LSL
CERTIFIED PUBLIC ACCOUNTANTS

DRAFT

CITY OF EMERYVILLE, CALIFORNIA

COMPREHENSIVE ANNUAL FINANCIAL REPORT

FOR FISCAL YEAR ENDED JUNE 30, 2010

Prepared by:

FINANCE DEPARTMENT

KARAN REID, CHIEF FINANCIAL OFFICER

Lance Soll & Lunghard, LLP

203 North Brea Blvd
Suite 203
Brea, CA 92821

41185 Golden Gate Circle
Suite 103
Murrieta, CA 92562

CITY OF EMERYVILLE, CALIFORNIA

COMPREHENSIVE ANNUAL FINANCIAL REPORT

FOR FISCAL YEAR ENDED JUNE 30, 2010

Prepared by:

FINANCE DEPARTMENT

KARAN REID, CHIEF FINANCIAL OFFICER

CITY OF EMERYVILLE

COMPREHENSIVE ANNUAL FINANCIAL REPORT

FOR FISCAL YEAR ENDED JUNE 30, 2010

TABLE OF CONTENTS

Page Number

INTRODUCTORY SECTION

Table of Contents i
Letter of Transmittal v
GFOA Certificate of Achievement xii
Organizational Chart xiii
List of Officials xiv
Map of Emeryville xv

FINANCIAL SECTION

INDEPENDENT AUDITORS' REPORT 1

MANAGEMENT'S DISCUSSION AND ANALYSIS 3

BASIC FINANCIAL STATEMENTS

Government-Wide Financial Statements:
Statement of Net Assets 17

Statement of Activities 18

Fund Financial Statements:
Balance Sheet - Governmental Funds 22

Reconciliation of the Balance Sheet of Governmental Funds to the Statement of Net Assets 25

Statement of Revenues, Expenditures and Changes in Fund Balances - Governmental Funds 26

Reconciliation of the Statement of Revenues, Expenditures and Changes in Fund Balances of Governmental Funds to the Statement of Activities 28

Budgetary Comparison Statement by Function- General Fund 29

Statement of Net Assets - Proprietary Funds 32

Statement of Revenues, Expenses and Changes in Fund Net Assets - Proprietary Funds 33

CITY OF EMERYVILLE

COMPREHENSIVE ANNUAL FINANCIAL REPORT

FOR FISCAL YEAR ENDED JUNE 30, 2010

TABLE OF CONTENTS

Page Number

BASIC FINANCIAL STATEMENTS (Continued)

Statement of Cash Flows - Proprietary Funds 34

Statement of Fiduciary Net Assets - Fiduciary Funds 36

Statement of Changes in Fiduciary Net Assets - Fiduciary Funds 37

Notes to Financial Statements 39

COMBINING AND INDIVIDUAL FUND STATEMENTS AND SCHEDULES

Combining Balance Sheet - Nonmajor Governmental Funds 84

Combining Statement of Revenues, Expenditures and Changes in Fund Balances - Nonmajor Governmental Funds 96

Budgetary Comparison Schedules - Special Revenue Funds:

- Housing Community Development Fund 108
- Cal-Home Loan Program Fund 109
- Police Impound Fund 110
- Special Gas Tax Street Improvement Fund 111
- Traffic Congestion Relief Fund 112
- General Plan Maintenance Fund 113
- Child Development Fund 114
- Measure B Fund 115
- Emeryville Public Art Fund 116
- Other Grants Fund 117
- Traffic Impact Fee Fund 118
- Supplemental Law Enforcement Fund 119
- Emergency Medical Services Fund 120
- Measure D Fund 121
- Reserve for Economic Uncertainty Fund 122
- Earthquake Insurance 123
- Major Maintenance Fund 124
- Vehicle Replacement Fund 125
- Information Technology Fund 126
- PERS Liability Fund 127
- Property Based Improvement District Fund 128
- Help Housing Fund 129
- PEG Program 130

CITY OF EMERYVILLE

COMPREHENSIVE ANNUAL FINANCIAL REPORT

FOR FISCAL YEAR ENDED JUNE 30, 2010

TABLE OF CONTENTS

Page Number

COMBINING AND INDIVIDUAL FUND STATEMENTS AND SCHEDULES (Continued)

Budgetary Comparison Schedules - Capital Projects Funds:
1976 Project Area Operating Fund 131
Shellmound Project Area Operating Fund 132
Housing Revolving Loan Operating Fund 133
2004 Series A Revenue Bond Fund 134
Shellmound Capital Project Fund 135
General Capital Improvements Fund 136
Marina Improvement Fund 137
Homebuyer Program Loans Fund 138
Low/Moderate Housing Operating Fund 139
2001 A Revenue Bond Fund 140
2002 A Revenue Bond Fund 141
1976 Area Capital Project Fund 142
Housing Capital Project Fund 143

Budgetary Comparison Schedules - Debt Service Funds:
1998 Lease Revenue Series A Bond Fund 144
1995 Housing Revenue Bond Fund 145
1998 B Revenue Bond Fund 146
1998 C Revenue Bond Fund 147
2001 A Revenue Bond Fund 148
2001 B Revenue Bond Fund 149
2002 Series A Revenue Bond Fund 150
2004 Series A Revenue Bond Fund 151

Combining Statement of Net Assets - Internal Service Funds 154

Combining Statement of Revenues, Expenses and Changes in Net Assets - Internal Service Funds 156

Combining Statement of Cash Flows - Internal Service Funds 158

Combining Balance Sheet - Agency Funds 162

Combining Statement of Changes in Assets and Liabilities - Agency Funds 163

CITY OF EMERYVILLE

COMPREHENSIVE ANNUAL FINANCIAL REPORT

FOR FISCAL YEAR ENDED JUNE 30, 2010

TABLE OF CONTENTS

Page Number

STATISTICAL SECTION

Net Assets by Component - Last Eight Fiscal Years.....

Changes in Net Assets - Last Eight Fiscal Years.....

Fund Balances, Governmental Funds – Last Eight Fiscal Years.....

Changes in Fund Balances, Governmental Funds – Last Eight Fiscal Years.....

Assessed Value and Estimated Actual Value of Taxable Property - Last Ten Fiscal Years.....

Direct and Overlapping Property Tax Rates - Last Ten Fiscal Years.....

Principal Property Tax Payers - Current Year and Nine Years Ago.....

Property Tax Levies and Collections - Last Ten Fiscal Years.....

Ratios of Outstanding Debt by Type - Last Ten Fiscal Years.....

Ratios of General Bonded Debt Outstanding - Last Ten Fiscal Years.....

Statement of Direct and Over Lapping Bonded Debt.....

Legal Debt Margin Information - Last Ten Fiscal Years.....

Pledged-Revenue Coverage - Last Ten Fiscal Years.....

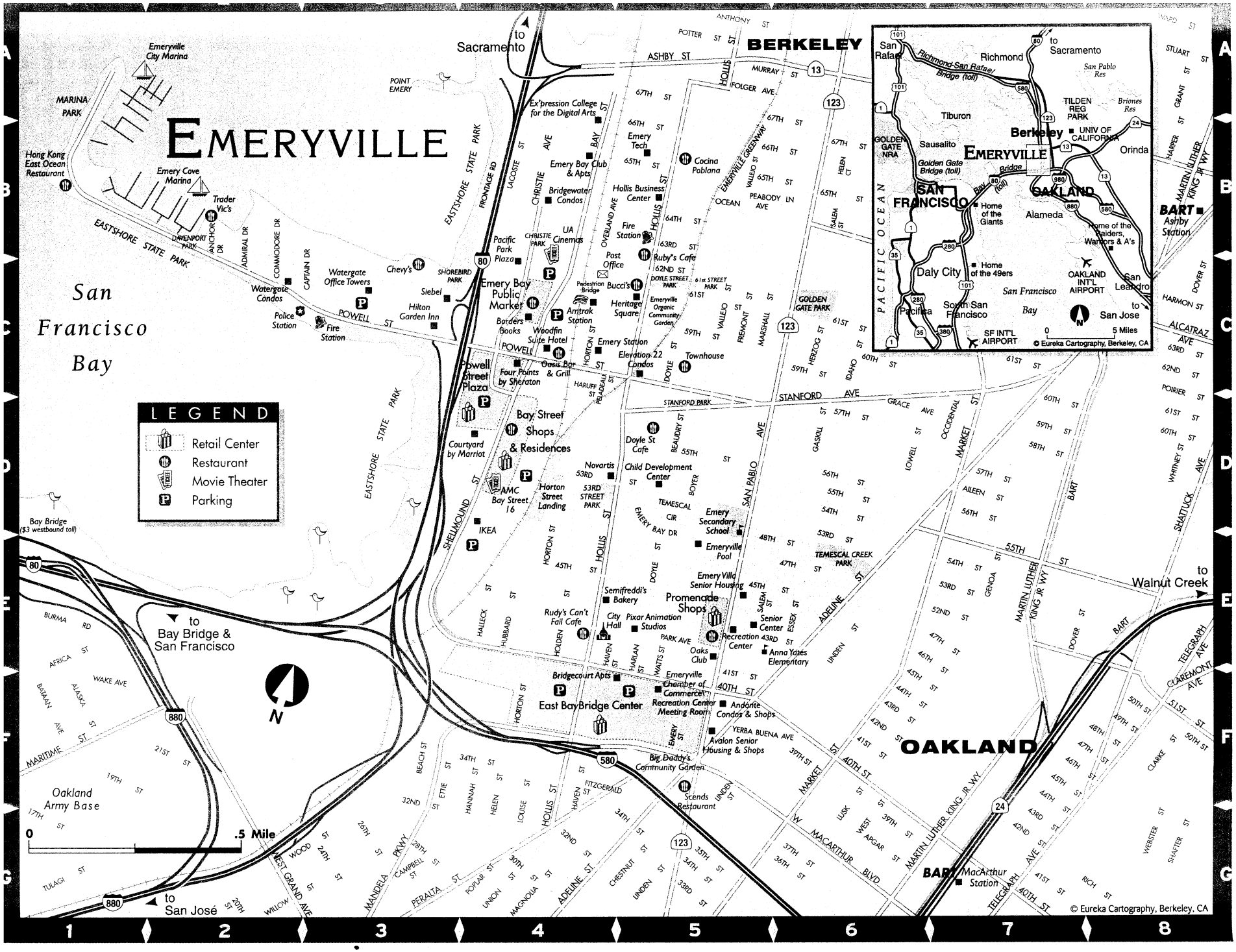
Demographic and Economic Statistics - Last Ten Calendar Years.....

Principal Employers - Current Year and Nine Years Ago.....

Full-time-Equivalent City Government Employees by Function/Program - Last Ten Fiscal years.....

Operating Indicators by Function/Program - Last Eight Fiscal Years.....

Capital Asset Statistics by Function/Program - Last Ten Fiscal Years.....


EMERYVILLE
BERKELEY
OAKLAND
San Francisco Bay
LEGEND
Retail Center
Restaurant
Movie Theater
Parking
Emeryville City Marina
Emery Cove Marina
MARINA PARK
Hong Kong East Ocean Restaurant
Trader Vic's
DAVENPORT PARK
EASTSHORE STATE PARK
Watergate Condos
Watergate Office Towers
Chevy's
SHOREBIRD PARK
Siebel
Hilton Garden Inn
Police Station
Fire Station
POINT EMERY
to Sacramento
Ex'pression College for the Digital Arts
Emery Tech
Emery Bay Club & Apts
Bridgewater Condos
Cocina Poblana
Hollis Business Center
Pacific Park Plaza
UA Cinemas
Fire Station
Post Office
Ruby's Cafe
Emery Bay Public Market
Bucci's
Heritage Square
Emeryville Organic Community Garden
Amtrak Station
Borders Books
Woodfin Suite Hotel
Emery Station
Elevation 22 Condos
Townhouse
Oasis Bar & Grill
Four Points by Sheraton
Powell Street Plaza
Courtyard by Marriot
Bay Street Shops & Residences
AMC Bay Street 16
IKEA
Horton Street Landing
Novartis
Child Development Center
Doyle St Cafe
Emery Secondary School
Emeryville Pool
TEMESCAL CREEK PARK
Emery Villa Senior Housing
Semifreddi's Bakery
Promenade Shops
Rudy's Can't Fail Cafe
City Hall
Pixar Animation Studios
Senior Center
Recreation Center
Anna Yates Elementary
Oaks Club
Bridgecourt Apts
East BayBridge Center
Emeryville Chamber of Commerce
Recreation Center Meeting Room
Andante Condos & Shops
Avalon Senior Housing & Shops
Big Daddy's Community Garden
Scends Restaurant
GOLDEN GATE PARK
STANFORD PARK
Bay Bridge ($3 westbound toll)
to Bay Bridge & San Francisco
Oakland Army Base
to San José
to Walnut Creek
BART MacArthur Station
BART Ashby Station
0 .5 Mile
N
San Rafael
Richmond
Richmond-San Rafael Bridge (toll)
San Pablo Res
TILDEN REG PARK
Briones Res
Tiburon
Sausalito
GOLDEN GATE NRA
Golden Gate Bridge (toll)
Berkeley
UNIV OF CALIFORNIA
Orinda
Bay Bridge (toll)
Home of the Giants
Alameda
Home of the Raiders, Warriors & A's
Daly City
Home of the 49ers
OAKLAND INT'L AIRPORT
San Leandro
Pacifica
South San Francisco
SF INT'L AIRPORT
to San Jose
PACIFIC OCEAN
0 5 Miles
© Eureka Cartography, Berkeley, CA
© Eureka Cartography, Berkeley, CA
1 2 3 4 5 6 7 8
A B C D E F G

LSL
CERTIFIED PUBLIC ACCOUNTANTS

- Brandon W. Burrows, CPA
- Donald L. Parker, CPA
- Michael K. Chu, CPA
- David E. Hale, CPA, CFP
  A Professional Corporation
- Donald G. Slater, CPA
- Richard K. Kikuchi, CPA
- Susan F. Matz, CPA
- Shelly K. Jackley, CPA

DRAFT

INDEPENDENT AUDITORS' REPORT

To The Honorable Mayor and Members of the City Council
City of Emeryville, 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 Emeryville, California, as of and for the year ended June 30, 2010, which collectively comprise the City's basic financial statements as listed in the accompanying table of contents. These financial statements are the responsibility of the City of Emeryville's management. Our responsibility is to express opinions on these financial statements based on our audit.

We conducted our audit in accordance with auditing standards generally accepted by the United States of America and the standards applicable to financial audits contained in the *Government Auditing Standards,* issued by the Comptroller General of the United States. Those standards require that we plan and perform the audit to obtain reasonable assurance about whether the financial statements are free of material misstatement. An audit includes examining, on a test basis, evidence supporting the amounts and disclosures in the financial statements. An audit also includes assessing the accounting principles used and significant estimates made by management, as well as evaluating the overall financial statement presentation. We believe that our audit provides a reasonable basis for our opinion.

In our opinion, the financial statements referred to above, present fairly in all material respects, the respective financial position of the governmental activities, the business-type activities, each major fund and the aggregate remaining fund information of the City of Emeryville as of June 30, 2010, and the respective changes in financial position and cash flows, where applicable, and the respective budgetary comparison for the General Fund, thereof for the year then ended in conformity with accounting principles generally accepted in the United States of America.

In accordance with *Government Auditing Standards*, we have also issued our report dated November 12, 2010, on our consideration of the City of Emeryville's internal control over financial reporting and our tests of its compliance with certain laws, regulations, contracts, grant agreements and other matters. The purpose of that report is to describe the scope of our testing of internal control over financial reporting and compliance and the results of that testing, and not to provide an opinion on the internal control over financial reporting or on compliance. That report is an integral part of an audit performed in accordance with *Government Auditing Standards* and should be considered in assessing the results of our audit.

The management's discussion and analysis is not a required part of the basic financial statements but is supplementary information required by the Governmental Accounting Standards Board. We have applied certain limited procedures, which consisted principally of inquiries of management regarding the methods of measurement and presentation of the required supplementary information. However, we did not audit the information and express no opinion on it.

Lance, Soll & Lunghard, LLP 203 North Brea Boulevard • Suite 203 • Brea, CA 92821 • TEL: 714.672.0022 • Fax: 714.672.0331 **www.lslcpas.com**
41185 Golden Gate Circle • Suite 103 • Murrieta, CA 92562 • TEL: 951.304.2728 • Fax: 951.304.3940

To The Honorable Mayor and Members of the City Council
City of Emeryville, California

Our audit was conducted for the purpose of forming an opinion on the basic financial statements that collectively comprise the City's basic financial statements. The accompanying introductory section, the combining and individual non-major fund financial statements, budgetary schedules and statistical tables are presented for purposes of additional analysis and are not a required part of the basic financial statements. The accompanying combining and individual non-major fund financial statements and budgetary schedules have been subjected to the auditing procedures applied in the audit of the basic financial statements and, in our opinion, are fairly stated in all material respects in relation to the basic financial statements taken as a whole. The accompanying 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.

Lance, Soll & Lunghard, LLP

November 12, 2010

The City of Emeryville
Management's Discussion and Analysis

The Management's Discussion and Analysis (MD&A) provides an overview of the City of Emeryville's activities and financial performance for the fiscal year ended June 30, 2010. To obtain a complete picture of the City's financial condition, this document should be read in conjunction with the accompanying Transmittal Letter and Basic Financial Statements.

FINANCIAL HIGHLIGHTS

The comparisons in the discussion and analysis below are between fiscal years 2009-10 and 2008-09. All increases and decreases are expressed relative to fiscal year 2008-09 results. Highlights of fiscal year 2009-10 include the following:

Government-wide

- The assets of the City totaled $378.0 million, a decrease of $1.5 million. Total assets consisted of $369.6 million in governmental activities and $8.4 million in business-type activities.
- Total liabilities decreased $7.4 million to $193.7 million. Total liabilities comprised of $193.4 million from governmental activities and $.1 million from business-type activities.
- Net assets totaled $184.3 million, an increase of $5.9 million in 2009. Of this amount, $101.9 million was reported as "unrestricted net assets" and may be used to meet the government's ongoing obligations to residents and creditors.
- Government-wide revenues totaled $97.5 million, an increase of $11.3 million.
- Total Government-wide expenses were $88.9 million, an increase of $16.1 million.

Governmental Funds

- Governmental Funds balances decreased by $8.2 million to $198.5 million in 2010, including a restatement of $2.6 million to record advances from the City attributable to the prior year.
- Governmental Funds revenues decreased by $1.9 million to $82.3 million.
- Governmental Funds expenditures were $87.7 million, an increase of $4.5 million from $83.2 million.
- Net transfers and other financing sources showed a net use of $.2 million in fiscal year 2010 compared to nil in the prior year.

Sewer Enterprise Fund

- Net Assets of the Sewer Enterprise Fund, the City's only enterprise fund, increased slightly by $.1 million to $9.3 million in fiscal year 2010.
- Sewer Enterprise Fund revenues were relatively flat compared with the prior year.
- Sewer Enterprise Fund expenditures were $.97 million, an increase of $.5 million.

OVERVIEW OF THE FINANCIAL STATEMENTS

This discussion and analysis is intended to serve as an introduction to the City's basic financial statements. The City's basic financial statements are comprised of three components: 1) Government-wide Financial Statements, 2) Fund Financial Statements, and 3) Notes to the Basic Financial Statements. This report also contains other supplementary information in addition to the basic financial statements themselves.

For certain entities and funds, the City acts solely as a depository agent. For example, the City has several assessment districts for which the City provides fiduciary statements showing the cash balances and activities of these districts. These statements are separate from, and their balances are excluded from, the City's financial statements.

Government-wide Financial Statements

The Government-wide Financial Statements are designed to provide readers with a broad overview of the City's finances, in a manner similar to private-sector businesses.

The *statement of net assets* presents all of the City's assets and liabilities, with the difference between the two reported as *net assets*. Over time, increases and decreases in net assets may serve as a useful indicator of whether the financial position of the City is improving or deteriorating.

The *statement of activities* presents information on how the City's net assets changed during the most recent fiscal year. All changes in net assets are reported as soon as the underlying event giving rise to the change occurs, regardless of the timing of related cash flows. Thus, revenues and expenses are reported in this statement for some items that will result in actual cash flows in future fiscal periods such as revenues pertaining to uncollected taxes.

Both of these government-wide financial statements distinguish functions of the City that are principally supported by taxes and intergovernmental revenues (*governmental activities*) from other functions that are intended to cover all or in part a portion of their cost through user fees and charges (*business-type activities*). The governmental activities of the City include City Council, City Manager, City Attorney, Finance, Human Resources, Planning and Building, Economic Development and Housing, Property Based Improvement District, Police, Fire, Public Works, Community Services, Child Development, Recreation, Senior Center, and General Government services. These services are supported by general City revenues such as taxes and by specific program revenues such as fees. The City's only enterprise activity, the Sewer Fund, is reported under Business-type Activities.

The government-wide financial statements include not only the City itself (known as the primary government), but also a legally separate redevelopment agency and a public financing authority for which the City is financially accountable.

Fund Financial Statements

Fund financial statements are designed to report groupings of related accounts, which are used to maintain control over resources that have been segregated for specific activities or objectives. The City, like other state and local governments, uses fund accounting to ensure and demonstrate finance-related legal compliance. All of the funds of the City can be divided into three categories: governmental funds, proprietary funds and fiduciary funds.

Governmental Funds account for essentially the same functions as the government-wide activities in the government-wide financial statements. However, unlike the government-wide financial statements, governmental funds financial statements focus on near-term inflows and outflows of spendable resources, as well as on balances of spendable resources at the end of the fiscal year. Such information may be useful in determining what financial resources are available in the near future to finance the City's programs.

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

The Governmental Fund financial statements provide detailed information about each of the City's most significant funds, called *Major Funds*. Each major fund is presented individually, with all *non-major* funds summarized and presented only in a single column. Subordinate schedules present the detail of these non-major funds. Major funds represent the major activities of the City for the year. The City's General Fund is always a major fund, but other funds classified as major funds may vary from year to year as a result of changes in the pattern of the City's activities. The City had the following seven major governmental funds in fiscal 2010: General Fund, 1976 Project Area Operating, Shellmound Project Area Operating, Housing Revolving Loan Operating, 1976 Area Capital Project, Shellmound Capital Project, and 2004 Series A Revenue Bond.

Proprietary Funds are generally used to account for services for which the City charges customers – either outside customers, or internal units or departments of the City. Proprietary funds provide the same type of information as shown in the government-wide financial statements, only in more detail. *Proprietary funds* are used to present the same functions as *business-type activities* in the government-wide financial statements. The City uses proprietary funds to report the Sewer System and Internal Service funds, including the Management of Emeryville Services Authority (MESA). MESA is a joint powers authority that was created in 1998 and employs all of the City's miscellaneous staff. The City pays MESA for employee services and MESA, in turn, reimburses the City for providing payroll services for staff.

Fiduciary Funds are used to account for resources held for the benefit of the City's employees and parties outside of the City. The City's pension fund (closed system prior to joining PERS) and agency funds are reported under Fiduciary funds. Since the resources of these funds are not available to support the City's own programs, they are not reflected in the government-wide financial statements. The accounting used for fiduciary funds is much like that used for proprietary funds.

Notes to the Basic Financial Statements

The notes provide additional information that is essential to a full understanding of the data provided in the Government-wide and Fund financial statements.

FINANCIAL ANALYSIS

GOVERNMENT-WIDE FINANCIAL STATEMENTS

Analysis of Net Assets: Net assets are an indicator of a government's financial position. The following is a condensed summary of the City of Emeryville's net assets for governmental and business type activities:

Statement of Net Assets
($ In millions)

	Governmental Activities		Business-Type Activities		Total	
	2010	**2009**	**2010**	**2009**	**2010**	**2009**
Cash and Investments	$ 203.3	$ 211.4	$ 5.6	$ 6.4	$ 208.9	$ 217.8
Other Assets	77.5	76.1	-	0.1	77.5	76.2
Capital Assets	87.7	82.8	3.9	2.8	91.6	85.6
Total Assets	368.5	370.2	9.5	9.3	378.0	379.5
Long-Term Debt	180.8	186.5	0.1	0.1	180.9	186.6
Other Liabilities	12.6	14.5	0.2	-	12.8	14.5
Total Liabilities	193.4	201.0	0.3	0.1	193.7	201.1
Net Assets:						
Invested in Capital Assets, net of debt	51.1	47.4	2.7	2.7	53.8	50.1
Restricted	28.7	27.6	-	-	28.7	27.6
Unrestricted	95.3	94.2	6.5	6.5	101.8	100.7
Total Net Assets	$ 175.1	$ 169.2	$ 9.2	$ 9.2	$ 184.3	$ 178.4

At the end of fiscal 2010, the City's governmental net assets increased from $169.2 million to $175.1 million. This change resulted from the following:

- Total liabilities decreased by $7.6 million due to a $5.7 million principal retirement of debt, and a decrease of accounts payables and other liabilities of $1.9 million.

The City's Business-type net assets remained flat at $9.2 million compared to the prior year.

Analysis of activities: The following table indicates the changes in net assets:

Changes in Net Assets Net Assets at June 30 ($ in millions)						
	Governmental Activities		Business Type Activities		Total	
	2010	2009	2010	2009	2010	2009
Revenues						
Charges for services	$ 9.8	$ 9.7	$ 1.0	$ 1.0	$ 10.8	$ 10.7
Operating contributions & grants	21.9	5.2	-	-	21.9	5.2
Capital contributions & grants	1.3	2.5	-	-	1.3	2.5
Property Taxes	1.8	1.8	-	-	1.8	1.8
Incremental Property Tax	36.6	38.4	-	-	36.6	38.4
Franchise Tax	1.1	1.1	-	-	1.1	1.1
Sales Taxes	5.7	6.4	-	-	5.7	6.4
Business License Taxes	5.9	5.9	-	-	5.9	5.9
Transient Occupancy Tax	3.3	3.9	-	-	3.3	3.9
Utility Users Tax	2.9	3.1	-	-	2.9	3.1
Other Taxes and Fines	0.1	0.1	-	-	0.1	0.1
Motor Vehicle In Lieu	0.7	0.7	-	-	0.7	0.7
Use of Money and Property	4.5	7.6	0.1	0.2	4.6	7.8
Miscellaneous	1.7	0.7	-	-	1.7	0.7
Total Revenues	**97.3**	**87.1**	**1.1**	**1.2**	**98.4**	**88.3**
Expenses						
City Council	0.1	0.1	-	-	0.1	0.1
City Manager	0.8	0.8	-	-	0.8	0.8
City Attorney	0.7	0.7	-	-	0.7	0.7
Finance	1.4	1.7	-	-	1.4	1.7
Human Resources	0.5	0.5	-	-	0.5	0.5
Planning & Building	2.9	2.9	-	-	2.9	2.9
Economic development	2.1	1.5	-	-	2.1	1.5
Redevelopment	37.2	26.0	-	-	37.2	26.0
General Government	3.2	3.1	-	-	3.2	3.1
Property Based Improvement District	2.4	2.1	-	-	2.4	2.1
Police	9.9	10.3	-	-	9.9	10.3
Fire	5.8	5.9	-	-	5.8	5.9
Public works	8.9	4.2	-	-	8.9	4.2
Community Services	0.4	0.4	-	-	0.4	0.4
Child development	1.6	1.7	-	-	1.6	1.7
Recreation	0.9	1.0	-	-	0.9	1.0
Senior center	0.6	0.5	-	-	0.6	0.5
Information Technology	0.7	0.4			0.7	0.4
Interest on long-term debt	8.9	9.1	-	-	8.9	9.1
Sewer	-	-	0.9	0.4	0.9	0.4
Total Expenses	**88.9**	**72.9**	**0.9**	**0.4**	**89.8**	**73.3**
Increase(Decrease) in Net Assets, before Transfers	**8.4**	**14.2**	**0.2**	**0.8**	**8.6**	**15.0**
Transfers	**0.1**	**0.1**	**(0.1)**	**(0.1)**	**-**	**-**
Increase (Decrease) in Net Assets	**8.5**	**14.3**	**0.1**	**0.7**	**8.6**	**15.0**
Beginning Net Assets, restated	**169.2**	**153.7**	**9.2**	**8.5**	**178.4**	**162.2**
Restatement of Net Assets	**(2.6)**	**1.2**	**-**	**-**	**(2.6)**	**1.2**
Ending Net Assets	**$ 175.1**	**$ 169.2**	**$ 9.3**	**$ 9.2**	**$ 184.4**	**$ 178.4**

Governmental Activities – Revenues

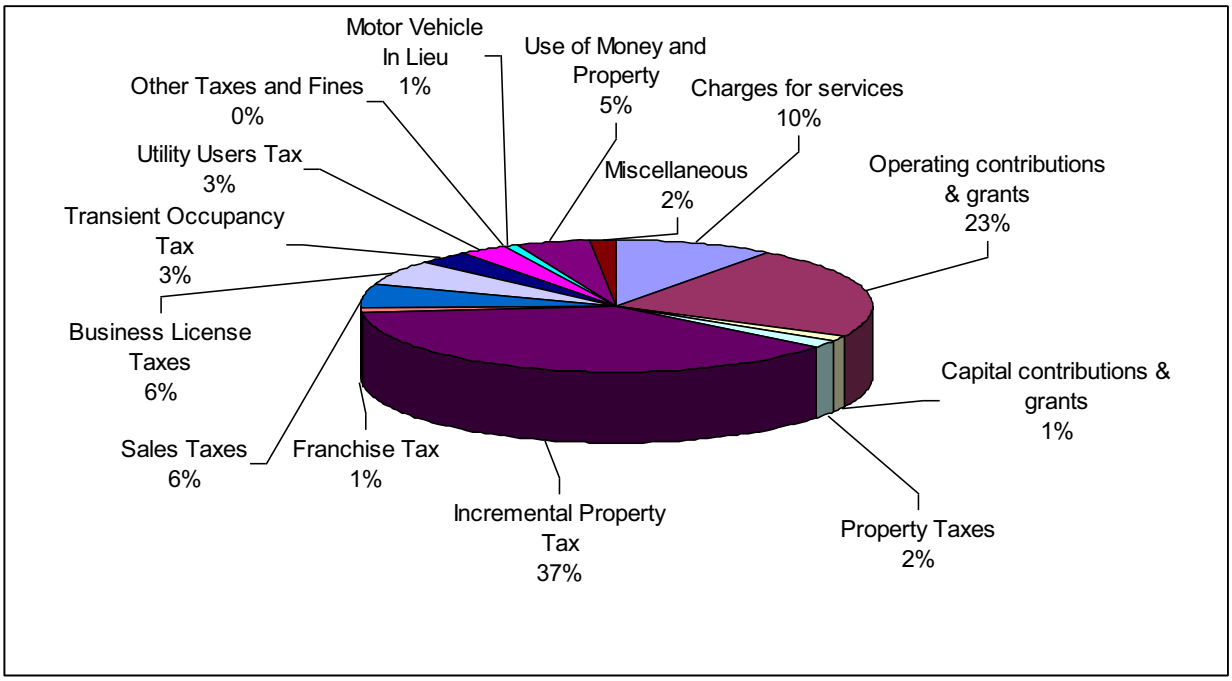
Governmental revenues totaled $97.3 million in fiscal year 2010, an increase of $10.3 million.

Program revenues, including charges for services, operating grants and contributions, and capital grants and contributions are generated from or restricted to each activity. Together, they totaled $33.1 million; an increase of $15.6 million, primarily a result of a legal settlement regarding the land assemblage and clean up of the Site B property (north of Bay Street Shopping Center).

General revenues are composed of taxes and other revenues not specifically generated by or restricted to individual activities. Tax revenues, investment earnings, and rents for governmental facilities are all components of general revenues. Total general revenues decreased by $5.4 million to $64.2 million in fiscal year 2010 primarily due to declines in incremental property tax revenues in the Redevelopment Agency of $1.7 million and use of money and property of $3.2 million as investment yields and corresponding earnings declined as the Federal Reserve kept the federal funds rate between zero to ¼ percent.

The Total Revenues Chart below includes only current year revenues and includes all funds, not just the General Fund.

Total Revenues, Governmental Activities – 2010

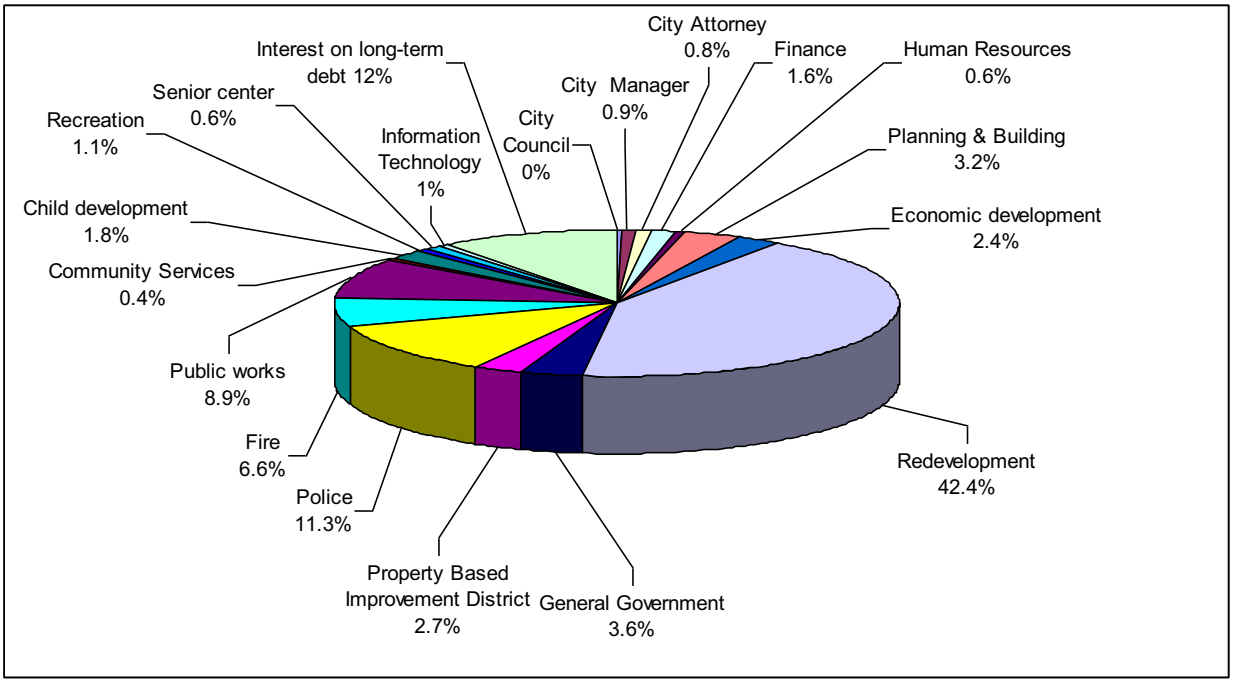


Governmental Activities – Expenses

Total expenses from governmental activities were $88.9 million in fiscal year 2010, an increase of $16.1 million. Redevelopment agency expenses increased by $11.2 million, a result of the State mandated shift of redevelopment funds to the County Supplemental Educational Relief fund. Public Works expenditures increased by $4.8 million primarily related to a large reimbursement of $2.6 million from traffic improvement costs in 2010 and capital outlay costs associated with capital projects including Site B land assemblage and remediation, Park Avenue Beautification, renovation of the Police Building and a new office building at the Pixar campus.

The Functional Expenses Chart below includes only current year expenses for governmental activities and is not limited to only the General Fund.

Functional Expenses, Governmental Activities – 2010



Business-Type Activities (Sewer Fund) – Revenues

Revenues from business-type activities totaled $1.1 million in fiscal 2010, a decrease of $0.1 million. This decrease is due to slightly lower sewer service charges received during the year.

Business-Type Activities (Sewer Fund) – Expenses

Expenses from business-type activities totaled $0.9 million in fiscal 2010, an increase of $.5 million from greater sewer rehabilitation work incurred during the year.

FUND FINANCIAL STATEMENTS

As noted earlier, the City uses *fund accounting* to ensure and demonstrate compliance with finance-related legal requirements.

Governmental funds

The focus of the City's governmental funds is to provide information on near-term inflows, outflows and balances of resources that are available for spending. Such information is useful in assessing the City's financial requirements. In particular, unreserved fund balance may serve as a useful measure of a government's net resources available for spending at the end of the fiscal year. Types of governmental funds reported by the City include the General Fund, Special Revenue Funds, Debt Service Funds, and Capital Projects Funds.

The table below summarizes City activity and balances at the fund level.

Financial Highlights
Governmental Fund Level
at Fiscal Year Ended June 30
($ in millions)

	2010	2009	Increase (Decrease)
Total Assets	$ 269.5	$ 263.0	$ 6.5
Total Liabilities	71.0	56.3	14.7
Total Fund Balances	198.5	206.7	(8.2)
Total Revenues	93.6	84.2	9.4
Total Expenditures	98.9	83.2	15.7
Total Other Financing Sources (uses)	(0.2)	0.0	(0.2)

At the end of the current fiscal year, the City's Governmental Funds reported combined fund balances of $198.5 million, a decrease of $8.2 million. Governmental Fund revenues increased $9.2 million to $93.6 million primarily as a result of a legal settlement received of $15.0 million. Investment earnings decreased by $3.0 million due to substantial declines in investment portfolio yields. In addition, a developer contribution of $2.0 million was received in the prior year. Net Other Financing Sources decreased slightly by $.2 million.

Governmental Fund expenditures increased by $15.7 million this year to $98.9 million due to a combination of factors:

- Redevelopment expenditures increased mainly due to the $11.3 million State of California take away for the County's Supplemental Educational Relief Fund (SERAF). This take away was imposed on redevelopment agencies by the State of California in fiscal year 2010. An additional $2.3 million is due in fiscal year 2011.
- Capital outlay costs increased $5.7 million as various project and development expenditures were incurred, including Site B land assemblage and remediation, Park Avenue Beautification, renovation of the Police Building and a new office building at the Pixar campus.

General Fund - The General Fund is the chief operating fund of the City. At the end of the current fiscal year, the unreserved, undesignated fund balance of the General Fund was $10.6 million while total fund balance was $13.0 million. As a measure of the General Fund's liquidity, it may be useful to compare both unreserved fund balance and total fund balance to total fund expenditures. Unreserved, undesignated fund balance represents 36.1 percent of General Fund expenditures (including transfers out) of $29.4 million while total fund balance represents 44.2 percent of that same base.

General Fund revenues decreased $1.8 million to $27.6 million in fiscal 2010. Tax revenues decreased approximately $1.0 million attributable to a reduction in "Triple Flip" revenue received from the State. The Triple Flip is the State's backfill of ¼¢ local sales tax pledged in 2004 to repay State Bonds. Use of money and property decreased $.9 million due to the lower interest rate environment in which to invest idle funds.

General Fund expenditures remained relatively flat at $27.3 million compared to $27.4 million in 2009.

Emeryville 1976 Project Area Operating Fund – This fund accounts for receipt of tax increment revenue allocated to the project area and expenditures for operations. The Fund also transfers monies to meet debt service requirements.

Total revenues decreased by $1.9 million to $22.5 million primarily a result of lower supplemental tax collections received in 2010 of $.2 million compared to 2009 of $2.2 million.

Total expenditures were $10.0 million in 2010 compared to $3.9 million in 2009; the $7.9 million difference was primarily attributable to the State mandated shift of $7.3 million to the County's Supplemental Educational Relief Fund (SERAF). Transfers out increased by $7.6 million to $23.1 from $15.5 million. This increase was attributable to an increase in the transfers to debt service of $3.7 million and by increased transfers to capital projects fund of $4.2 million over the prior year. The increase in debt service transfers is due to the termination of a guaranteed investment contract, in the prior fiscal year, in which debt service was partially pre-funded. As a result, only transfers for a portion of the annual obligation were required in fiscal year 2009.

Shellmound Project Area Operating Fund – This Fund accounts for the receipt of tax increment revenue allocated to the Project Area and expenditures for operations and capital projects, and transfers monies to fund debt service requirements.

Total fiscal 2010 revenues remained relatively flat at $14.7 million compared to $14.6 million in the prior year.

Total expenditures increased $3.1 million to $8.5 million, a result of the State mandated shift of $3.9 million to the County's Supplemental Educational Relief Fund (SERAF) offset by a $.9 million decrease in pass through payments to other taxing entities. Transfers out decreased slightly by $.4 million primarily due to a decrease of $.8 million in transfers to the Capital Projects Fund offset by an increase in the transfer to debt service of $.4 million due to the termination of a guaranteed investment contract, in the prior year, in which debt service was partially pre-funded. As a result, only transfers for a portion of the annual obligation were required in the prior year.

Housing Revolving Loan Fund - This fund accounts for the Redevelopment Agency's First Time Homebuyer Loans. Fund Balance declined by $.2 million with an increase in rehabilitation loans and a decrease in 1st time home buyer loan payoffs.

2004 Series A Revenue Bond Capital Projects Fund – This fund accounts for bond proceeds from the 2004 Series A Revenue bond issue. Funds are dedicated for capital projects within the redevelopment project areas and for low/moderate income housing projects. At the close of fiscal 2010, this fund had a Fund balance of $44.6 million, a decrease of $5.6 million for the year as various project were completed or nearing completion in the prior year; these projects include Site B land assemblage and remediation, Emeryville Center for Community Life, Doyle-Hollis Park, and Park Avenue Beautification. Investment earnings declined by $.4 million consistent with the lower interest rate environment in which to invest the idle funds.

Emeryville 1976 Project Area Capital Projects Fund – This Fund accounts for resources from the Emeryville 1976 Redevelopment Project Area dedicated by the Redevelopment Agency for specific capital projects of the Project Area. Revenues increase $14.9 million to $16.2 million in 2010 due to a legal settlement of $15.0 million received in the current year.

Expenditures increased $7.0 million to $9.2 million as various project and development costs were expended for projects including Site B land assemblage and remediation and renovation of the Police Building.

Shellmound Capital Projects Fund - This Fund accounts for resources from the Shellmound Redevelopment Project Area dedicated by the Redevelopment Agency for specific capital projects of the Project Area. Fiscal year 2010 revenues were lower by $3.1 million to $.4 million as the Agency received a $2 million developer contribution for the Cultural Arts Center in the prior year. In addition, one-time reimbursement of $.6 million for Park Avenue Park was received in the prior year. Transfers In from the Shellmound Operating Fund decreased by $.8 million to $3.0 million.

Expenditures increased $4.3 million to $5.1 million as various project and development costs were expended for projects including Pixar expansion, renovation of the Police Building, Emery Station Greenway, Art Center and South Bayfront Pedestrian/Bicycle Bridge.

Enterprise fund

The City operates the Sewer Enterprise Fund, its only Business-type Activity. The Sewer Fund uses another agency to treat wastewater. Expenses are paid from customer service charges. In fiscal 2010, net assets remained approximately the same as the prior at $9.3 million Sewer Enterprise revenues may vary from year to year due to the level of new development which affects connection fee revenue.

GENERAL FUND BUDGETARY HIGHLIGHTS

Revisions to the General Fund original and final amended budget resulted in a decrease in budgeted revenues of $.4 million, a $.4 million decrease in Transfers In, and an increase in appropriations and transfers out of $.3 million. The decreases in budgeted revenues were comprised primarily of $2.4 million in lower tax revenues, offset by additional cost recovery, plan review, and building permit fees of $1.3 million and an increase in vehicle code fines of $.5 million. The largest reduction in tax revenues was associated with sales taxes in the amount of $1.9 million and hotel tax (TOT) of $.9 million, as result of reduced business and consumer spending. These decreases were offset by increases in business license tax and utility tax estimates of $.5 million. The increases in appropriations were primarily a result of a $1.0 million transfer out to the PERS Liability Fund, $.3 million of increased building services and $.3 million of increased vehicle code fine costs, offset by $1.5 million of expenditure cuts to address the shortfall in sales tax revenues.

Overall, General Fund revenues fell slightly short of expectations. A mark to market gain of $.3 million was recognized as the market value of investments held increased due to the decline of interest rates. Actual tax revenue performed better than revised expectations; business license taxes performed $.6 million above expectations, sales tax receipts were $.3 million higher than expectations and utility users' tax was $.3 million above budget. The total recorded for transfers in was $1.0 million less than budget as a projected transfer from Economic Uncertainty fund of $.8 million was not necessary due to the higher than expected revenue receipts. Expenditures were $2.2 million lower than budget as savings were achieved in most City departments.

The Council has a policy to maintain an undesignated General Fund balance of at least 25 percent of annual expenditures with a goal of 50 percent. At the end of each fiscal year, an analysis is prepared of the City's outstanding unfunded liabilities and capital projects and transfers are then approved to fund these obligations while maintaining a minimum Fund Balance of 25 percent.

CAPITAL ASSETS

GASB 34 requires the City to record all its capital assets including infrastructure. Infrastructure includes roads, bridges, signals and similar assets used by the entire population. The table below shows capital assets and the amount of accumulated depreciation for these assets as of June 30, 2010 for Governmental and Business-type Activities (further detail may be found in Note 7 to the financial statements).

Capital Assets
at Fiscal Year Ended June 30
($ in millions)

	2010	2009
Governmental Activities		
Capital Asset		
Land and Construction in Progress	$ 36.8	$ 30.3
Park Improvements and other Improvements	9.6	9.6
Buildings and Improvements	35.9	35.9
Furnishings, Vehicles and Equipment	8.7	7.4
Marina Improvements	8.7	8.7
Grading, Curb & Gutter, Sidewalks & Driveways	33.8	33.7
Less Accumulated Depreciation	(45.7)	(42.7)
Total Governmental	$ 87.7	$ 82.9
Business-Type Activities (Sewer)		
Construction in progress	$ 1.1	$ -
Automobile and Equipment	-	-
Improvements	4.0	4.0
Less Accumulated Depreciation	(1.2)	(1.2)
Total Business-Type	$ 3.9	$ 2.8

Governmental Activities capital assets net of depreciation, increased by $4.8 million compared to fiscal 2009. The primary change is attributable to construction of the Park Avenue Beautification and Police Building Renovation projects. Business-type Activities capital assets increased $1.1 million as a result of ongoing sewer rehabilitation work.

The City depreciates all its capital assets over their estimated useful lives, as required by GASB 34. The purpose of depreciation is to spread the cost of a capital asset over the years of its useful life so that an allocable portion of the cost of the asset is borne by all users. Additional information on capital assets and depreciable lives may be found in Note 7.

DEBT ADMINISTRATION

Each of the City's debt issues is discussed in detail in Note 8 to the financial statements. At June 30, 2010, the City's debt is as follows:

Long-Term Debt
at Fiscal Year Ended June 30
($ in millions)

	2010	2009
Government Activity Debt:		
Redevelopment Agency Bonds:		
Public Financing Authority Revenue Bonds,		
2004 Series A, 3.50% - 5.00%, due 9/01/34	$ 70.7	$ 72.9
2002 Series A, 2.00% - 5.25% due 9/01/21	16.0	17.0
2001 Series A, 4.00% - 5.20%, due 9/01/31	18.8	19.4
2001 Series B, 7.02% - 7.20%, due 9/01/31	3.2	3.2
1998 Series B, 4.00% - 5.00%, due 9/01/28	40.6	41.7
1998 Series C, 5.75% - 6.75%, due 9/01/26	14.5	14.9
Series 1995, 4.00% - 6.20%, due 9/01/25	5.3	5.5
Unamortized Bond Premium	1.3	1.3
Total Redevelopment Agency Bonds	170.3	175.9
City Obligations:		
Capital Lease	0.0	0.1
Public Financing Authority Lease Revenue Bonds		
1998 Series A, 3.80% - 5.00%, due 5/01/28	5.3	5.5
Compensated Absences	3.6	3.6
Claims and Judgments	1.5	1.5
Total City Obligations	10.5	10.6
Total Governmental Activity Debt	180.8	186.5
Business-Type Debt (Sewer)		
Loan Payable, 3.00%, due 5/18/13	0.1	0.1
Total Debt	$ 180.9	$ 186.6

ECONOMIC OUTLOOK

The economy of the City is discussed in the accompanying Transmittal Letter and in this Discussion and Analysis.

CONTACTING THE CITY'S FINANCIAL MANAGEMENT

The CAFR is intended to provide citizens, taxpayers, investors, and creditors with a general overview of the City's finances. Questions about this report should be directed to the Finance Division in the Administrative Services Department, at 1333 Park Avenue, Emeryville, California. This report and other financial reports can be viewed on the City of Emeryville website at: www.emeryville.org.

STATEMENT OF NET ASSETS AND STATEMENT OF ACTIVITIES

The Statement of Net Assets and the Statement of Activities are required by Governmental Accounting Standards Board Statement No. 34. Their purpose is to summarize the financial activities and financial position of the City and its component units including the Redevelopment Agency, the Emeryville Public Financing Authority and Management of Emeryville Services Authority. The term "City" as used in these statements refers collectively to the City and its component units.

The statements are prepared on the same basis as is used by most businesses, which means they include all the City's assets and all its liabilities, as well as all its revenues and expenses. This is known as the full accrual basis - the effect of all the City's transactions is taken into account, regardless of whether or when cash changes hands, but all material internal transactions between City funds have been eliminated.

The Statement of Net Assets reports the difference between the City's total assets and the City's total liabilities, including all the City's capital assets and all its long-term debt. The Statement of Net Assets presents similar information to the old balance sheet format, but presents it in a way that focuses the reader on the composition of the City's net assets, by subtracting total liabilities from total assets.

The Statement of Net Assets summarizes the financial position of all the City's Governmental Activities in a single column, and the financial position of all the City's Business-Type Activities in a single column; these are followed by a Total column, which presents the financial position of the entire City.

The City's Governmental Activities include the activities of its General Fund, along with all its Special Revenue, Capital Projects and Debt Service Funds. Since the City's Internal Service Funds service these funds, their activities are consolidated with Governmental Activities, after eliminating interfund transactions and balances. The City's Business-Type Activities include all its Enterprise Fund activities.

The Statement of Activities reports increases and decreases in the City's net assets. It is also prepared on the full accrual basis, which means it includes all the City's revenues and all its expenses, regardless of when cash changes hands. This differs from the "modified accrual" basis used in the fund financial statements, which reflect only current assets, current liabilities, available revenues and measurable expenditures.

The format of the Statement of Activities presents the City's expenses first, listed by program, and follows these with the expenses of its business-type activities. Program revenues, that is revenues which are generated directly by these programs, are then deducted from program expenses to arrive at the net expense of each governmental and business-type program. The City's general revenues are then listed in the Governmental Activities or Business-Type Activities column, as appropriate, and the Change in Net Assets is computed and reconciled with the Statement of Net Assets.

THIS PAGE INTENTIONALLY LEFT BLANK

CITY OF EMERYVILLE

STATEMENT OF NET ASSETS
JUNE 30, 2010

	Primary Government		
	Governmental Activities	**Business-Type Activities**	**Total**
Assets:			
Cash and investments	$ 188,574,834	$ 5,586,915	$ 194,161,749
Receivables:			
Accounts	1,646,723	78,540	1,725,263
Taxes	3,002,764	-	3,002,764
Notes and loans	44,562,092	-	44,562,092
Accrued interest	51,767	1,700	53,467
Prepaid costs	197,707	-	197,707
Deposits	935,000	-	935,000
Deferred charges	1,708,979	-	1,708,979
Land held for resale	17,838,720	-	17,838,720
Net pension asset	7,378,940	-	7,378,940
Net other post employment benefits asset	186,031	-	186,031
Restricted assets:			
Cash with fiscal agent	14,731,180	-	14,731,180
Capital assets not being depreciated	36,780,026	1,114,994	37,895,020
Capital assets, net of depreciation	50,926,869	2,754,473	53,681,342
Total Assets	**368,521,632**	**9,536,622**	**378,058,254**
Liabilities:			
Accounts payable	8,257,491	204,094	8,461,585
Accrued liabilities	224,368	-	224,368
Accrued interest	2,839,031	-	2,839,031
Unearned revenue	611,126	-	611,126
Deposits payable	367,034	-	367,034
Due to other governments	347,333	-	347,333
Noncurrent liabilities:			
Due within one year	7,282,228	22,447	7,304,675
Due in more than one year	173,505,966	46,924	173,552,890
Total Liabilities	**193,434,577**	**273,465**	**193,708,042**
Net Assets:			
Invested in capital assets, net of related debt	51,086,554	2,685,102	53,771,656
Restricted for:			
Capital projects	9,943,538	-	9,943,538
Public safety	193,708	-	193,708
Community development	3,819,929	-	3,819,929
Debt service	14,737,565	-	14,737,565
Unrestricted	95,305,761	6,578,055	101,883,816
Total Net Assets	**$ 175,087,055**	**$ 9,263,157**	**$ 184,350,212**

See Notes to Financial Statements

CITY OF EMERYVILLE

STATEMENT OF ACTIVITIES
YEAR ENDED JUNE 30, 2010

		Program Revenues		
Functions/Programs	**Expenses**	**Charges for Services**	**Operating Contributions and Grants**	**Capital Contributions and Grants**
Primary Government:				
Governmental Activities:				
City council	$ 141,431	$ -	$ -	$ -
City manager	777,540	-	-	-
City attorney	687,990	-	-	-
Finance	1,362,144	507,736	-	-
Human resources	545,760	-	-	-
Planning and building	2,855,451	2,375,695	314,561	-
Economic development	2,092,230	-	2,573,672	-
Redevelopment	37,230,877	-	17,184,056	-
General government	3,189,056	761,916	730,505	-
Property based improvement district	2,384,609	2,172,072	-	-
Police	9,907,348	1,006,127	201,514	-
Fire	5,763,592	367,745	196,931	-
Public works	8,938,989	1,590,865	194,005	1,335,791
Community services	358,905	47,210	-	-
Child development	1,603,991	797,967	423,349	-
Recreation	937,924	178,588	116,400	-
Senior Center	567,625	-	7,190	-
Information technology	682,399	-	-	-
Interest on long-term debt	8,937,852	-	-	-
Total Governmental Activities	**88,965,713**	**9,805,921**	**21,942,183**	**1,335,791**
Business-Type Activities:				
Sewer	975,257	967,023	-	-
Total Business-Type Activities	**975,257**	**967,023**	**-**	**-**
Total Primary Government	**$ 89,940,970**	**$ 10,772,944**	**$ 21,942,183**	**$ 1,335,791**

General Revenues:
Taxes:
Property taxes, levied for general purpose
Tax increment
Transient occupancy taxes
Sales taxes
Franchise taxes
Business licenses taxes
Utility users tax
Other taxes
Motor vehicle in lieu
Use of money and property
Other
Transfers

Total General Revenues and Transfer

Change in Net Assets

Net Assets at Beginning of Year
Restatement of Net Assets

Net Assets at End of Year

See Notes to Financial Statements

Net (Expenses) Revenues and Changes in Net Assets		
Primary Government		
Governmental Activities	Business-Type Activities	Total
$ (141,431)	$ -	$ (141,431)
(777,540)	-	(777,540)
(687,990)	-	(687,990)
(854,408)	-	(854,408)
(545,760)	-	(545,760)
(165,195)	-	(165,195)
481,442	-	481,442
(20,046,821)	-	(20,046,821)
(1,696,635)	-	(1,696,635)
(212,537)	-	(212,537)
(8,699,707)	-	(8,699,707)
(5,198,916)	-	(5,198,916)
(5,818,328)	-	(5,818,328)
(311,695)	-	(311,695)
(382,675)	-	(382,675)
(642,936)	-	(642,936)
(560,435)	-	(560,435)
(682,399)	-	(682,399)
(8,937,852)	-	(8,937,852)
(55,881,818)	**-**	**(55,881,818)**
-	(8,234)	(8,234)
-	**(8,234)**	**(8,234)**
(55,881,818)	**(8,234)**	**(55,890,052)**
1,824,396	-	1,824,396
36,644,379	-	36,644,379
3,298,492	-	3,298,492
5,741,125	-	5,741,125
1,062,273	-	1,062,273
5,929,317	-	5,929,317
2,895,430	-	2,895,430
80,619	-	80,619
665,517	-	665,517
4,437,068	107,628	4,544,696
1,722,367	2,360	1,724,727
81,500	(81,500)	-
64,382,483	**28,488**	**64,410,971**
8,500,665	20,254	8,520,919
169,189,772	9,242,903	178,432,675
(2,603,382)	-	(2,603,382)
$ 175,087,055	**$ 9,263,157**	**$ 184,350,212**

See Notes to Financial Statements

THIS PAGE INTENTIONALLY LEFT BLANK

FUND FINANCIAL STATEMENTS

The Fund Financial Statements are formatted so that only individual major funds are presented, while non-major funds are combined in a single column. Major funds are defined generally as having significant activities or balances in the current year. No distinction is made between fund types and the practice of combining like funds.

The funds described below were determined to be major funds by the City for fiscal year 2010. Individual non-major funds may be found in the supplemental section.

The **General Fund** is the general operating fund of the City and accounts for all financial resources except those required to be accounted for in another fund. The major revenues to the General Fund are taxes (property, sales, business licenses, utility users and transient occupancy), which comprise approximately 70%-80% of the fund's annual revenue stream. The major expenditure of the General Fund is Public Safety (police and fire), which accounts for more than half of the fund's annual expenditure stream.

The **1976 Project Area Operating Fund** accounts for the receipt of tax increment revenue allocated to the 1976 Redevelopment Project Area, expenditures for operations and for debt service of the project area.

The **Shellmound Project Area Operating Fund** accounts for the receipt of tax increment revenue allocated to the Shellmound Redevelopment Project Area, expenditures for operations and for debt service of the project area.

The **Housing Revolving Loan Operating Fund** accounts for the Redevelopment Agency's First-Time Homebuyer and Rehabilitation loans. The fund was established in 2000. The fund segregates funds available for first-time homebuyers and rehabilitation loans from other Redevelopment Agency assets. The loan program was previously included as part of the Low/Moderate Income Housing Fund.

The **2004 Series A Revenue Bond Capital Projects Fund** accounts for bond proceeds from the 2004 Redevelopment Agency Bond issue.

The 1976 **Area Capital Projects Fund** accounts for resources dedicated by the Emeryville Redevelopment Agency for specific capital projects.

The **Shellmound Capital Projects Fund** accounts for resources from the Shellmound Park Redevelopment Project Area dedicated by the Emeryville Redevelopment Agency for specific capital projects of the project area.

CITY OF EMERYVILLE

BALANCE SHEET
GOVERNMENTAL FUNDS
JUNE 30, 2010

		Capital Projects Funds			
	General	**1976 Project Area Operating**	**Shellmound Project Area Operating**	**Housing Revolving Loan Operating**	**2004 Series A Revenue Bond**
Assets:					
Pooled cash and investments	$ 12,878,579	$ 13,704,763	$ 4,424,398	$ 2,180,632	$ 38,705,799
Receivables:					
Accounts	1,052,207	28,500	71,270	1,289	-
Taxes	2,925,609	-	-	-	-
Notes and loans	-	1,555,052	-	9,088,604	-
Accrued interest	6,375	2,693	1,559	647	-
Prepaid costs	158,145	17,133	-	-	-
Deposits	-	-	-	-	-
Due from other funds	685,814	-	-	-	-
Advances to other funds	-	-	-	-	-
Land held for resale	-	-	-	-	6,545,585
Restricted assets:					
Cash and investments with fiscal agents	-	-	-	-	-
Total Assets	**$ 17,706,729**	**$ 15,308,141**	**$ 4,497,227**	**$ 11,271,172**	**$ 45,251,384**
Liabilities and Fund Balances:					
Liabilities:					
Accounts payable	$ 1,495,813	$ 2,345,792	$ 238,536	$ -	$ 665,773
Accrued liabilities	224,368	-	-	-	-
Due to other funds	-	-	-	-	1,250
Deferred revenues	1,958,473	1,555,052	-	9,088,604	-
Unearned revenues	500,562	50,000	-	-	-
Deposits payable	218,600	49,268	-	-	-
Due to other governments	347,333	-	-	-	-
Advances from other funds	-	8,494,300	4,013,150	-	-
Total Liabilities	**4,745,149**	**12,494,412**	**4,251,686**	**9,088,604**	**667,023**
Fund Balances:					
Reserved:					
Reserved for encumbrances	953,657	184,051	171,014	-	396,040
Reserved for small business incentive program	100,000	-	-	-	-
Reserved for prepaid costs and deposits	158,145	17,133	-	-	-
Reserved for land held for resale	-	-	-	-	6,545,585
Reserved for advances to other funds	-	-	-	-	-
Reserved for street light improvement	-	-	-	-	-
Unreserved:					
Unreserved, reported in nonmajor:					
Special revenue funds	-	-	-	-	-
Capital projects funds	-	-	-	-	-
Debt service funds	-	-	-	-	-
Designated for capital improvement projects	-	2,612,545	74,527	2,182,568	37,642,736
Designated for contingencies	325,000	-	-	-	-
Designated for portfolio valuation adjustment	873,954	-	-	-	-
Designated for unfunded liabilities and projects	-	-	-	-	-
Undesignated	10,550,824	-	-	-	-
Total Fund Balances	**12,961,580**	**2,813,729**	**245,541**	**2,182,568**	**44,584,361**
Total Liabilities and Fund Balances	**$ 17,706,729**	**$ 15,308,141**	**$ 4,497,227**	**$ 11,271,172**	**$ 45,251,384**

See Notes to Financial Statements

CITY OF EMERYVILLE

BALANCE SHEET
GOVERNMENTAL FUNDS
JUNE 30, 2010

	Capital Projects Funds			
	1976 Area Capital Project	**Shellmound Capital Project**	**Other Governmental Funds**	**Total**
Assets:				
Pooled cash and investments	$ 33,595,530	$ 15,029,093	$ 52,829,213	$ 173,348,007
Receivables:				
Accounts	-	4,315	484,457	1,642,038
Taxes	-	-	77,155	3,002,764
Notes and loans	2,002,780	23,011,589	8,904,067	44,562,092
Accrued interest	11,743	4,464	19,804	47,285
Prepaid costs	-	-	-	175,278
Deposits	-	-	935,000	935,000
Due from other funds	-	-	-	685,814
Advances to other funds	-	-	12,507,450	12,507,450
Land held for resale	4,641,312	-	6,651,823	17,838,720
Restricted assets:				
Cash and investments with fiscal agents	-	-	14,731,180	14,731,180
Total Assets	**$ 40,251,365**	**$ 38,049,461**	**$ 97,140,149**	**$ 269,475,628**
Liabilities and Fund Balances:				
Liabilities:				
Accounts payable	$ 783,253	$ 215,684	$ 2,393,137	$ 8,137,988
Accrued liabilities	-	-	-	224,368
Due to other funds	-	-	635,399	636,649
Deferred revenues	2,002,780	23,011,589	10,530,041	48,146,539
Unearned revenues	-	-	60,564	611,126
Deposits payable	76,500	-	22,666	367,034
Due to other governments	-	-	-	347,333
Advances from other funds	-	-	-	12,507,450
Total Liabilities	**2,862,533**	**23,227,273**	**13,641,807**	**70,978,487**
Fund Balances:				
Reserved:				
Reserved for encumbrances	2,618,983	3,508,495	2,317,803	10,150,043
Reserved for small business incentive program	-	-	-	100,000
Reserved for prepaid costs and deposits	-	-	935,000	1,110,278
Reserved for land held for resale	4,641,312	-	6,651,823	17,838,720
Reserved for advances to other funds	-	-	12,507,450	12,507,450
Reserved for street light improvement	-	-	35,000	35,000
Unreserved:				
Unreserved, reported in nonmajor:				
Special revenue funds	-	-	26,771,369	26,771,369
Capital projects funds	-	-	19,542,332	19,542,332
Debt service funds	-	-	14,737,565	14,737,565
Designated for capital improvement projects	14,163,396	11,313,693	-	67,989,465
Designated for contingencies	-	-	-	325,000
Designated for portfolio valuation adjustment	-	-	-	873,954
Designated for unfunded liabilities and projects	-	-	-	-
Undesignated	15,965,141	-	-	26,515,965
Total Fund Balances	**37,388,832**	**14,822,188**	**83,498,342**	**198,497,141**
Total Liabilities and Fund Balances	**$ 40,251,365**	**$ 38,049,461**	**$ 97,140,149**	**$ 269,475,628**

See Notes to Financial Statements

THIS PAGE INTENTIONALLY LEFT BLANK

CITY OF EMERYVILLE

RECONCILIATION OF THE BALANCE SHEET OF GOVERNMENTAL FUNDS TO THE STATEMENT OF NET ASSETS
JUNE 30, 2010

Fund balances of governmental funds	$ 198,497,141
Amounts reported for governmental activities in the statement of net assets are different because:	
Net pensions assets and net other post retirement benefits assets relate to the prepayment of unfunded obligation, which are recorded as expenditures in the governmental funds statements when made, but these prepayments are amortized over their respective actuarial amortization period in the government-wide statements.	7,564,971
Capital assets net of depreciation have not been included as financial resources in governmental fund activity.	87,706,895
Bond issuance cost is an expenditure in the governmental funds, but it is a deferred charge in the Statement of Net Assets.	1,708,979
Long-term debt have not been included in the governmental activities.	
Long-term liabilities	(175,722,065)
Accrued interest payable for the current portion of interest due on bonds has not been reported in the governmental funds.	(2,839,031)
Revenues reported as deferred revenue in the governmental funds and recognized in the Statement of Activities. These are included in the intergovernmental revenues in the governmental fund activity.	48,146,539
Internal service funds are used by management to charge the costs of certain activities, such as equipment management and self-insurance, to individual funds. The assets and liabilities of the internal service funds must be added to the statement of net assets.	10,023,626
Net assets of governmental activities	**$ 175,087,055**

CITY OF EMERYVILLE

STATEMENT OF REVENUES,
EXPENDITURES AND CHANGES IN FUND BALANCES
GOVERNMENTAL FUNDS
YEAR ENDED JUNE 30, 2010

		Capital Projects Funds			
	General	1976 Project Area Operating	Shellmound Project Area Operating	Housing Revolving Loan Operating	2004 Series A Revenue Bond
Revenues:					
Taxes	$ 20,575,772	$ 22,141,191	$ 14,503,188	$ -	$ -
Licenses and permits	3,096,544	-	-	-	-
Intergovernmental	882,477	-	-	-	-
Contribution from property owners	-	-	-	-	-
Charges for services	1,553,054	-	-	-	-
Use of money and property	809,185	270,117	122,057	90,804	(82,814)
Rents	293,547	90,000	71,270	-	-
Contributions	-	-	-	-	-
Developer participation	-	-	-	-	-
Miscellaneous	359,266	26,764	-	727,407	-
Total Revenues	**27,569,845**	**22,528,072**	**14,696,515**	**818,211**	**(82,814)**
Expenditures:					
Current:					
City council	132,389	-	-	-	-
City manager	763,775	-	-	-	-
City attorney	678,656	-	-	-	-
Finance	1,351,689	-	-	-	-
Human resources	539,778	-	-	-	-
Planning and building	2,250,892	-	-	-	-
Economic development	889,926	-	-	-	-
Redevelopment	-	9,961,662	8,348,035	1,030,770	3,801,215
General government	1,108,333	-	-	-	-
Property based improvement district	-	-	-	-	-
Police	9,282,584	-	-	-	-
Fire	5,514,815	-	-	-	-
Public works	2,425,982	-	-	-	-
Community services	358,087	-	-	-	-
Child development	-	-	-	-	-
Recreation	899,251	-	-	-	-
Senior Center	558,459	-	-	-	-
Information technology	440,670	-	-	-	-
Capital outlay	70,581	-	-	-	1,709,829
Debt service:					
Principal retirement	13,867	-	-	-	-
Interest and fiscal charges	4,192	-	112,068	-	-
Total Expenditures	**27,283,926**	**9,961,662**	**8,460,103**	**1,030,770**	**5,511,044**
Excess (Deficiency) of Revenues Over (Under) Expenditures	285,919	12,566,410	6,236,412	(212,559)	(5,593,858)
Other Financing Sources (Uses):					
Transfers in	3,207,634	-	-	220,000	-
Transfers out	(2,087,851)	(23,110,944)	(9,584,404)	-	-
Proceeds from sale of capital asset	-	-	-	(171,071)	-
Total Other Financing Sources (Uses)	**1,119,783**	**(23,110,944)**	**(9,584,404)**	**48,929**	**-**
Net Change in Fund Balances	$ 1,405,702	$(10,544,534)	$ (3,347,992)	$ (163,630)	$ (5,593,858)
Fund Balances:					
Beginning of year, as originally reported	$ 11,555,878	$ 13,358,263	$ 6,196,915	$ 2,346,198	$ 50,178,219
Restatements	-	-	(2,603,382)	-	-
Beginning of year, as restated	11,555,878	13,358,263	3,593,533	2,346,198	50,178,219
Net Change in Fund Balances	1,405,702	(10,544,534)	(3,347,992)	(163,630)	(5,593,858)
Fund Balances, End of Year	**$ 12,961,580**	**$ 2,813,729**	**$ 245,541**	**$ 2,182,568**	**$ 44,584,361**

See Notes to Financial Statements

CITY OF EMERYVILLE

STATEMENT OF REVENUES,
EXPENDITURES AND CHANGES IN FUND BALANCES
GOVERNMENTAL FUNDS
YEAR ENDED JUNE 30, 2010

	Capital Projects Funds			
	1976 Area Capital Project	Shellmound Capital Project	Other Governmental Funds	Total Governmental Funds
Revenues:				
Taxes	$ -	$ -	$ 2,374,081	$ 59,594,232
Licenses and permits	-	-	942,893	4,039,437
Intergovernmental	-	-	2,082,842	2,965,319
Contribution from property owners	-	-	50,000	50,000
Charges for services	-	-	889,278	2,442,332
Use of money and property	564,146	375,980	1,182,338	3,331,813
Rents	-	-	390,725	845,542
Contributions	-	-	2,783	2,783
Developer participation	-	-	29,612	29,612
Miscellaneous	15,600,321	42,244	3,494,273	20,250,275
Total Revenues	**16,164,467**	**418,224**	**11,438,825**	**93,551,345**
Expenditures:				
Current:				
City council	-	-	-	132,389
City manager	-	-	-	763,775
City attorney	-	-	-	678,656
Finance	-	-	-	1,351,689
Human resources	-	-	-	539,778
Planning and building	-	-	542,517	2,793,409
Economic development	-	-	1,151,877	2,041,803
Redevelopment	3,654,432	4,676,603	3,151,071	34,623,788
General government	-	-	1,060,660	2,168,993
Property based improvement district	-	-	2,384,609	2,384,609
Police	-	-	423,881	9,706,465
Fire	-	-	180,503	5,695,318
Public works	-	-	2,744,189	5,170,171
Community services	-	-	-	358,087
Child development	-	-	1,545,577	1,545,577
Recreation	-	-	-	899,251
Senior Center	-	-	-	558,459
Information technology	-	-	-	440,670
Capital outlay	5,463,894	399,472	4,699,108	12,342,884
Debt service:				
Principal retirement	-	-	5,740,000	5,753,867
Interest and fiscal charges	-	-	8,879,357	8,995,617
Total Expenditures	**9,118,326**	**5,076,075**	**32,503,349**	**98,945,255**
Excess (Deficiency) of Revenues Over (Under) Expenditures	7,046,141	(4,657,851)	(21,064,524)	(5,393,910)
Other Financing Sources (Uses):				
Transfers in	8,919,000	2,985,757	23,254,182	38,586,573
Transfers out	-	-	(4,151,874)	(38,935,073)
Proceeds from sale of capital asset	-	(30,362)	370,747	169,314
Total Other Financing Sources (Uses)	**8,919,000**	**2,955,395**	**19,473,055**	**(179,186)**
Net Change in Fund Balances	$ 15,965,141	$ (1,702,456)	$ (1,591,469)	$ (5,573,096)
Fund Balances:				
Beginning of year, as originally reported	$ 21,423,691	$ 16,524,644	$ 85,089,811	$ 206,673,619
Restatements	-	-	-	(2,603,382)
Beginning of year, as restated	21,423,691	16,524,644	85,089,811	204,070,237
Net Change in Fund Balances	15,965,141	(1,702,456)	(1,591,469)	(5,573,096)
Fund Balances, End of Year	**$ 37,388,832**	**$ 14,822,188**	**$ 83,498,342**	**$ 198,497,141**

See Notes to Financial Statements

CITY OF EMERYVILLE

RECONCILIATION OF THE STATEMENT OF REVENUES, EXPENDITURES, AND CHANGES IN FUND BALANCES OF GOVERNMENTAL FUNDS TO THE STATEMENT OF ACTIVITIES
YEAR ENDED JUNE 30, 2010

Net change in fund balances - total governmental funds	$	(5,573,096)
Amounts reported for governmental activities in the statement of activities are different because:		
Net pension assets and net other post retirement benefits assets relate to payment of the unfunded obligation, which are recorded as expenditures in the governmental funds statements when made, but these prepayments are amortized over their respective actuarial amortization period in the government-wide statements.		(258,041)
Governmental funds report capital outlays as expenditures. However, in the Statement of Activities, the cost of those assets is allocated over their estimated useful lives as depreciation expense. This is the amount by which capital outlays exceeded depreciation in the current period.		4,867,337
The issuance of long-term debt provides current financial resources to governmental funds, while repayment of principal of long-term debt consumes the current financial resources of governmental funds. Neither transaction, however, has any effect on net assets. Also, governmental funds reports the effect of issuance cost, premiums, discounts and similar items when debt is first issued, whereas these amounts are deferred and amortized in the Statement of Activities.		5,735,889
Accrued interest for long-term liabilities. This is the net change in accrued interest for the current period.		75,743
Revenues reported as deferred revenue in the governmental funds and recognized in the statement of activities. These are included in the intergovernmental revenues in the governmental fund activity.		3,409,512
Internal service funds are used by management to charge the costs of certain activities, such as equipment management and self-insurance, to individual funds. The net revenues (expenses) of the internal service funds is reported with governmental activities.		243,321
Change in net assets of governmental activities	**$**	**8,500,665**

CITY OF EMERYVILLE

BUDGETARY COMPARISON STATEMENT BY FUNCTION
GENERAL FUND
YEAR ENDED JUNE 30, 2010

	Budget Amounts		Actual	Variance with Final Budget Positive
	Original	Final	Amounts	(Negative)
Budgetary Fund Balance, July 1	$ 11,555,878	$ 11,555,878	$ 11,555,878	$ -
Resources (Inflows):				
Taxes	21,850,784	19,457,784	20,575,772	1,117,988
Licenses and permits	1,551,780	3,065,867	3,096,544	30,677
Intergovernmental	765,648	884,188	882,477	(1,711)
Charges for services	1,658,700	2,022,040	1,553,054	(468,986)
Use of money and property	852,851	535,851	809,185	273,334
Rents	287,340	287,340	293,547	6,207
Miscellaneous	332,068	333,568	359,266	25,698
Transfers in	3,854,917	4,209,282	3,207,634	(1,001,648)
Amounts Available for Appropriation	**42,709,966**	**42,351,798**	**42,333,357**	**(18,441)**
Charges to Appropriation (Outflows):				
City council	145,774	148,774	132,389	16,385
City manager	813,893	784,956	763,775	21,181
City attorney	753,294	735,467	678,656	56,811
Finance	1,845,482	1,703,418	1,351,689	351,729
Human resources	643,805	614,890	539,778	75,112
Planning and building	2,149,560	2,448,757	2,250,892	197,865
Economic development	1,128,617	1,107,502	889,926	217,576
General government	1,621,427	1,585,489	1,108,333	477,156
Police	9,215,824	9,288,377	9,282,584	5,793
Fire	5,994,256	5,721,200	5,514,815	206,385
Public works	2,902,999	2,706,945	2,425,982	280,963
Community services	418,884	398,484	358,087	40,397
Recreation	1,181,290	1,159,638	899,251	260,387
Senior Center	559,363	610,879	558,459	52,420
Information technology	532,419	473,486	440,670	32,816
Capital outlay	1,500	6,500	70,581	(64,081)
Debt service:				
Principal retirement	-	-	13,867	(13,867)
Interest and fiscal charges	20,000	20,000	4,192	15,808
Transfers out	1,225,000	2,083,000	2,087,851	(4,851)
Total Charges to Appropriations	**31,153,387**	**31,597,762**	**29,371,777**	**2,225,985**
Budgetary Fund Balance, June 30	**$ 11,556,579**	**$ 10,754,036**	**$ 12,961,580**	**$ 2,207,544**

See Notes to Financial Statements

THIS PAGE INTENTIONALLY LEFT BLANK

PROPRIETY FUNDS STATEMENTS

Proprietary Funds account for City operations financed and operated in a manner similar to a private business enterprise. The intent of the City is that the cost of providing goods and services be financed primarily through user charges.

The concept of *major funds* established by GASB Statement No. 34 extends to Proprietary Funds. The City has only one enterprise fund, the Sewer Fund, which is described below:

GASB Statement No. 34 does not provide for the disclosure of budget vs. actual comparisons regarding proprietary funds that are major funds.

The **Sewer Fund** accounts for the operation and maintenance of the City sewer system. The fund is supported by Sewer Service Charges billed through water usage bills and connection fees.

The **Internal Service Funds** account for the financing of goods and services provided by one department or agency to other departments or agencies on a cost sharing basis.

CITY OF EMERYVILLE

STATEMENT OF NET ASSETS
PROPRIETARY FUNDS
JUNE 30, 2010

	Business-Type Activities	Governmental Activities
	Enterprise Fund	Internal
	Sewer Fund	Service Funds
Assets:		
Current:		
Pooled cash and investments	$ 5,586,915	$ 15,226,827
Receivables:		
Accounts	78,540	4,685
Accrued interest	1,700	4,482
Prepaid costs	-	22,429
Total Current Assets	**5,667,155**	**15,258,423**
Noncurrent:		
Capital assets - net of accumulated depreciation	3,869,467	-
Total Noncurrent Assets	**3,869,467**	**-**
Total Assets	**$ 9,536,622**	**$ 15,258,423**
Liabilities and Net Assets:		
Liabilities:		
Current:		
Accounts payable	$ 204,094	$ 119,503
Due to other funds	-	49,165
Loan payable	22,447	-
Total Current Liabilities	**226,541**	**168,668**
Noncurrent:		
Accrued compensated absences	-	3,605,407
Accrued claims and judgments	-	1,460,722
Loan payable	46,924	-
Total Noncurrent Liabilities	**46,924**	**5,066,129**
Total Liabilities	**273,465**	**5,234,797**
Net Assets:		
Invested in capital assets, net of related debt	3,800,096	-
Unrestricted	5,463,061	10,023,626
Total Net Assets	**9,263,157**	**10,023,626**
Total Liabilities and Net Assets	**$ 9,536,622**	**$ 15,258,423**

See Notes to Financial Statements

CITY OF EMERYVILLE

STATEMENT OF REVENUES, EXPENSES AND CHANGES IN FUND NET ASSETS PROPRIETARY FUNDS YEAR ENDED JUNE 30, 2010

	Business-Type Activities	Governmental Activities
	Enterprise Fund	
	Sewer Fund	Internal Service Funds
Operating Revenues:		
Sales and service charges	$ 967,023	$ 9,609,780
Miscellaneous	2,360	-
Total Operating Revenues	**969,383**	**9,609,780**
Operating Expenses:		
Administration and general	478,246	9,075,439
Cost of sales and services	431,230	-
Claims expense	-	980,733
Depreciation expense	63,046	-
Total Operating Expenses	**972,522**	**10,056,172**
Operating Income (Loss)	(3,139)	(446,392)
Nonoperating Revenues (Expenses):		
Interest revenue	107,628	259,713
Interest expense	(2,735)	-
Total Nonoperating Revenues (Expenses)	**104,893**	**259,713**
Income (Loss) Before Transfers	101,754	(186,679)
Transfers in	-	430,000
Transfers out	(81,500)	-
Changes in Net Assets	20,254	243,321
Net Assets:		
Beginning of fiscal year	9,242,903	9,780,305
End of Fiscal Year	**$ 9,263,157**	**$ 10,023,626**

See Notes to Financial Statements

CITY OF EMERYVILLE

STATEMENT OF CASH FLOWS
PROPRIETARY FUNDS
YEAR ENDED JUNE 30, 2010

	Business-Type Activities	Governmental Activities
	Enterprise Fund	Internal Service Funds
	Sewer Fund	
Cash Flows from Operating Activities:		
Cash received from customers and users	$ 973,234	$ 9,613,212
Cash paid to supplies for goods and services	(211,066)	-
Cash paid to employees for services	(478,246)	(9,038,923)
Claims paid	-	(1,027,156)
Net Cash Provided (Used) by Operating Activities	**283,922**	**(452,867)**
Cash Flows from Non-Capital Financing Activities:		
Cash transfers out	(81,500)	-
Cash transfers in	-	430,000
Advance to other funds	-	49,165
Net Cash Provided (Used) by Non-Capital Financing Activities	**(81,500)**	**479,165**
Cash Flows from Capital and Related Financing Activities:		
Acquisition and construction of capital assets	(1,114,994)	-
Principal paid on capital debt	(21,794)	-
Interest paid on capital debt	(2,735)	-
Net Cash Provided (Used) by Capital and Related Financing Activities	**(1,139,523)**	**-**
Cash Flows from Investing Activities:		
Interest received	118,092	285,762
Net Cash Provided (Used) by Investing Activities	**118,092**	**285,762**
Net Increase (Decrease) in Cash and Cash Equivalents	**(819,009)**	**312,060**
Cash and Cash Equivalents at Beginning of Year	6,405,924	14,914,767
Cash and Cash Equivalents at End of Year	**$ 5,586,915**	**$ 15,226,827**
Reconciliation of Operating Income to Net Cash Provided (Used) by Operating Activities:		
Operating income (loss)	$ (3,139)	$ (446,392)
Adjustments to reconcile operating income (loss) net cash provided (used) by operating activities:		
Depreciation	63,046	-
(Increase) decrease in accounts receivable	3,851	3,432
(Increase) decrease in prepaid expense	34,350	(21,186)
Increase (decrease) in accounts payable	185,814	(51,561)
Increase (decrease) in claims and judgments	-	10,357
Increase (decrease) in compensated absences	-	52,483
Total Adjustments	**287,061**	**(6,475)**
Net Cash Provided (Used) by Operating Activities	**$ 283,922**	**$ (452,867)**

Non-Cash Investing, Capital, and Financing Activities:
No noncash investing, capital or financing activities.

See Notes to Financial Statements

FIDUCIARY FUNDS STATEMENTS

Fiduciary Funds include all Trust and Agency funds, which account for assets held by the City as a trustee or agent for individuals, other governmental units and/or other funds.

The **Agency Funds** account for receipt of special assessments and the payment of principal, interest and bond administration costs on Assessment District Bonds. These funds are treated as Agency Funds to report resources held by the City in a purely custodial capacity, which involves only the receipt, temporary investment and remittance of fiduciary resources to individuals, private organizations or other governments. These funds are separate and unrelated to the Emeryville Redevelopment Agency funds.

The **Pension Trust Fund** was established to support the liability for pension stipends for remaining retirees under the City's old Pension Plan (see Note 9c).

CITY OF EMERYVILLE

STATEMENT OF FIDUCIARY NET ASSETS
FIDUCIARY FUNDS
JUNE 30, 2010

	Agency Funds	Pension Trust Fund
Assets:		
Pooled cash and investments	$ 2,655,994	$ 87,668
Receivables:		
Accounts	964	-
Accrued interest	19,280	27
Restricted assets:		
Cash and investments with fiscal agents	1,003,078	-
Total Assets	**$ 3,679,316**	**$ 87,695**
Liabilities:		
Accounts payable	$ 3,153	$ -
Deposits payable	6,163	-
Due to bondholders	3,670,000	-
Total Liabilities	**$ 3,679,316**	**-**
Net Assets:		
Held in trust for retirement pensions		**$ 87,695**

CITY OF EMERYVILLE

STATEMENT OF CHANGES IN FIDUCIARY NET ASSETS
FIDUCIARY FUNDS
FOR THE YEAR ENDED JUNE 30, 2010

	Pension Trust Fund
Additions:	
Investment earnings:	
Interest and change in fair value of investments	$ 1,977
Total Additions	**1,977**
Deductions:	
Pension benefits	70,414
Total Deductions	**70,414**
Changes in Net Assets	**(68,437)**
Net Assets:	
Beginning of the Year	156,132
End of the Year	**$ 87,695**

See Notes to Financial Statements

THIS PAGE INTENTIONALLY LEFT BLANK

Note 1: Organization and Summary of Significant Accounting Policies

The City of Emeryville, California, was incorporated as a general law city in 1896. The City operates under the Council-Manager form of government and provides the following services: public safety (police and fire); public works; community services such as senior center, child development and recreation; economic planning and development; general administrative services; and redevelopment.

The financial statements and accounting policies of the City conform with generally accepted accounting principles applicable to governments. The Governmental Accounting Standards Board (GASB) is the accepted standard-setting body for establishing governmental accounting and financial reporting principles. Significant accounting policies are summarized below:

a. Reporting Entity

The financial statements of the City of Emeryville (City) include the financial activities of the City, which is the primary government, as well as the Emeryville Redevelopment Agency (Redevelopment Agency), the Emeryville Public Financing Authority (Authority) and the Management of Emeryville Services Authority. All of these entities are controlled by and are dependent on the City. While these are separate legal entities, City Council serves in separate sessions as their governing body, and their financial activities are integral to those of the City. Their financial activities have been aggregated and merged (termed “blended”) with those of the City in the accompanying financial statements.

The Emeryville Redevelopment Agency is a separate government entity whose purpose is to prepare and implement plans for improvement, rehabilitation and development of certain areas within the City. The Redevelopment Agency is controlled by the City and has the same governing board as the City, which also performs all accounting and administrative functions for the Redevelopment Agency. The financial activities of the Redevelopment Agency have been included in these financial statements in the Redevelopment Agency Capital Projects Funds and Debt Service Funds.

Financial statements for the Redevelopment Agency, the only separately issued component unit financial statements, may be obtained from the City of Emeryville at 1333 Park Avenue, Emeryville, California 94608.

The Emeryville Public Financing Authority is a separate government entity whose purpose is to assist with the financing or refinancing of certain public capital facilities within the City and Redevelopment Agency. The Authority has the power to purchase bonds issued by any local agency at public or negotiated sale and may sell such bonds to public or private purchasers at public or negotiated sale. The Authority is controlled by the City and has the same governing body as the City, which also performs all accounting and administrative functions for the Authority. The financial activities of the Authority are included in the Debt Service Funds.

The Management of Emeryville Services Authority (MESA) is a separate government entity whose purpose is to provide more efficient and cost-effective services for certain management, administrative, special or general services to the City, Redevelopment Agency and other governmental agencies.

Note 1: Organization and Summary of Significant Accounting Policies (Continued)

The Authority is controlled by the City and has the same governing body as the City, which also performs all accounting and administrative functions for the Authority. The financial activities of MESA are included in the MESA Internal Service Fund.

b. Basis of Presentation

The City's Basic Financial Statements are prepared in conformity with accounting principles generally accepted in the United States of America. The Government Accounting Standards Board is the acknowledged standard setting body for establishing accounting and financial reporting standards followed by governmental entities in the United States of America.

Government-Wide Statements: The Statement of Net Assets and the Statement of Activities display information about the primary government (the City) and its component units. These statements include the financial activities of the overall City government, except for fiduciary activities. Eliminations have been made to minimize the double counting of internal activities. These statements distinguish between the governmental and business-type activities of the City. Governmental activities generally are financed through taxes, intergovernmental revenues and other nonexchange transactions. Business-type activities are financed in whole or in part by fees charged to external parties.

The Statement of Activities presents a comparison between direct expenses and program revenues for each segment of the business-type activities of the City and for each function of the City's governmental activities. Direct expenses are those that are specifically associated with a program or function and, therefore, are clearly identifiable to a particular function. Program revenues include: a) charges paid by the recipients of goods or services offered by the programs, b) grants and contributions that are restricted to meeting the operation of a particular program or service, and c) development fees and permits, all of which are capital grants under California law. Revenues that are not classified as program revenues, including all taxes, are presented as general revenues.

Fund Financial Statements: The fund financial statements provide information about the City's funds, including fiduciary funds and blended component units. Separate statements for each fund category - governmental, proprietary and fiduciary - are presented. The emphasis of fund financial statements is on major individual governmental and enterprise funds, each of which is displayed in a separate column.

All remaining governmental and enterprise funds are aggregated and reported as non-major funds.

Proprietary fund operating revenues, such as charges for services, result from exchange transactions associated with the principal activity of the fund. Exchange transactions are those in which each party receives and gives up essentially equal values. Nonoperating revenues, such as subsidies and investment earnings, result from nonexchange transactions or ancillary activities.

c. Major Funds and Fund Types

GASB Statement 34 defines major funds and requires that the City's major governmental and business-type funds be identified and presented separately in the fund financial statements. All other funds, called non-major funds, are combined and reported in a single column, regardless of their fund type.

Note 1: Organization and Summary of Significant Accounting Policies (Continued)

Major funds are defined as funds that have assets, liabilities, revenues or expenditures equal to 10% of their fund-type total and 5% of the grand total. The General Fund is always a major fund.

The City reported the following major governmental funds in the accompanying financial statements:

The ***General Fund*** is the general operating fund of the City and accounts for all financial resources except those required to be accounted for in another fund. The major revenues to the General Fund are taxes (property, sales, business licenses, utility users and transient occupancy), which comprise approximately 65%-75% of the fund's annual revenue stream. The major expenditure of the General Fund is Public Safety (police and fire), which accounts for more than half of the fund's annual expenditure stream.

The ***1976 Project Area Operating Fund*** accounts for the receipt of tax increment revenue allocated to the 1976 Redevelopment Project Area and for debt service of the project area.

The ***Shellmound Project Area Operating Fund*** accounts for the receipt of tax increment revenue allocated to the Shellmound Redevelopment Project Area and for debt service of the project area.

The ***Housing Revolving Loan Operating Fund*** accounts for the Redevelopment Agency's home Homebuyer and Rehabilitation loans. The fund was established in 2000. The fund segregates funds available for first-time homebuyers and rehabilitation loans from other Redevelopment Agency assets. The loan program was previously included as part of the Low/Moderate Income Housing Fund.

The ***2004 Series A Revenue Bond Capital Projects Fund*** accounts for bond proceeds from the 2004 Redevelopment Agency Bond issue.

The 1976 **Area Capital Projects Fund** accounts for resources dedicated by the Emeryville Redevelopment Agency for specific capital projects.

The ***Shellmound Capital Projects Fund*** accounts for resources from the Shellmound Park Redevelopment Project Area dedicated by the Emeryville Redevelopment Agency for specific capital projects of the project area.

The City reported its enterprise fund as a major fund in the accompanying financial statements:

Sewer Fund - This fund accounts for the operation and maintenance of the City sewer system. The fund is supported by sewer service charges billed through water usage bills and connection fees.

The City also reports the following fund types:

Special Revenue Funds - These funds account for taxes and other revenues, which are set aside for a specific purpose in accordance with law or administrative regulation.

Note 1: Organization and Summary of Significant Accounting Policies (Continued)

Capital Projects Funds - These funds account for financial resources used for the acquisition or construction of major capital facilities.

Debt Service Funds - These funds account for the accumulation of resources for, and the payment of, general long-term debt principal and interest payments.

Internal Service Funds - These funds account for accrued leave and for workers' compensation, litigation, dental and unemployment coverage, all of which are provided to other departments on a cost-sharing basis.

Fiduciary Funds - These funds account for assets held by the City as an agent or trustee for various assessment and community facilities districts and retirees.

The ***Pension Trust Fund*** was established to support the liability for pension stipends for remaining retirees under the City's old Pension Plan.

The ***Agency Funds*** account for the receipt of special assessments and the payment of principal and interest and bond administration costs on Assessment District Bonds. These funds are treated as Agency Funds because there is no City liability for their repayment.

d. Measurement Focus, Basis of Accounting and Financial Statement Presentation

The government-wide, proprietary and fiduciary fund financial statements are reported using the economic resources measurement focus and the full accrual basis of accounting. Revenues are recorded when earned and expenses are recorded at the time liabilities are incurred, regardless of when the related cash flows take place.

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.

For the Sewer Fund, revenues are recognized based on monthly receipts from East Bay Municipal Utility District. Revenues for services provided but not billed at the end of a fiscal period are not material and are not accrued.

Governmental funds are reported using the current financial resources measurement focus and the modified accrual basis of accounting. Under this method, revenues are recognized when measurable and available. The City considers all revenues reported in the governmental funds to be available if the revenues are collected within 60 days after year-end except for sales tax revenue and state gas tax revenue which are 90 and 310 days, respectively. Expenditures are recorded when the related fund liability is incurred, except for principal and interest on long-term debt, claims and judgments, and compensated absences, which are recognized as expenditures to the extent they have matured. Governmental capital asset acquisitions are reported as expenditures in governmental funds. Proceeds from long-term debt and acquisitions under capital leases are reported as other financing sources.

Those revenues susceptible to accrual include taxes, intergovernmental revenues, interest and charges for services.

Note 1: Organization and Summary of Significant Accounting Policies (Continued)

Grant revenues are recognized in the fiscal year in which all eligibility requirements are met. Under the terms of grant agreements, the City may fund certain programs with a combination of cost-reimbursement grants, categorical block grants and general revenues. Thus, both restricted and unrestricted net assets may be available to finance program expenditures. The City's policy is to first apply restricted grant resources to such programs, followed by general revenues, if necessary.

Certain indirect costs are included in program expenses reported for individual functions and activities.

Private-sector standards of accounting and financial reporting issued prior to December 1, 1989, generally are followed in both the government-wide and proprietary fund financial statements to the extent that those standards do not conflict with or contradict guidance of the Governmental Accounting Standards Board.

Governments also have the option of following subsequent private-sector guidance for their business-type activities and enterprise funds, subject to this same limitation. The City follows government has elected not to follow subsequent private-sector guidance.

e. Assets, Liabilities and Net Assets or Equity

Cash 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 market value adjustment at June 30, 2010, was $873,954.

The City participates in an investment pool managed by the State of California titled 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.

For purposes of reporting cash flows, the City considers each fund's share in the cash and investments pool to be cash and cash equivalents including cash and investments with fiscal agents.

Note 1: Organization and Summary of Significant Accounting Policies (Continued)

Capital Assets

All capital assets are valued at historical cost or estimated historical cost if actual historical cost is not available. Contributed capital assets are valued at their estimated fair market value on the date contributed. The City's policy is to capitalize all assets with costs exceeding certain minimum thresholds and with useful lives exceeding five years.

Depreciation is provided using the straight-line method, which means the cost of the asset is divided by its expected useful life in years and the result is charged to expense each year until the asset is fully depreciated. The City has assigned the useful lives and capitalization thresholds listed below to capital assets:

	Years	Thresholds
Park improvements and other improvements	20	$ 50,000
Building and improvements	25 - 50	50,000
Furnishings, vehicles and equipment	3 - 20	5,000
Marina improvements	5 - 50	50,000
Grading, curb, gutter, sidewalks and driveways	10 - 50	50,000
Sewer equipment	5 - 20	5,000
Sewer improvements	65	50,000

Some capital assets may be acquired using federal and state grant funds or they may be contributed by developers or other governments. GASB Statement 34 requires that these contributions be accounted for as revenues at the time the capital assets are contributed.

With the implementation of GASB Statement 34, the City recorded all current year expenditures for its public domain (infrastructure) capital assets, including grading, curb, gutter, sidewalk and driveways approaches which it maintains. GASB 34 also requires the City to look back 20 years and estimate, depreciate and record prior year infrastructure costs. This retroactive restatement has been completed and the City's capital assets and net assets were increased by the undepreciated balance of infrastructure.

Prepaid Costs and Land Held for Resale

Prepaid items are payments to vendors, which reflect costs applicable to future accounting periods and are recorded as prepaid items in both government-wide and fund financial statements.

Land purchased for resale is capitalized as inventory at acquisition costs or net realizable value, if lower.

Non-exchange transactions, in which the City gives or receives value without directly receiving or giving equal value in exchange, include property taxes, grants, entitlements and donations. On the accrual basis, revenue from property taxes is

Note 1: Organization and Summary of Significant Accounting Policies (Continued)

recognized in the fiscal year for which the taxes are levied. Revenue from grants, entitlements and donations is recognized in the fiscal year in which all eligibility requirements have been satisfied.

Receivables and Payables

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 non-current portion of interfund loans). All other outstanding balances between funds are reported as "due to/from other funds." Any residual balances outstanding between the governmental activities and business-type activities are reported in the government-wide financial statements as "internal balances."

All trade and property tax receivables are shown net of an allowance for uncollectibles. The noncurrent portion of receivables related to revenue is set up as deferred revenue and recognized as revenue when the receivables become current. The noncurrent portion of loans and other receivables are offset by fund balance reserve accounts.

Property Taxes

Since the passage of Proposition 13, beginning with fiscal year 1979, general property taxes paid by property owners are based either on a flat 1% rate applied to the 1975 to 1976 full value of the property or on 1% of the sales price of the property on sales transactions or construction value after the 1975 to 1976 valuation. Taxable values on properties (exclusive of increases related to sales and construction) can rise at a maximum of 2% per year. The levy and lien date on secured property taxes is January 1. Secured property taxes are due to Alameda County from property owners on November 1 and March 1 and become delinquent on December 10 and April 10, respectively, each year.

The County of Alameda is responsible for assessing, collecting and distributing property taxes in accordance with enabling state law and remitting such amounts to the City and Redevelopment Agency.

The Redevelopment Agency receives the full 1% tax on the increase in assessed valuation occurring in the City's two Redevelopment Project Areas since the date of their formation (tax increment). In one of the project areas (Shellmound Park Project Area), the Redevelopment Agency passes on approximately 35% of this tax increment to other agencies under a pass-through agreement that was executed at the time of the plan formation. The City receives a share of the 1% general property tax net of the tax increment received by the Redevelopment Agency. The City's share of the general property tax, which is approximately 22%, is based on a County-wide allocation formula that is promulgated by state law.

Compensated Absences

City employees are granted vacation and sick leave in varying amounts. In the event of termination, an employee is paid for accumulated vacation days up to the

Note 1: Organization and Summary of Significant Accounting Policies (Continued)

equivalent of 50 days of vacation or twice the annual rate of accrual. Employees are entitled to compensation for 60% of accumulated sick leave up to 120 days upon termination.

The cost of accumulated vacation and sick leave is recorded in the Accrued Benefits Internal Service Fund. Compensated absences are paid, if matured, out of the general fund and the child development fund.

Bond Discounts and Issuance Costs

Bond discounts and issuance costs of governmental fund types related to long-term debt issues are recorded as debt service expenditures in the year the debt is issued in the fund financial statements.

Net Assets and Fund Equity

Net Assets

Net assets are the excess of all the City's assets over all its liabilities, regardless of fund. Net assets are divided into three captions under GASB Statement 34. These captions apply only to net assets, which is determined only at the government-wide level, and are described below:

- Invested in capital assets, net of related debt describes the portion of net assets that is represented by the current net book value of the City's capital assets, less the outstanding balance of any debt issued to finance these assets.
- Restricted describes the portion of net assets that is restricted as to use by the terms and conditions of agreements with outside parties, governmental regulations, laws or other restrictions, which the City cannot unilaterally alter. These principally include developer fees received for use on capital projects, debt service requirements, redevelopment funds restricted to low and moderate income purposes and funds for use in sewer operations and sewer connection fees.
- Unrestricted describes the portion of net assets that is not restricted as to use.

Fund Balances, Reserves and Designations

In the fund financial statements, fund balances represent the net current assets of each fund. Net current assets generally represent a fund's cash and receivables, less its liabilities. Portions of a fund's balance may be reserved or designated for future expenditure.

Reserves

Reserves are restrictions placed by outside entities, such as other governments, which restrict the expenditures of the reserved funds to the purpose intended by the entity that provided the funds. At June 30, 2010, reservations included:

Note 1: Organization and Summary of Significant Accounting Policies (Continued)

- Reserve for encumbrances represents the portion of fund balance set aside for open purchase orders.
- Reserve for small business incentive program is the portion of fund balance restricted for small businesses.
- Reserve for prepaid costs and deposits represents the portion of fund balance set aside for expenditures that will be recognized when the assets are eventually consumed.
- Reserve for land held for resale represents the portion of fund balance that is not available for expenditure.
- Reserve for advances to other funds represents the portion of fund balance set aside for long-term loans made to other funds that will be paid back in future years.
- Reserve for street light improvement is the portion of fund balance restricted for street light improvement projects.

Designations

Designations are imposed by City Council or the Redevelopment Agency Board to reflect future spending plans or concerns about the availability of future resources. Designations may be modified, amended or removed by Council/Redevelopment Agency action. At June 30, 2010, designations included:

- Designated for capital improvement projects is the portion of fund balance to be used to fund the City's long-term capital projects.
- Designated for contingencies is the portion of fund balance to be used for disputed collections relating to sales and hotel taxes.
- Designated for portfolio valuation adjustment is the portion of fund balance that represents the fair market value adjustment to investments in accordance with GASB Statement No. 31.
- Designated for unfunded liabilities and projects is the portion of fund balance to be used to pay for various unfunded liabilities and capital projects.

f. Reconciliation of Government-Wide and Fund Financial Statements

Explanation of certain differences between the governmental fund balance sheet and the government-wide Statement of Net Assets:

The governmental fund balance sheet includes reconciliation between fund balance of governmental funds and net assets of governmental activities as reported in the government-wide statement of net assets. One element of that reconciliation explains that "long-term debts have not been included in the governmental fund activity." The detail of the $(175,722,065) long-term debt difference is as follows:

Note 1: Organization and Summary of Significant Accounting Policies (Continued)

Long-term debt:	
Public Financng Authority revenue bonds	$ (169,055,000)
Public Financng Authority lease revenue bonds	(5,345,000)
Capital lease	(47,617)
Bond premiums to be amortized	(1,274,448)
Net adjustment to reduce fund balance of total governmental funds to arrive at net assets of governmental activities	$ (175,722,065)

Explanation of certain differences between the governmental fund statement of revenues, expenditures and changes in fund balances and the government-wide Statement of Activities:

The governmental fund statement of revenues, expenditures and changes in fund balances includes a reconciliation between net changes in fund balances - total governmental funds and changes in net assets of governmental activities as reported in the government-wide Statement of Activities. One element of that reconciliation explains, "Governmental funds report capital outlays as expenditures. However, in the Statement of Activities, the cost of those assets is allocated over their estimated useful lives and reported as depreciation expense." The detail of this $4,867,337 difference is as follows:

Capital outlay	$ 8,016,413
Depreciation expense	(3,144,070)
Loss on sale of assets	(5,006)
Net adjustment to increase net changes in fund balances of total governmental funds to arrive at changes in net assets of governmental activities	$ 4,867,337

Another element of that reconciliation states that “the issuance of long-term debt provides current financial resources to governmental funds, while the repayment of the principal of long-term debt consumes the current financial resources of governmental funds. Neither transaction, however, has any effect on net assets. Also, governmental funds report the effect of issuance costs, premiums, discounts and similar items when debt is first issued, whereas these amounts are deferred and amortized in the Statement of Activities.” The detail of this $5,735,889 difference is as follows:

Principal repayments:	
Public Financing Authority revenue bonds	$ 5,555,000
Public Financing Authority lease revenue bonds	185,000
Capital lease	13,867
Cost of issuance amortization	(70,704)
Bond premium amortization	52,726
Net adjustment to decrease net changes in fund balance of total governmental funds to arrive at changes in net assets of governmental activities	$ 5,735,889

Note 2: Budgets and Budgetary Accounting

a. Budgeting Procedures

The City, including the Redevelopment Agency, operates under the general laws of the State of California and bi-annually adopts a budget for its governmental fund types to be effective July 1 for the ensuing fiscal years. From the effective date of the budget, which is adopted by City Council/Redevelopment Agency Board and controlled by the City Manager/Executive Director at the fund level, the amounts stated therein as proposed expenditures become appropriations to the various departments. The City Council/Redevelopment Agency Board may amend the budget by resolution during the fiscal year. The City Manager/Executive Director may authorize transfers of appropriations from one object, purpose or department to another within the same fund provided the level of service stays the same. All appropriations lapse at year-end, except those relating to long-term capital projects. Supplemental appropriations were approved by the City Council/Redevelopment Agency Board during the year ended June 30, 2010, and are included in the final budget amounts presented in the basic financial statements.

b. Budgetary Basis

Bi-annual budgets are adopted on a basis consistent with generally accepted accounting principles.

Capital projects expenditures in Capital Project Funds are budgeted on a project length basis, except for 1976 Project Area Operating Fund, Shellmound Project Area Operating Fund, Low/Moderate Income Housing Operating Fund, and the Housing Revolving Loan Operating Fund. Budgets are not adopted for the following special revenue funds: the Catellus Contingent fund, the Source Reduction fund, and the San Pablo Ave. Street Lighting Assessment District fund. Budgets are not adopted for the following Capital Project Funds: the 1999 Revenue Bond fund, the E Baybridge fund, the 1995 Low/Mod Housing fund, and the 1998 C Taxable Bond fund.

c. Deficit Fund Balances or Net Assets:

The following funds have a deficit at June 30, 2010:

Fund	Amount
Special Revenue Funds:	
Cal-Home Loan Program	$ 634,892
Help Housing Loan Program	507

The deficit in these funds will be eliminated as deferred revenues become available.

Note 2: Budgets and Budgetary Accounting (Continued)

d. Excess Expenditures

For the year ended June 30, 2010, the following funds had expenditures in excess of budget:

Fund	Expenditures	Appropriations	Excess
Special Revenue Funds:			
Cal-Home Loan Program	$ 726,210	$ 354,017	$ 372,193
General Plan Maintenance	552,317	352,895	199,422
Traffic Impact Fee	2,620,930	1,272,837	1,348,093
Supplemental Law Enforcement	102,782	100,000	2,782
Emergency Medical Services	180,503	175,000	5,503
Property Based Improvement District	2,384,609	1,947,050	437,559
Urban Forestry Fee	3,169	-	3,169
Capital Projects Funds:			
Low/Moderate Housing Operating	4,286,576	3,926,721	359,855
Housing Revolving Loan Operating	1,030,770	220,000	810,770

Sufficient resources or interfund borrowings were available in each fund to pay for the excess.

Note 3: Cash and Investments

As of June 30, 2010, cash and investments were reported in the accompanying financial statements as follows:

Governmental activities	$ 203,306,014
Business-type activities	5,586,915
Fiduciary funds	3,746,740
Total Cash and Investments	$ 212,639,669

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

Deposits

At June 30, 2010, the carrying amount of the City's deposits was $1,537,295 and the bank balance was $2,645,141. The $1,107,846 difference represents outstanding checks and other reconciling items.

Note 3: Cash and Investments (Continued)

The California Government Code requires California banks and savings and loan associations to secure a City's deposits by pledging government securities with a value of 110% of a City's deposits. California law also allows financial institutions to secure a City's deposits by pledging first trust deed mortgage notes having a value of 150% of a City's total deposits. The City Treasurer may waive the collateral requirement for deposits that are fully insured up to $250,000 by the FDIC. The collateral for deposits in federal and state chartered banks is held in safekeeping by an authorized Agent of Depository recognized by the State of California Department of Banking. The collateral for deposits with savings and loan associations is generally held in safekeeping by the Federal Home Loan Bank in San Francisco, California as an Agent of Depository. These securities are physically held in an undivided pool for all California public agency depositors. Under Government Code Section 53655, the placement of securities by a bank or savings and loan association with an Agent of Depository has the effect of perfecting the security interest in the name of the local governmental agency. Accordingly, all collateral held by California Agents of Depository is considered to be held for, and in the name of, the local governmental agency.

Investments

Under provision of the City's investment policy, and in accordance with the California Government Code, the following investments are authorized:

- Securities of the U.S. Government or its agencies
- Certificates of deposit placed with commercial banks and S&L's
- Commercial paper
- Medium term corporate notes
- Passbook savings account demand deposits
- Money market mutual funds
- Government sponsored pools and/or mutual funds

Investments Authorized by Debt Agreements

The above investments do not address investment of debt proceeds held by a bond trustee. Investments of debt proceeds held by a bond trustee are governed by provisions of the debt agreements, rather than the general provisions of the California Government Code or the City's investment policy.

Investments in State Investment Pool

The City is a voluntary participant in the Local Agency Investment Fund (LAIF) that is regulated by California Government Code Section 16429 under the oversight of the Treasurer of the State of California. LAIF is overseen by the Local Agency Investment Advisory Board, which consists of five members, in accordance with State statute. The State Treasurer's Office audits the fund annually. The fair value of the position in the investment pool is the same as the value of the pool shares.

Note 3: Cash and Investments (Continued)

GASB Statement No. 31

The City adopted GASB Statement No. 31, *Accounting and Financial Reporting for certain investments and for External Investment Pools*, as of July 1, 1997. GASB Statement No. 31 establishes fair value standards for investments in participating interest earning investment contracts, external investment pools, equity securities, option contracts, stock warrants and stock rights that have readily determinable fair values. Accordingly, the City reports its investments at fair value in the balance sheet. All investment income, including changes in the fair value of investments, is recognized as revenue in the operating statement.

Credit Risk

The City's investment policy limits investments in medium-term notes (MTN's) to those rated "AA" or higher by a recognized rating service such as Standard and Poor's (S&P) or by Moody's. As of June 30, 2010, the City's Federal Agency investments were rated AAA by S&P; investments in Guaranteed Investment Contracts (GIC) held with Morgan Stanley were rated AAA by S&P and GIC's held with Westdeutsche Landesbank were rated A by S&P. As of June 30, 2010, the City's investments in money market mutual funds are rated AAA by S&P and the City's investment in external investment pools, California Local Agency Investment Fund, is unrated.

Custodial Credit Risk

The custodial credit risk for deposits is the risk that, in the event of the failure of a depository financial institution, a government will not be able to recover deposits or will not be able to recover collateral securities that are in the possession of an outside party. The custodial credit risk for investments is the risk that, in the event of the failure of the counterparty to a transaction, a government will not be able to recover the value of investment or collateral securities that are in the possession of an outside party. The City's investment policy does not address custodial credit risk.

As of June 30, 2010, none of the City's deposits or investments was exposed to custodial credit risk.

Concentration of Credit Risk

The City's investment policy imposes restrictions on the percentage that the City can invest in certain types of investments. As of June 30, 2010, in accordance with GASB Statement No. 40 requirements, the City is exposed to concentration of credit risk whenever they have invested more than 5% of their total investments in any one issuer. As of June 30, 2010, the City has invested $27,300,990 (12.93%) in Federal Home Loan Bank investments, $14,125,970 (6.69%) in Federal Home Loan Mortgage Corporation investments and $53,658,705 (25.42%) in Federal National Mortgage Association investments. Investments guaranteed by the U.S. government and investments in mutual funds and external investment pools are excluded from this requirement.

Interest Rate Risk

The City's investment policy limits investment maturities as a means of managing its exposure to fair value losses arising from increasing interest rates. The City's investment policy states that maturities cannot exceed five years without City Council approval. Investments with fiscal agents are subject to separate provisions as outlined in the related bond indentures. The City has elected to use the segmented time distribution method of disclosure for its interest rate risk.

Note 3: Cash and Investments (Continued)

As of June 30, 2010, the City had the following investments and maturities:

	Investment Maturities (in Years)					
	6 months or less	6 months to 1 year	1 to 3 years	3 to 5 years	More than 5 years	Fair Value
Federal Agency Securities	$ -	$ -	$ -	$ 100,051,601	$ -	$ 100,051,601
Certificates of Deposit	100,000	100,000	-		-	200,000
Money Market Mutual Funds	65,799,184	-	-	-	-	65,799,184
California Local Agency Investment Fund	29,317,334	-	-	-	-	29,317,334
Cash with Fiscal Agents						
Money Market Mutual Funds	14,318,874	-	-	-	-	14,318,874
Guaranteed Investment Contracts	-	-	-	-	1,415,381	1,415,381
	$ 109,535,392	$ 100,000	$ -	$ 100,051,601	$ 1,415,381	$ 211,102,374

Note 4: Interfund Receivable, Payable and Transfers

The composition of interfund balances as of June 30, 2010, is as follows:

Due To/From Other Funds:

Due To Other Funds	Due From Other Funds General Fund
2004 Series A Revenue Bonds	$ 1,250
Non-major Governmental Funds	635,399
Internal Service Funds	49,165
Total	$ 685,814

The due to General Fund of $685,814 from was a result of temporary deficit cash balances in those funds.

Advances To/From Other Funds

	Advances to Other Funds		
Funds	1976 Project Area Operating	Shellmound Project Area Operating	Total
Advances from Other Funds:			
Other Governmental Funds	$ 8,494,300	$ 4,013,150	$ 12,507,450
Total	$ 8,494,300	$ 4,013,150	$ 12,507,450

Park Avenue Park

The Agency received a loan from the City to remediate the two-acre Park Avenue Park pursuant to the Park Avenue District Plan. The remediation was completed the end of 2008. The loan was for $2.0 million and has a 5 percent per annum interest rate for five years. There is a balloon payment of $2.5 million required at the end of the term. The loan can be repaid, penalty-free, at any time. The balance at June 30, 2010 is $809,405.

Note 4: Interfund Receivable, Payable and Transfers (Continued)

Doyle-Hollis Park

On June 5, 2007, the Agency approved the plans and specifications for the remediation of the former Dutro property, site of the future Doyle-Hollis Park bounded by Hollis Street, 61st Street, 62nd Street and Doyle Street.

To accomplish this, the City Council and Agency authorized the execution of a Capital Incentives for Emeryville's Redevelopment and Remediation (*CIERRA*) loan agreement for the remediation of the former Dutro property in the amount of $603,382. The loan bears interest at a rate of 2 percent per annum and will be repaid in three annual installments of $209,405 beginning May 2010. The balance at June 30, 2010 is $406,045. Debt service requirements to maturity for this loan as of June 30, 2010 is as follows:

	Principal	Interest
2010-2011	$ 201,284	$ 8,121
2011-2012	204,761	4,644
Totals	$ 406,045	$ 12,765

Supplemental Educational Revenue Augmentation Fund (SERAF)

On May 4, 2010 the City Council passed a resolution approving an advance from the Combined Low and Moderate Income Housing Fund to the 1976 Project Area Capital Project Fund and Shellmound Project Area Capital Projects Fund for $8,494,300 and $2,797,700, respectively totaling $11,292,000 for the purpose of providing funding to pay the County's "Supplemental" Educational Revenue Augmentation Fund (SERAF) payment for 2009-2010. There is no repayment schedule, however State legislation requires it to be repaid by June 30, 2015 to avoid penalty. If it is not repaid by that date, then the set-aside percentage to Low and Moderate Income Housing will increase from 20% to 25% for the remainder of the life of the Agency.

Interfund Transfers:

	Transfers Out					
	Governmental Activities				Business-Type Activities	
Transfers In	General Fund	1976 Project Area Operating Fund	Shellmound Project Area Operating Fund	Nonmajor Governmental Funds	Sewer Fund	Total
Governmental-Type Funds:						
General Fund	$ -	$ 840,000	$ 840,000	$ 1,476,134	$ 51,500	$ 3,207,634
Housing Revolving Loan Operating Fund	-	-	-	220,000	-	220,000
Shellmound Capital Project	-	-	2,985,757	-	-	2,985,757
Nonmajor Governmental Funds	1,737,851	22,250,944	5,738,647	2,445,740	-	32,173,182
Internal Service Funds	350,000	20,000	20,000	10,000	30,000	430,000
Total	$ 2,087,851	$ 23,110,944	$ 9,584,404	$ 4,151,874	$ 81,500	$ 39,016,573

Note 4: Interfund Receivable, Payable and Transfers (Continued)

The General Fund received $840,000 from the 1976 Project Area Operating Fund, $840,000 from the Shellmound Project Area Operating Fund, $51,500 from the Sewer Fund, and $1,476,134 from other various non-major governmental funds for reimbursed administrative costs.

The Shellmound Project Area Operating Fund transferred $2,985,757 to the Shellmound Capital Project Fund to fund various capital projects.

Note 5: Notes and Loans Receivable

The City and Redevelopment Agency engage in programs designed to encourage construction or improvement in low-to-moderate income housing or other projects. Under these programs, grants or loans are provided under favorable terms to homeowners or developers who agree to spend these funds in accordance with the City and Redevelopment Agency's terms.

Since the City does not expect to collect these loans in the near term, they have been offset by entries to deferred revenue in the fund financial statements.

At June 30, 2010, the notes and loans receivable totaled:

Redevelopment Agency:	
Home Rehabilitation and Assistance	$ 318,020
First-Time Home Buyer	6,519,603
Ownership Housing Assistance	4,529,552
Oliver Lofts Special Assessment Loan Program	310,831
Artists Cooperative	508,648
Bayfront Industrial Center	178,862
Business Development	2,525,674
AIDS Housing Deferred	461,821
Remar Lofts	250,000
Emeryville Town Center (Bay Street)	21,344,000
Emeryville Unified School District	2,947,561
Avalon Commercial LLC	859,698
City of Emeryville:	
Rehab and Assistance	216,879
Cal-Home Loans	1,603,475
Help Housing Loan Program	1,484,568
Marinas International	502,900
Total	$ 44,562,092

a. Home Rehabilitation and Assistance Loans

The Redevelopment Agency administers a housing rehabilitation loan program using Community Development Block Grant funds and Redevelopment Agency Low/Moderate Income Housing Funds. Under these programs, individuals with incomes below a certain level are eligible to receive low interest 15-year loans, secured by deeds of trust, for rehabilitation work on their homes. The loan repayments may be amortized over the life of the loans, deferred or a combination of both.

Note 5: Notes and Loans Receivable (Continued)

b. First-Time Homebuyer Loans

The Redevelopment Agency's First-Time Homebuyer Program offers down payment assistance to low and moderate income first-time homebuyers purchasing a home in the City of Emeryville. The deferred loans bear interest at 5%, require no monthly payments, are not due until the property is sold, transferred or rented and are collateralized by second deeds of trust. The loans are forgiven if the buyer resides in the home for more than 30 years.

c. Ownership Housing Assistance Loans

The Redevelopment Agency's Ownership Housing Assistance Program offers down payment assistance to very-low and low-income homebuyers purchasing a below-market-rate unit in the City of Emeryville. The deferred loans bear interest at a rate that is 75% of the interest rate on the first mortgage, or 5%, whichever is less. The loans require no monthly payments, are not due until the property is sold or transferred, are completely forgiven after 30 years, and are collateralized by subordinate deeds of trust.

d. Oliver Lofts Special Assessment Loan Program

In February 2009, the Redevelopment Agency provided loans to owners of Below Market Rate (BMR) units and market rate units in the Oliver Lofts development. Loans to owners of market rate units are secured by trust deeds, bear interest at 3.7% and are fully amortized over 20 years. Loans to BMR unit owners are partially or fully unsecured and may be deferred payment loans to meet debt-to-income ratio requirements. Deferred loans will be reassessed every five years and converted to amortized loans based on owners' ability to make payments. The BMR loans bear interest at 3.7% and are due in 20 years, with the exception that the deferred loans bear interest at a simple interest rate.

e. Artists Cooperative Loan

The Redevelopment Agency has a receivable from the 45th Street Artists Cooperative, which is due in annual installments until January *5,* 2042. Proceeds from this loan were used to finance the first mortgage on housing units within the Redevelopment Project Area. The loan bears 7% interest until paid in full.

f. Bayfront Industrial Center Loan

The Redevelopment Agency has a receivable from a developer who used proceeds of the loan to construct a parking lot. The loan is secured by a second deed of trust on the project, bears interest at 6.8% and has monthly payments, including interest, of $1,909 due until August 1, 2021.

g. Business Development Loans

The Redevelopment Agency made loans to local business developers within the 1976 and Shellmound Project Areas. These loans were made for the purpose of making property improvements to the businesses. The interest rate on these loans is 3.0%, and they are secured by deeds of trusts or equipment and have monthly payments, including interest, due until 2014.

Note 5: Notes and Loans Receivable (Continued)

h. Bay Bridge Corporation (Aids Housing) Deferred Loan

In May 1995, the Redevelopment Agency loaned $325,000 to a nonprofit public benefit corporation that used the funds to develop a six-unit rental housing project for low income persons who are disabled as a result of being HIV positive or diagnosed with AIDS. The loan is secured by a second deed of trust on the project and bears annual interest rate at 3%. The loan principal and all accrued interest will be due and payable on the earliest of 40 years from the date of the loan, when the property is sold or refinanced or in the event of default on the loan agreement.

i. Remar Lofts Loan

During the fiscal year ended June 30, 2001, the Redevelopment Agency loaned $250,000 to a developer to finance the development of eight residential units at affordable rental levels for moderate income households. The loan is secured by a second deed of trust. The loan does not have a due date and is only obligated to be repaid to the Redevelopment Agency at 8% interest per annum in the event of a violation of the affordability agreement.

j. Emeryville Town Center (Bay Street) Loans

The Redevelopment Agency assembled a 20-acre site in the Bay Street area, demolished existing improvements and cleaned toxic contaminants. An agreement with Madison-Marquette (Bay Street Partners, LLC), the developer, provides for the Redevelopment Agency sale of the property for the construction of a one million square foot mixed-use project consisting of 400,000 square feet of retail space, 350 residential units and a 250-room hotel.

During fiscal year ended June 30, 2001, the Redevelopment Agency sold the property for $25,500,000. The developer paid $1,800,000 to the Redevelopment Agency and executed a loan payable to the Redevelopment Agency in the amount of $23,700,000 secured by an option agreement under which the Redevelopment Agency may purchase the retail parking parcel and structure from the developer for $1. $3,300,000 receivable was due the earlier of December 31, 2002 or upon the issuance of a certificate of occupancy for the first tenant. The remaining principal and interest are due annually commencing the tenth year of the Town Center operations with the final payment due in the 25th year of operation. In fiscal year 2003, $3,300,000 was received.

k. Emeryville Unified School District

On March 25, 2008, the Redevelopment Agency made a facilities loan of $2,836,648 to the Emery Unified School District (EUSD) for the Emeryville Center of Community Life (ECCL) Project. The ECCL is a vision for the centralized and coordinated delivery of social, educational, and recreation resources for all members of the Emeryville community and includes the enhancement of existing facilities and programs provided by EUSD. The facilities loan will be used by EUSD to provide supplemental funding of project costs for a two story modular classroom for Anna Yates Elementary School and the replacement of the playing field and the renovation of the Industrial Arts building at Emery Secondary School. The loan has an interest rate of 4.577333% and is amortized over 16 years with repayment made semi-annually effective December 31, 2008 from EUSD's share of AB 1290 pass through payments that would otherwise be available for educational facilities.

Note 5: Notes and Loans Receivable (Continued)

l. Avalon Commercial LLC

On December 4, 1998, the Redevelopment Agency loaned the developer of the Avalon Senior Housing Project $475,000 to cover development costs associated with the commercial space of the project. The interest rate is 7% and secured by a deed of trust on the property. Payments of principal and interest are to be made from residual cash flow as defined in the promissory note with the full amount of outstanding principal and interest due the earliest of 55 years from the date of the note, when the property is sold or refinanced, or in the event of default on the loan agreement.

m. Rehab and Assistance Loans

The Economic Development and Housing Department administers a housing rehabilitation loan program using Community Development Block Grant funds. Under this program, individuals with income below a certain level are eligible to receive low interest, 15-year loans, secured by deeds of trust, for rehabilitation work on their homes. The loan repayments may be amortized over the life of the loans, deferred or a combination of both.

n. Cal Home Loans

The City's Cal Home Program offers down payment assistance to lower-income homebuyers purchasing a home in the City of Emeryville. The deferred loans are provided at a 3% simple interest rate, require no monthly payments, are not due until the property is sold, transferred or rented or 30 years, whichever occurs first. The loans allow interest to be forgiven after 30 years, and are collateralized by subordinate deeds of trust.

o. Help Housing Loan Program

The City's Help Program offers down payment assistance to lower-income homebuyers purchasing a Below-Market-Rate home in the City of Emeryville. The deferred loans are provided at 3% simple interest rate, require no monthly payments, are not due until the properly is sold, transferred or rented or 30 years, whichever occurs first. The loans allow interest to be forgiven after 30 years, and are collateralized by subordinate deeds of trust.

p. Marinas International

On December 15, 2009 the City loaned Westrec Marina Management $502,900 to complete improvements to the fuel dock. Once improvements have been completed the City will transfer ownership of the fuel dock when completed. Payments of principal and interest are made annually commencing on January 1, 2010 with a balloon payment on October 1, 2023 if the lease is not extended.

Note 6: Development Agreements

The City and Redevelopment Agency have entered into a variety of development agreements with third parties to provide needed improvements and projects. Activities under agreements that are completed or for which there are continuing commitments are disclosed below. The City and Redevelopment Agency have other agreements that entitle them to collect certain loans or notes receivables, which are disclosed above.

a. Land Held for Redevelopment

The Redevelopment Agency has purchased parcels of land as part of its efforts to develop or redevelop blighted properties within the Redevelopment areas. Such land parcels are accounted for at the lower of cost or net realizable value or agreed-upon sales price if a disposition agreement has been made with a developer.

b. Development of Emeryville Amtrak Station

In March of 1993, the Redevelopment Agency entered into a Participation Agreement with Wareham Development Corporation to develop the Emeryville Amtrak Station. Under the terms of the Participation Agreement, the Redevelopment Agency developed the station public improvements including tracks, platforms, parking, landscaping and street improvements. Wareham developed the station building, which the Redevelopment Agency leases from Wareham and subleases to Amtrak for a period of 25 years, after which time ownership of the station goes to Amtrak.

The Redevelopment Agency is paying annual lease payments of $164,942 for the next 14 years. Under the lease terms, the Redevelopment Agency is also responsible for property taxes. Under the terms of the Redevelopment Agency's sublease of the Amtrak Station to the National Railroad Passenger Cooperation (Amtrak), the Redevelopment Agency will receive payments as follows:

Year Ending June 30,	Amount
2011	$ 90,000
2012	90,000
2013	90,000
2014	90,000
2015	90,000
2015-2020	270,000
Total	$ 720,000

c. Novartis Corporation Project

The Redevelopment Agency has a Development Agreement with Novartis Corporation under which the Redevelopment Agency will reimburse the Corporation for extraordinary costs incurred in remediating and improving property to be used as a site for expansion of its Biotech Research facilities. The Corporation constructed the first building of the project and is entitled to receive 40% of future tax increment revenue generated by the Project until fiscal 2026-2027 subject to certain limitations defined in the Agreement. No payments were due during the current year.

Note 6: Development Agreements (Continued)

d. Pixar

Pixar has agreed to reimburse the Redevelopment Agency for costs of acquiring a portion of Watts Street, which is to be used along with property owned by Pixar to construct a two-phase project involving headquarters and an animation studio. As of June 30, 2010, phase two of the project was under construction.

e. Emeryville Town Center (Bay Street)

The developer has acquired parcels from the Redevelopment Agency for use as a site for the Emeryville Town Center (Bay Street) in exchange for a note receivable due to the Redevelopment Agency, which is disclosed in Note 5 above.

Note 7: Capital Assets

a. Capital asset activity for the year ending June 30, 2010, is as follows:

	Balance at July 1, 2009	Transfers	Additions	Deletions	Balance at June 30, 2010
Governmental Activities:					
Capital assets not being depreciated:					
Land	$ 26,788,676	$ -	$ -	$ -	$ 26,788,676
Construction in progress	3,476,181		6,515,169	-	9,991,350
Total Capital Assets Not Being Depreciated	30,264,857	-	6,515,169	-	36,780,026
Capital assets being depreciated:					
Park and other improvements	9,619,907	-	-	-	9,619,907
Buildings and improvements	35,858,100	-	-	-	35,858,100
Furnishings, vehicles and equipment	7,365,604	-	1,423,015	(111,168)	8,677,451
Marina improvements	8,679,176	-	-	-	8,679,176
Grading, curbs, gutters, sidewalks and driveway approaches	33,725,418	-	78,229	-	33,803,647
Total Capital Assets Being Depreciated	95,248,205	-	1,501,244	(111,168)	96,638,281
Less accumulated depreciation for:					
Park and other improvements	2,808,587	-	488,537	-	3,297,124
Buildings and improvements	12,511,491	-	762,432	-	13,273,923
Furnishings, vehicles and equipment	5,368,412	-	403,497	(106,162)	5,665,747
Marina improvements	2,578,388	-	591,166	-	3,169,554
Grading, curbs, gutters, sidewalks and driveway approaches	19,406,626	-	898,438	-	20,305,064
Total Accumulated Depreciation	42,673,504	-	3,144,070	(106,162)	45,711,412
Net capital assets being depreciated	52,574,701	-	(1,642,826)	(5,006)	50,926,869
Governmental Activity Capital Assets, Net	$ 82,839,558	$ -	$ 4,872,343	$ (5,006)	$ 87,706,895

Note 7: Capital Assets (Continued)

	Balance at July 1, 2009	Additions	Deletions	Balance at June 30, 2010
Business-Type Activities:				
Capital Assets, not being depreciated				
Construction in progress	$ -	$ 1,114,994	$ -	$ 1,114,994
Total Capital Assets Not Being Depreciated:	-	1,114,994	-	1,114,994
Capital assets being depreciated:				
Sewer, buildings and improvements	$ 487,482	$ -	$ -	$ 487,482
Sewer, automobile and equipment	5,396	-	-	5,396
Sewer improvements	3,486,934	-	-	3,486,934
Total Capital Assets Being Depreciated	3,979,812	-	-	3,979,812
Less accumulated depreciation for:				
Sewer, buildings and improvements	19,502	9,750	-	29,252
Sewer, automobile and equipment	5,396	-	-	5,396
Sewer improvements	1,137,395	53,296	-	1,190,691
Total Accumulated Depreciation	1,162,293	63,046	-	1,225,339
Net capital assets being depreciated	2,817,519	(63,046)	-	2,754,473
Business-Type Activity Capital Assets, Net	$ 2,817,519	$ 1,051,948	$ -	$ 3,869,467

b. Depreciation Allocation

Depreciation expense was charged to functions and programs based on their usage of the related assets. The amounts allocated to each function or program were as follows:

Governmental Activities:	
City council	$ 6,712
City manager	5,398
City attorney	65
Finance	98
Information technology	4,974
Human resources	180
Planning and building	49,769
Economic development	43,495
Redevelopment	50,410
Non-departmental operations	836,698
Police	170,882
Fire	141,349
Public works	1,755,801
Child development	41,281
Recreation	32,430
Senior center	4,528
Total Depreciation Expense	$ 3,144,070
Business-Type Activities:	
Sewer	$ 63,046

Note 8: Long-Term Debt

The following is a summary of the changes in long-term debt for the fiscal year ended June 30, 2010:

	Balance at July 1, 2009	Additions	Refunding and Retirements	Balance at June 30, 2010	Current Portion
Governmental Activity Long-Term Liabiltities:					
Redevelopment Agency Bonds:					
Public Financing Authority Revenue Bonds, Series 2004A,	$ 72,880,000	$ -	$ 2,135,000	$ 70,745,000	$ 2,205,000
Public Financing Authority Revenue Bonds, 2002 Series A, 2.00%-5.25%, due 9/01/21	17,015,000	-	1,015,000	16,000,000	1,050,000
Public Financing Authority Revenue Bonds, 2001 Series A, 4.00%-5.20%, due 9/01/31	19,385,000	-	625,000	18,760,000	650,000
Public Financing Authority Revenue Bonds, 2001 Series B, 7.02%-7.20%, due 9/01/31	3,215,000	-	40,000	3,175,000	50,000
Public Financing Authority Revenue Bonds, 1998 Series B, 4.00%-5.00%, due 9/01/28	41,715,000	-	1,125,000	40,590,000	1,180,000
Public Financing Authority Revenue Bonds, 1998 Series C, 5.75%-6.75%, due 9/01/26	14,890,000	-	420,000	14,470,000	440,000
Public Financing Authority Revenue Bonds, Series 1995, 4.00%-6.20%, due 9/01/25	5,510,000	-	195,000	5,315,000	205,000
Total Redevelopment Agency Bonds	174,610,000	-	5,555,000	169,055,000	5,780,000
Add:					
Unamortized bond premium	1,327,174	-	52,726	1,274,448	
Net Redevelopment Agency Debt	175,937,174	-	5,607,726	170,329,448	
City Obligations:					
Capital lease	61,486	-	13,869	47,617	14,749
Public Financing Authority Lease Revenue Bonds, 1998 Series A, 3.80%-5.00%, due 5/01/28	5,530,000	-	185,000	5,345,000	190,000
Compensated absences	3,552,924	407,296	354,813	3,605,407	346,888
Claims and judgment	1,450,365	745,335	734,978	1,460,722	950,591
Total City obligations	10,594,773	1,152,631	1,288,660	10,458,746	1,502,228
Total Governmental Activity Long-Term Liabilities	$ 186,531,947	$ 1,152,631	$ 6,896,386	$ 180,788,194	$ 7,282,228
Business-Type Activity Long-Term Liabilities:					
Sewer Loan Payable, 3.00%, due 5/18/13	$ 91,165	$ -	$ 21,794	$ 69,371	$ 22,447
Total Business-Type Activity Long-Term Liabilties	$ 91,165	$ -	$ 21,794	$ 69,371	$ 22,447

a. Public Financing Authority Revenue Bonds, 2004 Series A

On August 12, 2004, the Public Financing Authority issued $78,790,000 of Emeryville Public Financing Authority, Revenue Bonds, 2004 Series A to provide financing for various redevelopment projects, and to fund a debt service reserve fund.

Redevelopment Agency tax increment revenue is pledged for the repayment of these bonds. Interest is due semiannually each September 1 and March 1. Interest rates on the bonds range from 3.50% to 5.00%. Commencing 2006, principal is payable each September 1 through 2034.

Note 8: Long-Term Debt (Continued)

The annual requirements to amortize the outstanding bond indebtedness as of June 30, 2010, including interest, are as follows:

	Public Financing Authority, Revenue Bonds, 2004 Series A	
	Principal	Interest
2010-2011	$ 2,205,000	$ 3,199,650
2011-2012	2,310,000	3,092,550
2012-2013	2,420,000	2,980,075
2013-2014	2,535,000	2,856,200
2014-2015	2,660,000	2,726,325
2015-2020	15,180,000	11,806,398
2020-2025	18,705,000	8,161,811
2025-2030	13,495,000	3,929,168
2030-2035	11,235,000	1,583,404
Totals	$ 70,745,000	$ 40,335,581

b. Public Financing Authority Revenue Bonds, 2002 Series A

On November 19, 2002, the City and Redevelopment Agency jointly issued, through a financing intermediary called the Emeryville Public Financing Authority, $22,120,000 in Revenue Bonds Series A (2002 Bonds). The bonds' proceeds were used to defease the outstanding 1993 Series A Revenue Bonds, to provide financing for various redevelopment projects, and to fund a debt service reserve fund. A portion of proceeds from the 2002 Bonds was placed in an irrevocable trust to provide all the future debt service payments in the defeased 1993 Bonds. The defeased 1993 Bonds were called on January 2003. As a result of the refunding, the aggregate debt service was decreased by $2,913, and an economic gain of $2,851,526 was realized.

Redevelopment Agency tax increment revenue is pledged for the repayment of the 2002 Bonds. Interest is due semi-annually each September 1 and March 1. Commencing 2003, principal is payable each September 1 through 2021. Interest rates on the bonds range from 2.00% to 5.25%.

The annual requirements to amortize the outstanding bond indebtedness as of June 30, 2010, including interest, are as follows:

	Public Financing Authority, Revenue Bonds, 2002 Series A	
	Principal	Interest
2010-2011	$ 1,050,000	$ 744,958
2011-2012	1,080,000	709,535
2012-2013	1,120,000	671,575
2013-2014	1,160,000	630,225
2014-2015	1,205,000	576,844
2015-2020	7,030,000	1,841,700
2020-2022	3,355,000	178,369
Totals	$ 16,000,000	$ 5,353,206

Note 8: Long-Term Debt (Continued)

c. Public Financing Authority Revenue Bonds, 2001 Series A and Series B

On July 1, 2001, the City and Redevelopment Agency jointly issued, through a financing intermediary called the Emeryville Public Financing Authority, Revenue Bonds, 2001 Series A and 2001 Series B in the principal amounts of $23,000,000 and $3,420,000, respectively. The proceeds of Series A Bonds were used to finance redevelopment activities within the Emeryville Redevelopment Project Area and Shellmound Redevelopment Project Area.

The proceeds of Series B Bonds were used to finance low and moderate income housing projects. The Series A Bonds are secured by a pledge of the Redevelopment Tax Increment Revenues and Series B Bonds are secured by Housing Set Aside revenue. Interest is due semi-annually each September 1 and March 1. Commencing 2002, principal is payable each September 1 through 2031. Interest rates on the bonds range from 4.00% to 5.125%.

The annual requirements to amortize the outstanding bond indebtedness as of June 30, 2010, including interest, are as follows:

	Public Financing Authority, Revenue Bonds, 2001 Series A		Public Financing Authority, Revenue Bonds, 2001 Series B	
	Principal	Interest	Principal	Interest
2010-2011	$ 650,000	$ 919,100	$ 50,000	$ 225,531
2011-2012	680,000	890,830	50,000	222,021
2012-2013	705,000	860,524	55,000	218,336
2013-2014	740,000	828,188	55,000	214,475
2014-2015	775,000	793,713	60,000	210,438
2015-2020	4,440,000	3,354,915	370,000	979,533
2020-2025	5,690,000	2,064,238	515,000	824,139
2025-2030	3,675,000	699,947	1,245,000	548,820
2030-2032	1,405,000	72,903	775,000	56,700
Totals	$ 18,760,000	$ 10,484,358	$ 3,175,000	$ 3,499,993

d. Public Financing Authority Lease Revenue Bonds, 1998 Series A

The Emeryville Public Financing Authority Lease Revenue Bonds, 1998 Series A were issued in the principal amount of $7,000,000 to finance the cost of acquisition of certain property and the rehabilitation, construction, installation and equipping of certain facilities that comprise the City's Civic Center located at 1333 Park Avenue. The bonds are special obligations payable solely from and secured by lease payments to be made from the General Fund of the City. The bonds pay interest semi-annually at rates ranging from 3.80% to 5.00% and mature from May 2000 through May 2028.

Note 8: Long-Term Debt (Continued)

The annual requirements to amortize the outstanding bond indebtedness as of June 30, 2010, including interest, are as follows:

	Lease Revenue Bonds, 1998 Series A	
	Principal	Interest
2010-2011	$ 190,000	$ 265,365
2011-2012	200,000	256,625
2012-2013	210,000	247,225
2013-2014	220,000	237,250
2014-2015	230,000	226,250
2015-2020	1,340,000	946,000
2020-2025	1,710,000	576,000
2025-2028	1,245,000	126,500
Totals	$ 5,345,000	$ 2,881,215

e. Public Financing Authority Revenue Bonds, 1998 Series B and Series C

On July 23, 1998, the City and Redevelopment Agency jointly issued, through a financing intermediary called the Emeryville Public Financing Authority, Revenue Bonds, 1998 Series B and 1998 Series C in the principal amounts of $50,650,000 and $17,905,000, respectively, to finance certain redevelopment projects. The bonds' proceeds were also used to refund a portion of Revenue Bonds, Series 1995 and a portion of 1993 Revenue Bonds, Series A, and to refund all of the Revenue Bonds, Series 1994 by purchasing Federal Securities that were deposited in irrevocable trusts with an escrow agent to provide future debt payments on the refunded bonds.

Redevelopment Agency tax increment revenue is pledged for the repayment of the 1998 Bonds. Interest is due semi-annually each September 1 and March 1. Commencing 1999, principal is payable each September 1 through 2028 for Series B Bonds and 2026 for Series C Bonds. Interest rates on the bonds range from 4.00% to 6.75%.

The annual requirements to amortize the outstanding bond indebtedness as of June 30, 2010, including interest, are as follows:

	Public Financing Authority, Revenue Bonds, 1998 Series B		Public Financing Authority, Revenue Bonds, 1998 Series C	
	Principal	Interest	Principal	Interest
2010-2011	$ 1,180,000	$ 1,992,110	$ 440,000	$ 954,594
2011-2012	1,235,000	1,935,491	475,000	924,284
2012-2013	1,295,000	1,875,080	505,000	891,822
2013-2014	1,350,000	1,810,250	545,000	857,041
2014-2015	1,425,000	1,740,875	575,000	819,941
2015-2020	8,270,000	7,532,250	3,505,000	3,454,428
2020-2025	16,245,000	4,773,625	4,860,000	2,065,838
2025-2029	9,590,000	560,000	3,565,000	280,631
Totals	$ 40,590,000	$ 22,219,681	$ 14,470,000	$ 10,248,579

Note 8: Long-Term Debt (Continued)

f. Public Financing Authority Revenue Bonds, Series 1995

The Revenue Bonds, Series 1995 were issued in the principal amount of $6,740,000 to refinance the Redevelopment Agency's share of the cost of acquisition, construction and funding for low and moderate income housing projects. The bonds are special obligations of the Redevelopment Agency payable solely from and secured by a pledge of and lien upon tax increment revenues. The bonds pay interest semi-annually at rates ranging from 4.00% to 6.20% and mature from September 1996 through September 2025. The proceeds from the bonds were used to advance refund outstanding 1990 Housing Revenue Bonds, Increment Series A (Refunded Bonds) by purchasing U.S. government securities, which were deposited in an irrevocable trust with an escrow agent to provide for all future debt service payments on the Refunded Bonds. As a result, the 1990 Bonds were considered to be defeased and the liability for those obligations was removed from the Redevelopment Agency's financial statements.

The annual requirements to amortize the outstanding bond indebtedness as of June 30, 2010, including interest, are as follows:

	Public Financing Authority, Revenue Bonds, Series 1995	
	Principal	Interest
2010-2011	$ 205,000	$ 322,336
2011-2012	220,000	309,476
2012-2013	230,000	295,751
2013-2014	245,000	281,233
2014-2015	260,000	265,670
2015-2020	1,555,000	1,058,805
2020-2025	2,105,000	495,845
2025-2026	495,000	15,345
Totals	$ 5,315,000	$ 3,044,461

g. Capital Lease

The City has entered into lease agreements for a Ford vehicle. For accounting purposes, the lease agreements qualify as capital leases and, therefore, have been recorded at the present value of the future minimum lease payments as of the inception date. The interest rate on all of the capital leases is 6.35%. The assets acquired through capital leases are included in capital assets at a cost of $78,226.

The annual requirements to amortize the outstanding bond indebtedness as of June 30, 2010, including interest, are as follows:

	Capital Lease - Ford Motor Credit Company	
	Principal	Interest
2010-2011	$ 14,749	$ 2,991
2011-2012	15,686	2,055
2012-2013	17,182	1,059
Totals	$ 47,617	$ 6,105

Note 8: Long-Term Debt (Continued)

h. Sewer Loan Payable

The City borrowed $363,467 from the State Water Resources Control Board, which was used to replace sewers on Landregan, Peladeau and Hollis Streets north of Powell Street. The principal and interest payments are due annually on May 1 until 2013.

At June 30, 2010, the annual requirements to repay the outstanding indebtedness were as follows:

	Sewer Loan Payable	
	Principal	Interest
2010-2011	$ 22,447	$ 2,081
2011-2012	23,121	1,408
2012-2013	23,803	714
Totals	$ 69,371	$ 4,203

i. Public Financing Authority 1999 Revenue Bonds Without City Commitment

On July 21, 1999, the Public Financing Authority issued $14,420,000 1999 Revenue Bonds to refinance three previously issued bonds: The West Emeryville Assessment District Improvement Bonds, the Bay Street-Shellmound Street Extension Assessment District Limited Obligation Bonds, and the East Bay Bridge Assessment District Limited Obligation Improvement Bonds, No. 1993-1. In addition, proceeds of the 1999 Revenue Bonds have been used to finance acquisition and construction of certain capital improvements in the City. The City is in no way liable for repayment of the bonds, but acts as agent for the property owners in collecting the assessments, forwarding the collections to bondholders, and initiating foreclosure proceedings, if appropriate.

j. Housing Revenue Bonds Without City/Redevelopment Agency Commitment

On August 15, 1996, the Redevelopment Agency assisted in the issuance of $16,470,000 in Revenue Bonds for the purpose of providing funds to make a loan to East Bay Bridge Partners to provide permanent financing for a multifamily rental housing project known as the East Bay Bridge Project. Principal and interest on the bonds are payable semi-annually on March 1 and September 1 of each year commencing March 1, 1998. The Redevelopment Agency has no legal or moral commitment for the repayment of these bonds.

On October 9, 2002, the Redevelopment Agency assisted in the issuance of $66,715,000 in Multifamily Housing Refunding Revenue Bonds, Series 2002 A for the purpose of providing funds to make a loan to Bay Street Housing Partners to provide financing for the acquisition and construction of a multifamily residential project known as Bay Street Apartments. Interest on the bonds is payable on the 15th day of each month commencing October 15, 2002. The bonds are due October 15, 2042. The Redevelopment Agency has no legal or moral commitment for the repayment of these bonds.

The Redevelopment Agency assisted in the issuance of $21,000,000 in Multifamily Housing Refunding Revenue Bonds, Series 2005 A for the purpose of providing funds to make a loan to Bay Street Partners to provide additional financing for the construction of

Note 8: Long-Term Debt (Continued)

a multifamily residential project know as Bay Street Apartments. This was done in December 2005 and these bonds provided additional financing to the previously issued Multifamily Housing Refunding Revenue Bonds, Series 2002 A. Due to cost overruns in connection with the project, the Borrower requested that the Redevelopment Agency sell the additional bonds. The Agency has no legal or moral commitment for the repayment of these bonds.

k. As previously discussed, the Redevelopment Agency has pledged, as security for bonds it has issued, either directly or through the Financing Authority, a portion of the tax increment revenue(including Low and Moderate Income Housing set-inside) that it receives. These bonds were to provide financing for various capital projects, accomplish Low and Moderate Income Housing projects and to defease previously issued bonds. The Redevelopment Agency has committed to appropriate each year, from these resources amounts sufficient to cover the principal and interest requirements on the debt. Total principal and interest remaining on the debt is $264,240,859 with annual debt service requirements as indicated above. For the current year, the total tax increment revenue, net of pass through payments, recognized by the Redevelopment Agency was $30,755,908 and the debt service obligation on the bonds was $14,160,666.

l. Defeased Bonds

On June 30, 2010, outstanding balances for defeased debt were $5,345,000, $39,410,000 and $14,030,000 for the refunded portion of the Public Financing Authority Revenue Bonds Series 1998 A, 1998 B and 1998 C, respectively and $1,245,000 for the 1979 Residential Mortgage Revenue Bonds.

Note 9: Retirement Benefits

a. CALPERS

Substantially all full-time City employees are eligible to participate in pension plans offered by California Public Employees Retirement System (CALPERS). CALPERS acts as a common investment and administrative agent for its participating member employers. CALPERS provides retirement and disability benefits, annual cost of living adjustments and death benefits to plan members who must be public employees and beneficiaries. Benefit provisions are established by state statute and City resolution. Benefits are based on years of credited service, equal to one year of full-time employment. Funding contributions are determined annually on an actuarial basis as of June 30 by CALPERS; the City must contribute these amounts.

The City's labor contracts for miscellaneous and certain public safety employees require the City to pay employee contributions as well as its own.

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

Note 9: Retirement Benefits (Continued)

actuarial assumptions used to compute contribution requirements are also used to compute the actuarial accrued liability. The City uses the actuarially determined percentages of payroll to calculate and pay contributions to CALPERS. The City does not have a net pension obligation since it pays these actuarially required contributions monthly. Audited annual financial statements are available from CALPERS at P.O. Box 942709, Sacramento, CA 94229-2709.

Miscellaneous Employees Plan

Plan Description

The City of Emeryville contributes to CALPERS, an agent multiple-employer public employee defined benefit pension plan.

Funding Policy

The Plans' provisions and benefits in effect at June 30, 2010, are summarized as follows:

	Miscellaneous
Benefit vesting schedule	5 years service
Benefit payments	monthly for life
Retirement age	50
Monthly benefits, as a % of annual salary	1.012% - 2.418%
Required employee contribution rates	7%
Required employer contribution rates	9.609%

Annual Pension Cost

For the year ended June 30, 2010, the City's annual pension cost (employer contribution) of $1,232,505 was equal to the City's required and actual contributions. The required contribution was determined as part of the June 30, 2007, actuarial valuation using the entry age normal actuarial cost method.

Three Year Trend Information For PERS
(Amounts in Thousands)

Fiscal Year	Annual Pension Cost (APC)	Percentage of APC Contributed	Net Pension Obligation
6/30/2008	$ 1,112,321	100%	$ -
6/30/2009	1,229,443	100%	-
6/30/2010	1,232,505	100%	-

A summary of principal assumptions and methods used to determine the ARC is shown below.

Valuation Date	June 30, 2008
Actuarial Cost Method	Entry Age Actuarial Cost Method
Amortization Method	Level Percent of Payroll
Average Remaining Period	32 Years as of the Valuation Date
Asset Valuation Method	15 Year Smoothed Market
Actuarial Assumptions	
Investment Rate of Return	7.75% (net of administrative expenses)

Note 9: Retirement Benefits (Continued)

Projected Salary Increases	3.25% to 14.45% depending on Age, Service, and type of employment
Inflation	3.00%
Payroll Growth	3.25%
Individual Salary Growth	A merit scale varying by duration of employment coupled with an assumed annual inflation growth of 3.00% and an annual production growth of 0.25%.

Initial plan unfunded liabilities are amortized over a closed period that depends on the plan's date of entry into Cal PERS. Subsequent plan amendments are amortized as a level percentage of pay over a closed 20-year period. Gains and losses that occur in the operation of the plan are amortized over a 30 year rolling period, which results in an amortization of about 6% of unamortized gains and losses each year. If the plan's accrued liability exceeds the actuarial value of plan assets, then the amortization payment on the total unfunded liability may not be lower than the payment calculated over a 30 year amortization period.

The latest information available for the plans' actuarial value (which differs from fair value) and funding progress over the past three years are set forth below at their actuarial valuation date of June 30.

Schedule of Funding Progress for PERS
Miscellaneous Plan (Management of Emeryville Services Authority)
Most Recent Available

Valuation Date	Entry Age Accrued Liability	Value of Assets	Unfunded Liability	Funded Ratio (AVA)	Funded Ratio Market Value	Annual Covered Payroll	Unfunded Liability as % of Payroll
6/30/2006	$ 25,834,414	$ 24,911,667	$ 922,747	96.4%	101.6%	$ 6,529,345	14.1%
6/30/2007	28,777,171	27,452,754	1,324,417	95.4%	109.5%	6,723,132	19.7%
6/30/2008	31,165,038	29,718,026	1,447,012	95.4%	96.4%	7,479,038	19.3%

Safety Employees Plan

Plan Description

The City of Emeryville contributes to CALPERS, a cost-sharing multiple-employer public employee defined benefit pension plan.

Funding Policy

The Plans' provisions and benefits in effect at June 30, 2010, are summarized as follows:

Note 9: Retirement Benefits (Continued)

	Fire	Police
Benefit vesting schedule	5 years service	5 years service
Benefit payments	monthly for life	monthly for life
Retirement age	50	50
Monthly benefits, as a % of annual salary	2.400% - 3.000%	2.400% - 3.000%
Required employee contribution rates	9%	9%
Required employer contribution rates	19.448%	32.645%

For fiscal year 2009-2010, the City of Emeryville participated in risk pooling. Risk pooling consists of combining assets and liabilities across employers to produce large groups where the impact of a catastrophic demographic event is shared among all employers of the same risk pool. Participation in risk pools is mandatory for all rate plans with less than 100 active members. Mandated participation in risk pools was initially based on the active membership of each rate plan as of June 30, 2003. The implementation of risk pools was done in a way that minimizes the impact on employer contribution rates. The first year in risk pools, the employer contribution rates are almost identical to what the rates would have been outside pools. Future rates will be based on the experience of each pool. Pooling will reduce the volatility of future employer rates. Mandated participation will occur on an annual basis. If on any valuation date starting with the June 30, 2003, valuation, a rate plan has less than 100 active members, it will be mandated in one of the risk pools effective on that valuation date. It is not required to disclose the market value of net assets for safety employees.

Annual Pension Cost

The City's annual pension cost and change in net pension asset for fiscal year ending June 30, 2010, were as follows:

Annual required contribution	$ 2,294,645
Interest on net pension asset	(577,673)
Adjustment to annual required contribution	652,582
Annual pension cost (expense)	2,369,554
Contributions made	2,294,645
(Increase)/decrease in net pension asset	74,909
Net pension asset (obligation) - beginning of year	7,453,849
Net pension asset (obligation) - end of year	$ 7,378,940

The required contribution was determined as part of the June 30, 2009 actuarial valuation using the entry age normal actuarial cost method.

Note 9: Retirement Benefits (Continued)

Three Year Trend Information For PERS
(Amounts in Thousands)

Fiscal Year	Annual Pension Cost (APC)	Percentage of APC Contributed	Net Pension Obligation
6/30/2008	$ 7,429,630	100%	$ (5,000,000)
6/30/2009	4,521,110	100%	(7,453,849)
6/30/2010	2,294,645	100%	(7,378,940)

b. Social Security and Medicare

The Omnibus Budget Reconciliation Act of 1990 (OBRA) mandates that public sector employees who are not members of their employer's existing system as of January 1, 1992, be covered by either Social Security or an alternative plan.

The City's part-time seasonal and temporary employees are covered under an alternative plan, which requires these employees to contribute 7.50% of the employees' pay. Total contributions for Social Security and Medicare during the year ended June 30, 2010, amounted to $449,659, of which the City paid half.

c. City Plan

The City of Emeryville Pension Plan is a closed single-employer defined benefit pension plan that provides benefits to four participants. The plan is closed and no new members may participate. Benefits are paid monthly and increase 2% annually as required by the City. During the year ended June 30, 2010, the City paid $70,414 in retirement benefits. The activities of the plan are included in the Pension Trust Fund. The plan does not issue separate financial statements.

Under the City's old retirement plan, the actuarial accrued liability presented below was determined as part of an actuarial valuation performed at June 30, 2009 (actuarial valuations for this plan are performed every three years). The projected unit cost method and significant actuarial assumptions used in determining the actuarial accrued liability included a rate of return on the investment of present and future assets of 4.5% per year compounded annually and a projected salary increases of 2.0% per year compounded annually attributable to inflation for pension benefits.

The Plan had an actuarial unfunded liability at June 30, 2010, as shown below:

Actuarial accrued liability at June 30, 2009	$ 512,000
Book value of assets available for benefits, as of June 30, 2009	(156,132)
Actuarial unfunded liability	$ 355,868

Note 10: Post-Employment Benefits Other Than Pensions

Plan Description

The City has established a qualified OPEB trust with the California Government Voluntary Employee Beneficiary Association (VEBA) to perform post retirement medical reimbursement.

Funding Policy

Currently, the City funds retiree healthcare benefits on a pay-as-you-go basis, paying for retiree benefits from the City's post employment internal service fund as they are due. For fiscal year 2009-2010, the City paid $215,709 for benefits for retired employees.

Annual OPEB Cost and Net OPEB Obligation

The City's annual other postemployment benefits (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 cost each year and amortize any unfunded actuarial liabilities over a period not to exceed thirty years. The following table shows the components of the City's annual OPEB cost for the year, the amount actually contributed to the plan, and changes in the City's net OPEB obligation:

Annual required contribution (ARC)	$ 400,816
Interest on net pension obligation	(18,458)
Adjustment to ARC	16,483
Annual OPEB cost	398,841
Contribution made	215,709
Increase (decrease) in net OPEB obligation	183,132
Net OPEB obligation (asset) - July 1, 2008	(369,163)
Net OPEB obligation (asset) - June 30, 2009	$ (186,031)

The City's annual OPEB cost, the percentage of annual OPEB cost contributed to the plan, and the net OPEB obligation for the 2009-10 fiscal year and the two preceding years were as follows:

Fiscal Year Ended	Annual OPEB Cost	Percentage of Annual OPEB Cost Contributed	Net OPEB Obligation
06/30/08	n/a	n/a	n/a
06/30/09	$ 400,816	192.10%	$ (369,163)
06/30/10	400,816	53.82%	(186,031)

Funded Status and Funding Progress

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

Note 10: Post-Employment Benefits Other Than Pensions (Continued)

future. Examples include assumptions about future employment, mortality, and the healthcare cost trends.

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 below 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. Actuarial valuations are performed every two years. The information presented below is based on the most recent information available.

Schedule of Funding Progress for OPEB
(Amount in Thousands)

Actuarial Valuation Date	Actuarial Valuation of Assets	Actuarial Accrued Liability (AAL) Entry Age	Unfunded AAL (UAAL)	Funded Ratio	Covered Payroll	UAAL as a % of Covered Payroll
3/1/2008	$ -	$ 6,520	$ 6,154	5.6%	$ 70,414	8.7%

Actuarial Methods and Assumptions

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.

The actuarial valuation dated March 1, 2008, used the Entry Age Normal actuarial cost method, an annual inflation rate of 3% and a discount rate of 5% which is the long-term expected rate of return on plan assets or the City's investment fund. The unfunded accrued actuarial liability (UAAL) is being amortized over a 30-year period as a level percentage of payroll beginning with the 2009-10 fiscal year.

Under the memorandum of understanding of the Emeryville Police Officer Association, the International Association of Fire Fighters, Local 55, the Service Employee International Union and the Management of Emeryville Services Authority, the City provides post retirement health care benefits to eligible employees. The City pays 100% of benefit up to a cap depending on the retiree's bargaining unit. Currently, 93 retirees are receiving medical benefits and 165 employees are covered by the plan. During the year ended June 30, 2010, expenditures of $215,709 were recognized for post retirement health care.

Note 11: Deferred Compensation Plan

City employees may defer a portion of their compensation under a City sponsored Deferred Compensation Plan created in accordance with Internal Revenue Code Section 457 and 401(a). Under these plans, participants are not taxed on the deferred portion of their compensation until distributed to them; distributions may be made only at termination, retirement, death or in certain hardships as defined by the plan.

The laws governing deferred compensation plan assets require plan assets to be held by a Trust for the exclusive benefit of plan participants and their beneficiaries. Since the assets held under these plans are not the City's property and are not subject to City control, they have been excluded from these financial statements.

Note 12: Risk Management

The City manages risk by participating in the public entity risk pools described below and by retaining certain risks.

Public entity risk pools are formally organized and separate entities established under the Joint Exercise of Powers Act of the State of California. As separate legal entities, these entities exercise full powers and authorities within the scope of the related Joint Powers Agreements, including the preparation of annual budgets, accountability for all funds, the power to make and execute contracts and the right to sue and be sued.

Each joint venture is governed by a board consisting of representatives from member municipalities. Each board controls the operations of the respective joint venture, including selection of management and approval of operating budgets, independent of any influence by member municipalities beyond their representation on that board. Obligations and liabilities of these joint ventures are not the City's responsibility.

a. Self-Insurance

The City is self-insured for workers' compensation claims up to $350,000 per occurrence. The operating funds are charged premiums by the City Workers' Compensation Self-Insurance Fund, which is accounted for as an internal service fund. The accrued liability for estimated claims represents an estimate of ultimate loss on claims, including an estimate of incurred but not reported losses.

The City is also self-insured for general liability claims up to $10,000. Outstanding claims are evaluated by the City Attorney for exposure and any anticipated liability is recorded in the Litigation Fund, which is accounted for as an internal service fund.

The City is self-insured for dental claims up to $1,500 per covered person per year, which is the benefit limit. The operating funds are charged premiums by the Dental Internal Service Fund.

The City is self-insured for unemployment claims. The operating funds are charged premiums by the City Unemployment Fund, which is accounted for as an internal service fund.

b. Risk Pools

Bay Cities Joint Powers Insurance Authority (BCJPIA) covers general liability claims in an amount up to $1,000,000. The City has a deductible or uninsured liability of up to $10,000

Note 12: Risk Management (Continued)

per claim. Once the City's deductible is met, BCJPIA becomes responsible for payment of all claims up to the $1,000,000 limit. In addition, the City has excess coverage with California Affiliated Risk Management Authorities (CARMA) for claims from $1,000,000 to $25,000,000.

During the fiscal year ended June 30, 2010, the City contributed $321,389 for coverage during the current year and received no refund for prior year excess contributions.

Effective July 1, 2002, the City participates in the BCJPIA Workers' Compensation Group. BCJPIA covers workers' compensation claims in excess of $350,000 up to $1,000,000 (the City has a deductible or uninsured liability of up to $350,000 per claim). BCJPIA Workers' Compensation Group participates in the Local Agency Workers' Compensation Excess Insurance Joint Powers Authority (LAWCX). LAWCX covers workers' compensation claims from $1,000,000 to the statutory limit. During the fiscal year ending June 30, 2010, the City paid $321,389 for BCJPIA and LAWCX current year coverage and received no refund for prior year excess contributions.

The City also participates in the BCJPIA employment practices liability coverage through the Employment Risk Management Authority (ERMA). ERMA provides coverage up to $1 million per occurrence for claims in excess of the City's deductible of $50,000.

The City's contributions with each risk pool is based upon its experience plus a ratio of the City's payroll and other related factors to the total payrolls and other related factors of all entities participating in the same layer of each program, in each program year. Actual surpluses or losses are shared according to a formula developed from overall loss costs and spread to member entities on a percentage basis after a retrospective rating.

Financial statements for BCJPIA and LAWCX may be obtained from Bickmore & Associates, 1750 Creekside Oaks Drive, Suite 200, Sacramento, California 95833.

c. Liability for Uninsured Claims

The City provides for the uninsured portion of claims and judgments in the Workers' Compensation Self-Insurance and Litigation Internal Service Funds. Claims and judgments, including a provision for claims incurred but not reported, are recorded when a loss is deemed probable of assertion and the amount of the loss is reasonably determinable. As discussed above, the City has coverage for such claims, but it has retained the risk for the deductible or uninsured portion of these claims. Settlements have not exceeded coverage for each of the past three fiscal years.

The City's liability for uninsured claims is limited to workers' compensation and general liability claims, as discussed above, and was estimated by management based on prior years' claims experience as of June 30, 2010 and 2009:

Note 12: Risk Management (Continued)

	2010			
	Workers' Compensation Claims	General Liability Claims	Total	2009
Beginning balance	$ 1,394,733	$ 55,632	$ 1,450,365	$ 2,108,938
Liability for current fiscal year claims and claims incurred but not reported (IBNR)	278,763	466,572	745,335	698,470
Claims paid	(296,214)	(438,764)	(734,978)	(1,357,043)
Ending balance	$ 1,377,282	$ 83,440	$ 1,460,722	$ 1,450,365

d. Environmental Insurance

The Redevelopment Agency has a pollution legal liability insurance, which covers third-party claims and additional cleanup costs related to Site B (parcels north of Bay Street) for up to $10,000,000. The Redevelopment Agency has a deductible or uninsured liability of $100,000 per claim. During fiscal year 2008-2009, the Redevelopment Agency paid a one-time premium of $181,857 for this policy that covers a ten-year period from November 3, 2008 to November 3, 2018.

Note 13: Contingent Liabilities

a. General

The City is subject to litigation arising in the normal course of business. In the opinion of the City Attorney, there are some pending litigations that are reasonably possible to have a material adverse effect on the financial position of the City.

The City participates in several federal and state grant programs. These programs have been audited by the City's independent accountants in accordance with the provisions of the federal Single Audit Act Amendments of 1986 and applicable state requirements. No cost disallowances were proposed as a result of these audits; however, these programs are still subject to further examination by the grantors, and the amount, if any, of expenditures which may be disallowed by the granting agencies cannot be determined at this time. The City expects such amounts, if any, to be immaterial.

b. Proposition 62

In 1995, the California Supreme Court upheld the constitutionality of Proposition 62, a 1986 initiative that required voter approval of all new or increased taxes. The Court's ruling could have an effect on certain taxes collected by the City. The likelihood and amount of such an effect upon the financial position of the City is unknown.

c. Lease Agreement with the Emery Unified School District and Reimbursement Agreement with the City of Emeryville

On October 15, 2002, the City and the Emery Unified School District signed a lease agreement to lease and improve recreational facilities at Emery High School from the District for a period of 40 years for rent payments totaling $1,500,000 and estimated

Note 13: Contingent Liabilities (Continued)

improvement costs of $250,000. Through this Lease Agreement, the City will eliminate blighting influences in both the Emeryville and Shellmound Park Redevelopment Areas by improving inadequate public facilities in order to benefit the public. As a result, a Reimbursement Agreement between the City and the Redevelopment Agency was also signed to reimburse the City for all payments disbursed to the District during the fiscal year.

Note 14: Transactions with the State of California

a. Proposition 1A Borrowing by the State of California

Under the provisions of Proposition 1A and as part of the 2009-10 budget package passed by the California state legislature on July 28, 2009, the State of California borrowed 8% of the amount of property tax revenue, including those property taxes associated with the in-lieu motor vehicle license fee, the triple flip in lieu sales tax, and supplemental property tax, apportioned to cities, counties and special districts (excluding redevelopment agencies). The state is required to repay this borrowing plus interest byJune 30, 2013. After repayment of this initial borrowing, the California legislature may consider only one additional borrowing within a ten-year period. The amount of this borrowing pertaining to the City was $285,155.

Authorized with the 2009-10 State budget package, the Proposition 1A Securitization Program was instituted by the California Statewide Communities Development Authority ("California Communities"), a joint powers authority sponsored by the California State Association of Counties and the League of California Cities, to enable local governments to sell their Proposition 1A receivables to California Communities. Under the Securitization Program, California Communities simultaneously purchased the Proposition 1A receivables and issued bonds ("Prop 1A Bonds") to provide local agencies with cash proceeds in two equal installments, on January 15, 2010 and May 3, 2010. The purchase price paid to the local agencies equaled 100% of the amount of the property tax reduction. All transaction costs of issuance and interest were paid by the State of California. Participating local agencies have no obligation on the bonds and no credit exposure to the State. The City participated in the securitization program and accordingly property taxes have been recorded in the same manner as if the State had not exercised its rights under Proposition 1A. The receivable sale proceeds were equal to the book value and, as a result, no gain or loss was recorded.

b. Delay of State Gas Tax Payments

In March 2010, the State Legislature passed legislation delaying a variety of State payments to local agencies in response to anticipated State cash flow problems in fiscal year 2010-2011. AB5 8x contains provisions to delay a portion (approximately 60%) of the payments of State Gas Tax monies for the first nine months of 2010-2011 (July 2010 through March 2011) to be paid no later than April 28, 2011.

c. SERAF Shift for fiscal year 2009-2010 and 2010-2011

On July 23, 2009, the State adopted legislation, requiring a shift of monies during fiscal years 2009-2010 and 2010-2011 to be deposited into the County "Supplemental" Educational Revenue Augmentation Fund (SERAF). These monies were to be

Note 14: Transactions with the State of California (Continued)

distributed to meet the State's Prop 98 obligations to schools. The California Redevelopment Association (CRA) and its member agencies filed a legal action in an attempt to stop these amounts from having to be paid; however, in May 2010 the Sacramento Superior Court upheld the legislation. This decision is in the process of being appealed by CRA and its member agencies.

The payment of the SERAF was due on May 10, 2010 for fiscal year 2009-2010 and it was made in the amount of $11,291,592. The legislation allowed this payment to be made from any available monies present in any project area(s). Subsequent legislation was passed which even allowed the funding for this payment to be borrowed from the Low and Moderate Income Housing Fund with appropriate findings from its legislative body. Any amounts borrowed from Low and Moderate Income Housing (including any suspended set-aside amounts) are to be repaid by June 30, 2015. If those amounts are not repaid, by that date, then the set-aside percentage to Low and Moderate Income Housing will increase from 20% to 25% for the remainder of the life of the Redevelopment Agency.

To accomplish the payment, the Redevelopment Agency borrowed $11,292,000 from the Low and Moderate Income Housing Fund (after adopting appropriate findings of necessity). In the accompanying financial statements, the amount paid to the County has been reported as current financing use. Borrowings relating to the Low and Moderate Income Housing Fund have been reflected as inter-fund advances between the accounting funds of the Redevelopment Agency.

It is estimated that the Redevelopment Agency's share of the SERAF shift for fiscal year 2010-2011 will amount to approximately $2,322,498 and this amount will be payable in May 2011 if the appeal is not successful.

Note 15: Fund Equity and Net Assets Restatements

Beginning fund equity and beginning net assets have been restated as follows:

Major governmental funds:	
Shellmound Project Area Operating	
To adjust the prior year balance relating to the City/Redevelopment Agency loan	$ (2,603,382)
Total fund equity and net assets restatements	$ (2,603,382)

Note 16: Subsequent Events

On September 7, 2010 the City Council/Redevelopment Agency Board approved a resolution to purchase two units that were developed as below market rate units, affordable to moderate income households. The estimated amount to purchase these units is $550,000 and will be paid for using Low and Moderate Income Housing Capital Project Fund.

THIS PAGE INTENTIONALLY LEFT BLANK

Special Revenue Funds

The *Housing Community Development Fund* accounts for Community Development Block Grant (CDBG) funds and CDBG Program Income funds utilized for CDBG eligible projects.

The *Cal Home Loan Program Fund* accounts for funds received and loans made under the State of California's Cal Home Loan program.

The *Police Impound Fund* accounts for asset forfeiture funds allocated to the Police Department under state law.

The *Catellus Contingent Fund* accounts for a deposit payment that was required of the Catellus Development Corporation as a development condition of approval and is to be utilized for installation of a future pedestrian actuated signal, if required.

The *Special Gas Tax Street Improvement Fund* accounts for gas tax revenues apportioned by the state under specific statutory authority. The allocation formula is a combination of population and street mileage. The use of gas tax revenues is restricted to specific street maintenance activities.

The *Traffic Congestion Relief Fund* accounts for funds set aside for traffic congestion relief activities.

The *General Plan Maintenance Fund* accounts for fees collected to cover costs of updating the City's Plan and Zoning Ordinance over the next 20 years.

The *Child Development Fund* accounts for all revenue utilized to support the operations of the Emeryville Child Development Center, including grant funds from the State Department of Education, program fees and a General Fund subsidy.

The *Measure B Fund* accounts for revenues generated by a special one-half cent sales tax that was approved by the voters of Alameda County during the late 1980s. These funds are restricted for street improvement and street maintenance purposes.

The *Emeryville Public Art Fund* accounts for funds received from new development as required under the City's Percent for Art Ordinance.

The *Other Grants Fund* accounts for funds from grant-making sources and is used to segregate costs to be reimbursed by grants. This fund was initiated in 1998.

The *Traffic Impact Fee Fund* accounts for traffic impact fees paid by new development, as required by the City's Traffic Impact Fee Ordinance.

The *Supplemental Law Enforcement Fund* accounts for state entitlements, which must be spent for front line municipal police services including anti-gang and community crime prevention programs.

The *Emergency Medical Services (EMS) Fund* accounts for the Supplemental Assessment paid by Emeryville residents for emergency medical services provided by the Emeryville Fire Department.

The *Source Reduction Fund* accounts for revenue generated through a surcharge on garbage rates, which is utilized for waste reduction, recycling and clean up programs.

The *Measure D Fund* accounts for the City of Emeryville's allocation of funds generated by the landfill surcharge under the Alameda County Recycling Initiative (Measure D). Measure D funds are restricted to specific recycling and waste reduction activities.

Special Revenue Funds (Continued)

The *Reserve for Economic Uncertainty Fund* is a special reserve fund established by the City Council during the 1993-1994 fiscal year to provide a cushion for potential impacts of State budget decisions on the City's budget.

The *Earthquake Insurance Fund* accounts for resources set aside for potential severe seismic incidents.

The *Major Maintenance Fund* accounts for funds set aside to complete major maintenance projects at City owned facilities. The fund was initiated during the 1993-1994 fiscal year with one-time revenues, and currently receives annual payments from each City department that operates a City facility.

The *Vehicle Replacement Fund* accounts for resources set aside for vehicle replacement.

The *Information Technology Fund* accounts for funds set aside to support the City's technology upgrade program. This fund was initiated in 1997.

The *PERS Liability Fund* accounts for funds set aside to protect the city against future rate increases and to allow for retirement of the unfunded liability with PERS. This fund was initiated in 1998.

The *Property Based Improvement District Fund* accounts for commercial property assessments collected to fund the Emery Go-Round, the City's shuttle service.

The *San Pablo Avenue Street Lighting Assessment District Fund* accounts for the maintenance of street lights on San Pablo Avenue, which is supported by annual assessments on property owners based on lineal feet of street frontage along San Pablo Avenue.

The *Help Housing Loan Program Fund* accounts for funds received and loans made under the State of California's HELP Loan program.

The *PEG Program Fund* accounts for franchise fees collected for Public, Educational, and Governmental access video programming.

The *Urban Forestry Fee* accounts for fees and penalties collected under the City's Urban Forestry Ordinance governing the removal and replacement of street trees.

Capital Project Funds

The *1999 Revenue Bond Fund* accounts for bond proceeds from the 1999 bonds that were issued in fiscal year 1999-2000.

The *General Capital Improvements Fund* accounts for general capital projects.

The *Marina Improvement Fund* accounts for the capital improvements of the Emeryville Public Marina. The Marina Fund was an enterprise fund until December 1998 when the facility was leased to a private company.

The *Homebuyer Program Fund* accounts for first-time homebuyer loans to the City of Emeryville staff and Emery Unified School District teachers.

The *East Bay Bridge Housing Owner Participation Agreement (OPA) Fund* accounts for developer contributions to provide down payment assistance to first-time buyers of affordable units upon conversion from rental to ownership units.

Capital Project Funds (Continued)

The *Low/Moderate Income Housing Operating Fund* accounts for the receipt of the mandated 20% set-aside of redevelopment tax increment revenue from the 1976 and Shellmound Project Areas for Low/Moderate Income Housing Programs, expenditures for operations and for debt service of the fund.

The *1995 Low/Moderate Income Housing Fund* accounts for bond proceeds and other revenue associated with the Emeryville Redevelopment Project Area 1995 Housing Increment Revenue Bonds. The fund is expended for eligible Redevelopment Agency low and moderate income housing projects.

The *1998 C Revenue Bond Fund* accounts for bond proceeds from the 1998 bonds that were issued in fiscal year 1998-1999.

The *2001 A and B Revenue Bond Fund* accounts for bond proceeds from the 2001 bonds Series A and B that were issued in fiscal year 2002.

The *2002 A Revenue Bond Fund* accounts for bond proceeds from the 2002 bonds Series A that were issued in fiscal year 2003.

The *1976 Area Capital Projects Fund* accounts for resources from the Emeryville Redevelopment Project Area dedicated by the Emeryville Redevelopment Agency for specific capital projects of the project area.

The *Housing Capital Projects Fund* accounts for bond proceeds and other revenue associated with the Emeryville Redevelopment Project Area 1985 Revenue Bonds. The fund is expended for eligible Redevelopment Agency capital projects.

Debt Service Funds

The *1998 Lease Revenue Series A Bond Fund* accounts for payments of principal and interest on the 1998 Lease Revenue Series A Bonds.

The *1995 Housing Revenue Bond Fund* accounts for payments of principal and interest on the 1995 Redevelopment Agency Housing Increment Revenue Bonds.

The *1998 Series B and C Bond Funds* account for payments of principal and interest on the 1998 Redevelopment Agency Revenue Bonds.

The *2001 A and B Bond Funds* account for payments of principal and interest on the 2001 Redevelopment Agency Revenue Bonds.

The *2002 Series A Revenue Bond Fund* accounts for payments of principal and interest on the 2002 Redevelopment Agency Revenue Bonds.

The *2004 Series A Revenue Bond Fund* accounts for payments of principal and interest on the 2004 Redevelopment Agency Revenue Bonds.

CITY OF EMERYVILLE

COMBINING BALANCE SHEET
NONMAJOR GOVERNMENTAL FUNDS
JUNE 30, 2010

	Special Revenue Funds			
	Housing Community Development	**Cal - Home Loan Program**	**Police Impound**	**Catellus Contingent**
Assets:				
Pooled cash and investments	$ 159,760	$ -	$ 64,584	$ 146,083
Receivables:				
Accounts	5,127	-	-	-
Taxes	-	-	-	-
Notes and loans	216,879	1,603,475	-	-
Accrued interest	42	-	19	43
Deposits	-	-	-	-
Advances to other funds	-	-	-	-
Land held for resale	-	-	-	-
Restricted assets:				
Cash and investments with fiscal agents	-	-	-	-
Total Assets	**$ 381,808**	**$ 1,603,475**	**$ 64,603**	**$ 146,126**
Liabilities and Fund Balances:				
Liabilities:				
Accounts payable	$ -	$ -	$ -	$ -
Deferred revenues	222,006	1,603,475	-	-
Unearned revenues	-	-	-	-
Deposits payable	-	-	-	-
Due to other funds	-	634,892	-	-
Total Liabilities	**222,006**	**2,238,367**	**-**	**-**
Fund Balances:				
Reserved:				
Reserved for encumbrances	18,128	-	-	-
Reserved for prepaid costs and deposits	-	-	-	-
Reserved for land held for resale	-	-	-	-
Reserved for advances to other funds	-	-	-	-
Reserved for street light improvements	-	-	-	-
Unreserved:				
Designated for capital improvement projects	-	-	-	-
Designated for debt service	-	-	-	-
Designated for future expenditures	-	-	-	-
Undesignated	141,674	(634,892)	64,603	146,126
Total Fund Balances	**159,802**	**(634,892)**	**64,603**	**146,126**
Total Liabilities and Fund Balances	**$ 381,808**	**$ 1,603,475**	**$ 64,603**	**$ 146,126**

CITY OF EMERYVILLE

COMBINING BALANCE SHEET
NONMAJOR GOVERNMENTAL FUNDS
JUNE 30, 2010 (Continued)

	Special Revenue Funds			
	Special Gas Tax Street Improvement	Traffic Congestion Relief	General Plan Maintenance	Child Development
Assets:				
Pooled cash and investments	$ 553,598	$ 144,693	$ 746,404	$ 618,741
Receivables:				
Accounts	-	25,612	-	17,471
Taxes	17,849	-	-	-
Notes and loans	-	-	-	-
Accrued interest	159	38	218	178
Deposits	-	-	-	-
Advances to other funds	-	-	-	-
Land held for resale	-	-	-	-
Restricted assets:				
Cash and investments with fiscal agents	-	-	-	-
Total Assets	**$ 571,606**	**$ 170,343**	**$ 746,622**	**$ 636,390**
Liabilities and Fund Balances:				
Liabilities:				
Accounts payable	$ -	$ -	$ 103,725	$ 40,481
Deferred revenues	-	-	-	749
Unearned revenues	-	-	-	-
Deposits payable	-	-	-	7,205
Due to other funds	-	-	-	-
Total Liabilities	**-**	**-**	**103,725**	**48,435**
Fund Balances:				
Reserved:				
Reserved for encumbrances	-	-	162,030	11,392
Reserved for prepaid costs and deposits	-	-	-	-
Reserved for land held for resale	-	-	-	-
Reserved for advances to other funds	-	-	-	-
Reserved for street light improvements	-	-	-	-
Unreserved:				
Designated for capital improvement projects	-	-	-	-
Designated for debt service	-	-	-	-
Designated for future expenditures	-	-	-	-
Undesignated	571,606	170,343	480,867	576,563
Total Fund Balances	**571,606**	**170,343**	**642,897**	**587,955**
Total Liabilities and Fund Balances	**$ 571,606**	**$ 170,343**	**$ 746,622**	**$ 636,390**

CITY OF EMERYVILLE

COMBINING BALANCE SHEET
NONMAJOR GOVERNMENTAL FUNDS
JUNE 30, 2010

	Special Revenue Funds			
	Measure B	**Emeryville Public Art**	**Other Grants**	**Traffic Impact Fee**
Assets:				
Pooled cash and investments	$ 649,183	$ 1,599,677	$ 1,542,258	$ 162,359
Receivables:				
Accounts	17,354	-	383,146	-
Taxes	57,474	-	-	-
Notes and loans	-	-	-	-
Accrued interest	187	465	12	38
Deposits	-	-	-	-
Advances to other funds	-	-	1,215,450	-
Land held for resale	-	-	-	-
Restricted assets:				
Cash and investments with fiscal agents	-	-	-	-
Total Assets	**$ 724,198**	**$ 1,600,142**	**$ 3,140,866**	**$ 162,397**
Liabilities and Fund Balances:				
Liabilities:				
Accounts payable	$ 14,478	$ 3,082	$ 2,742	$ 9,273
Deferred revenues	-	-	1,620,098	-
Unearned revenues	-	-	60,564	-
Deposits payable	-	-	-	-
Due to other funds	-	-	-	-
Total Liabilities	**14,478**	**3,082**	**1,683,404**	**9,273**
Fund Balances:				
Reserved:				
Reserved for encumbrances	50,229	32,361	277,541	32,249
Reserved for prepaid costs and deposits	-	-	-	-
Reserved for land held for resale	-	-	-	-
Reserved for advances to other funds	-	-	1,215,450	-
Reserved for street light improvements	-	-	-	-
Unreserved:				
Designated for capital improvement projects	-	-	-	-
Designated for debt service	-	-	-	-
Designated for future expenditures	-	186,658	-	-
Undesignated	659,491	1,378,041	(35,529)	120,875
Total Fund Balances	**709,720**	**1,597,060**	**1,457,462**	**153,124**
Total Liabilities and Fund Balances	**$ 724,198**	**$ 1,600,142**	**$ 3,140,866**	**$ 162,397**

COMBINING BALANCE SHEET
NONMAJOR GOVERNMENTAL FUNDS
JUNE 30, 2010 **(Continued)**

	Special Revenue Funds			
	Supplemental Law Enforcement	Emergency Medical Services	Source Reduction	Measure D
Assets:				
Pooled cash and investments	$ 119,005	$ -	$ 9,087	$ 32,896
Receivables:				
Accounts	8,377	-	-	-
Taxes	-	1,701	-	-
Notes and loans	-	-	-	-
Accrued interest	22	-	3	13
Deposits	-	-	-	-
Advances to other funds	-	-	-	-
Land held for resale	-	-	-	-
Restricted assets:				
Cash and investments with fiscal agents	-	-	-	-
Total Assets	**$ 127,404**	**$ 1,701**	**$ 9,090**	**$ 32,909**
Liabilities and Fund Balances:				
Liabilities:				
Accounts payable	$ -	$ -	$ -	$ -
Deferred revenues	-	-	-	-
Unearned revenues	-	-	-	-
Deposits payable	-	-	-	-
Due to other funds	-	-	-	-
Total Liabilities	**-**	**-**	**-**	**-**
Fund Balances:				
Reserved:				
Reserved for encumbrances	-	-	7,946	-
Reserved for prepaid costs and deposits	-	-	-	-
Reserved for land held for resale	-	-	-	-
Reserved for advances to other funds	-	-	-	-
Reserved for street light improvements	-	-	-	-
Unreserved:				
Designated for capital improvement projects	-	-	-	-
Designated for debt service	-	-	-	-
Designated for future expenditures	-	-	-	-
Undesignated	127,404	1,701	1,144	32,909
Total Fund Balances	**127,404**	**1,701**	**9,090**	**32,909**
Total Liabilities and Fund Balances	**$ 127,404**	**$ 1,701**	**$ 9,090**	**$ 32,909**

CITY OF EMERYVILLE

COMBINING BALANCE SHEET
NONMAJOR GOVERNMENTAL FUNDS
JUNE 30, 2010

	Special Revenue Funds			
	Reserve for Economic Uncertainty	**Earthquake Insurance**	**Major Maintenance**	**Vehicle Replacement**
Assets:				
Pooled cash and investments	$ 5,282,272	$ 1,277,890	$ 8,186,008	$ 4,094,519
Receivables:				
Accounts	-	-	-	-
Taxes	-	-	-	-
Notes and loans	-	-	-	-
Accrued interest	1,537	372	-	-
Deposits	-	-	-	-
Advances to other funds	-	-	-	-
Land held for resale	-	-	-	-
Restricted assets:				
Cash and investments with fiscal agents	-	-	-	-
Total Assets	**$ 5,283,809**	**$ 1,278,262**	**$ 8,186,008**	**$ 4,094,519**
Liabilities and Fund Balances:				
Liabilities:				
Accounts payable	$ -	$ -	$ 42,746	$ -
Deferred revenues	-	-	-	-
Unearned revenues	-	-	-	-
Deposits payable	-	-	-	-
Due to other funds	-	-	-	-
Total Liabilities	**-**	**-**	**42,746**	**-**
Fund Balances:				
Reserved:				
Reserved for encumbrances	-	-	739,960	76,752
Reserved for prepaid costs and deposits	-	-	-	-
Reserved for land held for resale	-	-	-	-
Reserved for advances to other funds	-	-	-	-
Reserved for street light improvements	-	-	-	-
Unreserved:				
Designated for capital improvement projects	-	-	-	-
Designated for debt service	-	-	-	-
Designated for future expenditures	-	-	-	-
Undesignated	5,283,809	1,278,262	7,403,302	4,017,767
Total Fund Balances	**5,283,809**	**1,278,262**	**8,143,262**	**4,094,519**
Total Liabilities and Fund Balances	**$ 5,283,809**	**$ 1,278,262**	**$ 8,186,008**	**$ 4,094,519**

CITY OF EMERYVILLE

COMBINING BALANCE SHEET
NONMAJOR GOVERNMENTAL FUNDS
JUNE 30, 2010 (Continued)

	Special Revenue Funds			
	Information Technology	PERS Liability	Property Based Improvement District	San Pablo Ave. Street Lighting Assessment District
Assets:				
Pooled cash and investments	$ 650,712	$ 4,148,488	$ 1,162,925	$ 15,278
Receivables:				
Accounts	-	-	-	-
Taxes	-	-	131	-
Notes and loans	-	-	-	-
Accrued interest	-	1,215	240	5
Deposits	-	-	-	-
Advances to other funds	-	-	-	-
Land held for resale	-	-	-	-
Restricted assets:				
Cash and investments with fiscal agents	-	-	-	-
Total Assets	**$ 650,712**	**$ 4,149,703**	**$ 1,163,296**	**$ 15,283**
Liabilities and Fund Balances:				
Liabilities:				
Accounts payable	$ 2,176	$ -	$ 1,153,321	$ 807
Deferred revenues	-	-	-	-
Unearned revenues	-	-	-	-
Deposits payable	-	-	-	-
Due to other funds	-	-	-	-
Total Liabilities	**2,176**	**-**	**1,153,321**	**807**
Fund Balances:				
Reserved:				
Reserved for encumbrances	85,727	-	1,000	-
Reserved for prepaid costs and deposits	-	-	-	-
Reserved for land held for resale	-	-	-	-
Reserved for advances to other funds	-	-	-	-
Reserved for street light improvements	-	-	-	-
Unreserved:				
Designated for capital improvement projects	-	-	-	-
Designated for debt service	-	-	-	-
Designated for future expenditures	-	-	-	-
Undesignated	562,809	4,149,703	8,975	14,476
Total Fund Balances	**648,536**	**4,149,703**	**9,975**	**14,476**
Total Liabilities and Fund Balances	**$ 650,712**	**$ 4,149,703**	**$ 1,163,296**	**$ 15,283**

CITY OF EMERYVILLE

COMBINING BALANCE SHEET
NONMAJOR GOVERNMENTAL FUNDS
JUNE 30, 2010

	Special Revenue Funds			Capital Projects Funds
	Help Housing Loan Program	**PEG Program**	**Urban Forestry Fee**	**1999 Revenue Bond**
Assets:				
Pooled cash and investments	$ -	$ 21,062	$ 40,187	$ 174,282
Receivables:				
Accounts	-	4,953	-	-
Taxes	-	-	-	-
Notes and loans	1,484,568	-	-	-
Accrued interest	-	6	12	51
Deposits	-	-	-	-
Advances to other funds	-	-	-	-
Land held for resale	-	-	-	-
Restricted assets:				
Cash and investments with fiscal agents	-	-	-	-
Total Assets	**$ 1,484,568**	**$ 26,021**	**$ 40,199**	**$ 174,333**
Liabilities and Fund Balances:				
Liabilities:				
Accounts payable	$ -	$ -	$ 200	$ -
Deferred revenues	1,484,568	-	-	-
Unearned revenues	-	-	-	-
Deposits payable	-	-	-	-
Due to other funds	507	-	-	-
Total Liabilities	**1,485,075**	**-**	**200**	**-**
Fund Balances:				
Reserved:				
Reserved for encumbrances	-	-	2,831	-
Reserved for prepaid costs and deposits	-	-	-	-
Reserved for land held for resale	-	-	-	-
Reserved for advances to other funds	-	-	-	-
Reserved for street light improvements	-	-	-	-
Unreserved:				
Designated for capital improvement projects	-	-	-	174,333
Designated for debt service	-	-	-	-
Designated for future expenditures	-	-	-	-
Undesignated	(507)	26,021	37,168	-
Total Fund Balances	**(507)**	**26,021**	**39,999**	**174,333**
Total Liabilities and Fund Balances	**$ 1,484,568**	**$ 26,021**	**$ 40,199**	**$ 174,333**

CITY OF EMERYVILLE

COMBINING BALANCE SHEET
NONMAJOR GOVERNMENTAL FUNDS
JUNE 30, 2010 (Continued)

	Capital Projects Funds			
	General Capital Improvements	Marina Improvement	Homebuyer Program Loans	E Baybridge Housing OPA
Assets:				
Pooled cash and investments	$ 5,733,024	$ 427,826	$ 348,999	$ 384,811
Receivables:				
Accounts	-	21,544	-	-
Taxes	-	-	-	-
Notes and loans	-	502,900	-	-
Accrued interest	1,821	118	102	112
Deposits	-	-	-	-
Advances to other funds	-	-	-	-
Land held for resale	-	-	-	-
Restricted assets:				
Cash and investments with fiscal agents	-	-	-	-
Total Assets	**$ 5,734,845**	**$ 952,388**	**$ 349,101**	**$ 384,923**
Liabilities and Fund Balances:				
Liabilities:				
Accounts payable	$ 725,932	$ -	$ -	$ -
Deferred revenues	-	502,900	-	-
Unearned revenues	-	-	-	-
Deposits payable	-	5,461	-	-
Due to other funds	-	-	-	-
Total Liabilities	**725,932**	**508,361**	**-**	**-**
Fund Balances:				
Reserved:				
Reserved for encumbrances	211,720	27,208	-	-
Reserved for prepaid costs and deposits	-	-	-	-
Reserved for land held for resale	-	-	-	-
Reserved for advances to other funds	-	-	-	-
Reserved for street light improvements	35,000	-	-	-
Unreserved:				
Designated for capital improvement projects	4,762,193	416,819	349,101	384,923
Designated for debt service	-	-	-	-
Designated for future expenditures	-	-	-	-
Undesignated	-	-	-	-
Total Fund Balances	**5,008,913**	**444,027**	**349,101**	**384,923**
Total Liabilities and Fund Balances	**$ 5,734,845**	**$ 952,388**	**$ 349,101**	**$ 384,923**

CITY OF EMERYVILLE

COMBINING BALANCE SHEET
NONMAJOR GOVERNMENTAL FUNDS
JUNE 30, 2010

	Capital Projects Funds			
	Low/Moderate Income Housing Operating	**1995 Low/Mod Housing**	**1998 C Taxable Bond**	**2001 A Revenue Bond**
Assets:				
Pooled cash and investments	$ 402,804	$ -	$ 758,395	$ 644,572
Receivables:				
Accounts	-	-	-	39
Taxes	-	-	-	-
Notes and loans	250,000	-	-	-
Accrued interest	1,891	-	37	22
Deposits	-	-	-	935,000
Advances to other funds	8,494,300	-	-	-
Land held for resale	-	394,511	-	2,407,365
Restricted assets:				
Cash and investments with fiscal agents	-	-	-	-
Total Assets	**$ 9,148,995**	**$ 394,511**	**$ 758,432**	**$ 3,986,998**
Liabilities and Fund Balances:				
Liabilities:				
Accounts payable	$ 34,838	$ -	$ -	$ 4,911
Deferred revenues	250,000	-	-	-
Unearned revenues	-	-	-	-
Deposits payable	-	-	-	-
Due to other funds	-	-	-	-
Total Liabilities	**284,838**	**-**	**-**	**4,911**
Fund Balances:				
Reserved:				
Reserved for encumbrances	63,352	-	981	482,910
Reserved for prepaid costs and deposits	-	-	-	935,000
Reserved for land held for resale	-	394,511	-	2,407,365
Reserved for advances to other funds	8,494,300	-	-	-
Reserved for street light improvements	-	-	-	-
Unreserved:				
Designated for capital improvement projects	306,505	-	757,451	156,812
Designated for debt service	-	-	-	-
Designated for future expenditures	-	-	-	-
Undesignated	-	-	-	-
Total Fund Balances	**8,864,157**	**394,511**	**758,432**	**3,982,087**
Total Liabilities and Fund Balances	**$ 9,148,995**	**$ 394,511**	**$ 758,432**	**$ 3,986,998**

CITY OF EMERYVILLE

COMBINING BALANCE SHEET
NONMAJOR GOVERNMENTAL FUNDS
JUNE 30, 2010 (Continued)

	Capital Projects Funds		Debt Service Funds	
	2002 A Revenue Bond	Housing Capital Project	1998 Lease Revenue Series A Bond	1995 Housing Revenue Bond
Assets:				
Pooled cash and investments	$ 460,170	$ 12,066,661	$ -	$ -
Receivables:				
Accounts	-	834	-	-
Taxes	-	-	-	-
Notes and loans	-	4,846,245	-	-
Accrued interest	119	4,322	6,385	-
Deposits	-	-	-	-
Advances to other funds	-	2,797,700	-	-
Land held for resale	2,000,000	1,849,947	-	-
Restricted assets:				
Cash and investments with fiscal agents	-	-	472,520	573,702
Total Assets	**$ 2,460,289**	**$ 21,565,709**	**$ 478,905**	**$ 573,702**
Liabilities and Fund Balances:				
Liabilities:				
Accounts payable	$ -	$ 254,425	$ -	$ -
Deferred revenues	-	4,846,245	-	-
Unearned revenues	-	-	-	-
Deposits payable	-	10,000	-	-
Due to other funds	-	-	-	-
Total Liabilities	**-**	**5,110,670**	**-**	**-**
Fund Balances:				
Reserved:				
Reserved for encumbrances	28,491	4,995	-	-
Reserved for prepaid costs and deposits	-	-	-	-
Reserved for land held for resale	2,000,000	1,849,947	-	-
Reserved for advances to other funds	-	2,797,700	-	-
Reserved for street light improvements	-	-	-	-
Unreserved:				
Designated for capital improvement projects	431,798	11,802,397	-	-
Designated for debt service	-	-	478,905	573,702
Designated for future expenditures	-	-	-	-
Undesignated	-	-	-	-
Total Fund Balances	**2,460,289**	**16,455,039**	**478,905**	**573,702**
Total Liabilities and Fund Balances	**$ 2,460,289**	**$ 21,565,709**	**$ 478,905**	**$ 573,702**

CITY OF EMERYVILLE

COMBINING BALANCE SHEET
NONMAJOR GOVERNMENTAL FUNDS
JUNE 30, 2010

	Debt Service Funds			
	1998 B Revenue Bond	**1998 C Revenue Bond**	**2001 A Revenue Bond**	**2001 B Revenue Bond**
Assets:				
Pooled cash and investments	$ -	$ -	$ -	$ -
Receivables:				
Accounts	-	-	-	-
Taxes	-	-	-	-
Notes and loans	-	-	-	-
Accrued interest	-	-	-	-
Deposits	-	-	-	-
Advances to other funds	-	-	-	-
Land held for resale	-	-	-	-
Restricted assets:				
Cash and investments with fiscal agents	4,004,526	543,945	1,586,464	278,000
Total Assets	**$ 4,004,526**	**$ 543,945**	**$ 1,586,464**	**$ 278,000**
Liabilities and Fund Balances:				
Liabilities:				
Accounts payable	$ -	$ -	$ -	$ -
Deferred revenues	-	-	-	-
Unearned revenues	-	-	-	-
Deposits payable	-	-	-	-
Due to other funds	-	-	-	-
Total Liabilities	**-**	**-**	**-**	**-**
Fund Balances:				
Reserved:				
Reserved for encumbrances	-	-	-	-
Reserved for prepaid costs and deposits	-	-	-	-
Reserved for land held for resale	-	-	-	-
Reserved for advances to other funds	-	-	-	-
Reserved for street light improvements	-	-	-	-
Unreserved:				
Designated for capital improvement projects	-	-	-	-
Designated for debt service	4,004,526	543,945	1,586,464	278,000
Designated for future expenditures	-	-	-	-
Undesignated	-	-	-	-
Total Fund Balances	**4,004,526**	**543,945**	**1,586,464**	**278,000**
Total Liabilities and Fund Balances	**$ 4,004,526**	**$ 543,945**	**$ 1,586,464**	**$ 278,000**

CITY OF EMERYVILLE

COMBINING BALANCE SHEET
NONMAJOR GOVERNMENTAL FUNDS
JUNE 30, 2010

	Debt Service Funds		
	2002 Series A Revenue Bond	**2004 Series A Revenue Bond**	**Total Nonmajor Governmental Funds**
Assets:			
Pooled cash and investments	$ -	$ -	$ 52,829,213
Receivables:			
Accounts	-	-	484,457
Taxes	-	-	77,155
Notes and loans	-	-	8,904,067
Accrued interest	-	-	19,804
Deposits	-	-	935,000
Advances to other funds	-	-	12,507,450
Land held for resale	-	-	6,651,823
Restricted assets:			
Cash and investments with fiscal agents	1,815,504	5,456,519	14,731,180
Total Assets	**$ 1,815,504**	**$ 5,456,519**	**$ 97,140,149**
Liabilities and Fund Balances:			
Liabilities:			
Accounts payable	$ -	$ -	$ 2,393,137
Deferred revenues	-	-	10,530,041
Unearned revenues	-	-	60,564
Deposits payable	-	-	22,666
Due to other funds	-	-	635,399
Total Liabilities	**-**	**-**	**13,641,807**
Fund Balances:			
Reserved:			
Reserved for encumbrances	-	-	2,317,803
Reserved for prepaid costs and deposits	-	-	935,000
Reserved for land held for resale	-	-	6,651,823
Reserved for advances to other funds	-	-	12,507,450
Reserved for street light improvements	-	-	35,000
Unreserved:			
Designated for capital improvement projects	-	-	19,542,332
Designated for debt service	1,815,504	5,456,519	14,737,565
Designated for future expenditures	-	-	186,658
Undesignated	-	-	26,584,711
Total Fund Balances	**1,815,504**	**5,456,519**	**83,498,342**
Total Liabilities and Fund Balances	**$ 1,815,504**	**$ 5,456,519**	**$ 97,140,149**

CITY OF EMERYVILLE

COMBINING STATEMENT OF REVENUES,
EXPENDITURES AND CHANGES IN FUND BALANCES
NONMAJOR GOVERNMENTAL FUNDS
YEAR ENDED JUNE 30, 2010

	Special Revenue Funds			
	Housing Community Development	**Cal - Home Loan Program**	**Police Impound**	**Catellus Contingent**
Revenues:				
Taxes	$ -	$ -	$ -	$ -
Licenses and permits	-	-	-	-
Intergovernmental	71,063	-	-	-
Contribution from property owners	-	-	-	-
Charges for services	-	-	26	-
Use of money and property	2,677	4,355	1,097	2,484
Rents	-	-	-	-
Contributions	-	-	-	-
Developer participation	-	-	-	-
Miscellaneous	531	30,200	-	-
Total Revenues	**74,271**	**34,555**	**1,123**	**2,484**
Expenditures:				
Current:				
Planning and building	-	-	-	-
Economic development	83,327	680,250	-	-
Redevelopment	-	-	-	-
General government	-	-	-	-
Property based improvement district	-	-	-	-
Police	-	-	-	-
Fire	-	-	-	-
Public works	-	-	-	-
Child development	-	-	-	-
Capital outlay	-	-	-	-
Debt service:				
Principal retirement	-	-	-	-
Interest and fiscal charges	-	-	-	-
Total Expenditures	**83,327**	**680,250**	**-**	**-**
Excess (Deficiency) of Revenues Over (Under) Expenditures	(9,056)	(645,695)	1,123	2,484
Other Financing Sources (Uses):				
Transfers in	-	-	-	-
Transfers out	-	(45,960)	-	-
Proceeds from sale of capital asset	-	-	-	-
Total Other Financing Sources (Uses)	**-**	**(45,960)**	**-**	**-**
Net Change in Fund Balances	$ (9,056)	$ (691,655)	$ 1,123	$ 2,484
Fund Balances:				
Beginning of year, as originally reported	$ 168,858	$ 56,763	$ 63,480	$ 143,642
Net Change in Fund Balances	(9,056)	(691,655)	1,123	2,484
Fund Balances, End of Year	**$ 159,802**	**$ (634,892)**	**$ 64,603**	**$ 146,126**

CITY OF EMERYVILLE

COMBINING STATEMENT OF REVENUES,
EXPENDITURES AND CHANGES IN FUND BALANCES
NONMAJOR GOVERNMENTAL FUNDS
YEAR ENDED JUNE 30, 2010 **(Continued)**

	Special Revenue Funds			
	Special Gas Tax Street Improvement	**Traffic Congestion Relief**	**General Plan Maintenance**	**Child Development**
Revenues:				
Taxes	$ -	$ -	$ -	$ -
Licenses and permits	-	-	586,444	9
Intergovernmental	171,710	91,569	-	132,834
Contribution from property owners	-	-	-	-
Charges for services	-	-	-	711,742
Use of money and property	8,951	2,340	11,577	12,056
Rents	-	-	-	-
Contributions	-	-	-	-
Developer participation	-	-	-	-
Miscellaneous	-	-	-	109,298
Total Revenues	**180,661**	**93,909**	**598,021**	**965,939**
Expenditures:				
Current:				
Planning and building	-	-	542,517	-
Economic development	-	-	-	-
Redevelopment	-	-	-	-
General government	-	-	-	-
Property based improvement district	-	-	-	-
Police	-	-	-	-
Fire	-	-	-	-
Public works	-	-	-	-
Child development	-	-	-	1,545,577
Capital outlay	-	420,471	-	-
Debt service:				
Principal retirement	-	-	-	-
Interest and fiscal charges	-	-	-	-
Total Expenditures	**-**	**420,471**	**542,517**	**1,545,577**
Excess (Deficiency) of Revenues Over (Under) Expenditures	180,661	(326,562)	55,504	(579,638)
Other Financing Sources (Uses):				
Transfers in	-	-	-	300,000
Transfers out	(150,000)	-	(9,800)	-
Proceeds from sale of capital asset	-	-	-	-
Total Other Financing Sources (Uses)	**(150,000)**	**-**	**(9,800)**	**300,000**
Net Change in Fund Balances	$ 30,661	$ (326,562)	$ 45,704	$ (279,638)
Fund Balances:				
Beginning of year, as originally reported	$ 540,945	$ 496,905	$ 597,193	$ 867,593
Net Change in Fund Balances	30,661	(326,562)	45,704	(279,638)
Fund Balances, End of Year	**$ 571,606**	**$ 170,343**	**$ 642,897**	**$ 587,955**

CITY OF EMERYVILLE

COMBINING STATEMENT OF REVENUES,
EXPENDITURES AND CHANGES IN FUND BALANCES
NONMAJOR GOVERNMENTAL FUNDS
YEAR ENDED JUNE 30, 2010

	Special Revenue Funds			
	Measure B	Emeryville Public Art	Other Grants	Traffic Impact Fee
Revenues:				
Taxes	$ 182,639	$ -	$ -	$ -
Licenses and permits	-	-	-	356,440
Intergovernmental	105,100	-	974,060	-
Contribution from property owners	-	-	-	-
Charges for services	-	-	-	-
Use of money and property	9,864	22,626	14,860	27,025
Rents	-	-	-	-
Contributions	-	-	-	-
Developer participation	-	-	-	-
Miscellaneous	-	726,520	1,493,043	-
Total Revenues	**297,603**	**749,146**	**2,481,963**	**383,465**
Expenditures:				
Current:				
Planning and building	-	-	-	-
Economic development	-	-	-	-
Redevelopment	-	-	-	-
General government	-	107,750	348,603	-
Property based improvement district	-	-	-	-
Police	-	-	-	-
Fire	-	-	-	-
Public works	80,241	-	-	2,620,930
Child development	-	-	-	-
Capital outlay	-	-	357,956	-
Debt service:				
Principal retirement	-	-	-	-
Interest and fiscal charges	-	-	-	-
Total Expenditures	**80,241**	**107,750**	**706,559**	**2,620,930**
Excess (Deficiency) of Revenues Over (Under) Expenditures	217,362	641,396	1,775,404	(2,237,465)
Other Financing Sources (Uses):				
Transfers in	-	-	4,701	-
Transfers out	(7,000)	-	-	-
Proceeds from sale of capital asset	-	-	-	-
Total Other Financing Sources (Uses)	**(7,000)**	**-**	**4,701**	**-**
Net Change in Fund Balances	$ 210,362	$ 641,396	$ 1,780,105	$ (2,237,465)
Fund Balances:				
Beginning of year, as originally reported	$ 499,358	$ 955,664	$ (322,643)	$ 2,390,589
Net Change in Fund Balances	210,362	641,396	1,780,105	(2,237,465)
Fund Balances, End of Year	**$ 709,720**	**$ 1,597,060**	**$ 1,457,462**	**$ 153,124**

CITY OF EMERYVILLE

COMBINING STATEMENT OF REVENUES,
EXPENDITURES AND CHANGES IN FUND BALANCES
NONMAJOR GOVERNMENTAL FUNDS
YEAR ENDED JUNE 30, 2010 **(Continued)**

	Special Revenue Funds			
	Supplemental Law Enforcement	**Emergency Medical Services**	**Source Reduction**	**Measure D**
Revenues:				
Taxes	$ -	$ -	$ -	$ -
Licenses and permits	-	-	-	-
Intergovernmental	148,206	-	-	-
Contribution from property owners	-	-	-	-
Charges for services	-	177,510	-	-
Use of money and property	1,194	-	155	743
Rents	-	-	-	-
Contributions	2,783	-	-	-
Developer participation	-	-	-	-
Miscellaneous	-	380	-	23,230
Total Revenues	**152,183**	**177,890**	**155**	**23,973**
Expenditures:				
Current:				
Planning and building	-	-	-	-
Economic development	-	-	-	-
Redevelopment	-	-	-	-
General government	-	-	-	-
Property based improvement district	-	-	-	-
Police	102,782	-	-	-
Fire	-	180,503	-	-
Public works	-	-	-	31,223
Child development	-	-	-	-
Capital outlay	-	-	-	-
Debt service:				
Principal retirement	-	-	-	-
Interest and fiscal charges	-	-	-	-
Total Expenditures	**102,782**	**180,503**	**-**	**31,223**
Excess (Deficiency) of Revenues Over (Under) Expenditures	49,401	(2,613)	155	(7,250)
Other Financing Sources (Uses):				
Transfers in	-	-	-	-
Transfers out	-	-	-	-
Proceeds from sale of capital asset	-	-	-	-
Total Other Financing Sources (Uses)	**-**	**-**	**-**	**-**
Net Change in Fund Balances	$ 49,401	$ (2,613)	$ 155	$ (7,250)
Fund Balances:				
Beginning of year, as originally reported	$ 78,003	$ 4,314	$ 8,935	$ 40,159
Net Change in Fund Balances	49,401	(2,613)	155	(7,250)
Fund Balances, End of Year	**$ 127,404**	**$ 1,701**	**$ 9,090**	**$ 32,909**

CITY OF EMERYVILLE

COMBINING STATEMENT OF REVENUES,
EXPENDITURES AND CHANGES IN FUND BALANCES
NONMAJOR GOVERNMENTAL FUNDS
YEAR ENDED JUNE 30, 2010

	Special Revenue Funds			
	Reserve for Economic Uncertainty	**Earthquake Insurance**	**Major Maintenance**	**Vehicle Replacement**
Revenues:				
Taxes	$ -	$ -	$ -	$ -
Licenses and permits	-	-	-	-
Intergovernmental	-	-	-	-
Contribution from property owners	-	-	-	-
Charges for services	-	-	-	-
Use of money and property	89,439	21,714	-	-
Rents	-	-	-	-
Contributions	-	-	-	-
Developer participation	-	-	-	-
Miscellaneous	-	-	283,172	536,352
Total Revenues	**89,439**	**21,714**	**283,172**	**536,352**
Expenditures:				
Current:				
Planning and building	-	-	-	-
Economic development	-	-	-	-
Redevelopment	-	-	-	-
General government	-	-	419,354	-
Property based improvement district	-	-	-	-
Police	-	-	-	-
Fire	-	-	-	-
Public works	-	-	-	-
Child development	-	-	-	-
Capital outlay	-	-	-	1,293,249
Debt service:				
Principal retirement	-	-	-	-
Interest and fiscal charges	-	-	-	-
Total Expenditures	**-**	**-**	**419,354**	**1,293,249**
Excess (Deficiency) of Revenues Over (Under) Expenditures	89,439	21,714	(136,182)	(756,897)
Other Financing Sources (Uses):				
Transfers in	-	-	-	-
Transfers out	-	-	-	-
Proceeds from sale of capital asset	-	-	-	9,549
Total Other Financing Sources (Uses)	**-**	**-**	**-**	**9,549**
Net Change in Fund Balances	$ 89,439	$ 21,714	$ (136,182)	$ (747,348)
Fund Balances:				
Beginning of year, as originally reported	$ 5,194,370	$ 1,256,548	$ 8,279,444	$ 4,841,867
Net Change in Fund Balances	89,439	21,714	(136,182)	(747,348)
Fund Balances, End of Year	**$ 5,283,809**	**$ 1,278,262**	**$ 8,143,262**	**$ 4,094,519**

CITY OF EMERYVILLE

COMBINING STATEMENT OF REVENUES, EXPENDITURES AND CHANGES IN FUND BALANCES NONMAJOR GOVERNMENTAL FUNDS YEAR ENDED JUNE 30, 2010 (Continued)

	Special Revenue Funds			
	Information Technology	PERS Liability	Property Based Improvement District	San Pablo Ave. Street Lighting Assessment District
Revenues:				
Taxes	$ -	$ -	$ 2,172,072	$ -
Licenses and permits	-	-	-	-
Intergovernmental	-	-	-	-
Contribution from property owners	-	-	-	-
Charges for services	-	-	-	-
Use of money and property	-	64,203	10,248	296
Rents	-	-	-	-
Contributions	-	-	-	-
Developer participation	-	-	-	-
Miscellaneous	174,962	-	-	-
Total Revenues	**174,962**	**64,203**	**2,182,320**	**296**
Expenditures:				
Current:				
Planning and building	-	-	-	-
Economic development	-	-	-	-
Redevelopment	-	-	-	-
General government	80,138	-	-	-
Property based improvement district	-	-	2,384,609	-
Police	-	321,099	-	-
Fire	-	-	-	-
Public works	-	-	-	3,278
Child development	-	-	-	-
Capital outlay	208,715	-	-	-
Debt service:				
Principal retirement	-	-	-	-
Interest and fiscal charges	-	-	-	-
Total Expenditures	**288,853**	**321,099**	**2,384,609**	**3,278**
Excess (Deficiency) of Revenues Over (Under) Expenditures	(113,891)	(256,896)	(202,289)	(2,982)
Other Financing Sources (Uses):				
Transfers in	-	1,000,000	-	-
Transfers out	-	-	-	-
Proceeds from sale of capital asset	-	-	-	-
Total Other Financing Sources (Uses)	**-**	**1,000,000**	**-**	**-**
Net Change in Fund Balances	$ (113,891)	$ 743,104	$ (202,289)	$ (2,982)
Fund Balances:				
Beginning of year, as originally reported	$ 762,427	$ 3,406,599	$ 212,264	$ 17,458
Net Change in Fund Balances	(113,891)	743,104	(202,289)	(2,982)
Fund Balances, End of Year	**$ 648,536**	**$ 4,149,703**	**$ 9,975**	**$ 14,476**

CITY OF EMERYVILLE

COMBINING STATEMENT OF REVENUES,
EXPENDITURES AND CHANGES IN FUND BALANCES
NONMAJOR GOVERNMENTAL FUNDS
YEAR ENDED JUNE 30, 2010

	Special Revenue Funds			Capital Projects Funds
	Help Housing Loan Program	**PEG Program**	**Urban Forestry Fee**	**1999 Revenue Bond**
Revenues:				
Taxes	$ -	$ 19,370	$ -	$ -
Licenses and permits	-	-	-	-
Intergovernmental	388,300	-	-	-
Contribution from property owners	-	-	-	-
Charges for services	-	-	-	-
Use of money and property	(629)	513	705	2,962
Rents	-	-	-	-
Contributions	-	-	-	-
Developer participation	-	-	-	-
Miscellaneous	-	-	-	-
Total Revenues	**387,671**	**19,883**	**705**	**2,962**
Expenditures:				
Current:				
Planning and building	-	-	-	-
Economic development	388,300	-	-	-
Redevelopment	-	-	-	-
General government	-	-	3,169	-
Property based improvement district	-	-	-	-
Police	-	-	-	-
Fire	-	-	-	-
Public works	-	-	-	-
Child development	-	-	-	-
Capital outlay	-	-	-	-
Debt service:				
Principal retirement	-	-	-	-
Interest and fiscal charges	-	-	-	-
Total Expenditures	**388,300**	**-**	**3,169**	**-**
Excess (Deficiency) of Revenues Over (Under) Expenditures	(629)	19,883	(2,464)	2,962
Other Financing Sources (Uses):				
Transfers in	-	-	-	-
Transfers out	-	-	-	-
Proceeds from sale of capital asset	-	-	-	-
Total Other Financing Sources (Uses)	**-**	**-**	**-**	**-**
Net Change in Fund Balances	$ (629)	$ 19,883	$ (2,464)	$ 2,962
Fund Balances:				
Beginning of year, as originally reported	$ 122	$ 6,138	$ 42,463	$ 171,371
Net Change in Fund Balances	(629)	19,883	(2,464)	2,962
Fund Balances, End of Year	**$ (507)**	**$ 26,021**	**$ 39,999**	**$ 174,333**

CITY OF EMERYVILLE

COMBINING STATEMENT OF REVENUES, EXPENDITURES AND CHANGES IN FUND BALANCES NONMAJOR GOVERNMENTAL FUNDS YEAR ENDED JUNE 30, 2010 (Continued)

	Capital Projects Funds			
	General Capital Improvements	Marina Improvement	Homebuyer Program Loans	E Baybridge Housing OPA
Revenues:				
Taxes	$ -	$ -	$ -	$ -
Licenses and permits	-	-	-	-
Intergovernmental	-	-	-	-
Contribution from property owners	-	-	-	50,000
Charges for services	-	-	-	-
Use of money and property	115,115	7,026	5,931	5,938
Rents	-	246,725	-	-
Contributions	-	-	-	-
Developer participation	29,612	-	-	-
Miscellaneous	13,687	-	-	-
Total Revenues	**158,414**	**253,751**	**5,931**	**55,938**
Expenditures:				
Current:				
Planning and building	-	-	-	-
Economic development	-	-	-	-
Redevelopment	-	-	-	-
General government	101,646	-	-	-
Property based improvement district	-	-	-	-
Police	-	-	-	-
Fire	-	-	-	-
Public works	-	8,517	-	-
Child development	-	-	-	-
Capital outlay	2,154,678	-	-	-
Debt service:				
Principal retirement	-	-	-	-
Interest and fiscal charges	-	-	-	-
Total Expenditures	**2,256,324**	**8,517**	**-**	**-**
Excess (Deficiency) of Revenues Over (Under) Expenditures	(2,097,910)	245,234	5,931	55,938
Other Financing Sources (Uses):				
Transfers in	-	-	-	-
Transfers out	-	-	-	-
Proceeds from sale of capital asset	361,198	-	-	-
Total Other Financing Sources (Uses)	**361,198**	**-**	**-**	**-**
Net Change in Fund Balances	$ (1,736,712)	$ 245,234	$ 5,931	$ 55,938
Fund Balances:				
Beginning of year, as originally reported	$ 6,745,625	$ 198,793	$ 343,170	$ 328,985
Net Change in Fund Balances	(1,736,712)	245,234	5,931	55,938
Fund Balances, End of Year	**$ 5,008,913**	**$ 444,027**	**$ 349,101**	**$ 384,923**

CITY OF EMERYVILLE

COMBINING STATEMENT OF REVENUES,
EXPENDITURES AND CHANGES IN FUND BALANCES
NONMAJOR GOVERNMENTAL FUNDS
YEAR ENDED JUNE 30, 2010

	Capital Projects Funds			
	Low/Moderate Income Housing Operating	**1995 Low/Mod Housing**	**1998 C Taxable Bond**	**2001 A Revenue Bond**
Revenues:				
Taxes	$ -	$ -	$ -	$ -
Licenses and permits	-	-	-	-
Intergovernmental	-	-	-	-
Contribution from property owners	-	-	-	-
Charges for services	-	-	-	-
Use of money and property	70,719	-	2,592	8,292
Rents	-	-	-	-
Contributions	-	-	-	-
Developer participation	-	-	-	-
Miscellaneous	102,898	-	-	-
Total Revenues	**173,617**	**-**	**2,592**	**8,292**
Expenditures:				
Current:				
Planning and building	-	-	-	-
Economic development	-	-	-	-
Redevelopment	347,462	-	-	95,140
General government	-	-	-	-
Property based improvement district	-	-	-	-
Police	-	-	-	-
Fire	-	-	-	-
Public works	-	-	-	-
Child development	-	-	-	-
Capital outlay	-	-	-	247,509
Debt service:				
Principal retirement	-	-	-	-
Interest and fiscal charges	-	-	-	-
Total Expenditures	**347,462**	**-**	**-**	**342,649**
Excess (Deficiency) of Revenues Over (Under) Expenditures	(173,845)	-	2,592	(334,357)
Other Financing Sources (Uses):				
Transfers in	7,374,835	-	-	-
Transfers out	(3,939,114)	-	-	-
Proceeds from sale of capital asset	-	-	-	-
Total Other Financing Sources (Uses)	**3,435,721**	**-**	**-**	**-**
Net Change in Fund Balances	$ 3,261,876	$ -	$ 2,592	$ (334,357)
Fund Balances:				
Beginning of year, as originally reported	$ 5,602,281	$ 394,511	$ 755,840	$ 4,316,444
Net Change in Fund Balances	3,261,876	-	2,592	(334,357)
Fund Balances, End of Year	**$ 8,864,157**	**$ 394,511**	**$ 758,432**	**$ 3,982,087**

CITY OF EMERYVILLE

COMBINING STATEMENT OF REVENUES, EXPENDITURES AND CHANGES IN FUND BALANCES NONMAJOR GOVERNMENTAL FUNDS YEAR ENDED JUNE 30, 2010 (Continued)

	Capital Projects Funds		Debt Service Funds	
	2002 A Revenue Bond	Housing Capital Project	1998 Lease Revenue Series A Bond	1995 Housing Revenue Bond
Revenues:				
Taxes	$ -	$ -	$ -	$ -
Licenses and permits	-	-	-	-
Intergovernmental	-	-	-	-
Contribution from property owners	-	-	-	-
Charges for services	-	-	-	-
Use of money and property	7,458	611,228	31,925	194
Rents	-	144,000	-	-
Contributions	-	-	-	-
Developer participation	-	-	-	-
Miscellaneous	-	-	-	-
Total Revenues	**7,458**	**755,228**	**31,925**	**194**
Expenditures:				
Current:				
Planning and building	-	-	-	-
Economic development	-	-	-	-
Redevelopment	60,420	2,648,049	-	-
General government	-	-	-	-
Property based improvement district	-	-	-	-
Police	-	-	-	-
Fire	-	-	-	-
Public works	-	-	-	-
Child development	-	-	-	-
Capital outlay	16,000	530	-	-
Debt service:				
Principal retirement	-	-	185,000	195,000
Interest and fiscal charges	-	-	273,690	334,239
Total Expenditures	**76,420**	**2,648,579**	**458,690**	**529,239**
Excess (Deficiency) of Revenues Over (Under) Expenditures	(68,962)	(1,893,351)	(426,765)	(529,045)
Other Financing Sources (Uses):				
Transfers in	-	-	433,150	527,984
Transfers out	-	-	-	-
Proceeds from sale of capital asset	-	-	-	-
Total Other Financing Sources (Uses)	**-**	**-**	**433,150**	**527,984**
Net Change in Fund Balances	$ (68,962)	$ (1,893,351)	$ 6,385	$ (1,061)
Fund Balances:				
Beginning of year, as originally reported	$ 2,529,251	$ 18,348,390	$ 472,520	$ 574,763
Net Change in Fund Balances	(68,962)	(1,893,351)	6,385	(1,061)
Fund Balances, End of Year	**$ 2,460,289**	**$ 16,455,039**	**$ 478,905**	**$ 573,702**

CITY OF EMERYVILLE

COMBINING STATEMENT OF REVENUES,
EXPENDITURES AND CHANGES IN FUND BALANCES
NONMAJOR GOVERNMENTAL FUNDS
YEAR ENDED JUNE 30, 2010

	Debt Service Funds			
	1998 B Revenue Bond	**1998 C Revenue Bond**	**2001 A Revenue Bond**	**2001 B Revenue Bond**
Revenues:				
Taxes	$ -	$ -	$ -	$ -
Licenses and permits	-	-	-	-
Intergovernmental	-	-	-	-
Contribution from property owners	-	-	-	-
Charges for services	-	-	-	-
Use of money and property	1,183	185	537	94
Rents	-	-	-	-
Contributions	-	-	-	-
Developer participation	-	-	-	-
Miscellaneous	-	-	-	-
Total Revenues	**1,183**	**185**	**537**	**94**
Expenditures:				
Current:				
Planning and building	-	-	-	-
Economic development	-	-	-	-
Redevelopment	-	-	-	-
General government	-	-	-	-
Property based improvement district	-	-	-	-
Police	-	-	-	-
Fire	-	-	-	-
Public works	-	-	-	-
Child development	-	-	-	-
Capital outlay	-	-	-	-
Debt service:				
Principal retirement	1,125,000	420,000	625,000	40,000
Interest and fiscal charges	2,044,710	983,082	945,563	228,690
Total Expenditures	**3,169,710**	**1,403,082**	**1,570,563**	**268,690**
Excess (Deficiency) of Revenues Over (Under) Expenditures	(3,168,527)	(1,402,897)	(1,570,026)	(268,596)
Other Financing Sources (Uses):				
Transfers in	3,169,402	1,401,891	1,570,563	268,080
Transfers out	-	-	-	-
Proceeds from sale of capital asset	-	-	-	-
Total Other Financing Sources (Uses)	**3,169,402**	**1,401,891**	**1,570,563**	**268,080**
Net Change in Fund Balances	$ 875	$ (1,006)	$ 537	$ (516)
Fund Balances:				
Beginning of year, as originally reported	$ 4,003,651	$ 544,951	$ 1,585,927	$ 278,516
Net Change in Fund Balances	875	(1,006)	537	(516)
Fund Balances, End of Year	**$ 4,004,526**	**$ 543,945**	**$ 1,586,464**	**$ 278,000**

CITY OF EMERYVILLE

COMBINING STATEMENT OF REVENUES,
EXPENDITURES AND CHANGES IN FUND BALANCES
NONMAJOR GOVERNMENTAL FUNDS
YEAR ENDED JUNE 30, 2010

	Debt Service Funds		
	2002 Series A Revenue Bond	**2004 Series A Revenue Bond**	**Total Nonmajor Governmental Funds**
Revenues:			
Taxes	$ -	$ -	$ 2,374,081
Licenses and permits	-	-	942,893
Intergovernmental	-	-	2,082,842
Contribution from property owners	-	-	50,000
Charges for services	-	-	889,278
Use of money and property	616	1,850	1,182,338
Rents	-	-	390,725
Contributions	-	-	2,783
Developer participation	-	-	29,612
Miscellaneous	-	-	3,494,273
Total Revenues	**616**	**1,850**	**11,438,825**
Expenditures:			
Current:			
Planning and building	-	-	542,517
Economic development	-	-	1,151,877
Redevelopment	-	-	3,151,071
General government	-	-	1,060,660
Property based improvement district	-	-	2,384,609
Police	-	-	423,881
Fire	-	-	180,503
Public works	-	-	2,744,189
Child development	-	-	1,545,577
Capital outlay	-	-	4,699,108
Debt service:			
Principal retirement	1,015,000	2,135,000	5,740,000
Interest and fiscal charges	777,245	3,292,138	8,879,357
Total Expenditures	**1,792,245**	**5,427,138**	**32,503,349**
Excess (Deficiency) of Revenues Over (Under) Expenditures	(1,791,629)	(5,425,288)	(21,064,524)
Other Financing Sources (Uses):			
Transfers in	1,788,299	5,415,277	23,254,182
Transfers out	-	-	(4,151,874)
Proceeds from sale of capital asset	-	-	370,747
Total Other Financing Sources (Uses)	**1,788,299**	**5,415,277**	**19,473,055**
Net Change in Fund Balances	$ (3,330)	$ (10,011)	$ (1,591,469)
Fund Balances:			
Beginning of year, as originally reported	$ 1,818,834	$ 5,466,530	$ 85,089,811
Net Change in Fund Balances	(3,330)	(10,011)	(1,591,469)
Fund Balances, End of Year	**$ 1,815,504**	**$ 5,456,519**	**$ 83,498,342**

CITY OF EMERYVILLE

BUDGETARY COMPARISON SCHEDULE
HOUSING COMMUNITY DEVELOPMENT
YEAR ENDED JUNE 30, 2010

	Budget Amounts		Actual	Variance with Final Budget Positive
	Original	Final	Amounts	(Negative)
Budgetary Fund Balance, July 1	$ 168,858	$ 168,858	$ 168,858	$ -
Resources (Inflows):				
Intergovernmental	94,719	94,719	71,063	(23,656)
Use of money and property	2,171	2,171	2,677	506
Miscellaneous	-	-	531	531
Amounts Available for Appropriation	**265,748**	**265,748**	**243,129**	**(22,619)**
Charges to Appropriation (Outflows):				
Economic development	105,050	105,050	83,327	21,723
Total Charges to Appropriations	**105,050**	**105,050**	**83,327**	**21,723**
Budgetary Fund Balance, June 30	**$ 160,698**	**$ 160,698**	**$ 159,802**	**$ (896)**

CITY OF EMERYVILLE

BUDGETARY COMPARISON SCHEDULE
CAL - HOME LOAN PROGRAM
YEAR ENDED JUNE 30, 2010

	Budget Amounts		Actual	Variance with Final Budget Positive
	Original	Final	Amounts	(Negative)
Budgetary Fund Balance, July 1	$ 56,763	$ 56,763	$ 56,763	$ -
Resources (Inflows):				
Use of money and property	-	-	4,355	4,355
Miscellaneous	-	-	30,200	30,200
Amounts Available for Appropriation	**56,763**	**56,763**	**91,318**	**34,555**
Charges to Appropriation (Outflows):				
Economic development	-	354,017	680,250	(326,233)
Transfers out	-	-	45,960	(45,960)
Total Charges to Appropriations	**-**	**354,017**	**726,210**	**(372,193)**
Budgetary Fund Balance, June 30	**$ 56,763**	**$ (297,254)**	**$ (634,892)**	**$ (337,638)**

CITY OF EMERYVILLE

BUDGETARY COMPARISON SCHEDULE
POLICE IMPOUND
YEAR ENDED JUNE 30, 2010

	Budget Amounts		Actual	Variance with Final Budget Positive
	Original	Final	Amounts	(Negative)
Budgetary Fund Balance, July 1	$ 63,480	$ 63,480	$ 63,480	$ -
Resources (Inflows):				
Charges for services	-	-	26	26
Use of money and property	1,124	1,124	1,097	(27)
Amounts Available for Appropriation	**64,604**	**64,604**	**64,603**	**(1)**
Charges to Appropriation (Outflows):				
Police	-	33,436	-	33,436
Total Charges to Appropriations	**-**	**33,436**	**-**	**33,436**
Budgetary Fund Balance, June 30	**$ 64,604**	**$ 31,168**	**$ 64,603**	**$ 33,435**

CITY OF EMERYVILLE

BUDGETARY COMPARISON SCHEDULE
SPECIAL GAS TAX STREET IMPROVEMENT
YEAR ENDED JUNE 30, 2010

	Budget Amounts		Actual	Variance with Final Budget Positive
	Original	Final	Amounts	(Negative)
Budgetary Fund Balance, July 1	$ 540,945	$ 540,945	$ 540,945	$ -
Resources (Inflows):				
Intergovernmental	147,000	147,000	171,710	24,710
Use of money and property	7,294	7,294	8,951	1,657
Amounts Available for Appropriation	**695,239**	**695,239**	**721,606**	**26,367**
Charges to Appropriation (Outflows):				
Capital outlay	-	331,970	-	331,970
Transfers out	150,000	150,000	150,000	-
Total Charges to Appropriations	**150,000**	**481,970**	**150,000**	**331,970**
Budgetary Fund Balance, June 30	**$ 545,239**	**$ 213,269**	**$ 571,606**	**$ 358,337**

CITY OF EMERYVILLE

BUDGETARY COMPARISON SCHEDULE
TRAFFIC CONGESTION RELIEF
YEAR ENDED JUNE 30, 2010

	Budget Amounts		Actual	Variance with Final Budget Positive
	Original	Final	Amounts	(Negative)
Budgetary Fund Balance, July 1	$ 496,905	$ 496,905	$ 496,905	$ -
Resources (Inflows):				
Intergovernmental	-	-	91,569	91,569
Use of money and property	-	-	2,340	2,340
Amounts Available for Appropriation	**496,905**	**496,905**	**590,814**	**93,909**
Charges to Appropriation (Outflows):				
Capital outlay	-	439,855	420,471	19,384
Total Charges to Appropriations	**-**	**439,855**	**420,471**	**19,384**
Budgetary Fund Balance, June 30	**$ 496,905**	**$ 57,050**	**$ 170,343**	**$ 113,293**

CITY OF EMERYVILLE

BUDGETARY COMPARISON SCHEDULE
GENERAL PLAN MAINTENANCE
YEAR ENDED JUNE 30, 2010

	Budget Amounts		Actual	Variance with Final Budget Positive
	Original	Final	Amounts	(Negative)
Budgetary Fund Balance, July 1	$ 597,193	$ 597,193	$ 597,193	$ -
Resources (Inflows):				
Licenses and permits	250,000	250,000	586,444	336,444
Use of money and property	(3,922)	(3,922)	11,577	15,499
Amounts Available for Appropriation	**843,271**	**843,271**	**1,195,214**	**351,943**
Charges to Appropriation (Outflows):				
Planning and building	293,325	343,095	542,517	(199,422)
Transfers out	9,800	9,800	9,800	-
Total Charges to Appropriations	**303,125**	**352,895**	**552,317**	**(199,422)**
Budgetary Fund Balance, June 30	**$ 540,146**	**$ 490,376**	**$ 642,897**	**$ 152,521**

CITY OF EMERYVILLE

BUDGETARY COMPARISON SCHEDULE
CHILD DEVELOPMENT
YEAR ENDED JUNE 30, 2010

	Budget Amounts		Actual	Variance with Final Budget Positive
	Original	Final	Amounts	(Negative)
Budgetary Fund Balance, July 1	$ 867,593	$ 867,593	$ 867,593	$ -
Resources (Inflows):				
Licenses and permits	2,000	2,000	9	(1,991)
Intergovernmental	245,000	128,812	132,834	4,022
Charges for services	750,000	750,000	711,742	(38,258)
Use of money and property	4,036	4,036	12,056	8,020
Miscellaneous	1,000	101,000	109,298	8,298
Transfers in	442,000	300,000	300,000	-
Amounts Available for Appropriation	**2,311,629**	**2,153,441**	**2,133,532**	**(19,909)**
Charges to Appropriation (Outflows):				
Child development	1,655,729	1,651,350	1,545,577	105,773
Total Charges to Appropriations	**1,655,729**	**1,651,350**	**1,545,577**	**105,773**
Budgetary Fund Balance, June 30	**$ 655,900**	**$ 502,091**	**$ 587,955**	**$ 85,864**

CITY OF EMERYVILLE

BUDGETARY COMPARISON SCHEDULE
MEASURE B
YEAR ENDED JUNE 30, 2010

	Budget Amounts		Actual	Variance with Final Budget Positive
	Original	Final	Amounts	(Negative)
Budgetary Fund Balance, July 1	$ 499,358	$ 499,358	$ 499,358	$ -
Resources (Inflows):				
Taxes	205,000	205,000	182,639	(22,361)
Intergovernmental	47,000	47,000	105,100	58,100
Use of money and property	1,349	1,349	9,864	8,515
Amounts Available for Appropriation	**752,707**	**752,707**	**796,961**	**44,254**
Charges to Appropriation (Outflows):				
Public works	74,631	77,131	80,241	(3,110)
Capital outlay	125,000	557,331	-	557,331
Transfers out	7,000	7,000	7,000	-
Total Charges to Appropriations	**206,631**	**641,462**	**87,241**	**554,221**
Budgetary Fund Balance, June 30	**$ 546,076**	**$ 111,245**	**$ 709,720**	**$ 598,475**

CITY OF EMERYVILLE

BUDGETARY COMPARISON SCHEDULE
EMERYVILLE PUBLIC ART
YEAR ENDED JUNE 30, 2010

	Budget Amounts		Actual	Variance with Final Budget Positive
	Original	Final	Amounts	(Negative)
Budgetary Fund Balance, July 1	$ 955,664	$ 955,664	$ 955,664	$ -
Resources (Inflows):				
Use of money and property	9,201	9,201	22,626	13,425
Miscellaneous	34,000	34,000	726,520	692,520
Amounts Available for Appropriation	**998,865**	**998,865**	**1,704,810**	**705,945**
Charges to Appropriation (Outflows):				
General government	173,000	315,578	107,750	207,828
Total Charges to Appropriations	**173,000**	**315,578**	**107,750**	**207,828**
Budgetary Fund Balance, June 30	**$ 825,865**	**$ 683,287**	**$ 1,597,060**	**$ 913,773**

CITY OF EMERYVILLE

BUDGETARY COMPARISON SCHEDULE
OTHER GRANTS
YEAR ENDED JUNE 30, 2010

	Budget Amounts		Actual	Variance with Final Budget Positive
	Original	Final	Amounts	(Negative)
Budgetary Fund Balance, July 1	$ (322,643)	$ (322,643)	$ (322,643)	$ -
Resources (Inflows):				
Taxes	-	33,771	-	(33,771)
Intergovernmental	-	160,000	974,060	814,060
Use of money and property	-	-	14,860	14,860
Miscellaneous	-	-	1,493,043	1,493,043
Transfers in	-	-	4,701	4,701
Amounts Available for Appropriation	**(322,643)**	**(128,872)**	**2,164,021**	**2,292,893**
Charges to Appropriation (Outflows):				
General government	-	210,376	348,603	(138,227)
Capital outlay	-	2,815,704	357,956	2,457,748
Total Charges to Appropriations	**-**	**3,026,080**	**706,559**	**2,319,521**
Budgetary Fund Balance, June 30	**$ (322,643)**	**$ (3,154,952)**	**$ 1,457,462**	**$ 4,612,414**

CITY OF EMERYVILLE

BUDGETARY COMPARISON SCHEDULE
TRAFFIC IMPACT FEE
YEAR ENDED JUNE 30, 2010

	Budget Amounts		Actual	Variance with Final Budget Positive
	Original	Final	Amounts	(Negative)
Budgetary Fund Balance, July 1	$ 2,390,589	$ 2,390,589	$ 2,390,589	$ -
Resources (Inflows):				
Licenses and permits	-	-	356,440	356,440
Use of money and property	-	-	27,025	27,025
Amounts Available for Appropriation	**2,390,589**	**2,390,589**	**2,774,054**	**383,465**
Charges to Appropriation (Outflows):				
Public works	-	60,925	2,620,930	(2,560,005)
Capital outlay	-	1,211,912	-	1,211,912
Total Charges to Appropriations	**-**	**1,272,837**	**2,620,930**	**(1,348,093)**
Budgetary Fund Balance, June 30	**$ 2,390,589**	**$ 1,117,752**	**$ 153,124**	**$ (964,628)**

CITY OF EMERYVILLE

BUDGETARY COMPARISON SCHEDULE
SUPPLEMENTAL LAW ENFORCEMENT
YEAR ENDED JUNE 30, 2010

	Budget Amounts		Actual	Variance with Final Budget Positive
	Original	Final	Amounts	(Negative)
Budgetary Fund Balance, July 1	$ 78,003	$ 78,003	$ 78,003	$ -
Resources (Inflows):				
Intergovernmental	100,000	100,000	148,206	48,206
Use of money and property	1,852	1,852	1,194	(658)
Contributions	-	-	2,783	2,783
Amounts Available for Appropriation	**179,855**	**179,855**	**230,186**	**50,331**
Charges to Appropriation (Outflows):				
Police	100,000	100,000	102,782	(2,782)
Total Charges to Appropriations	**100,000**	**100,000**	**102,782**	**(2,782)**
Budgetary Fund Balance, June 30	**$ 79,855**	**$ 79,855**	**$ 127,404**	**$ 47,549**

CITY OF EMERYVILLE

BUDGETARY COMPARISON SCHEDULE
EMERGENCY MEDICAL SERVICES
YEAR ENDED JUNE 30, 2010

	Budget Amounts		Actual	Variance with Final Budget Positive
	Original	Final	Amounts	(Negative)
Budgetary Fund Balance, July 1	$ 4,314	$ 4,314	$ 4,314	$ -
Resources (Inflows):				
Charges for services	175,000	175,000	177,510	2,510
Miscellaneous	-	-	380	380
Amounts Available for Appropriation	**179,314**	**179,314**	**182,204**	**2,890**
Charges to Appropriation (Outflows):				
Fire	175,000	175,000	180,503	(5,503)
Total Charges to Appropriations	**175,000**	**175,000**	**180,503**	**(5,503)**
Budgetary Fund Balance, June 30	**$ 4,314**	**$ 4,314**	**$ 1,701**	**$ (2,613)**

CITY OF EMERYVILLE

BUDGETARY COMPARISON SCHEDULE
MEASURE D
YEAR ENDED JUNE 30, 2010

	Budget Amounts		Actual	Variance with Final Budget Positive
	Original	Final	Amounts	(Negative)
Budgetary Fund Balance, July 1	$ 40,159	$ 40,159	$ 40,159	$ -
Resources (Inflows):				
Use of money and property	350	350	743	393
Miscellaneous	25,000	25,000	23,230	(1,770)
Amounts Available for Appropriation	**65,509**	**65,509**	**64,132**	**(1,377)**
Charges to Appropriation (Outflows):				
Public works	32,457	32,457	31,223	1,234
Total Charges to Appropriations	**32,457**	**32,457**	**31,223**	**1,234**
Budgetary Fund Balance, June 30	**$ 33,052**	**$ 33,052**	**$ 32,909**	**$ (143)**

CITY OF EMERYVILLE

BUDGETARY COMPARISON SCHEDULE
RESERVE FOR ECONOMIC UNCERTAINTY
YEAR ENDED JUNE 30, 2010

	Budget Amounts		Actual	Variance with Final Budget Positive
	Original	Final	Amounts	(Negative)
Budgetary Fund Balance, July 1	$ 5,194,370	$ 5,194,370	$ 5,194,370	$ -
Resources (Inflows):				
Use of money and property	148,206	148,206	89,439	(58,767)
Amounts Available for Appropriation	**5,342,576**	**5,342,576**	**5,283,809**	**(58,767)**
Charges to Appropriation (Outflows):				
Transfers out	408,000	777,000	-	777,000
Total Charges to Appropriations	**408,000**	**777,000**	**-**	**777,000**
Budgetary Fund Balance, June 30	**$ 4,934,576**	**$ 4,565,576**	**$ 5,283,809**	**$ 718,233**

CITY OF EMERYVILLE

BUDGETARY COMPARISON SCHEDULE
EARTHQUAKE INSURANCE
YEAR ENDED JUNE 30, 2010

	Budget Amounts		Actual	Variance with Final Budget Positive
	Original	Final	Amounts	(Negative)
Budgetary Fund Balance, July 1	$ 1,256,548	$ 1,256,548	$ 1,256,548	$ -
Resources (Inflows):				
Use of money and property	37,274	37,274	21,714	(15,560)
Amounts Available for Appropriation	**1,293,822**	**1,293,822**	**1,278,262**	**(15,560)**
Budgetary Fund Balance, June 30	**$ 1,293,822**	**$ 1,293,822**	**$ 1,278,262**	**$ (15,560)**

CITY OF EMERYVILLE

BUDGETARY COMPARISON SCHEDULE
MAJOR MAINTENANCE
YEAR ENDED JUNE 30, 2010

	Budget Amounts		Actual	Variance with Final Budget Positive
	Original	Final	Amounts	(Negative)
Budgetary Fund Balance, July 1	$ 8,279,444	$ 8,279,444	$ 8,279,444	$ -
Resources (Inflows):				
Miscellaneous	283,172	283,172	283,172	-
Amounts Available for Appropriation	**8,562,616**	**8,562,616**	**8,562,616**	**-**
Charges to Appropriation (Outflows):				
General government	162,000	1,538,714	419,354	1,119,360
Total Charges to Appropriations	**162,000**	**1,538,714**	**419,354**	**1,119,360**
Budgetary Fund Balance, June 30	**$ 8,400,616**	**$ 7,023,902**	**$ 8,143,262**	**$ 1,119,360**

CITY OF EMERYVILLE

BUDGETARY COMPARISON SCHEDULE
VEHICLE REPLACEMENT
YEAR ENDED JUNE 30, 2010

	Budget Amounts		Actual	Variance with Final Budget Positive
	Original	Final	Amounts	(Negative)
Budgetary Fund Balance, July 1	$ 4,841,867	$ 4,841,867	$ 4,841,867	$ -
Resources (Inflows):				
Miscellaneous	520,664	520,664	536,352	15,688
Proceeds from sale of capital asset	-	-	9,549	9,549
Amounts Available for Appropriation	**5,362,531**	**5,362,531**	**5,387,768**	**25,237**
Charges to Appropriation (Outflows):				
Capital outlay	1,133,437	1,353,164	1,293,249	59,915
Total Charges to Appropriations	**1,133,437**	**1,353,164**	**1,293,249**	**59,915**
Budgetary Fund Balance, June 30	**$ 4,229,094**	**$ 4,009,367**	**$ 4,094,519**	**$ 85,152**

CITY OF EMERYVILLE

BUDGETARY COMPARISON SCHEDULE
INFORMATION TECHNOLOGY
YEAR ENDED JUNE 30, 2010

	Budget Amounts		Actual	Variance with Final Budget Positive
	Original	Final	Amounts	(Negative)
Budgetary Fund Balance, July 1	$ 762,427	$ 762,427	$ 762,427	$ -
Resources (Inflows):				
Miscellaneous	149,886	149,886	174,962	25,076
Amounts Available for Appropriation	**912,313**	**912,313**	**937,389**	**25,076**
Charges to Appropriation (Outflows):				
General government	-	125,000	80,138	44,862
Capital outlay	72,980	452,649	208,715	243,934
Total Charges to Appropriations	**72,980**	**577,649**	**288,853**	**288,796**
Budgetary Fund Balance, June 30	**$ 839,333**	**$ 334,664**	**$ 648,536**	**$ 313,872**

CITY OF EMERYVILLE

BUDGETARY COMPARISON SCHEDULE
PERS LIABILITY
YEAR ENDED JUNE 30, 2010

	Budget Amounts		Actual	Variance with Final Budget Positive
	Original	Final	Amounts	(Negative)
Budgetary Fund Balance, July 1	$ 3,406,599	$ 3,406,599	$ 3,406,599	$ -
Resources (Inflows):				
Use of money and property	60,095	60,095	64,203	4,108
Transfers in	-	1,000,000	1,000,000	-
Amounts Available for Appropriation	**3,466,694**	**4,466,694**	**4,470,802**	**4,108**
Charges to Appropriation (Outflows):				
Police	784,132	784,132	321,099	463,033
Total Charges to Appropriations	**784,132**	**784,132**	**321,099**	**463,033**
Budgetary Fund Balance, June 30	**$ 2,682,562**	**$ 3,682,562**	**$ 4,149,703**	**$ 467,141**

CITY OF EMERYVILLE

BUDGETARY COMPARISON SCHEDULE
PROPERTY BASED IMPROVEMENT DISTRICT
YEAR ENDED JUNE 30, 2010

	Budget Amounts		Actual	Variance with Final Budget Positive
	Original	Final	Amounts	(Negative)
Budgetary Fund Balance, July 1	$ 212,264	$ 212,264	$ 212,264	$ -
Resources (Inflows):				
Taxes	2,315,250	2,315,250	2,172,072	(143,178)
Use of money and property	29,384	29,384	10,248	(19,136)
Amounts Available for Appropriation	**2,556,898**	**2,556,898**	**2,394,584**	**(162,314)**
Charges to Appropriation (Outflows):				
Property based improvement district	1,947,050	1,947,050	2,384,609	(437,559)
Total Charges to Appropriations	**1,947,050**	**1,947,050**	**2,384,609**	**(437,559)**
Budgetary Fund Balance, June 30	**$ 609,848**	**$ 609,848**	**$ 9,975**	**$ (599,873)**

CITY OF EMERYVILLE

BUDGETARY COMPARISON SCHEDULE
HELP HOUSING LOAN PROGRAM
YEAR ENDED JUNE 30, 2010

	Budget Amounts		Actual	Variance with Final Budget Positive
	Original	Final	Amounts	(Negative)
Budgetary Fund Balance, July 1	$ 122	$ 122	$ 122	$ -
Resources (Inflows):				
Intergovernmental	-	-	388,300	388,300
Use of money and property	-	-	(629)	(629)
Amounts Available for Appropriation	**122**	**122**	**387,793**	**387,671**
Charges to Appropriation (Outflows):				
Economic development	-	400,121	388,300	11,821
Total Charges to Appropriations	**-**	**400,121**	**388,300**	**11,821**
Budgetary Fund Balance, June 30	**$ 122**	**$ (399,999)**	**$ (507)**	**$ 399,492**

CITY OF EMERYVILLE

BUDGETARY COMPARISON SCHEDULE
PEG PROGRAM
YEAR ENDED JUNE 30, 2010

	Budget Amounts		Actual	Variance with Final Budget Positive
	Original	Final	Amounts	(Negative)
Budgetary Fund Balance, July 1	$ 6,138	$ 6,138	$ 6,138	$ -
Resources (Inflows):				
Taxes	18,000	18,000	19,370	1,370
Use of money and property	310	310	513	203
Amounts Available for Appropriation	**24,448**	**24,448**	**26,021**	**1,573**
Charges to Appropriation (Outflows):				
Capital outlay	-	41,141	-	41,141
Total Charges to Appropriations	**-**	**41,141**	**-**	**41,141**
Budgetary Fund Balance, June 30	**$ 24,448**	**$ (16,693)**	**$ 26,021**	**$ 42,714**

CITY OF EMERYVILLE

BUDGETARY COMPARISON SCHEDULE
1976 PROJECT AREA OPERATING
YEAR ENDED JUNE 30, 2010

	Budget Amounts		Actual	Variance with Final Budget Positive
	Original	Final	Amounts	(Negative)
Budgetary Fund Balance, July 1	$ 13,358,263	$ 13,358,263	$ 13,358,263	$ -
Resources (Inflows):				
Taxes	21,332,000	21,332,000	22,141,191	809,191
Use of money and property	380,860	380,860	270,117	(110,743)
Rents	96,600	96,600	90,000	(6,600)
Miscellaneous	-	-	26,764	26,764
Amounts Available for Appropriation	**35,167,723**	**35,167,723**	**35,886,335**	**718,612**
Charges to Appropriation (Outflows):				
Redevelopment	3,444,513	10,920,594	9,961,662	958,932
Transfers out	13,589,847	22,500,593	23,110,944	(610,351)
Total Charges to Appropriations	**17,034,360**	**33,421,187**	**33,072,606**	**348,581**
Budgetary Fund Balance, June 30	**$ 18,133,363**	**$ 1,746,536**	**$ 2,813,729**	**$ 1,067,193**

CITY OF EMERYVILLE

BUDGETARY COMPARISON SCHEDULE
SHELLMOUND PROJECT AREA OPERATING
YEAR ENDED JUNE 30, 2010

	Budget Amounts		Actual	Variance with Final Budget Positive
	Original	Final	Amounts	(Negative)
Budgetary Fund Balance, July 1 as restated	$ 3,593,533	$ 3,593,533	$ 3,593,533	$ -
Resources (Inflows):				
Taxes	13,919,000	13,919,000	14,503,188	584,188
Use of money and property	169,378	169,378	122,057	(47,321)
Rents	-	-	71,270	71,270
Amounts Available for Appropriation	**17,681,911**	**17,681,911**	**18,290,048**	**608,137**
Charges to Appropriation (Outflows):				
Redevelopment	5,743,200	12,814,116	8,348,035	4,466,081
Debt service:				
Interest and fiscal charges	-	-	112,068	(112,068)
Transfers out	6,452,247	6,443,993	9,584,404	(3,140,411)
Total Charges to Appropriations	**12,195,447**	**19,258,109**	**18,044,507**	**1,213,602**
Budgetary Fund Balance, June 30	**$ 5,486,464**	**$ (1,576,198)**	**$ 245,541**	**$ 1,821,739**

CITY OF EMERYVILLE

BUDGETARY COMPARISON SCHEDULE
HOUSING REVOLVING LOAN OPERATING
YEAR ENDED JUNE 30, 2010

	Budget Amounts		Actual	Variance with Final Budget Positive
	Original	Final	Amounts	(Negative)
Budgetary Fund Balance, July 1	$ 2,346,198	$ 2,346,198	$ 2,346,198	$ -
Resources (Inflows):				
Use of money and property	72,156	72,156	90,804	18,648
Miscellaneous	-	-	727,407	727,407
Transfers in	220,000	220,000	220,000	-
Proceeds from sale of capital asset	-	-	(171,071)	(171,071)
Amounts Available for Appropriation	**2,638,354**	**2,638,354**	**3,213,338**	**574,984**
Charges to Appropriation (Outflows):				
Redevelopment	220,000	220,000	1,030,770	(810,770)
Total Charges to Appropriations	**220,000**	**220,000**	**1,030,770**	**(810,770)**
Budgetary Fund Balance, June 30	**$ 2,418,354**	**$ 2,418,354**	**$ 2,182,568**	**$ (235,786)**

CITY OF EMERYVILLE

BUDGETARY COMPARISON SCHEDULE
2004 SERIES A REVENUE BOND
YEAR ENDED JUNE 30, 2010

	Budget Amounts		Actual	Variance with Final Budget Positive
	Original	Final	Amounts	(Negative)
Budgetary Fund Balance, July 1	$ 50,178,219	$ 50,178,219	$ 50,178,219	$ -
Resources (Inflows):				
Use of money and property	-	-	(82,814)	(82,814)
Amounts Available for Appropriation	**50,178,219**	**50,178,219**	**50,095,405**	**(82,814)**
Charges to Appropriation (Outflows):				
Redevelopment	-	371,363	3,801,215	(3,429,852)
Capital outlay	-	43,161,348	1,709,829	41,451,519
Total Charges to Appropriations	**-**	**43,532,711**	**5,511,044**	**38,021,667**
Budgetary Fund Balance, June 30	**$ 50,178,219**	**$ 6,645,508**	**$ 44,584,361**	**$ 37,938,853**

CITY OF EMERYVILLE

BUDGETARY COMPARISON SCHEDULE
SHELLMOUND CAPITAL PROJECT
YEAR ENDED JUNE 30, 2010

	Budget Amounts		Actual	Variance with Final Budget Positive
	Original	Final	Amounts	(Negative)
Budgetary Fund Balance, July 1	$ 16,524,644	$ 16,524,644	$ 16,524,644	$ -
Resources (Inflows):				
Use of money and property	-	-	375,980	375,980
Miscellaneous	-	-	42,244	42,244
Transfers in	-	-	2,985,757	2,985,757
Proceeds from sale of capital asset	-	-	(30,362)	(30,362)
Amounts Available for Appropriation	**16,524,644**	**16,524,644**	**19,898,263**	**3,373,619**
Charges to Appropriation (Outflows):				
Redevelopment	-	195,005	4,676,603	(4,481,598)
Capital outlay	-	16,425,130	399,472	16,025,658
Total Charges to Appropriations	**-**	**16,620,135**	**5,076,075**	**11,544,060**
Budgetary Fund Balance, June 30	**$ 16,524,644**	**$ (95,491)**	**$ 14,822,188**	**$ 14,917,679**

CITY OF EMERYVILLE

BUDGETARY COMPARISON SCHEDULE
GENERAL CAPITAL IMPROVEMENTS
YEAR ENDED JUNE 30, 2010

	Budget Amounts		Actual	Variance with Final Budget Positive
	Original	Final	Amounts	(Negative)
Budgetary Fund Balance, July 1	$ 6,745,625	$ 6,745,625	$ 6,745,625	$ -
Resources (Inflows):				
Use of money and property	-	-	115,115	115,115
Developer participation	-	-	29,612	29,612
Miscellaneous	-	-	13,687	13,687
Proceeds from sale of capital asset	-	364,210	361,198	(3,012)
Amounts Available for Appropriation	**6,745,625**	**7,109,835**	**7,265,237**	**155,402**
Charges to Appropriation (Outflows):				
General government	-	-	101,646	(101,646)
Capital outlay	-	5,672,501	2,154,678	3,517,823
Total Charges to Appropriations	**-**	**5,672,501**	**2,256,324**	**3,416,177**
Budgetary Fund Balance, June 30	**$ 6,745,625**	**$ 1,437,334**	**$ 5,008,913**	**$ 3,571,579**

CITY OF EMERYVILLE

BUDGETARY COMPARISON SCHEDULE
MARINA IMPROVENMENT
YEAR ENDED JUNE 30, 2010

	Budget Amounts		Actual	Variance with Final Budget Positive
	Original	Final	Amounts	(Negative)
Budgetary Fund Balance, July 1	$ 198,793	$ 198,793	$ 198,793	$ -
Resources (Inflows):				
Use of money and property	-	-	7,026	7,026
Rents	-	-	246,725	246,725
Amounts Available for Appropriation	**198,793**	**198,793**	**452,544**	**253,751**
Charges to Appropriation (Outflows):				
Public works	-	138,453	8,517	129,936
Total Charges to Appropriations	**-**	**138,453**	**8,517**	**129,936**
Budgetary Fund Balance, June 30	**$ 198,793**	**$ 60,340**	**$ 444,027**	**$ 383,687**

CITY OF EMERYVILLE

BUDGETARY COMPARISON SCHEDULE
HOMEBUYER PROGRAM LOANS
YEAR ENDED JUNE 30, 2010

	Budget Amounts		Actual	Variance with Final Budget Positive
	Original	Final	Amounts	(Negative)
Budgetary Fund Balance, July 1	$ 343,170	$ 343,170	$ 343,170	$ -
Resources (Inflows):				
Use of money and property	6,636	6,636	5,931	(705)
Amounts Available for Appropriation	**349,806**	**349,806**	**349,101**	**(705)**
Budgetary Fund Balance, June 30	**$ 349,806**	**$ 349,806**	**$ 349,101**	**$ (705)**

CITY OF EMERYVILLE

BUDGETARY COMPARISON SCHEDULE
LOW/MODERATE HOUSING OPERATING
YEAR ENDED JUNE 30, 2010

	Budget Amounts		Actual	Variance with Final Budget Positive
	Original	Final	Amounts	(Negative)
Budgetary Fund Balance, July 1	$ 5,602,281	$ 5,602,281	$ 5,602,281	$ -
Resources (Inflows):				
Use of money and property	246,332	246,332	70,719	(175,613)
Miscellaneous	110,000	110,000	102,898	(7,102)
Transfers in	7,050,200	7,050,200	7,374,835	324,635
Amounts Available for Appropriation	**13,008,813**	**13,008,813**	**13,150,733**	**141,920**
Charges to Appropriation (Outflows):				
Redevelopment	576,844	618,125	347,462	270,663
Transfers out	3,312,723	3,308,596	3,939,114	(630,518)
Total Charges to Appropriations	**3,889,567**	**3,926,721**	**4,286,576**	**(359,855)**
Budgetary Fund Balance, June 30	**$ 9,119,246**	**$ 9,082,092**	**$ 8,864,157**	**$ (217,935)**

CITY OF EMERYVILLE

BUDGETARY COMPARISON SCHEDULE
2001 A REVENUE BOND
YEAR ENDED JUNE 30, 2010

	Budget Amounts		Actual	Variance with Final Budget Positive
	Original	Final	Amounts	(Negative)
Budgetary Fund Balance, July 1	$ 4,316,444	$ 4,316,444	$ 4,316,444	$ -
Resources (Inflows):				
Use of money and property	-	-	8,292	8,292
Amounts Available for Appropriation	**4,316,444**	**4,316,444**	**4,324,736**	**8,292**
Charges to Appropriation (Outflows):				
Redevelopment	-	36,584	95,140	(58,556)
Capital outlay	-	3,075,767	247,509	2,828,258
Total Charges to Appropriations	**-**	**3,112,351**	**342,649**	**2,769,702**
Budgetary Fund Balance, June 30	**$ 4,316,444**	**$ 1,204,093**	**$ 3,982,087**	**$ 2,777,994**

CITY OF EMERYVILLE

BUDGETARY COMPARISON SCHEDULE
2002 A REVENUE BOND
YEAR ENDED JUNE 30, 2010

	Budget Amounts		Actual	Variance with Final Budget Positive
	Original	Final	Amounts	(Negative)
Budgetary Fund Balance, July 1	$ 2,529,251	$ 2,529,251	$ 2,529,251	$ -
Resources (Inflows):				
Use of money and property	-	-	7,458	7,458
Amounts Available for Appropriation	**2,529,251**	**2,529,251**	**2,536,709**	**7,458**
Charges to Appropriation (Outflows):				
Redevelopment	-	-	60,420	(60,420)
Capital outlay	-	2,567,470	16,000	2,551,470
Total Charges to Appropriations	**-**	**2,567,470**	**76,420**	**2,491,050**
Budgetary Fund Balance, June 30	**$ 2,529,251**	**$ (38,219)**	**$ 2,460,289**	**$ 2,498,508**

CITY OF EMERYVILLE

BUDGETARY COMPARISON SCHEDULE
1976 AREA CAPITAL PROJECT
YEAR ENDED JUNE 30, 2010

	Budget Amounts		Actual	Variance with Final Budget Positive
	Original	Final	Amounts	(Negative)
Budgetary Fund Balance, July 1	$ 21,423,691	$ 21,423,691	$ 21,423,691	$ -
Resources (Inflows):				
Taxes	-	-	-	-
Use of money and property	-	-	564,146	564,146
Miscellaneous	-	-	15,600,321	15,600,321
Transfers in	-	8,800,000	8,919,000	119,000
Amounts Available for Appropriation	**21,423,691**	**30,223,691**	**46,507,158**	**16,283,467**
Charges to Appropriation (Outflows):				
Redevelopment	-	515,000	3,654,432	(3,139,432)
Capital outlay	-	13,902,555	5,463,894	8,438,661
Total Charges to Appropriations	**-**	**14,417,555**	**9,118,326**	**5,299,229**
Budgetary Fund Balance, June 30	**$ 21,423,691**	**$ 15,806,136**	**$ 37,388,832**	**$ 21,582,696**

CITY OF EMERYVILLE

BUDGETARY COMPARISON SCHEDULE
HOUSING CAPITAL PROJECT
YEAR ENDED JUNE 30, 2010

	Budget Amounts		Actual	Variance with Final Budget Positive
	Original	Final	Amounts	(Negative)
Budgetary Fund Balance, July 1	$ 18,348,390	$ 18,348,390	$ 18,348,390	$ -
Resources (Inflows):				
Use of money and property	-	-	611,228	611,228
Rents	-	-	144,000	144,000
Miscellaneous	-	-	-	-
Amounts Available for Appropriation	**18,348,390**	**18,348,390**	**19,103,618**	**755,228**
Charges to Appropriation (Outflows):				
Redevelopment	-	2,137,812	2,648,049	(510,237)
Capital outlay	-	2,226,741	530	2,226,211
Total Charges to Appropriations	**-**	**4,364,553**	**2,648,579**	**1,715,974**
Budgetary Fund Balance, June 30	**$ 18,348,390**	**$ 13,983,837**	**$ 16,455,039**	**$ 2,471,202**

CITY OF EMERYVILLE

BUDGETARY COMPARISON SCHEDULE
1998 LEASE REVENUE SERIES A BOND
YEAR ENDED JUNE 30, 2010

	Budget Amounts		Actual	Variance with Final Budget Positive
	Original	Final	Amounts	(Negative)
Budgetary Fund Balance, July 1	$ 472,520	$ 472,520	$ 472,520	$ -
Resources (Inflows):				
Use of money and property	26,000	26,000	31,925	5,925
Transfers in	433,000	433,000	433,150	150
Amounts Available for Appropriation	**931,520**	**931,520**	**937,595**	**6,075**
Charges to Appropriation (Outflows):				
Debt service:				
Principal retirement	185,000	185,000	185,000	-
Interest and fiscal charges	273,690	273,690	273,690	-
Total Charges to Appropriations	**458,690**	**458,690**	**458,690**	**-**
Budgetary Fund Balance, June 30	**$ 472,830**	**$ 472,830**	**$ 478,905**	**$ 6,075**

CITY OF EMERYVILLE

BUDGETARY COMPARISON SCHEDULE
1995 HOUSING REVENUE BOND
YEAR ENDED JUNE 30, 2010

	Budget Amounts		Actual	Variance with Final Budget Positive
	Original	Final	Amounts	(Negative)
Budgetary Fund Balance, July 1	$ 574,763	$ 574,763	$ 574,763	$ -
Resources (Inflows):				
Use of money and property	25,500	25,500	194	(25,306)
Transfers in	505,000	505,000	527,984	22,984
Amounts Available for Appropriation	**1,105,263**	**1,105,263**	**1,102,941**	**(2,322)**
Charges to Appropriation (Outflows):				
Debt service:				
Principal retirement	195,000	195,000	195,000	-
Interest and fiscal charges	334,239	334,239	334,239	-
Total Charges to Appropriations	**529,239**	**529,239**	**529,239**	**-**
Budgetary Fund Balance, June 30	**$ 576,024**	**$ 576,024**	**$ 573,702**	**$ (2,322)**

CITY OF EMERYVILLE

BUDGETARY COMPARISON SCHEDULE
1998 B REVENUE BOND
YEAR ENDED JUNE 30, 2010

	Budget Amounts		Actual	Variance with Final Budget Positive
	Original	Final	Amounts	(Negative)
Budgetary Fund Balance, July 1	$ 4,003,651	$ 4,003,651	$ 4,003,651	$ -
Resources (Inflows):				
Use of money and property	229,000	229,000	1,183	(227,817)
Transfers in	2,939,000	2,939,000	3,169,402	230,402
Amounts Available for Appropriation	**7,171,651**	**7,171,651**	**7,174,236**	**2,585**
Charges to Appropriation (Outflows):				
Debt service:				
Principal retirement	1,125,000	1,125,000	1,125,000	-
Interest and fiscal charges	2,044,710	2,044,710	2,044,710	-
Total Charges to Appropriations	**3,169,710**	**3,169,710**	**3,169,710**	**-**
Budgetary Fund Balance, June 30	**$ 4,001,941**	**$ 4,001,941**	**$ 4,004,526**	**$ 2,585**

CITY OF EMERYVILLE

BUDGETARY COMPARISON SCHEDULE
1998 C REVENUE BOND
YEAR ENDED JUNE 30, 2010

	Budget Amounts		Actual	Variance with Final Budget Positive
	Original	Final	Amounts	(Negative)
Budgetary Fund Balance, July 1	$ 544,951	$ 544,951	$ 544,951	$ -
Resources (Inflows):				
Use of money and property	69,000	69,000	185	(68,815)
Transfers in	1,334,000	1,334,000	1,401,891	67,891
Amounts Available for Appropriation	**1,947,951**	**1,947,951**	**1,947,027**	**(924)**
Charges to Appropriation (Outflows):				
Debt service:				
Principal retirement	420,000	420,000	420,000	-
Interest and fiscal charges	983,082	983,082	983,082	-
Total Charges to Appropriations	**1,403,082**	**1,403,082**	**1,403,082**	**-**
Budgetary Fund Balance, June 30	**$ 544,869**	**$ 544,869**	**$ 543,945**	**$ (924)**

CITY OF EMERYVILLE

BUDGETARY COMPARISON SCHEDULE
2001 A REVENUE BOND
YEAR ENDED JUNE 30, 2010

	Budget Amounts		Actual	Variance with Final Budget Positive
	Original	Final	Amounts	(Negative)
Budgetary Fund Balance, July 1	$ 1,585,927	$ 1,585,927	$ 1,585,927	$ -
Resources (Inflows):				
Use of money and property	81,500	81,500	537	(80,963)
Transfers in	1,489,000	1,489,000	1,570,563	81,563
Amounts Available for Appropriation	**3,156,427**	**3,156,427**	**3,157,027**	**600**
Charges to Appropriation (Outflows):				
Debt service:				
Principal retirement	625,000	625,000	625,000	-
Interest and fiscal charges	945,563	945,563	945,563	-
Total Charges to Appropriations	**1,570,563**	**1,570,563**	**1,570,563**	**-**
Budgetary Fund Balance, June 30	**$ 1,585,864**	**$ 1,585,864**	**$ 1,586,464**	**$ 600**

CITY OF EMERYVILLE

BUDGETARY COMPARISON SCHEDULE
2001 B REVENUE BOND
YEAR ENDED JUNE 30, 2010

	Budget Amounts		Actual	Variance with Final Budget Positive
	Original	Final	Amounts	(Negative)
Budgetary Fund Balance, July 1	$ 278,516	$ 278,516	$ 278,516	$ -
Resources (Inflows):				
Use of money and property	14,400	14,400	94	(14,306)
Transfers in	255,000	255,000	268,080	13,080
Amounts Available for Appropriation	**547,916**	**547,916**	**546,690**	**(1,226)**
Charges to Appropriation (Outflows):				
Debt service:				
Principal retirement	40,000	40,000	40,000	-
Interest and fiscal charges	228,690	228,690	228,690	-
Total Charges to Appropriations	**268,690**	**268,690**	**268,690**	**-**
Budgetary Fund Balance, June 30	**$ 279,226**	**$ 279,226**	**$ 278,000**	**$ (1,226)**

CITY OF EMERYVILLE

BUDGETARY COMPARISON SCHEDULE
2002 SERIES A REVENUE BOND
YEAR ENDED JUNE 30, 2010

	Budget Amounts		Actual	Variance with Final Budget Positive
	Original	Final	Amounts	(Negative)
Budgetary Fund Balance, July 1	$ 1,818,834	$ 1,818,834	$ 1,818,834	$ -
Resources (Inflows):				
Use of money and property	147,000	147,000	616	(146,384)
Transfers in	1,645,000	1,645,000	1,788,299	143,299
Amounts Available for Appropriation	**3,610,834**	**3,610,834**	**3,607,749**	**(3,085)**
Charges to Appropriation (Outflows):				
Debt service:				
Principal retirement	1,015,000	1,015,000	1,015,000	-
Interest and fiscal charges	777,245	777,245	777,245	-
Total Charges to Appropriations	**1,792,245**	**1,792,245**	**1,792,245**	**-**
Budgetary Fund Balance, June 30	**$ 1,818,589**	**$ 1,818,589**	**$ 1,815,504**	**$ (3,085)**

CITY OF EMERYVILLE

BUDGETARY COMPARISON SCHEDULE
2004 SERIES A REVENUE BOND
YEAR ENDED JUNE 30, 2010

	Budget Amounts		Actual	Variance with Final Budget Positive
	Original	Final	Amounts	(Negative)
Budgetary Fund Balance, July 1	$ 5,466,530	$ 5,466,530	$ 5,466,530	$ -
Resources (Inflows):				
Use of money and property	283,500	283,500	1,850	(281,650)
Transfers in	5,144,000	5,144,000	5,415,277	271,277
Amounts Available for Appropriation	**10,894,030**	**10,894,030**	**10,883,657**	**(10,373)**
Charges to Appropriation (Outflows):				
Debt service:				
Principal retirement	2,135,000	2,135,000	2,135,000	-
Interest and fiscal charges	3,292,138	3,292,138	3,292,138	-
Total Charges to Appropriations	**5,427,138**	**5,427,138**	**5,427,138**	**-**
Budgetary Fund Balance, June 30	**$ 5,466,892**	**$ 5,466,892**	**$ 5,456,519**	**$ (10,373)**

THIS PAGE INTENTIONALLY LEFT BLANK

INTERNAL SERVICE FUNDS

Internal Service Funds are used to account for the financing of goods and services provided by one department or agency to other departments or agencies on a cost sharing basis.

The *Litigation Fund* accounts for all litigation expenses of the City and Redevelopment Agency except for activity specifically associated with a Capital Improvement Project. The fund is supported by interfund transfers from the General Fund, the Sewer Fund and, when appropriate, the Redevelopment Agency.

The *MESA Fund* accounts for activities of the Management of Emeryville Services Authority.

The *Workers' Compensation Self-Insurance Fund* pays for the City's Workers' Compensation Program, under which the City is self-insured for the first $350,000 of each claim. The fund is supported through premium rates charged to departmental budgets on each covered employee.

The *Dental Self-Insurance Fund* pays for dental coverage provided to City employees. The fund is supported through premium rates charged to departmental budgets based on employees covered. The Self-Insurance Fund pays monthly claims for active and retired employees plus an administrative surcharge.

The *Unemployment Self-Insurance Fund* pays for required unemployment premiums. The fund is supported through premium rates charged to departmental budgets on each covered employee.

The *Accrued Benefit Fund* was established to support the City's unfunded liability for accrued leave buyouts paid to City employees upon separation of service. These leaves include accrued sick leave, vacation leave and compensatory time. The fund is supported by interdepartmental payroll changes.

The *Post Employment Fund* accounts for the City's retiree medical, dental and vision benefits.

CITY OF EMERYVILLE

COMBINING STATEMENT OF NET ASSETS
INTERNAL SERVICE FUNDS
JUNE 30, 2010

	Litigation	MESA	Worker's Compensation Self-Insurance	Dental Self-Insurance
Assets:				
Current:				
Pooled cash and investments	$ 1,651,720	$ -	$ 4,688,662	$ -
Receivables:				
Accounts	-	-	-	-
Accrued interest	478	-	1,343	-
Prepaid costs	-	-	-	-
Total Current Assets	**1,652,198**	**-**	**4,690,005**	**-**
Total Assets	**$ 1,652,198**	**$ -**	**$ 4,690,005**	**$ -**
Liabilities and Net Assets:				
Liabilities:				
Current:				
Accounts payable	$ 23,480	$ -	$ 80,991	$ 15,032
Due to other funds	-	-	-	49,165
Total Current Liabilities	**23,480**	**-**	**80,991**	**64,197**
Noncurrent:				
Accrued compensated absences	-	-	-	-
Accrued claims and judgments	83,440	-	1,377,282	-
Total Noncurrent Liabilities	**83,440**	**-**	**1,377,282**	**-**
Total Liabilities	**106,920**	**-**	**1,458,273**	**64,197**
Net Assets:				
Unrestricted	1,545,278	-	3,231,732	(64,197)
Total Net Assets	**1,545,278**	**-**	**3,231,732**	**(64,197)**
Total Liabilities and Net Assets	**$ 1,652,198**	**$ -**	**$ 4,690,005**	**$ -**

CITY OF EMERYVILLE

COMBINING STATEMENT OF NET ASSETS
INTERNAL SERVICE FUNDS
JUNE 30, 2010

	Unemployment Self-Insurance	Accrued Benefits	Post Employment	Total Internal Service Funds
Assets:				
Current:				
Pooled cash and investments	$ 130,210	$ 3,445,634	$ 5,310,601	$ 15,226,827
Receivables:				
Accounts	-	-	4,685	4,685
Accrued interest	39	1,079	1,543	4,482
Prepaid costs	-	-	22,429	22,429
Total Current Assets	**130,249**	**3,446,713**	**5,339,258**	**15,258,423**
Total Assets	**$ 130,249**	**$ 3,446,713**	**$ 5,339,258**	**$ 15,258,423**
Liabilities and Net Assets:				
Liabilities:				
Current:				
Accounts payable	$ -	$ -	$ -	$ 119,503
Due to other funds	-	-	-	49,165
Total Current Liabilities	**-**	**-**	**-**	**168,668**
Noncurrent:				
Accrued compensated absences	-	3,605,407	-	3,605,407
Accrued claims and judgments	-	-	-	1,460,722
Total Noncurrent Liabilities	**-**	**3,605,407**	**-**	**5,066,129**
Total Liabilities	**-**	**3,605,407**	**-**	**5,234,797**
Net Assets:				
Unrestricted	130,249	(158,694)	5,339,258	10,023,626
Total Net Assets	**130,249**	**(158,694)**	**5,339,258**	**10,023,626**
Total Liabilities and Net Assets	**$ 130,249**	**$ 3,446,713**	**$ 5,339,258**	**$ 15,258,423**

CITY OF EMERYVILLE

COMBINING STATEMENT OF REVENUES , EXPENSES AND CHANGES IN FUND NET ASSETS
INTERNAL SERVICE FUNDS
YEAR ENDED JUNE 30, 2010

	Litigation	MESA	Worker's Compensation Self-Insurance	Dental Self-Insurance
Operating Revenues:				
Sales and service charges	$ -	$ 8,388,925	$ 633,768	$ 154,851
Total Operating Revenues	**-**	**8,388,925**	**633,768**	**154,851**
Operating Expenses:				
Administration and general	27,809	8,388,925	7,667	25,427
Claims expense	438,764	-	278,763	218,372
Total Operating Expenses	**466,573**	**8,388,925**	**286,430**	**243,799**
Operating Income (Loss)	(466,573)	-	347,338	(88,948)
Nonoperating Revenues (Expenses):				
Interest revenue	28,813	-	75,878	(399)
Total Nonoperating Revenues (Expenses)	**28,813**	**-**	**75,878**	**(399)**
Income (Loss) Before Transfers	(437,760)	-	423,216	(89,347)
Transfers in	430,000	-	-	-
Changes in Net Assets	(7,760)	-	423,216	(89,347)
Net Assets:				
Beginning of Year	1,553,038	-	2,808,516	25,150
End of Fiscal Year	**$ 1,545,278**	**$ -**	**$ 3,231,732**	**$ (64,197)**

CITY OF EMERYVILLE

COMBINING STATEMENT OF REVENUES , EXPENSES AND CHANGES IN FUND NET ASSETS
INTERNAL SERVICE FUNDS
YEAR ENDED JUNE 30, 2010

	Unemployment Self-Insurance	Accrued Benefits	Post Employment	Total Internal Service Funds
Operating Revenues:				
Sales and service charges	$ 14,909	$ 215,759	$ 201,568	$ 9,609,780
Total Operating Revenues	**14,909**	**215,759**	**201,568**	**9,609,780**
Operating Expenses:				
Administration and general	-	409,902	215,709	9,075,439
Claims expense	44,834	-	-	980,733
Total Operating Expenses	**44,834**	**409,902**	**215,709**	**10,056,172**
Operating Income (Loss)	(29,925)	(194,143)	(14,141)	(446,392)
Nonoperating Revenues (Expenses):				
Interest revenue	2,432	62,547	90,442	259,713
Total Nonoperating Revenues (Expenses)	**2,432**	**62,547**	**90,442**	**259,713**
Income (Loss) Before Transfers	(27,493)	(131,596)	76,301	(186,679)
Transfers in	-	-	-	430,000
Changes in Net Assets	(27,493)	(131,596)	76,301	243,321
Net Assets:				
Beginning of Year	157,742	(27,098)	5,262,957	9,780,305
End of Fiscal Year	**$ 130,249**	**$ (158,694)**	**$ 5,339,258**	**$ 10,023,626**

CITY OF EMERYVILLE

COMBINING STATEMENT OF CASH FLOWS
INTERNAL SERVICE FUNDS
YEAR ENDED JUNE 30, 2010

	Litigation	MESA	Worker's Compensation Self-Insurance	Dental Self-Insurance
Cash Flows from Operating Activities:				
Cash received from customers and users	$ -	$ 8,388,925	$ 633,768	$ 154,851
Cash paid to employees for services	(27,809)	(8,388,925)	2,994	(30,706)
Claims paid	(467,736)	-	(296,214)	(218,372)
Net Cash Provided (Used) by Operating Activities	**(495,545)**	**-**	**340,548**	**(94,227)**
Cash Flows from Non-Capital Financing Activities:				
Cash transfers in	430,000	-	-	-
Due to other funds	-	-	-	49,165
Net Cash Provided (Used) by Non-Capital Financing Activities	**430,000**	**-**	**-**	**49,165**
Cash Flows from Investing Activities:				
Interest received	31,448	-	84,377	(332)
Net Cash Provided (Used) by Investing Activities	**31,448**	**-**	**84,377**	**(332)**
Net Increase (Decrease) in Cash and Cash Equivalents	**(34,097)**	**-**	**424,925**	**(45,394)**
Cash and Cash Equivalents at Beginning of Year	1,685,817	-	4,263,737	45,394
Cash and Cash Equivalents at End of Year	**$ 1,651,720**	**$ -**	**$ 4,688,662**	**$ -**
Reconciliation of Operating Income to Net Cash Provided (Used) by Operating Activities:				
Operating income (loss)	$ (466,573)	$ -	$ 347,338	$ (88,948)
Adjustments to reconcile operating income (loss) net cash provided (used) by operating activities:				
(Increase) decrease in accounts receivable	-	-	-	-
(Increase) decrease in prepaid expense	-	-	-	-
Increase (decrease) in accounts payable	(56,780)	-	10,661	(5,279)
Increase (decrease) in claims and judgments	27,808	-	(17,451)	-
Increase (decrease) in compensated absences	-	-	-	-
Total Adjustments	**(28,972)**	**-**	**(6,790)**	**(5,279)**
Net Cash Provided (Used) by Operating Activities	**$ (495,545)**	**$ -**	**$ 340,548**	**$ (94,227)**

Non-Cash Investing, Capital, and Financing Activities:
No noncash investing, capital or financing activities.

CITY OF EMERYVILLE

COMBINING STATEMENT OF CASH FLOWS
INTERNAL SERVICE FUNDS
YEAR ENDED JUNE 30, 2010

	Unemployment Self-Insurance	Accrued Benefits	Post Employment	Total Internal Service Funds
Cash Flows from Operating Activities:				
Cash received from customers and users	$ 14,909	$ 215,759	$ 205,000	$ 9,613,212
Cash paid to employees for services	(163)	(357,419)	(236,895)	(9,038,923)
Claims paid	(44,834)	-	-	(1,027,156)
Net Cash Provided (Used) by Operating Activities	**(30,088)**	**(141,660)**	**(31,895)**	**(452,867)**
Cash Flows from Non-Capital Financing Activities:				
Cash transfers in	-	-	-	430,000
Due to other funds	-	-	-	49,165
Net Cash Provided (Used) by Non-Capital Financing Activities	**-**	**-**	**-**	**479,165**
Cash Flows from Investing Activities:				
Interest received	2,689	68,264	99,316	285,762
Net Cash Provided (Used) by Investing Activities	**2,689**	**68,264**	**99,316**	**285,762**
Net Increase (Decrease) in Cash and Cash Equivalents	**(27,399)**	**(73,396)**	**67,421**	**312,060**
Cash and Cash Equivalents at Beginning of Year	157,609	3,519,030	5,243,180	14,914,767
Cash and Cash Equivalents at End of Year	**$ 130,210**	**$ 3,445,634**	**$ 5,310,601**	**$ 15,226,827**
Reconciliation of Operating Income to Net Cash Provided (Used) by Operating Activities:				
Operating income (loss)	$ (29,925)	$ (194,143)	$ (14,141)	$ (446,392)
Adjustments to reconcile operating income (loss) net cash provided (used) by operating activities:				
(Increase) decrease in accounts receivable	-	-	3,432	3,432
(Increase) decrease in prepaid expense	-	-	(21,186)	(21,186)
Increase (decrease) in accounts payable	(163)	-	-	(51,561)
Increase (decrease) in claims and judgments	-	-	-	10,357
Increase (decrease) in compensated absences	-	52,483	-	52,483
Total Adjustments	**(163)**	**52,483**	**(17,754)**	**(6,475)**
Net Cash Provided (Used) by Operating Activities	**$ (30,088)**	**$ (141,660)**	**$ (31,895)**	**$ (452,867)**

Non-Cash Investing, Capital, and Financing Activities:
No noncash investing, capital or financing activities.

THIS PAGE INTENTIONALLY LEFT BLANK

AGENCY FUNDS

The *Assessment District Funds and 1999 Revenue Bonds Fund* account for the receipt of special assessments and the payment of principal and interest and bond administration costs on Assessment District Bonds. These funds are treated as Agency Funds because there is no City liability for their repayment.

CITY OF EMERYVILLE

COMBINING BALANCE SHEET
ALL AGENCY FUNDS
JUNE 30, 2010

	1999 Revenue Bonds	East Baybridge Assessment District	Bay Shellmound Assessment District	West Emeryville Assessment District	Total Agency Funds
Assets:					
Pooled cash and investments	$ -	$ 662,657	$ 1,677,268	$ 316,069	$ 2,655,994
Receivables:					
Accounts	-	-	964	-	964
Accrued interest	-	7,945	8,152	3,183	19,280
Restricted assets:					
Cash and investments with fiscal agents	46,177	407,024	387,753	162,124	1,003,078
Total Assets	**$ 46,177**	**$ 1,077,626**	**$ 2,074,137**	**$ 481,376**	**$ 3,679,316**
Accounts payable	$ -	$ -	$ 3,153	$ -	$ 3,153
Deposits payable	-	-	6,163	-	6,163
Due to bondholders	46,177	1,077,626	2,064,821	481,376	3,670,000
Total Liabilities	**$ 46,177**	**$ 1,077,626**	**$ 2,074,137**	**$ 481,376**	**$ 3,679,316**

CITY OF EMERYVILLE

COMBINING STATEMENT OF CHANGES IN ASSETS AND LIABILITIES
ALL AGENCY FUNDS
YEAR ENDED JUNE 30, 2010

	Balance July 1, 2009	Additions	Deductions	Balance June 30, 2010
1999 Revenue Bonds				
Assets:				
Restricted assets:				
Cash and investments with fiscal agents	$ 89,929	$ 1,191,990	$ 1,235,742	$ 46,177
Receivables (net of uncollectibles)	-	-	-	-
Total Assets	**$ 89,929**	**$ 1,191,990**	**$ 1,235,742**	**$ 46,177**
Liabilities:				
Due to external parties/other agencies	$ 89,929	$ 1,191,990	$ 1,235,742	$ 46,177
Total Liabilities	**$ 89,929**	**$ 1,191,990**	**$ 1,235,742**	**$ 46,177**
East Baybridge Assessment District				
Assets:				
Pooled cash and investments	$ 602,521	$ 585,410	$ 525,274	$ 662,657
Receivables:				
Accrued interest	1,709	6,236	-	7,945
Restricted assets:				
Cash and investments with fiscal agents	384,721	22,303	-	407,024
Total Assets	**$ 988,951**	**$ 613,949**	**$ 525,274**	**$ 1,077,626**
Liabilities:				
Due to external parties/other agencies	$ 988,951	$ 613,949	$ 525,274	$ 1,077,626
Total Liabilities	**$ 988,951**	**$ 613,949**	**$ 525,274**	**$ 1,077,626**
Bay Shellmound Assessment District				
Assets:				
Pooled cash and investments	$ 1,522,878	$ 661,645	$ 507,255	$ 1,677,268
Receivables:				
Accounts	265	964	265	964
Accrued interest	3,420	4,732	-	8,152
Restricted assets:				
Cash and investments with fiscal agents	366,510	21,243	-	387,753
Total Assets	**$ 1,893,073**	**$ 688,584**	**$ 507,520**	**$ 2,074,137**
Liabilities:				
Accounts payable	$ 3,153	$ -	$ -	$ 3,153
Deposits payable	6,163	-	-	6,163
Due to external parties/other agencies	1,883,757	181,064	-	2,064,821
Total Liabilities	**$ 1,893,073**	**$ 181,064**	**$ -**	**$ 2,074,137**
West Emeryville Assessment District				
Assets:				
Pooled cash and investments	$ 295,683	$ 240,757	$ 220,371	$ 316,069
Receivables:				
Accrued interest	796	2,387	-	3,183
Restricted assets:				
Cash and investments with fiscal agents	153,241	8,883	-	162,124
Total Assets	**$ 449,720**	**$ 252,027**	**$ 220,371**	**$ 481,376**
Liabilities:				
Due to external parties/other agencies	$ 449,720	$ 252,823	$ 221,167	$ 481,376
Total Liabilities	**$ 449,720**	**$ 252,027**	**$ 220,371**	**$ 481,376**

CITY OF EMERYVILLE

COMBINING STATEMENT OF CHANGES IN ASSETS AND LIABILITIES
ALL AGENCY FUNDS
YEAR ENDED JUNE 30, 2010

	Balance July 1, 2009	Additions	Deductions	Balance June 30, 2010
Totals - All Agency Funds				
Assets:				
Pooled cash and investments	$ 2,421,082	$ 1,487,812	$1,252,900	$ 2,655,994
Receivables:				
Accounts	265	964	265	964
Accrued interest	5,925	13,355	-	19,280
Restricted assets:				
Cash and investments with fiscal agents	994,401	1,244,419	1,235,742	1,003,078
Total Assets	**$ 3,421,673**	**$ 2,746,550**	**$ 2,488,907**	**$ 3,679,316**
Liabilities:				
Accounts payable	$ 3,153	$ -	$ -	$ 3,153
Deposits payable	6,163	-	-	6,163
Due to external parties/other agencies	3,412,357	2,239,826	1,982,183	3,670,000
Total Liabilities	**$ 3,421,673**	**$ 2,239,826**	**$ 1,982,183**	**$ 3,679,316**