community Development Agency Debt Service Fund For the year ended June 30, 2009

	Budgeted Amounts		Actual Amount	Variance with Final Budget Positive (Negative)
	Original	Final		
REVENUES				
Use of money and property	\$ -	\$ -	\$ 316	\$ 316
Total revenues	-	-	316	316
EXPENDITURES				
Debt service:				
Principal	40,000	40,000	40,000	-
Interest and fiscal charges	82,413	82,413	77,412	5,001
Total expenditures	122,413	122,413	117,412	5,001
REVENUES OVER (UNDER) EXPENDITURES	(122,413)	(122,413)	(117,096)	5,317
OTHER FINANCING SOURCES (USES)				
Transfers in	122,413	122,413	115,970	(6,443)
Total other financing sources (uses)	122,413	122,413	115,970	(6,443)
Net change in fund balance	\$ -	\$ -	(1,126)	\$ (1,126)
FUND BALANCE				
Beginning of year			119,046	
End of year			<u>\$ 117,920</u>	

City of Brisbane

Schedule of Revenues, Expenditures and Changes in Fund Balances - Budget and Actual 2006 Pension Obligation Bonds Debt Service Fund For the year ended June 30, 2009

	Budgeted Amounts		Actual Amount	Variance with Final Budget Positive (Negative)
	Original	Final		
EXPENDITURES				
Debt service:				
Principal	\$ 155,000	\$ 155,000	\$ 155,000	\$ -
Interest and fiscal charges	249,275	249,275	245,121	4,154
Total expenditures	<u>404,275</u>	<u>404,275</u>	<u>400,121</u>	<u>4,154</u>
REVENUES OVER (UNDER) EXPENDITURES	<u>(404,275)</u>	<u>(404,275)</u>	<u>(400,121)</u>	<u>4,154</u>
OTHER FINANCING SOURCES (USES)				
Transfers in	404,275	404,275	400,004	(4,271)
Total other financing sources (uses)	<u>404,275</u>	<u>404,275</u>	<u>400,004</u>	<u>(4,271)</u>
Net change in fund balance	<u>\$ -</u>	<u>\$ -</u>	(117)	<u>\$ (117)</u>
FUND BALANCE				
Beginning of year			<u>412</u>	
End of year			<u>\$ 295</u>	

City of Brisbane

Schedule of Revenues, Expenditures and Changes in Fund Balances - Budget and Actual Brisbane Public Financing Authority 2001 Revenue Bonds, Series B Debt Service Fund For the year ended June 30, 2009

	Budgeted Amounts		Actual Amount	Variance with Final Budget
	Original	Final		Positive (Negative)
REVENUES				
Taxes and special assessments	\$ -	\$ -	\$ 920,214	\$ 920,214
Use of money and property	-	-	42,744	42,744
Total revenues	-	-	962,958	962,958
EXPENDITURES				
Debt service:				
Principal	645,000	645,000	645,000	-
Interest and fiscal charges	390,944	390,944	391,089	(145)
Total expenditures	1,035,944	1,035,944	1,036,089	(145)
Net change in fund balance	\$ (1,035,944)	\$ (1,035,944)	(73,131)	\$ 962,813
FUND BALANCE				
Beginning of year			1,826,701	
End of year			<u>\$ 1,753,570</u>	

City of Brisbane

Schedule of Revenues, Expenditures and Changes in Fund Balances - Budget and Actual Brisbane Public Financing Authority 2005 Revenue Bonds, Series A Debt Service Fund For the year ended June 30, 2009

	Budgeted Amounts		Actual Amount	Variance with Final Budget Positive (Negative)
	Original	Final		
EXPENDITURES				
Debt service:				
Principal	\$ 225,000	\$ 225,000	\$ 225,000	\$ -
Interest and fiscal charges	96,473	96,473	93,648	2,825
Total expenditures	<u>321,473</u>	<u>321,473</u>	<u>318,648</u>	<u>2,825</u>
REVENUES OVER (UNDER) EXPENDITURES	<u>(321,473)</u>	<u>(321,473)</u>	<u>(318,648)</u>	<u>2,825</u>
OTHER FINANCING SOURCES (USES)				
Transfers in	320,386	320,386	280,476	(39,910)
Total other financing sources (uses)	<u>320,386</u>	<u>320,386</u>	<u>280,476</u>	<u>(39,910)</u>
Net change in fund balance	<u>\$ (1,087)</u>	<u>\$ (1,087)</u>	(38,172)	<u>\$ (37,085)</u>
FUND BALANCE				
Beginning of year			<u>572,056</u>	
End of year			<u>\$ 533,884</u>	

City of Brisbane

Schedule of Revenues, Expenditures and Changes in Fund Balances - Budget and Actual Brisbane Public Financing Authority 2005 Revenue Bonds, Series B Debt Service Fund For the year ended June 30, 2009

	Budgeted Amounts		Actual Amount	Variance with Final Budget Positive (Negative)
	Original	Final		
REVENUES:				
Use of money and property	\$ -	\$ -	\$ 24,293	\$ 24,293
Total revenues	-	-	24,293	24,293
EXPENDITURES:				
Debt service:				
Interest and fiscal charges	261,521	261,521	259,022	2,499
Total expenditures	261,521	261,521	259,022	2,499
REVENUE OVER (UNDER) EXPENDITURES	(261,521)	(261,521)	(234,729)	26,792
OTHER FINANCING SOURCES (USES):				
Transfers in	-	-	258,898	258,898
Transfers out	261,521	261,521	(4,828,956)	(5,090,477)
Total other financing sources (uses)	261,521	261,521	(4,570,058)	(4,831,579)
Net change in fund balance	\$ -	\$ -	(4,804,787)	\$ (4,804,787)
FUND BALANCE:				
Beginning of year			4,833,215	
End of year			\$ 28,428	

City of Brisbane

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

Tunnel Avenue Bridge Capital Project

For the year ended June 30, 2009

	Budgeted Amounts		Actual Amount	Variance with Final Budget Positive (Negative)
	Original	Final		
REVENUES				
Intergovernmental	\$ -	\$ -	\$ 1,100,869	\$ 1,100,869
Total revenues	-	-	1,100,869	1,100,869
EXPENDITURES				
Capital outlay	-	-	123,185	(123,185)
Total expenditures	-	-	123,185	(123,185)
Net change in fund balance	\$ -	\$ -	977,684	\$ 977,684
FUND BALANCE				
Beginning of year			(1,702,704)	
End of year			\$ (725,020)	

City of Brisbane

Schedule of Revenues, Expenditures and Changes in Fund Balances - Budget and Actual Special Beautification Project Capital Projects Fund For the year ended June 30, 2009

	Budgeted Amounts		Actual Amount	Variance with Final Budget Positive (Negative)
	Original	Final		
REVENUES				
Use of money and property	\$ -	\$ -	\$ 159	\$ 159
Total revenues	<u>-</u>	<u>-</u>	<u>159</u>	<u>159</u>
Net change in fund balance	<u>\$ -</u>	<u>\$ -</u>	159	<u>\$ 159</u>
FUND BALANCE				
Beginning of year			<u>6,428</u>	
End of year			<u>\$ 6,587</u>	

City of Brisbane

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

Marina Boulevard & Lagoon Road Project Capital Projects Fund

For the year ended June 30, 2009

	Budgeted Amounts		Actual Amount	Variance with Final Budget Positive (Negative)
	Original	Final		
REVENUES				
Use of money and property	\$ -	\$ -	\$ 2	\$ 2
Total revenues	<u>-</u>	<u>-</u>	<u>2</u>	<u>2</u>
Net change in fund balance	<u>\$ -</u>	<u>\$ -</u>	2	<u>\$ 2</u>
FUND BALANCE				
Beginning of year			<u>1</u>	
End of year			<u>\$ 3</u>	

City of Brisbane

Schedule of Revenues, Expenditures and Changes in Fund Balances - Budget and Actual Facilities Construction Capital Projects Fund For the year ended June 30, 2009

	Budgeted Amounts		Actual Amount	Variance with Final Budget Positive (Negative)
	Original	Final		
REVENUES				
Use of money and property	\$ -	\$ -	\$ 29,318	\$ 29,318
Total revenues	-	-	29,318	29,318
EXPENDITURES				
Public Safety - Fire	-	20,000	13,256	6,744
Total expenditures	-	20,000	13,256	6,744
REVENUES OVER (UNDER) EXPENDITURES	-	(20,000)	16,062	6,744
OTHER FINANCING SOURCES (USES)				
Transfers out	-	-	(753,728)	(753,728)
Total other financing sources(uses)				
Net change in fund balances	\$ -	\$ (20,000)	(737,666)	\$ (717,666)
FUND BALANCES				
Beginning of year			1,282,935	
End of year			<u>\$ 545,269</u>	

INTERNAL SERVICE FUNDS

Dental Self-Insurance Fund

The City self-insures its employee dental coverage; revenues are received from charges to operating departments based upon an agreed upon contribution per worker and reimbursements to employees for dental expenses are paid from this fund.

Fringe Benefits Fund

This fund accounts for the costs of unexpected benefit costs and other negotiated labor agreement provisions.

Flexible Benefits Fund

This fund receives revenue from employee cafeteria plans to pay for medical and child care reimbursements as outlined in the 125 plan. At the end of each plan year the remaining funds become the property of the City.

Workers' Compensation Fund

The City self insures for a portion of Workers' Compensation. Revenues are received from charges to operating departments based on payroll.

General Liability Fund

The City self insures a portion of each liability loss. Revenues are received from charges to operating departments based on payroll.

Other Post Employment Benefit Fund

This fund was established to track retiree stipends and other post employment benefits.

Rainy Day Fund

This fund was established with sales tax correction money. According to City Council guidance, it is to be used for emergencies and one-time expenses.

City of Brisbane
Combining Statement of Net Assets
Internal Service Funds
June 30, 2009

	Dental Self-Insurance	Fringe Benefits	Flexible Benefits	Workers' Compensation
ASSETS				
Current assets:				
Cash and investments	\$ 184,082	\$ 1,268,487	\$ 57,612	\$ 77,883
Interest receivable	232	1,506	100	104
Taxes receivable	-	-	-	-
Due from other funds	-	-	-	-
Loan receivable	-	-	-	-
Other Assets	-	-	-	99,104
Total assets	184,314	1,269,993	57,712	177,091
LIABILITIES				
Current liabilities:				
Accounts payable and accrued liabilities	13,883	78,096	21,269	128,138
Accrued claims payable	-	-	-	626,000
Total liabilities	13,883	78,096	21,269	754,138
NET ASSETS				
Unrestricted	170,431	1,191,897	36,443	(577,047)
Total net assets	\$ 170,431	\$ 1,191,897	\$ 36,443	\$ (577,047)

General Liability	Retiree Fund	Rainy Day Fund	Total
\$ 196,285	\$ -	\$ 2,927,253	\$ 4,711,602
218	-	6,379	8,539
-	-	-	-
-	-	1,378,945	1,378,945
-	-	685,419	685,419
241,043	-	-	340,147
<u>437,546</u>	<u>-</u>	<u>4,997,996</u>	<u>7,124,652</u>
241,242	-	193,199	675,827
35,045	-	-	661,045
<u>276,287</u>	<u>-</u>	<u>193,199</u>	<u>1,336,872</u>
161,259	-	4,804,797	5,787,780
<u>\$ 161,259</u>	<u>\$ -</u>	<u>\$ 4,804,797</u>	<u>\$ 5,787,780</u>

City of Brisbane
Combining Statement of Activities and Changes in Net Assets
Internal Service Funds
For the year ended June 30, 2009

	Dental Self-Insurance	Fringe Benefits	Flexible Benefits	Workers' Compensation
OPERATING REVENUES				
Charges for sales and services	\$ 96,180	\$ -	\$ 152,862	\$ 325,679
Other Revenue	19	8	-	-
Total operating revenues	96,199	8	152,862	325,679
OPERATING EXPENSES				
Costs of sales and services	110,829	-	125,317	481,306
Total operating expenses	110,829	-	125,317	481,306
OPERATING INCOME (LOSS)	(14,630)	8	27,545	(155,627)
NONOPERATING INCOME (EXPENSES)				
Taxes and assessments	-	-	-	-
Investment earnings	4,436	30,275	1,888	3,736
Transfers in	-	-	-	-
Transfers out	-	-	(41,094)	-
Total nonoperating income (expenses)	4,436	30,275	(39,206)	3,736
Change in net assets	(10,194)	30,283	(11,661)	(151,891)
NET ASSETS				
Beginning of year	180,625	1,161,614	48,104	(425,156)
End of year	<u>\$ 170,431</u>	<u>\$ 1,191,897</u>	<u>\$ 36,443</u>	<u>\$ (577,047)</u>

General Liability	Retiree Fund	Rainy Day Fund	Total
\$ 378,150	\$ -	\$ -	\$ 952,871
-	-	-	27
<u>378,150</u>	<u>-</u>	<u>-</u>	<u>952,898</u>
270,111	102,318	-	1,089,881
<u>270,111</u>	<u>102,318</u>	<u>-</u>	<u>1,089,881</u>
108,039	(102,318)	-	(136,983)
<u>108,039</u>	<u>(102,318)</u>	<u>-</u>	<u>(136,983)</u>
-	-	257,914	257,914
-	-	61,109	101,444
-	102,318	-	102,318
-	-	-	(41,094)
<u>-</u>	<u>102,318</u>	<u>319,023</u>	<u>420,582</u>
108,039	-	319,023	283,599
<u>108,039</u>	<u>-</u>	<u>319,023</u>	<u>283,599</u>
53,220	-	4,485,774	5,504,181
<u>\$ 161,259</u>	<u>\$ -</u>	<u>\$ 4,804,797</u>	<u>\$ 5,787,780</u>

City of Brisbane
Combining Statement of Cash Flows
Internal Service Funds
For the year ended June 30, 2009

	Dental Self-Insurance	Fringe Benefits	Flexible Benefits	Workers' Compensation
CASH FLOWS FROM OPERATING ACTIVITIES:				
Cash received to/from other funds	\$ 96,199	\$ 8	\$ 152,862	\$ 325,679
Cash payments to suppliers	(103,686)	(483)	(113,328)	(357,703)
Cash received from (payments to) other	-	-	-	(57,104)
Net cash provided (used) by operating activities	(7,487)	(475)	39,534	(89,128)
CASH FLOWS FROM NONCAPITAL FINANCING ACTIVITIES:				
Investment earnings received	4,486	30,602	1,908	3,971
Taxes and assessments	-	-	-	-
Transfers in	-	-	-	-
Transfers out	-	-	(41,094)	-
Net cash provided (used) by noncapital financing activities	4,486	30,602	(39,186)	3,971
Net increase (decrease) in cash and cash equivalents	(3,001)	30,127	348	(85,157)
CASH AND CASH EQUIVALENTS:				
Beginning of year	187,083	1,238,360	57,264	163,040
End of year	<u>\$ 184,082</u>	<u>\$ 1,268,487</u>	<u>\$ 57,612</u>	<u>\$ 77,883</u>
CASH FLOWS FROM OPERATING ACTIVITIES:				
Operating income (loss)	\$ (14,630)	\$ 8	\$ 27,545	\$ (155,627)
Adjustments to reconcile operating income (loss) to net cash provided (used) by operating activities:				
Interest receivable	-	-	-	-
Taxes receivable	-	-	-	-
Due from other funds	-	-	-	-
Loan receivable	-	-	-	-
Other assets	-	-	-	(99,104)
Accounts payable and accrued liabilities	7,143	(483)	11,989	123,603
Due to other funds	-	-	-	-
Accrued claims payable	-	-	-	42,000
Net cash provided (used) by operating activities	<u>\$ (7,487)</u>	<u>\$ (475)</u>	<u>\$ 39,534</u>	<u>\$ (89,128)</u>

General Liability	Retiree Fund	Rainy Day Fund	Total
\$ 378,150	\$ (102,318)	\$ 617,677	\$ 1,468,257
(41,228)	-	(98,794)	(715,222)
(231,236)	-	1,052,203	763,863
105,686	(102,318)	1,571,086	1,516,898
40	-	56,258	97,265
-	-	257,914	257,914
-	102,318	-	102,318
-	-	-	(41,094)
40	102,318	314,172	416,403
105,726	-	1,885,258	1,933,301
90,559	-	1,041,995	2,778,301
\$ 196,285	\$ -	\$ 2,927,253	\$ 4,711,602
\$ 108,039	\$ (102,318)	\$ -	\$ (136,983)
-	-	-	-
-	-	1,193,753	1,193,753
-	-	617,677	617,677
(241,043)	-	(141,550)	(382,593)
-	-	-	(99,104)
228,883	-	(98,794)	272,341
-	-	-	-
9,807	-	-	51,807
\$ 105,686	\$ (102,318)	\$ 1,571,086	\$ 1,516,898

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FIDUCIARY FUNDS

Private Purpose Trust Funds included the following funds:

Sister City Sub-Committee Fund
NER/Landmark Revolving Fund
Professional Organizations Fund
Brisbane Recycling Revolving
Event Insurance Fund

Agency Funds included the following funds:

Tuntex/Baylands Fund
Tuntex II - Revolving Fund
Northeast Ridge Revolving Fund
Opus Fees/Permits Fund
Opus Development Trust Fund
Hotel Reimbursement Fund
Northeast Ridge Assessment District 2001 Bonds Fund
Revolving-Summerhill Homes-Quarry Fund
Slough Estates
Baylands EIR
Geneva/Candlestick Revolving
Opus - Sierra Point

City of Brisbane
Combining Statement of Fiduciary Net Assets
Private-Purpose Trusts
June 30, 2009

	Sister City Sub- Committee	NER/ Landmark Revolving	Professional Organizations	Brisbane Recycling Revolving	Event Insurance	Total Private- Purpose Trusts
ASSETS						
Current assets:						
Cash and investments	\$ 815	\$ 290,777	\$ 63	\$ 6,254	\$ 727	\$ 298,636
Account Receivable, net	-	933,935	-	-	-	933,935
Interest receivable	1	-	-	8	-	9
Total assets	816	1,224,712	63	6,262	727	1,232,580
LIABILITIES						
Current liabilities:						
Accounts payable	-	9,366	-	-	723	10,089
Deposits	-	257,389	63	13,470	3	270,925
Total liabilities	-	266,755	63	13,470	726	281,014
NET ASSETS						
Held in trust for private-purposes	\$ 816	\$ 957,957	\$ -	\$ (7,208)	\$ 1	\$ 951,566

City of Brisbane
Combining Statement of Changes in Fiduciary Net Assets
Private-Purpose Trusts
For the year ended June 30, 2009

	Sister City Sub- Committee	NER/ Landmark Revolving	Professional Organizations	Brisbane Recycling Revolving	Event Insurance	Total Private- Purpose Trusts
ADDITIONS						
Developer reimbursement	\$ -	\$ 1,520,143	\$ -	\$ -	\$ -	\$ 1,520,143
Investment income	20	2,902	-	153	1	3,076
Total additions	20	1,523,045	-	153	1	1,523,219
DEDUCTIONS						
General government	-	107,036	-	-	-	107,036
Public works	-	16,388	-	-	-	16,388
Total deductions	-	123,424	-	-	-	123,424
Change in net assets	20	1,399,621	-	153	1	1,399,795
NET ASSETS						
Beginning of year	796	(441,664)	-	(7,361)	-	(448,229)
End of year	\$ 816	\$ 957,957	\$ -	\$ (7,208)	\$ 1	\$ 951,566

City of Brisbane
Combining Statement of Changes in Assets and Liabilities
Agency Funds
For the year ended June 30, 2009

	Balance July 1, 2008	Additions	Deletions	Balance June 30, 2009
<u>Tuntex-Baylands Revolving</u>				
Assets:				
Cash and investments	\$ 91,812	\$ 160,998	\$ (252,896)	\$ (86)
Accounts receivable	60,024	100,000	(60,024)	100,000
Total assets	\$ 151,836	\$ 260,998	\$ (312,920)	\$ 99,914
Liabilities:				
Accounts payable	\$ 9,934	\$ 80,531	\$ (23,569)	\$ 66,896
Deposits	141,902	59,641	(168,525)	33,018
Total liabilities	\$ 151,836	\$ 140,172	\$ (192,094)	\$ 99,914
<u>Tuntex II-Revolving</u>				
Assets:				
Cash and investments	\$ 195,056	\$ 4,988	\$ (83)	\$ 199,961
Interest receivable	303	248	(303)	248
Total assets	\$ 195,359	\$ 5,236	\$ (386)	\$ 200,209
Liabilities:				
Deposits	\$ 195,359	\$ 4,850	\$ -	\$ 200,209
Total liabilities	\$ 195,359	\$ 4,850	\$ -	\$ 200,209
<u>Northeast Ridge-Revolving</u>				
Assets:				
Cash and investments	\$ 85,498	\$ 54,306	\$ (224,472)	\$ (84,668)
Account receivable	25,333	43,110	(25,334)	43,109
Total assets	\$ 110,831	\$ 97,416	\$ (249,806)	\$ (41,559)
Liabilities:				
Accounts payable	\$ 3,087	\$ 32,786	\$ (35,476)	\$ 397
Deposits	107,744	-	(149,700)	(41,956)
Total liabilities	\$ 110,831	\$ 32,786	\$ (185,176)	\$ (41,559)
<u>Opus Fees/Permits</u>				
Assets:				
Cash and investments	\$ 5,744	\$ 146	\$ (2)	\$ 5,888
Interest receivable	10	7	(9)	8
Total assets	\$ 5,754	\$ 153	\$ (11)	\$ 5,896
Liabilities:				
Deposits	\$ 5,754	\$ 142	\$ -	\$ 5,896
Total liabilities	\$ 5,754	\$ 142	\$ -	\$ 5,896

(Continued)

City of Brisbane
Combining Statement of Changes in Assets and Liabilities
Agency Funds, Continued
For the year ended June 30, 2009

	Balance July 1, 2008	Additions	Deletions	Balance June 30, 2009
<u>Opus Development Trust</u>				
Assets:				
Cash and investments	\$ 39,526	\$ 260,565	\$ (178,506)	\$ 121,585
Total assets	\$ 39,526	\$ 260,565	\$ (178,506)	\$ 121,585
Liabilities:				
Accounts payable	\$ 61,361	\$ 117,128	\$ (93,941)	\$ 84,548
Deposits	(21,835)	58,872	-	37,037
Total liabilities	\$ 39,526	\$ 176,000	\$ (93,941)	\$ 121,585
<u>Hotel Reimbursement</u>				
Assets:				
Cash and investments	\$ 474	\$ 1,442	\$ -	\$ 1,916
Interest receivable	1	2	(1)	2
Total assets	\$ 475	\$ 1,444	\$ (1)	\$ 1,918
Liabilities:				
Deposits	\$ 475	\$ -	\$ 1,443	\$ 1,918
Total liabilities	\$ 475	\$ -	\$ 1,443	\$ 1,918
<u>Northeast Ridge Assessment</u>				
<u>District 2001 Bonds</u>				
Assets:				
Cash and investments	\$ 647,686	\$ 543,050	\$ (613,052)	\$ 577,684
Cash and investments with fiscal agents	350,681	616,632	(618,563)	348,750
Interest receivable	978	693	(978)	693
Taxes receivable	7,627	9,278	(7,626)	9,279
Total assets	\$ 1,006,972	\$ 1,169,653	\$ (1,240,219)	\$ 936,406
Liabilities:				
Accounts payable	\$ 2,154	\$ 12,889	\$ (12,735)	\$ 2,308
Due to bondholders	1,004,818	-	(70,720)	934,098
Total liabilities	\$ 1,006,972	\$ 12,889	\$ (83,455)	\$ 936,406
<u>Revolving-Summerhill</u>				
<u>Homes-Quarry</u>				
Assets:				
Cash and investments	\$ 63	\$ -	\$ (275)	\$ (212)
Total assets	\$ 63	\$ -	\$ (275)	\$ (212)
Liabilities:				
Accounts payable	\$ 63	\$ -	\$ (275)	\$ (212)
Total liabilities	\$ 63	\$ -	\$ (275)	\$ (212)

(Continued)

City of Brisbane
Combining Statement of Changes in Assets and Liabilities
Agency Funds, Continued
For the year ended June 30, 2009

	Balance July 1, 2008	Additions	Deletions	Balance June 30, 2009
<u>Slough Estates</u>				
Assets:				
Cash and investments	\$ 16,588	\$ 20,014	\$ (27,986)	\$ 8,616
Total assets	\$ 16,588	\$ 20,014	\$ (27,986)	\$ 8,616
Liabilities:				
Accounts payable	\$ 9,467	\$ 15,808	\$ (25,275)	\$ -
Deposits	7,121	1,495	-	8,616
Total liabilities	\$ 16,588	\$ 17,303	\$ (25,275)	\$ 8,616
<u>Baylands EIR</u>				
Assets:				
Cash and investments	\$ (168)	\$ 169	\$ (545)	\$ (544)
Accounts Receivable, net	-	149,000	-	149,000
Total assets	\$ (168)	\$ 149,169	\$ (545)	\$ 148,456
Liabilities:				
Accounts payable	\$ 483,409	\$ 691,772	\$ (775,566)	\$ 399,615
Deposits	(483,577)	691,243	(458,825)	(251,159)
Total liabilities	\$ (168)	\$ 1,383,015	\$ (1,234,391)	\$ 148,456
<u>Geneva/Candlestick Revolving</u>				
Assets:				
Cash and investments	\$ 186,477	\$ 142	\$ (87,473)	\$ 99,146
Total assets	\$ 186,477	\$ 142	\$ (87,473)	\$ 99,146
Liabilities:				
Accounts payable	\$ 6,029	\$ 81,367	\$ (87,394)	\$ 2
Deposits	180,448	63	(81,367)	99,144
Total liabilities	\$ 186,477	\$ 81,430	\$ (168,761)	\$ 99,146
<u>Opus-Sierra Point</u>				
Assets:				
Cash and investments	\$ 95,486	\$ 30,252	\$ (125,756)	\$ (18)
Total assets	\$ 95,486	\$ 30,252	\$ (125,756)	\$ (18)
Liabilities:				
Accounts payable	\$ 891	\$ 37,547	\$ (25,494)	\$ 12,944
Deposits	94,595	25,180	(132,737)	(12,962)
Total liabilities	\$ 95,486	\$ 62,727	\$ (158,231)	\$ (18)

(Continued)

City of Brisbane
Combining Statement of Changes in Assets and Liabilities
Agency Funds, Continued
For the year ended June 30, 2009

	Balance July 1, 2008	Additions	Deletions	Balance June 30, 2009
<u>Total Agency Funds</u>				
Assets:				
Cash and investments	\$ 1,364,242	\$ 1,076,072	\$ (1,511,046)	\$ 929,268
Cash and investments with fiscal agents	350,681	616,632	(618,563)	348,750
Account receivable	85,357	292,110	(85,358)	292,109
Interest receivable	1,292	950	(1,291)	951
Taxes receivable	7,627	9,278	(7,626)	9,279
Total assets	\$ 1,809,199	\$ 1,995,042	\$ (2,223,884)	\$ 1,580,357
Liabilities:				
Accounts payable	\$ 576,395	\$ 1,069,828	\$ (1,079,725)	\$ 566,498
Deposits	227,986	841,486	(989,711)	79,761
Due to bondholders	1,004,818	-	(70,720)	934,098
Total liabilities	\$ 1,809,199	\$ 1,911,314	\$ (2,140,156)	\$ 1,580,357

(Concluded)

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STATISTICAL INFORMATION

This part of the City of Brisbane's comprehensive annual financial report presents detailed information as a context for understanding what the information in the financial statements, note disclosures and required supplementary information says about the City's overall financial health.

Contents	Page
Financial Trends	135-140
<i>These schedules contain trend information to help the reader understand how the City's financial performance and well-being have changed over time.</i>	
Revenue Capacity	141-146
<i>These schedules contain information to help the reader assess the City's most significant local revenue source, the property tax.</i>	
Debt Capacity	147-152
<i>These schedules present information to help the reader assess the affordability of the City's current levels of outstanding debt, and the City's ability to issue additional debt in the future.</i>	
Demographic and Economic Information	154-156
<i>These schedules offer demographic and economic indicators to help the reader understand the environment within which the City's financial activities take place.</i>	
Operating Information	158-160
<i>These schedules contain service and infrastructure data to help the reader understand how the information in the City's financial report relates to the services the City provides and the activities it performs.</i>	

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City of Brisbane
Net Assets by Component
Last Seven Fiscal Years
(accrual basis of accounting)
(amounts expressed in thousands)

	Fiscal Year						
	2003	2004	2005	2006	2007	2008	2009
Governmental activities:							
Invested in capital assets, net of related debt	\$ 19,232	\$ 20,459	\$ 21,083	\$ 24,940	\$ 34,025	\$ 39,936	\$ 45,825
Restricted	21,657	5,492	5,744	26,024	25,924	33,872	19,027
Unrestricted	(42,214)	(27,401)	(25,008)	(41,950)	(40,576)	(45,940)	(32,518)
Total Governmental Activities	\$ (1,325)	\$ (1,450)	\$ 1,820	\$ 9,014	\$ 19,373	\$ 27,867	\$ 32,335
Business-type activities:							
Invested in capital assets, net of related debt	\$ 12,917	\$ 24,391	\$ 22,750	\$ 24,134	\$ 25,404	\$ 33,696	\$ 32,894
Restricted	2,370	1,841	1,763	5,554	5,896	5,476	2,601
Unrestricted	17,659	946	1,869	(2,782)	(4,925)	(4,478)	(1,455)
Total Business-type activities	\$ 32,946	\$ 27,178	\$ 26,382	\$ 26,906	\$ 26,375	\$ 34,694	\$ 34,040
Primary government:							
Invested in capital assets, net of related debt	\$ 32,149	\$ 44,851	\$ 43,833	\$ 49,073	\$ 59,429	\$ 73,632	\$ 78,720
Restricted	24,027	7,333	7,507	31,579	31,819	39,348	21,628
Unrestricted	(24,555)	(26,455)	(23,139)	(44,731)	(45,500)	(50,419)	(33,973)
Total primary government	\$ 31,621	\$ 25,728	\$ 28,201	\$ 35,921	\$ 45,748	\$ 62,561	\$ 66,375

The City of Brisbane implemented GASB 4 for fiscal year ended June 30, 2003. Information prior to the implementation of GASB 34 is not available.

Source: CAFR 2003, 2004, 2005, 2006, 2007, 2008, 2009

City of Brisbane
Changes in Net Assets
Last Seven Fiscal Years
(accrual basis of accounting)
(amounts expressed in thousands)

	Fiscal Year						
	2003	2004	2005	2006	2007	2008	2009
Expenses							
Governmental Activities:							
General government	\$ 3,086	\$ 3,748	\$ 2,741	\$ 4,501	\$ 3,767	\$ 4,396	\$ 4,768
Public safety -police	2,410	3,041	3,235	3,328	3,411	3,412	3,626
Public safety - fire	1,889	1,962	2,183	2,173	2,189	2,368	2,452
Public works	2,023	2,260	3,237	3,163	3,033	3,287	3,298
Interest on long-term debt (Unallocated)	2,288	2,277	2,357	2,861	2,490	2,689	2,513
Depreciation expense (Unallocated)	545	-	-	-	-	-	-
Total governmental activities expense	12,241	13,288	13,753	16,026	14,891	16,153	16,657
Business-type activities							
Utility	3,351	4,187	3,576	3,373	3,451	3,884	3,949
Parks and recreation	2,953	2,807	2,651	2,879	3,040	3,274	3,638
Total business-type activities expense	6,305	6,994	6,227	6,252	6,490	7,157	7,587
Total primary government expenses	\$ 18,546	\$ 20,282	\$ 19,980	\$ 22,278	\$ 21,381	\$ 23,311	\$ 24,245
Program Revenues							
Governmental activities:							
Charges for services							
General government	\$ 1,637	\$ 1,211	\$ 1,295	\$ 2,473	\$ 2,627	\$ 2,338	\$ 2,849
Public safety -police	115	164	189	259	248	231	214
Public safety - fire	160	218	241	604	148	179	147
Public Works	1,579	1,370	1,423	2,449	2,697	2,483	2,630
Other activities	-	-	-	-	-	-	-
Operating grants and contributions	822	861	1,981	220	184	313	309
Capital grants and contributions	403	284	644	4,413	7,199	2,808	2,561
Total governmental activities program revenues	4,717	4,107	5,773	10,418	13,103	8,353	8,711
Business-type activities:							
Charges for services							
Utility	2,647	2,552	2,846	3,764	3,460	4,362	4,053
Parks and recreation	1,792	1,700	1,809	1,954	2,055	1,917	2,069
Capital grants and contributions	-	-	434	-	13	-	-
Total business-type activities program revenues	4,439	4,252	5,088	5,718	5,528	6,279	6,122
Total primary government program revenues	\$ 9,156	\$ 8,360	\$ 10,861	\$ 16,136	\$ 18,631	\$ 14,632	\$ 14,833

City of Brisbane
Changes in Net Assets, Continued
Last Four Fiscal Years
(accrual basis of accounting)
(amounts expressed in thousands)

	Fiscal Year						
	2003	2004	2005	2006	2007	2008	2009
Net (expense)/revenue:							
Governmental activities	\$ (7,525)	\$ (9,180)	\$ (7,980)	\$ (5,609)	\$ (1,788)	\$ (7,801)	\$ (7,947)
Business-type activities	(1,865)	(2,741)	(1,139)	(534)	(962)	(878)	(1,465)
Total primary government net expense	\$ (9,390)	\$ (11,922)	\$ (9,119)	\$ (6,142)	\$ (2,750)	\$ (8,679)	\$ (9,412)
General Revenue and Other Changes in Net Assets							
Governmental activities:							
Property taxes	\$ 4,934	\$ 5,457	\$ 6,686	\$ 4,847	\$ 6,311	\$ 6,592	\$ 7,054
Sales and other taxes	2,397	2,764	3,528	4,411	3,988	8,810	4,699
Motor vehicle license	228	167	86	27	23	17	13
Other taxes	491	713	734	1,106	1,196	1,318	1,156
Investment earnings	694	286	695	791	1,250	883	426
Miscellaneous	-	-	-	25	41	42	64
Gain (Loss) on sale of assets	158	-	-	(70)	-	-	-
Transfers	(811)	(332)	(479)	(745)	(663)	(789)	(999)
Total Governmental activities	8,092	9,055	11,250	10,394	12,147	16,875	12,414
Business-type activities							
Other taxes	29	32	15	23	38	30	31
Investment earnings	154	(186)	(150)	(103)	(270)	(271)	(219)
Miscellaneous	-	-	-	-	-	1	-
Gain (Loss) on sale of assets	(4)	-	-	-	-	-	-
Capital Contribution	-	-	-	70	-	-	-
Transfers	811	332	479	745	663	789	999
Total business-type activities	990	178	343	735	431	549	811
Total primary government	\$ 9,082	\$ 9,233	\$ 11,593	\$ 11,129	\$ 12,578	\$ 17,424	\$ 13,226
Change in Net Assets							
Governmental activities	\$ 568	\$ (126)	\$ 3,270	\$ 4,785	\$ 10,359	\$ 9,074	\$ 4,467
Business-type activities	(875)	(2,563)	(796)	202	(531)	(329)	(653)
Total primary government	\$ (308)	\$ (2,689)	\$ 2,474	\$ 4,987	\$ 9,827	\$ 8,745	\$ 3,814

The City of Brisbane implemented GASB3 4 for fiscal year ended June 30, 2003. Information prior to the implementation of GASB 34 is not available.

Source: CAFR 2003, 2004, 2005, 2006, 2007, 2008, 2009

¹ The City received a \$12million dollar grant for replacing the Tunnel Avenue Bridge. \$4 million was used in this fiscal year

City of Brisbane
Fund Balances of Governmental Funds
Last Seven Fiscal Years
(modified accrual basis of accounting)
(amounts expressed in thousands)

	Fiscal Year						
	2003	2004	2005	2006	2007	2008	2009
General Fund							
Reserved	\$ 2,146	\$ 2,047	\$ 1,678	\$ 2,740	\$ 2,860	\$ 6,480	\$ 4,089
Unreserved	5,336	5,234	6,068	5,974	4,635	559	2,151
Total General Fund	\$ 7,482	\$ 7,281	\$ 7,746	\$ 8,714	\$ 7,495	\$ 7,039	\$ 6,240
All other governmental funds							
Reserved	\$ 25,587	\$ 25,412	\$ 25,782	\$ 31,058	\$ 29,889	\$ 34,032	\$ 27,985
Unreserved, reported in:							
Special revenue funds	246	(50)	(331)	(342)	(416)	(449)	(320)
Debt service funds	-	752	(446)	1,102	1,355	1,117	1,745
Redevelopment Agency	(19,618)	(19,996)	(18,700)	(19,056)	(18,100)	(16,375)	(14,642)
Capital Projects funds	257	(591)	322	784	(1,833)	(10,414)	(6,797)
Total all other governmental funds	\$ 6,472	\$ 5,526	\$ 6,626	\$ 13,546	\$ 10,894	\$ 7,911	\$ 7,971

The City of Brisbane has elected to show only seven years of data for this schedule.

Source: CAFR 2003, 2004, 2005, 2006, 2007, 2008, 2009

City of Brisbane
Changes in Fund Balances of Governmental Funds
Last Ten Fiscal Years
(modified accrual basis of accounting)
(amounts expressed in thousands)

	Fiscal Year Ending			
	2000	2001	2002	2003
Revenues				
Taxes and special assessments	\$ 8,329	\$ 9,625	\$ 9,927	\$ 8,769
Intergovernmental	428	850	745	1,099
Licenses, permits and fees	418	365	128	683
Charges for services	437	646	317	263
Fines and forfeitures	116	113	91	92
Use of money and property	962	1,324	1,099	640
Other revenues	4,319	996	463	1,859
Total Revenues	15,008	13,920	12,772	13,405
Expenditures				
General government	1,836	1,681	1,810	3,074
Public safety-police	1,925	1,965	2,489	2,553
Public safety-fire	1,356	1,361	1,595	1,896
Public works	6,652	1,504	1,720	1,936
Parks and recreation ¹	707	1,220	-	-
Library	29	17	35	26
Non-departmental	1,464	564	919	-
Capital outlay	1,574	1,552	709	1,859
Lease expense	-	-	-	-
Debt service				
Principal	1,495	8,590	9,325	940
Interest and fiscal charges	2,782	4,017	2,882	2,300
Bond issuance cost	-	-	-	-
Total Expenditures	19,819	22,471	21,485	14,584
Excess of revenues over (under) expenditures	(4,811)	(8,552)	(8,713)	(1,179)
Other financing sources (uses)				
Capital Contributions	-	-	-	-
Proceeds from sale of property/assets	-	-	-	204
Proceeds from issuance of debt	-	35,235	-	-
Discount paid on issuance of debt	-	-	-	-
General Fund Advance	-	-	-	-
Deferred rent	-	(17,200)	-	-
Transfers in	4,333	27,897	14,582	3,545
Transfers out	(4,177)	(27,923)	(14,838)	(4,347)
Total other financing sources (uses)	156	18,009	(256)	(598)
Net change in fund balances	\$ (4,655)	\$ 9,458	\$ (8,969)	\$ (1,777)
Debt as a percentage of noncapital expenditures	23.44%	60.26%	58.76%	25.47%

Source: CAFR 1998- 2008

¹ Park and Recreation was combined with the Marina as an Enterprise Fund in 2002

		Fiscal Year Ending					
2004	2005	2006	2007	2008	2009		
\$ 9,438	\$ 11,513	\$ 11,880	\$ 13,072	\$ 13,836	\$ 14,143		
1,027	778	654	6,639	2,620	1,837		
588	846	812	1,160	742	817		
284	506	315	330	277	227		
139	148	116	113	114	91		
297	599	816	1,265	863	381		
1,721	3,101	6,485	2,832	2,744	3,771		
<u>13,495</u>	<u>17,491</u>	<u>21,078</u>	<u>25,411</u>	<u>21,196</u>	<u>21,267</u>		
3,264	2,655	4,080	3,873	4,224	3,866		
2,722	3,076	3,269	3,330	3,338	3,264		
1,849	2,191	2,224	2,219	2,365	2,424		
1,605	1,693	2,689	2,931	2,905	3,000		
-	-	-	-	-	-		
19	21	20	22	25	29		
1,905	2,730	5,031	9,058	6,853	6,136		
-	-	-	-	-	-		
1,035	4,555	1,440	1,740	1,715	1,810		
2,290	2,392	2,349	2,515	2,616	2,520		
-	-	73	95	-	87		
<u>14,689</u>	<u>19,313</u>	<u>21,175</u>	<u>25,783</u>	<u>24,041</u>	<u>23,137</u>		
(1,195)	(1,822)	(97)	(372)	(2,845)	(1,870)		
-	-	(70)	182	-	-		
4	-	-	-	-	-		
-	3,265	5,970	4,745	-	2,255		
-	-	(48)	(52)	-	(63)		
-	-	-	(4,589)	-	-		
-	-	-	-	-	-		
3,229	9,204	3,563	3,354	3,882	10,043		
<u>(3,185)</u>	<u>(9,083)</u>	<u>(3,867)</u>	<u>(5,023)</u>	<u>(4,476)</u>	<u>(11,104)</u>		
48	3,386	5,547	(1,383)	(594)	1,131		
<u>\$ (1,147)</u>	<u>\$ 1,564</u>	<u>\$ 5,450</u>	<u>\$ (1,755)</u>	<u>\$ (3,439)</u>	<u>\$ (739)</u>		
26.01%	41.89%	23.92%	26.01%	25.20%	25.98%		

City of Brisbane
Governmental Activities Tax Revenues by Source
Last Ten Fiscal Years
(modified accrual basis of accounting)
(amounts expressed in thousands)

Fiscal Year	Property Tax ¹	Sales Tax	Gas Tax	Franchise Tax	Transfer Tax	TOT Tax	Business License Tax	Total
2000	\$ 3,126	\$ 2,963	\$ 72	\$ 103	\$ 102	\$ -	\$ 256	\$ 6,623
2001	4,283	2,492	75	116	77	549	332	7,923
2002	5,389	2,908	77	144	23	374	289	9,203
2003	4,888	2,486	84	146	45	345	294	8,289
2004	4,879	2,853	75	144	76	569	326	8,922
2005	5,828	3,619	75	183	98	550	360	10,713
2006	4,678	4,533	75	192	170	914	386	10,949
2007	6,249	4,121	75	197	61	999	387	12,090
2008	6,529	8,957	74	221	45	1,097	367	17,292
2009	7,019	4,813	69	214	18	942	450	13,524

¹ Property Tax Includes Prior Taxes, Supplemental Taxes, Property Tax/VLF swap and ERAF
Gas tax shown in CAFR as intergovernment, and Business License Tax as Licenses and Permits.
Sales tax includes Measure A sales tax, Public Safety Sales Tax, General Sales Taxes and Sales Tax/Property Tax Swap

2 One time Sales Tax correction

Source: City of Brisbane

City of Brisbane
Assessed Value and Estimated Actual Value of Taxable Property
Last Ten Fiscal Years
(amounts expressed in thousands)

Fiscal Year	City			Taxable Assessed Value
	Secured	Unsecured	Less: Exemptions	
2000	\$ 689,778	\$ 100,470	\$ 6,425	\$ 783,823
2001	883,309	113,996	7,217	990,088
2002	1,062,109	116,144	8,065	1,170,187
2003	1,121,319	113,446	8,169	1,226,595
2004	1,039,662	243,120	7,918	1,274,864
2005	1,091,456	235,148	10,320	1,316,284
2006	1,167,557	222,177	10,470	1,379,265
2007	1,323,842	227,161	10,492	1,540,511
2008	1,364,983	233,517	10,447	1,588,053
2009	1,453,275	239,986	13,192	1,680,069

Note: The General Property Tax Rate is established at \$1.00 per \$100.00 of assessed value per Article XIII of the California Constitution. The allocation of the property taxes to various taxing agencies including cities, counties, school districts and other special districts is based on the formula determined by the California State Legislature.

California property tax assessments are "acquisition" based, rather than cyclical based. In California, the property tax system is acquisition based, meaning that all real property is assessed upon acquisition or when newly constructed, and assessed at a ratio of 100% of fair market value as of the event date. After the acquisition or new construction basis is determined, year to year increases in assessed value are limited to no more than 2%. In the event of an economic downturn, real property is assessed at the lower of its acquisition basis, increased by the maximum of 2% per year or the fair market value as of January 1, which is lower.

Source: County Assessment Rolls

Redevelopment Agency

Secured	Unsecured	Less: Exemptions	Taxable Assessed Value	Total Direct Tax Rate
n/a	n/a	n/a	\$ 265,186	1
n/a	n/a	n/a	338,585	1
n/a	n/a	n/a	390,453	1
n/a	n/a	n/a	416,145	1
370,107	45,905	\$ 32	415,980	1.0252
369,912	53,513	130	423,294	1.0524
336,318	67,098	129	403,287	1.0485
389,391	83,421	138	472,674	1.0612
377,630	81,589	119	459,100	1.0756
418,379	81,359	136	499,602	1.0719

City of Brisbane
Property Tax Rates
Direct and Overlapping Governments
Last Ten Fiscal Years

Fiscal Year	San Mateo County as Distributor	School District			Total Direct & Overlapping Rates
		Brisbane Elementary School District	Jefferson Union High School District	San Mateo Junior College	
2000	1.0000	n/a	n/a	n/a	
2001	1.0000	n/a	n/a	n/a	
2002	1.0000	n/a	n/a	n/a	
2003	1.0000	n/a	n/a	n/a	
2004	1.0000	n/a	0.0187	0.0065	1.0252
2005	1.0000	0.0289	0.0170	0.0065	1.0524
2006	1.0000	0.0267	0.0153	0.0065	1.0485
2007	1.0000	0.0254	0.0174	0.0184	1.0612
2008	1.0000	0.0224	0.0361	0.0171	1.0756
2009	1.0000	0.0221	0.0333	0.0165	1.0719

Notes:

Under constitutional Amendment (Proposition 13) passed by voters in the State of California in June 1978, the tax rate (excluding bonded debt) is frozen at 1% of the full market value of the property. This tax is collected by the County Tax Collector and distributed on a formula determined by the State Legislature. Local agencies levy only the tax rate for general obligation bonds, or in excess of 1% if two-thirds of the voters in the area authorize such a rate increase. All tax levies include Homeowner's Property Tax Relief and Business Inventory Property Tax Relief.

Source: County of San Mateo Tax Rate Book for FY 2008-2009

City of Brisbane
Principal Property Taxpayers
Current Year and Nine Years Ago
(amounts expressed in thousands)

Taxpayer	2009			2001		
	Taxable Assessed Value	Rank	% of Total Taxable Assessed Value ¹	Taxable Assessed Value	Rank	% of Total Taxable Assessed Value ²
Oyster Point Properties Inc.	\$ 97,912	1	6.76%	\$ 25,736	3	12.15%
DCT Valley Dr CA LLP	69,007	2	4.77%			
Broadway 8000 Marina Fee LLC	55,974	3	3.87%			
IAC San Francisco LLC	54,628	4	3.77%			
BMR Bayshore Blvd LLC	40,659	5	2.81%			
2000 Sierra Point Parkway LLC	40,270	6	2.78%	17,609	4	8.31%
Slough Brisbane LLC	39,800	7	2.75%			
SRI Seven Marina LLC	33,085	8	2.29%			
Fund VIII 1000 Marina LLC	29,500	9	2.04%	5,179	7	2.45%
Brisbane Lodging LP	25,574	10	1.77%			
William D. and C.A. Spencer Trust	19,806	11	1.37%			
CPI Sage Hotels Brisbane Owner LLC	19,380	12	1.34%			
Tuntex Properties Inc	17,483	13	1.21%			
IAC 325 Valley LLC	13,629	14	0.94%			
Barulich Properties LLC	12,308	15	0.85%			
Rolling Frito-Lay Sales	11,917	16	0.82%			
SFPP	10,684	17	0.74%			
150 Spear Street Associates	10,427	18	0.72%			
DLC Brisbane	9,843	19	0.68%			
Avjog Investments LLC	8,380	20	0.58%			
Hitachi America LTD				49,026	1	23.15%
Opus				31,644	2	14.94%
Foster 7000 Marina LLC				12,342	5*	5.83%
SPK-Sierra Point LLC				11,392	6*	5.38%
Tuntex ³				4,864	8	2.30%
Embassy Investments-Brisbane LLC				3,608	9	1.70%
Grand Sierra Properties Inc				373	10	0.18%
Total	\$ 620,264		42.84%	\$ 161,774		76.39%

Source: Calmuni Statistics

Source: 2001 - Urban Futures Inc

⁽¹⁾ 2008-2009 Total Net Assessed Valuation: 1,447,740

⁽²⁾ Based on Fiscal Year 2000-01 total assessed valuation: 211,779

⁽³⁾ Tuntex sold properties to Oyster Point and Sierra Hotel Management

* Foster Enterprises

*Spiekers Properties LP

City of Brisbane
Property Tax Levies and Collections
Last Ten Fiscal Years
(amounts expressed in thousands)

Fiscal Year	Total Tax Levy for Fiscal Year	Collected within the Fiscal Year of the Levy ¹		Collections in Subsequent Years ¹	Total Collections to Date	
		Amount	Percentage		Amount	Percentage
2000	\$ 3,410	\$ 3,410	100%	n/a	\$ 3,410	100%
2001	4,418	4,418	100%	n/a	4,418	100%
2002	5,632	5,632	100%	n/a	5,632	100%
2003	5,247	5,247	100%	n/a	5,247	100%
2004	5,044	5,044	100%	n/a	5,044	100%
2005	4,920	4,920	100%	n/a	4,920	100%
2006	5,253	5,253	100%	n/a	5,253	100%
2007	6,382	6,382	100%	n/a	6,382	100%
2008	6,671	6,671	100%	n/a	6,671	100%
2009	7,188	7,188	100%	n/a	7,188	100%

¹Teeter Plan

Source: City of Brisbane

City of Brisbane
Ratios of Outstanding Debt by Type
Last Ten Fiscal Years
(amounts expressed in thousands, except per capita amount)

Fiscal Year	Governmental Activities					Business-Type Activities		Total Primary Government	Percentage of Personal Income	Per Capita
	Revenue Bonds	Tax Allocation Bonds	Certificates of Participation	Special Assessment Bonds ¹	Other Long-Term Debt	Utility Revenue Bonds	Capital Leases			
1997	\$ -	\$ -	\$ -	\$ 47,608	\$ -	\$ 1,105	\$ -	\$ 48,713	n/a	\$ 15,199
1998	10,470	10,995	4,440	7,705	16,118	1,010	-	50,738	n/a	15,464
1999	10,340	10,060	4,325	7,545	17,218	110	-	49,598	n/a	13,398
2000	10,170	9,025	4,205	7,375	18,737	55	-	49,567	n/a	13,780
2001	36,845	930	4,070	7,200	-	-	-	49,045	n/a	13,560
2002	36,190	775	3,930	-	-	-	-	40,895	n/a	11,232
2003	35,570	605	3,780	-	-	4,450	-	44,405	n/a	12,199
2004	34,880	420	3,620	-	-	4,450	-	43,370	n/a	11,817
2005	37,410	220	-	-	-	4,365	227	42,222	n/a	11,381
2006	42,160	-	-	-	-	4,270	204	46,634	n/a	12,426
2007	40,700	-	-	-	4,465	4,175	181	49,521	n/a	13,118
2008	39,115	-	-	-	4,335	4,080	158	47,688	n/a	12,351
2009	39,715	-	-	-	4,180	3,980	136	48,011	n/a	12,192

Note: Details regarding the city's outstanding debt can be found in the notes to the financial statements. Personal Income is for San Mateo County because City information is not available. As such, calculating a percentage would not be valuable for Brisbane trend data.

¹ 1915 Act/ Northeast Ridge Assessment District Bond was refunded and the new bonds are a non-City Obligation

City of Brisbane
Ratios of General Bonded Debt Outstanding
Last Ten Fiscal Years
(amounts expressed in thousands, except per capita amount)

Fiscal Year	Gross Bonded Debt	Less: Amounts Available in Debt Service Fund	Total	Percent of Assessed Value ²	Per Capita
2000	4,205	483	3,722	0.47%	1165.10%
2001	4,070	486	3,584	0.36%	1121.88%
2002	3,930	483	3,447	0.29%	1078.90%
2003	3,780	382	3,398	0.28%	1063.63%
2004	3,620	393	3,227	0.25%	1009.90%
2005	3,265	¹ 40	3,225	0.24%	1009.24%
2006	9,045	825	8,220	0.60%	2572.75%
2007	13,295	³ 738	12,557	0.82%	3930.17%
2008	12,950	723	12,227	0.77%	3826.92%
2009	14,825	885	13,940	0.83%	4362.91%

General bonded debt is debt payable with governmental fund resources and general obligation bonds recorded in enterprise funds (of which, the City has none).

¹Lease Revenue Bonds

² Assessed value has been used because the actual value of taxable property is not readily available in the State of California

³ Pension Obligation Bonds

City of Brisbane
Direct and Overlapping Governmental Activities Debt
As of June 30, 2009
(amounts expressed in thousands)

	Debt Outstanding	Estimated Percentage Applicable	Estimated Share of Overlapping Debt
Overlapping Tax and Assessment Debt:			
San Mateo Community College District	\$ 634,554,994	0.962%	\$ 6,104,419
Jefferson Union High School District	72,820,000	8.976%	6,536,323
Brisbane School District	7,650,437	65.765%	5,031,310
City of Brisbane 1915 Act Bonds	11,510,000	75.784-100%	9,971,073
Total Gross Overlapping Tax and Assessment Debt	726,535,431		27,643,125
Direct and Overlapping General Fund Debt:			
San Mateo County General Fund Obligations	370,964,819	0.962%	3,568,682
San Mateo County Board of Education Certificates of Participation	13,350,000	0.962%	128,427
City of Brisbane Certificates of Participation	10,645,000	100.000%	10,645,000
City of Brisbane Pension Obligations	4,180,000	100.000%	4,180,000
Total Direct and Overlapping General Fund Debt	\$ 399,139,819		\$ 18,522,109
Gross Combined Total Debt	\$ 1,125,675,250		\$ 46,165,234 ¹

¹ Excludes tax and revenue anticipation notes, enterprise revenue, mortgage revenue and tax allocation bonds and non-bonded capital lease obligations.

Note: Overlapping governments are those that coincide, at least in part, with the geographic boundaries of the City. This schedule estimates the portion of the outstanding debt of those overlapping governments that is borne by the residents and businesses of the City of Brisbane. This process recognizes that, when considering the government's ability to issue and repay long-term debt, the entire debt burden borne by residents and businesses should be taken into account. However, this does not imply that every taxpayer is a resident, and therefore responsible for repaying the debt, of each overlapping government.

Source: California Municipal Statistics Inc

City of Brisbane
Legal Debt Margin Information
Last Ten Fiscal Years
(amounts expressed in thousands)

	Fiscal Year Ending				
	2000	2001	2002	2003	2004
Debt Limit	\$ 21,434	\$ 26,492	31,345	\$ 32,496	\$ 34,310
Total net debt applicable to limit	4,205	4,070	3,930	3,780	3,620
Legal debt margin	\$ 17,229	\$ 22,422	\$ 27,415	\$ 28,716	\$ 30,690
Total net debt applicable to the limit as a percentage of debt limit	19.62%	15.36%	12.54%	11.63%	10.55%

Legal Debt Margin Calculation for Fiscal Year 2009:

Assessed value¹

Add back: exempt real property¹

Total assessed value¹

Debt limit (3.75% of total assessed value)

Debt applicable to limit:

General bonded debt

Less: Amount set aside for repayment of
general bonded debt

Total net debt applicable to limit

Legal debt margin

Note: Under state finance law, the City of Brisbane' outstanding debt should not exceed 3.75 percent of total assessed property value. By law, the general obligation debt subject to the limitation may be offset by amounts set aside for repaying general obligation bonds.

¹Source: California Municipal Statistics Inc
Assessed Value excludes incremental assessed valuation applicable to the Brisbane Community Redevelopment Agency

City of Brisbane has no general obligation bonds.



Fiscal Year Ending

2005	2006	2007	2008	2009
\$ 35,586	\$ 38,702	\$ 42,144	\$ 44,433	\$ 63,251
3,265	9,045	13,114	12,800	13,940
<u>\$ 32,321</u>	<u>\$ 29,657</u>	<u>\$ 29,030</u>	<u>\$ 31,633</u>	<u>\$ 49,311</u>
9.17%	23.37%	31.12%	28.81%	22.04%

City of Brisbane
Pledged Revenue Coverage
Last Seven Fiscal Years
(amounts expressed in thousands)

Fiscal Year	Water Revenue Bonds			Debt Service Requirements			Coverage %
	Gross Revenues	Less: Operating Expenses	Net Available Revenue	Principal	Interest	Total	
2002-2003	\$ 2,749	\$ 2,479	\$ 270	\$ -	\$ -	\$ -	1.109%
2003-2004	2,577	2,538	39	-	203	203	1.015%
2004-2005	2,828	2,498	330	85	202	287	1.132%
2005-2006	3,789	2,286	1,504	95	199	294	1.658%
2006-2007	3,514	2,271	1,243	95	196	291	1.547%
2007-2008	4,393	3,143	1,250	95	193	288	1.398%
2008-2009	4,084	3,949	134	100	292	392	1.034%

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City of Brisbane
Demographic and Economic Statistics
Last Ten Fiscal Years

Fiscal Year	Population	³ Personal Income (in millions)	² Per Capita Personal Income	Labor Force	¹ Unemployment Rate
2000	3,597	\$ 41,731	\$ 58,893	398,000	2.90%
2001	3,617	39,395	55,649	392,800	3.80%
2002	3,641	36,737	52,361	379,500	5.70%
2003	3,640	36,467	52,235	369,900	5.90%
2004	3,670	39,409	56,550	364,500	5.00%
2005	3,710	43,755	62,680	363,800	4.30%
2006	3,753	46,882	66,839	367,700	3.7%
2007	3,775	50,347	71,753	373,400	3.8%
2008	3,861	n/a	n/a	384,400	4.7%
2009	3,938	n/a	n/a	382,500	9.0%

Notes: ¹ Source: State of California Employment Development Department, March 2008 Benchmark. San Mateo County
Source: California Labor Market Info for San Mateo County. Data not available for 2008 and
² 2009
³ Source: California Department of Finance

**City of Brisbane
Principal Employers
Current Year and Ten Years Ago**

Employer	2009 ¹			2000 ²		
	Employees	Rank	Percentage of Total City Employment	Employees	Rank	Percentage of Total City Employment
Pepsi Bottling Group	380	1	5.22%			
Sunset Scavenger Co	350	2	4.81%			
IGN Entertainment Inc	305	3	4.19%			
Vaxgen Inc	295	4	4.05%			
VWR Corporation	272	5	3.73%	350	2	n/a
Bi-Rite Foodservice Distributors	259	6	3.56%			
Monster Cable Products Inc	248	7	3.40%	600	1	n/a
Expeditors Intl of WA Inc	223	8	3.06%			
Collab.net Inc	212	9	2.91%			
Bebe	198	10	2.72%	230	5	n/a
Fong Brothers Printing	190	11	2.61%	200	8	n/a
Shopping.com (California) Inc	175	12	2.40%			
Intermune	126	13	1.73%			
PSI Group - California	123	14	1.69%			
Lincoln Broadcasting Co	120	15	1.65%			
Glam Media Inc	108	16	1.48%			
Purcell-Murray Company Inc	105	17	1.44%			
Hitachi America LTD	99	18	1.36%	350	2	n/a
SFO Apparel	99	18	1.36%			
Aircraft Technical Publishers	97	20	1.33%	140	11	n/a
Imagine Media				250	4	n/a
George Lithograph				225	6	n/a
FYI Direct				200	7	n/a
The Good Guys				175	9	n/a
Gilmore Envelope				150	10	n/a
Bay Porter Express				120	12	n/a
Dolby Systems				110	13	n/a
Proxy Message				106	14	n/a
Total Employment (Estimated)	7,284					

Source:

¹ City of Brisbane Business License data

² Brisbane Chamber of Commerce

City of Brisbane
Full-Time Equivalent City Government Employees by Function
Last Ten Fiscal Years

	June 30			
	2000	2001	2002	2003
Function:				
General government	11.03	11.8	12	12
Public safety:				
Police	19.51	18.26	20.11	20.11
Fire	14.4	13.55	13.55	13.55
Public works and Municipal Utilities	15.4	15	17	17
Community development	4.4	5.6	5.6	5.6
Parks and recreation and Marina	20.1	24.92	27.38	27.08
Total	84.84	89.13	95.64	95.34

Source: City of Brisbane Base Budget

June 30					
2004	2005	2006	2007	2008	2009
12	11	11.51	12.01	13.01	14.01
20.11	20.11	20.11	20.61	20.61	20.61
13.55	13.55	12.55	13	13	13
18.25	18.5	21.5	22.5	22.5	22.5
4.6	4.4	5.4	5.9	5.9	5.9
<u>25.58</u>	<u>24.92</u>	<u>24.92</u>	<u>25.13</u>	<u>25.45</u>	<u>25.45</u>
<u>94.09</u>	<u>92.48</u>	<u>95.99</u>	<u>99.15</u>	<u>100.47</u>	<u>101.47</u>

City of Brisbane

Operating Indicators by Function

Last Nine Fiscal Years

Function	Fiscal Year			
	2001	2002	2003	2004
Police				
Response time to :				
Extreme Emergencies	1:31	5:23	4:30	4:52
Emergencies	4:51	6:45	6:20	6:12
Non-Emergencies	13:45	14:30	14:20	12:07
Number of victims per 1,000 citizens or business	22	24	n/a	n/a
Fire				
Number of calls answered	n/a	n/a	664	649
Number of inspections	n/a	n/a	516	516
Public Works:				
Percent of tripping hazards corrected within 1 month	n/a	100	100	100
Percent of damaged street signs replaced within 1 month	n/a	80	100	100
Percent of facilities maintained relative to Maintenance Program	n/a	100	95	95
Water				
Total Water Purchased				
Number of main breaks and repairs				
Number of service breaks (city side) and repairs				
Percentage of water samples that pass health standards	99	100	100	100
Percentage of water storage tanks cleaned and inspected	n/a	n/a	n/a	n/a
Percentage of reported broken water meters replaced	n/a	n/a	n/a	n/a
Percentage of backup emergency generators inspected and tested at critical water facilities				
Percentage of known water main valves exercised				
Sewer				
Average Daily sewage flow (thousands of gallons)	366	377	372	356
Percentage of sewer blockages cleared within:				
4 hours		100	100	100
12 hours		100	100	100
Community Development:				
Total permit valuation (\$000)	24,673	11,011	16,275	8,158
Parks and Recreation:				
Community/Special Events (Water Festival, Concerts in the Park, etc.) number of events	n/a	n/a	n/a	n/a
Sports Programs (e.g. basketball, softball): number of sports				
Youth	n/a	n/a	n/a	n/a
Adult	n/a	n/a	n/a	n/a
Classes: (number of programs)				
Adult	n/a	n/a	n/a	n/a
Youth	n/a	n/a	n/a	n/a
Youth & Adult	n/a	n/a	n/a	n/a
Child Care programs (Average Enrollment):				
Preschool	n/a	n/a	n/a	n/a
Afterschool	n/a	n/a	n/a	n/a
Day/Summer Camps (Average Enrollment)	n/a	n/a	n/a	n/a
Teen/Youth Programs (number of programs)	n/a	n/a	n/a	n/a
Aquatic programs (Enrollment/attendance):				
Summer swim lessons	n/a	n/a	n/a	n/a
Water aerobics	n/a	n/a	n/a	n/a
Senior Center (Enrollment/attendance)	n/a	n/a	n/a	n/a
All programs				

Notes: Indicators are not available for the general government function.

Fiscal Year				
2005	2006	2007	2008	2009
4:20	3	4:27	4:22	4:26
4:16	5	4:22	3:51	4:12
6:12	15	6:46	6:16	6:14
22	28	31	30	30
620	595	586	653	618
516	526	535	533	471
100	100	100	100	100
100	100	100	100	100
100	100	100	100	100
				302,631 ccf
				1
				7
100	100	100	100	100
100	100	100	100	100
100	100	100	100	100
				100
				100
376	393	353	352	334
100	100	100	100	100
100	100	100	100	100
27,197	9,221	10,155	15,513	6,613
8	7	6	4	9
8	8	15	13	12
2	2	2	2	2
10	11	10	8	7
2	5	5	3	2
1	1	3	4	2
10	9	13	16	17
42	40	62	44	63
73	78	59	56	60
11	10	15	7	9
475	335	852	909	812
111	64	96	65	29
	154	184	198	
				73

City of Brisbane
Capital Asset Statistics by Function
Last Seven Fiscal Years

Function	Fiscal Year						
	2003	2004	2005	2006	2007	2008	2009
Public Safety:							
Police:							
Stations	1	1	1	1	1	1	1
Patrol units	5	5	5	5	5	5	5
Fire:							
Fire Stations	1	1	1	1	1	1	1
Fire Engines	3	3	3	3	3	3	3
Public Works:							
Streets (miles)	23	23	23	23	23	23	23
Streetlights	782	782	782	790	790	790	790
Sanitary Sewers (linear feet)	80,362	80,362	80,362	80,712	80,712	80,712	80,712
Water Lines (linear feet)	132,570	132,570	132,570	132,570	132,830	132,830	132,830
Water Storage (million gallons)	2.7	2.7	2.7	2.7	2.7	2.9	2.9
Parks and Recreation:							
Parks acreage	53.98	53.98	54.48	54.98	57.98	57.98	57.98
Parks	13	13	14	15	15	15	15
Swimming pools	1	1	1	1	1	1	1
Open Space acreage ¹	156.68	156.68	156.68	156.68	184.68	184.68	184.68
Wetlands	127.75	127.75	127.75	127.75	127.75	127.75	127.75

Note: No capital asset indicators are available for the general government or community development functions.

¹ Source: 2001 Brisbane Open Space Plan