

# Comprehensive Annual Financial Report Fiscal Year Ended June 30, 2013



City of South Pasadena, CA

CITY OF SOUTH PASADENA, CALIFORNIA  
COMPREHENSIVE ANNUAL FINANCIAL REPORT  
FISCAL YEAR ENDED JUNE 30, 2013

PREPARED BY: FINANCE DEPARTMENT

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 COMPREHENSIVE ANNUAL FINANCIAL REPORT  
 FOR THE FISCAL YEAR ENDED JUNE 30, 2013

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## **CITY OF SOUTH PASADENA**

FINANCE DEPARTMENT  
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TEL: 626.403.7250 ■ FAX: 626.403.7251  
WWW.SOUTHPASADENACA.GOV

December 31, 2013

Honorable Mayor and Members of the City Council,

We proudly present to you the City of South Pasadena's Comprehensive Annual Financial Report (CAFR). This report consists of management's representations concerning the finances of the City of South Pasadena. It was prepared by the Finance Department in accordance with Generally Accepted Accounting Principles (GAAP) as promulgated by the Government Accounting Standards Board (GASB). Management assumes full responsibility for the completeness and reliability of all of the information presented in this report. We believe that the data presented is complete and reliable in all material respects; that it is presented in a manner designed to fairly set forth the financial activity of the City's various funds; and that all disclosures necessary to enable the reader to gain a good understanding of the City's financial activity have been included.

The City's financial statements have been audited by Lance, Soll & Lunghard, a licensed certified public accounting firm. The goal of the independent audit was to provide reasonable assurance that the financial statements of the City for the fiscal year ended June 30, 2013, are free of material misstatement. The independent audit involved examining, on a test basis, evidence supporting the amounts and disclosures in the financial statements; assessing the accounting principles used and significant estimates made by management; and evaluating the overall financial statement presentation. The independent auditor concluded, based upon the audit, that there was a reasonable basis for rendering an unmodified opinion that the City of South Pasadena's financial statements for the fiscal year ended June 30, 2013, are fairly presented in conformity with GAAP. The independent auditor's report is presented as the first component of the financial section of this report.

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



## **Profile of the City of South Pasadena**

South Pasadena is located approximately six miles northeast of downtown Los Angeles, on the west side of the San Gabriel Valley between the cities of Pasadena, San Marino, Los Angeles and Alhambra and has a population of 25,857. Founded in 1874 by the Indiana Colony, the City encompasses 3.44 square miles and was incorporated as a General Law city of the State of California on March 2, 1888. South Pasadena is noted for its beautiful, historically significant homes on tree-lined streets, for its excellent public schools and for a small-town atmosphere in the midst of greater Los Angeles.

The City is a full-service general law city that operates under the Council-Manager form of government. The City Council consists of five members elected to four-year staggered terms of office. The Mayor is selected from the City Council members and serves a one-year term. The City's other elected officials are the City Treasurer and City Clerk, each of whom serves a four-year term of office.

The City provides a full range of services, including police and fire protection; the construction and maintenance of streets and other infrastructure; sewer services; water utility; refuse collection; public improvements; planning and zoning; recreational activities and cultural events; library operations; and general administrative and support services.

The annual budget serves as the foundation of the City's financial planning and control. The City Council holds public hearings and adopts an annual budget resolution by July 1 of each fiscal year for all funds and account groups. The City Council may modify appropriations with majority approval. The budgets are adopted and presented on a basis consistent with generally accepted accounting principles.

Changes in budget appropriations at the fund level during the year must be approved by the City Council. The legal level of expenditures is controlled at the fund level, and appropriations lapse at the end of each fiscal year unless encumbered for re-appropriation by the City Council in the following fiscal year. Department heads may, without Council approval, amend individual line items within their departments, within the same fund and only within the maintenance and operations portions of the budget, without increasing total appropriations. The City Manager may, without Council approval, amend individual line items within any fund, and between divisions and programs, in the personnel costs, maintenance and operations, capital outlay and capital projects portions of the budget without increasing total appropriations for that fund.

## **Factors Affecting Financial Condition**

The information presented in the financial statements is perhaps best understood when it is considered from the broader perspective of the environment within which the City of South Pasadena operates.

**Local Economy.** For FY 2012/13, the City of South Pasadena, the greater Los Angeles region and the State of California, have begun to show increasing revenues compared to the last several years as the region recovers from the 2008 recession.

Property taxes are the City's largest tax source and make up approximately half of the General Fund revenues. The City of South Pasadena experienced a net taxable value increase of 3.8% for the 2012/13 tax roll, while Los Angeles County experienced an increase in assessed values of 4.66% over the prior year due to a strong rebound in residential real estate values. In the City of South Pasadena, assessed values increased by \$130 million over FY 2011/12. Property taxes have demonstrated several years of strong increases in growth in assessed values and in corresponding tax collections, partially because the City's extremely high quality of life makes it a desirable place to live and work. Moreover, the City's proximity to commercial and cultural developments in greater Pasadena offers our residents distinct lifestyle advantages. South Pasadena's assessed values and property taxes are expected to continue performing strongly as the general economy improves. Data also shows that South Pasadena retains \$0.24 for every dollar of property tax collected within the City, while new cities receive only \$0.05 for every dollar of property tax collected within their city boundaries.

Utility Users Tax (UUT) is the second largest revenue source for the General Fund, at \$3.3 million. At the November 2011 local elections, the South Pasadena community voted to extend the UUT for ten years, while reducing the amount from 8% down to 7.5%.

Overall, South Pasadena continues to remain in satisfactory financial condition thanks to a relatively diverse and stable revenue base. Our core services, in spite of steady and progressive revenue losses to the State of California, have remained consistent. In prior years, it was estimated that the City of South Pasadena lost at least \$2 million in General Fund property tax revenue each year resulting from property tax revenue shifts that commenced in 1992/93. With the dissolution of redevelopment agencies and the shifting of the former property tax increment back to affected taxing agencies, the City is expected to recover some of this lost revenue, though it is too soon to quantify the effects of these shifts. Taking matters into our own hands, the City has implemented the many findings of its various financial review committees, including a full allocation of costs between funds based on a professional cost recovery/fee study back in 2009. These changes have modestly maintained or improved the General Fund bottom line.

**Long-term financial planning for infrastructure.** Back in 2009, the City also established a long-range vision for its sewer system and water enterprise by adjusting charges for service to finance many necessary improvements. In June 2009, the City Council approved additional water and sewer rate adjustments to expedite the restoration and rehabilitation of the aging water and sewer infrastructure within the City. South Pasadena residents and business have realized double digit water and sewer rate increases annually in support of infrastructure repairs. For the last two fiscal years, the City Council has also voted to commit at least \$2.0 million annually towards the rehabilitation of city streets.

**Internal Controls** The management of the City is responsible for establishing and maintaining an internal control structure to ensure that the assets of the City are protected from loss, theft or misuse, and to ensure that adequate account data is compiled for the preparation of financial

statements, in conformity with generally accepted accounting principles. The internal control structure is designed to provide reasonable, but not absolute assurance that these objectives are met. The concept of reasonable assurance recognizes that: (1) the cost of a control structure should not exceed the benefits likely to be derived; and (2) the valuation of costs and benefits require estimates and sound judgments by management.

### **Awards and Acknowledgements**

The Government Finance Officers Association of the United States and Canada (GFOA) awarded a Certificate of Achievement for Excellence in Financial Reporting to the City of South Pasadena for its comprehensive annual financial report for the fiscal year ended June 30, 2012. The Certificate of Achievement is a prestigious national award, recognizing conformance with the highest standards for preparation of state and local government financial reports.

In order to be awarded a Certificate of Achievement, a government unit must publish an easily readable and efficiently organized comprehensive annual financial report, whose contents conform to program standards. This report must satisfy both generally accepted accounting principles and applicable legal requirements.

A Certificate of Achievement is valid for a period of one year only. The City of South Pasadena has received a Certificate of Achievement for the last 26 consecutive years (fiscal years ended 1987 through 2012). We believe our current report continues to conform to the Certificate of Achievement program requirements, and will again submit it to GFOA for award consideration.

The preparation and publication of this report is made possible through the dedication of the entire Finance Department staff, and especially from Pearl Lieu, Assistant Finance Director. This report would also not have been possible without the leadership of the City Manager, Sergio Gonzalez, and continued commitment from the City Council in conducting the financial operations and corresponding financial disclosures of the City in an open, public and transparent manner. Finally, thanks are again extended to the firm of Lance, Soll & Lunghard, who added many contributions to our internal control structure and improvements in our financial reporting.

Respectfully submitted,



David Batt  
Finance Director



Government Finance Officers Association

**Certificate of  
Achievement  
for Excellence  
in Financial  
Reporting**

Presented to

**City of South Pasadena  
California**

For its Comprehensive Annual  
Financial Report  
for the Fiscal Year Ended

**June 30, 2012**

Executive Director/CEO

**CITY OF SOUTH PASADENA, CALIFORNIA**

**OFFICIALS OF THE CITY OF SOUTH PASADENA**

**CITY COUNCIL**

Richard D. Schneider, M.D.  
Mayor

Marina Khubesrian, M.D.  
Mayor Pro Tempore

Michael A. Cacciotti  
Council member

Robert S. Joe  
Council member

Philip C. Putnam  
Council member

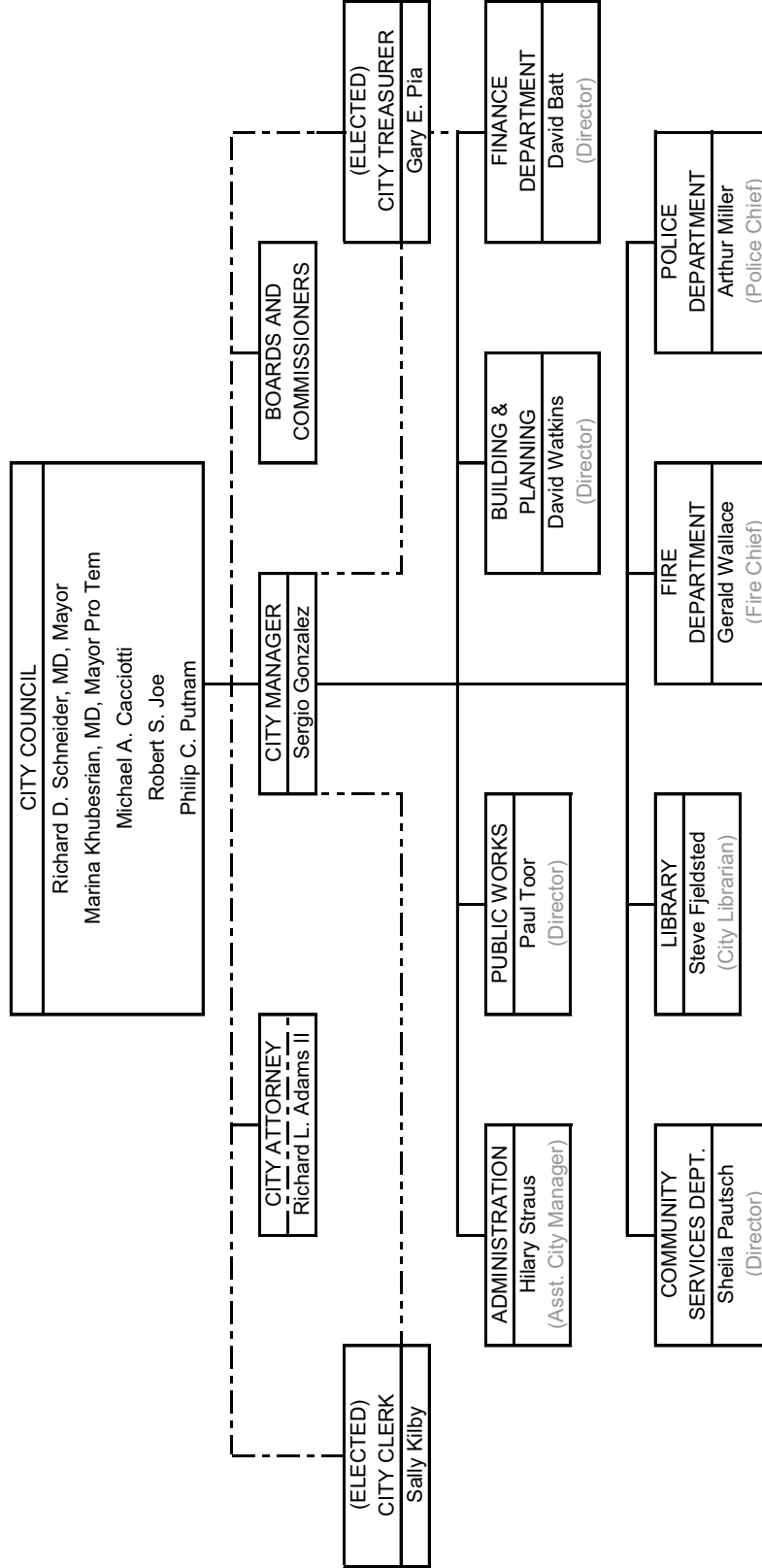
**ADMINISTRATION AND DEPARTMENT HEADS**

City Manager	Sergio Gonzalez
Assistant City Manager	Hilary Straus
City Clerk	Sally Kilby
City Treasurer	Gary E. Pia
Director of Finance	David Batt
Director of Public Works	Paul Toor
Director of Planning and Building	David Watkins
City Librarian	Steve Fjeldsted
Police Chief	Arthur Miller
Fire Chief	Gerald Wallace
Director of Community Services	Sheila Pautsch
City Attorney	Richard L. Adams II

# CITY OF SOUTH PASADENA

## ORGANIZATIONAL CHART

2012 - 2013



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## INDEPENDENT AUDITORS' REPORT

To the Honorable Mayor and Members of the City Council  
City of South Pasadena, California

### ***Report on Financial Statements***

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 City of South Pasadena, California, (the City) as of and for the year ended June 30, 2013, and the related notes to the financial statements, which collectively comprise the City's basic financial statements as listed in the table of contents.

### ***Management's Responsibility for the Financial Statements***

Management is responsible for the preparation and fair presentation of these financial statements in accordance with accounting principles generally accepted in the United States of America; this includes the design, implementation, and maintenance of internal control relevant to the preparation and fair presentation of financial statements that are free from material misstatement, whether due to fraud or error.

### ***Auditors' Responsibility***

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 in the United States of America and the standards applicable to financial audits contained in *Government Auditing Standards*, issued by the Comptroller General of the United States. Those standards require that we plan and perform the audit to obtain reasonable assurance about whether the financial statements are free from material misstatement.

An audit involves performing procedures to obtain audit evidence about the amounts and disclosures in the financial statements. The procedures selected depend on the auditor's judgment, including the assessment of the risks of material misstatement of the financial statements, whether due to fraud or error. In making those risk assessments, the auditor considers internal control relevant to the entity's preparation and fair presentation of the financial statements in order to design audit procedures that are appropriate in the circumstances, but not for the purpose of expressing an opinion on the effectiveness of the entity's internal control. Accordingly, we express no such opinion. An audit also includes evaluating the appropriateness of accounting policies used and the reasonableness of significant accounting estimates made by management, as well as evaluating the overall presentation of the financial statements.

We believe that the audit evidence we have obtained is sufficient and appropriate to provide a basis for our audit opinions.





To the Honorable Mayor and Members of the City Council  
City of South Pasadena, California

### ***Opinions***

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 South Pasadena, California, as of June 30, 2013, and the respective changes in financial position and, where applicable, cash flows thereof and the respective budgetary comparison for the General Fund for the year then ended in accordance with accounting principles generally accepted in the United States of America.

### ***Emphasis of Matter***

#### ***Change in Accounting Principle***

As discussed in Note 1 to the financial statements, in 2013 the City adopted new accounting guidance, GASB Statement No. 65, *Items Previously Reported as Assets and Liabilities*. Our opinion is not modified with respect to this matter.

### ***Other Matters***

#### ***Required Supplementary Information***

Accounting principles generally accepted in the United States of America require that the management's discussion and analysis be presented to supplement the basic financial statements. Such information, although not a part of the basic financial statements, is required by the Governmental Accounting Standards Board, who considers it to be an essential part of financial reporting for placing the basic financial statements in an appropriate operational, economic, or historical context. We have applied certain limited procedures to the required supplementary information in accordance with auditing standards generally accepted in the United States of America, which consisted of inquiries of management about the methods of preparing the information and comparing the information for consistency with management's responses to our inquiries, the basic financial statements, and other knowledge we obtained during our audit of the basic financial statements. We do not express an opinion or provide any assurance on the information because the limited procedures do not provide us with sufficient evidence to express an opinion or provide any assurance.

#### ***Other Information***

Our audit was conducted for the purpose of forming opinions on the financial statements that collectively comprise the City's basic financial statements. The introductory section, combining and individual nonmajor fund financial statements and schedules, and statistical section are presented for purposes of additional analysis and are not a required part of the basic financial statements.

The combining and individual nonmajor fund financial statements and schedules are the responsibility of management and were derived from and relate directly to the underlying accounting and other records used to prepare the basic financial statements. Such information has been subjected to the auditing procedures applied in the audit of the basic financial statements and certain additional procedures, including comparing and reconciling such information directly to the underlying accounting and other records used to prepare the basic financial statements or to the basic financial statements themselves, and other additional procedures in accordance with auditing standards generally accepted in the United States of America. In our opinion, the combining and individual nonmajor fund financial statements and schedules are fairly stated, in all material respects, in relation to the basic financial statements as a whole.



To the Honorable Mayor and Members of the City Council  
City of South Pasadena, California

The introductory and statistical sections have not been subjected to the auditing procedures applied in the audit of the basic financial statements and, accordingly, we do not express an opinion or provide any assurance on them.

**Other Reporting Required by *Government Auditing Standards***

In accordance with *Government Auditing Standards*, we have also issued our report dated December 23, 2013 on our consideration of the City's internal control over financial reporting and on our tests of its compliance with certain provisions of laws, regulations, contracts, and 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 internal control over financial reporting or on compliance. That report is an integral part of an audit performed in accordance with *Government Auditing Standards* in considering City's internal control over financial reporting and compliance.

*Lance, Solt & Lughard, LLP*

Brea, California  
December 23, 2013

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## Management's Discussion and Analysis

As management of the City of South Pasadena, we offer readers of the City of South Pasadena's financial statements this narrative overview and analysis of the financial activities for the fiscal year ended June 30, 2013. We encourage readers to consider the information presented here in conjunction with additional information that we have furnished in our letter of transmittal and the City's financial statements.

### (A) Financial Highlights

- The assets of the City exceeded its liabilities at the close of the most recent fiscal year by \$85,441,589. Of this amount, \$13,695,654 may be used to meet the government's ongoing obligations to citizens and creditors.
- The City's total net position increased by \$3,932,523.
- At the close of the current fiscal year, the City's governmental funds reported combined fund balances of \$16,926,100 an increase of \$3,464,388. Of this amount, \$10,677,897 or approximately 63.1% of total fund balances are available for spending at the City's discretion (*unassigned fund balance*).
- At the end of the current fiscal year, the unassigned fund balance for the General Fund was \$11,727,832, or 53.8% of the total General Fund Expenditures.
- The City's net capital assets increased \$5,172,260 from the prior year.

### (B) Overview of the Financial Statements

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

**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 a private-sector business.

The *statement of net position* presents information on all of the City's assets, deferred outflows/inflows of resources, and liabilities, with the difference between these items reported as *net position*. Over time, increases or decreases in net position may serve as a useful indicator of whether the financial position of the City of South Pasadena is improving or deteriorating.

The *statement of activities* presents information showing how the government's net position changed during the most recent fiscal year. All changes in net position are reported as soon as the underlying event giving rise to the change occurs, regardless of the timing of related cash flows. Thus, with the use of the accrual basis of accounting, revenues and expenses are reported in this statement for some items that will only result in cash flows in future fiscal periods (e.g. uncollected taxes and earned but unused vacation leave).

Both the 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 recover all or a significant portion of their costs through user fees and charges (*business-type activities*). The governmental activities of the City include general government, public safety, public works, planning, building and safety, recreation, and debt service. The business-type activities of the City are its water, sewer, and golf course enterprises.

**Fund financial statements.** A *fund* is a grouping of related accounts that is used to maintain control over resources that have been segregated for specific activities or objectives. The City of South Pasadena, like other state and local governments, uses fund accounting to ensure and demonstrate compliance with finance-related legal requirements. All of the funds of the City can be divided into three categories: governmental funds, proprietary funds, and fiduciary funds.

**Governmental funds.** *Governmental funds* are used to account for essentially the same functions reported as *governmental activities* in the government-wide financial statements. However, unlike the government-wide financial statements, governmental fund financial statements focus on near-term inflows and outflows of spendable resources, as well as on balances of spendable resources available at the end of the fiscal year. Such information may be useful in evaluating a government's near-term financing requirements.

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 fund balance sheet and governmental fund statement of revenues, expenditures, and changes in fund balances provide a reconciliation to facilitate this comparison between governmental funds and governmental activities.

The City of South Pasadena maintains 33 individual governmental funds. Information is presented separately in the governmental fund balance sheet and in the governmental fund statement of revenues, expenditures, and changes in fund balances for the General Fund, which is considered to be a major fund for the purposes of this report. Data from the other 32 governmental funds are combined into a single, aggregated presentation. Individual fund data for each of these *non-major* governmental funds is provided in the form of *combining statements* elsewhere in this report.

The City of South Pasadena adopts an annual appropriated budget for its General Fund and each of its special revenue funds. A budgetary comparison statement has been provided for each governmental fund to demonstrate compliance with this budget. The budgetary comparison statement for the General Fund is located in the basic financial statements; the budgetary comparison statements for the nonmajor governmental funds are presented in the Additional Financial Information section of this report.

**Proprietary funds.** The City of South Pasadena maintains one type of proprietary fund, an enterprise fund. *Enterprise funds* are used to report the same functions presented as *business-type activities* in the government-wide financial statements. The City uses enterprise funds to account for its water and sewer utilities, and the municipal golf course. Proprietary funds provide the same type of information as the government-wide financial statements, only in more detail.

**Fiduciary funds.** The City of South Pasadena maintains one type of fiduciary fund, a private purpose trust fund. *Fiduciary funds* are used to report assets held in a trustee or agency capacity for others and therefore cannot be used to support the government's own programs. The City uses one type of fiduciary fund, a private purpose trust fund, to account for the assets and liabilities of the former Community Redevelopment Agency.

**Notes to the 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.

**Other information.** In addition to the basic financial statements and accompanying notes, this report also presents certain *required supplementary information* concerning the City's progress in funding its obligation to provide pension benefits to its employees. Required supplementary information can be found in notes to the financial statements.

The combining statements referred to earlier in connection with nonmajor governmental funds together with information are presented immediately following the notes to the financial statements.

**(C) Government-wide Financial Analysis.**

Net position may serve as a useful indicator of a government's financial position. In the case of the City of South Pasadena, assets exceeded liabilities by \$85,441,589 at the close of the most recent fiscal year. This represents an increase of \$3,932,523 or 4.8% from the prior year, driven primarily by large-scale construction projects undertaken during the current year. By far the largest portion of the City's net position, \$69,417,751 or 81% reflects its investment in non-liquid capital assets (e.g. land, infrastructure, buildings, and equipment). The City uses these capital assets to provide services to citizens; consequently, these assets are not available for future spending.

**City of South Pasadena Net position  
As of June 30, 2013 and 2012**

	Governmental Activities		Business-Type Activities		Total	
	2013	2012	2013	2012	2013	2012
Current and other assets	\$19,086,281	\$18,947,227	\$40,919,891	\$43,770,525	\$60,006,172	\$62,717,752
Capital assets	62,136,898	62,444,801	26,134,497	20,654,334	88,271,395	83,099,135
<b>Total assets</b>	<b>\$81,223,179</b>	<b>\$81,392,028</b>	<b>\$67,054,388</b>	<b>\$64,124,859</b>	<b>\$148,277,567</b>	<b>\$145,516,887</b>
Long-term liabilities outstanding	\$7,131,785	\$8,780,045	\$48,907,166	\$49,422,248	\$56,038,951	\$59,252,174
Other liabilities	2,479,110	2,518,403	4,317,917	2,018,592	6,797,027	3,487,114
<b>Total liabilities</b>	<b>\$9,610,895</b>	<b>\$11,298,448</b>	<b>\$53,225,083</b>	<b>\$51,440,840</b>	<b>\$62,835,978</b>	<b>\$62,739,288</b>
Net position:						
Net investment in capital assets	\$61,969,593	\$62,226,846	\$7,448,158	\$4,808,013	\$69,417,751	\$67,034,859
Restricted	2,328,184	2,722,783	-	-	2,328,184	-
Unrestricted	7,314,507	5,143,951	6,381,147	7,876,006	13,695,654	15,742,740
<b>Total Net position</b>	<b>\$71,612,284</b>	<b>\$70,093,580</b>	<b>\$13,829,305</b>	<b>\$12,684,019</b>	<b>\$85,441,589</b>	<b>\$82,777,599</b>

The second portion of the City net position of \$2,328,184 represents special revenue resources that are subject to external restrictions on how they may be used. Unrestricted net position shows a balance of \$13,695,654 which is a reflection of the debt that was issued in the Water Enterprise Fund for capital improvements.

The City's governmental current assets increased by \$139,054, and capital assets decreased by \$307,903 as several capital projects completed in prior years begin to depreciate. The City's business-type current assets decreased by \$2,850,634, due to debt service payments for the 2009 PFA Water Bonds; capital assets show a corresponding increase of \$5,480,163. The City reported a net increase of \$5,172,260 in capital assets, due to increased spending on the reservoir construction projects.

The City's governmental restricted assets decreased by \$394,599 due to increased spending of grants expenditures. The City's business-type total net position increased by \$1,145,286 due an increase in capital spending on construction projects.

**City of South Pasadena Changes in Net position  
As of June 30, 2013 and 2012**

	<b>Gov Activities</b>	<b>Gov Activities</b>	<b>Bus-Type Activities</b>	<b>Bus-Type Activities</b>	<b>Total</b>	<b>Total</b>
	2013	2012	2013	2012	2013	2012
Program revenues:						
Charges for services	\$4,359,332	\$4,813,748	\$10,233,374	\$9,054,998	\$14,592,706	\$13,868,746
Operating contributions and grants	1,706,217	1,657,557	-	-	1,706,217	1,657,557
Capital contributions and grants	93,947	1,415,306	-	-	-	1,415,306
General revenues:						
Property taxes	11,074,604	10,557,651	-	-	11,074,604	10,557,651
Other taxes	7,747,702	8,252,408	-	-	7,747,702	8,252,408
Intergovernmental	10,980	13,267	-	-	10,980	13,267
Use of Money & Property	446,167	381,165	38,006	45,652	484,173	426,817
Other	221,658	104,245	5,972	10,901	227,630	115,146
Extraordinary items	-	(442,708)	-	-	-	(442,708)
<b>Total revenues</b>	<b>\$25,660,607</b>	<b>\$26,752,639</b>	<b>\$10,277,352</b>	<b>\$9,111,551</b>	<b>\$35,937,959</b>	<b>\$35,864,190</b>
Expenses:						
General government	\$4,152,804	\$7,449,632	\$ -	\$ -	\$4,152,804	\$7,449,632
Public safety	11,217,279	11,596,854	-	-	11,217,279	11,596,854
Public works	4,758,677	5,306,742	-	-	4,758,677	5,306,742
Community Services	3,101,910	3,052,840	-	-	3,101,910	3,052,840
Community Development	902,945	948,777	-	-	902,945	948,777
Interest on long-term debt	8,288	47,185	-	-	8,288	47,185
Water	-	-	6,135,803	4,598,754	6,135,803	4,598,754
Sewer	-	-	838,800	1,104,098	838,800	1,104,098
Golf Course	-	-	888,930	985,611	888,930	985,611
<b>Total expenses</b>	<b>\$24,141,903</b>	<b>\$28,402,030</b>	<b>\$7,863,533</b>	<b>\$6,688,463</b>	<b>\$32,005,436</b>	<b>\$35,090,493</b>
Increase in net position	\$1,518,704	(\$1,649,391)	\$2,413,819	\$2,423,088	\$3,932,523	\$773,697
Net position - July 1, 2012	70,093,580	71,742,971	12,684,019	10,260,931	82,777,599	82,003,902
Restatement of Net position	-	-	(1,268,533)	-	(1,268,533)	-
<b>Net position - June 30, 2013</b>	<b>\$71,612,284</b>	<b>\$70,093,580</b>	<b>\$13,829,305</b>	<b>\$12,684,019</b>	<b>\$85,441,589</b>	<b>\$82,777,599</b>

**Governmental Activities**

Governmental activities net position increased by \$1,518,704. Key elements of the change in governmental activities net position are as follows:

- Total taxes from governmental activities, increased by \$12,247 (0.1%) from the prior year.
- Property taxes are levied based on assessed values, although increases in the assessed values of properties with no change in ownership are generally limited to 2% annually. Property taxes increased by \$515,953 (4.9%).
- Program revenues decreased by \$1,727,115 (23.1%) primarily as a result of a decrease in capital grant funding.

- Investment earnings increased by \$65,002 (17.1%) during the year. This was primarily a result of reallocation of investments and increase in yields.
- Governmental activities expense decreased by \$4,260,127 (15%) during FY 2013 is a result of a one-time recording in the prior year to record the deposit payable to the California Joint Powers Insurance Authority (CJPIA) for the City's general liability and workers' compensation coverage. In addition, the Successor Agency to the South Pasadena Community Redevelopment Agency returned a total of \$955,824 in accumulated tax increment to the Los Angeles County Auditor-Controller.

### **Business-type Activities**

The City's proprietary funds (or enterprise funds) provide the same type of information found in the government-wide financial statements, but offers more detail in the form of a statement of cash flows. Unrestricted net position of the fund at the end of the year show 6,381,147. Total net position for these funds were \$13,829,305 an increase of \$1,145,286 (9%) over the prior year, due to increases in the water and sewer charges and the completion of utility infrastructure projects.

### **(D) Financial Analysis of the City's Funds**

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 and outflows and balances of spendable resources. Such information is useful in assessing the City's financing requirements. In particular, the unreserved fund balance may serve as a useful measure of the City's net resources available for spending at the end of the fiscal year.

At the end of the current fiscal year, the City's governmental funds reported combined ending fund balances of \$16,926,100 an increase of \$3,464,388 from the prior year. Approximately 63.1% of fund balances constitute the unassigned fund balance, which is available for spending at the City's discretion. The remainder of the fund balance is either restricted for projects undertaken in the Special Revenue Funds (13.8%), committed by City Council action for specific purposes (16.1%), or represents net position that are nonspendable resources (7.0%).

The General Fund is the chief operating fund of the City. At the end of the current fiscal year, the unassigned fund balance of the General Fund was \$11,727,832, while the total fund balance reached \$15,068,404. As a measure of the General Fund's liquidity, it may be useful to compare both unassigned fund balance and total fund balance to total fund expenditures. The unassigned fund balance represents 53.8% of General Fund expenditures, while the total fund balance represents 69.2% of that same amount.

The fund balance of the City's General Fund increased by \$313,945 during the current fiscal year. This represents an increase of 2.1% in fund balance from FY 2013. Key factors in this increase are as follows:

- Tax revenues increased \$989,622 or 5.8%. The majority of tax revenues is reported in and benefits General Fund activities. The nature of the taxes and the reasons for the change in these revenue sources is the same as described earlier for governmental activities.
- Expenditures increased by \$639,115 or 3% over the prior year, this was due primarily to a one-time payment of \$1.4 million to CJPIA, which was offset by a decline of \$285,225 in capital outlay expenses. Several street construction projects were completed in the prior year.



Other governmental funds' fund balances increase \$3,150,443 (243.7%) from FY 2012. This was due primarily to a one-time recording of \$2,277,708 extraordinary loss on the dissolution of the redevelopment agency in the prior year.

### General Fund Budgetary Highlights

The City adopts annual appropriated operating budgets for its governmental funds (General Fund, special revenue and capital projects funds) and reports the results of operations on a budgetary comparison basis. The City also uses annual financial plans as a management tool for its enterprise funds, although the City does not report the results of these funds on a budgetary comparison basis.

In preparing its budgets, the City attempts to estimate its revenues using realistic, but conservative, methods so as to budget its expenditure appropriations and activities in a prudent manner. As a result, the City Council adopts budget adjustments during the course of the fiscal year to reflect both changed priorities and availability of additional revenues if available to allow for expansion of existing programs. During the course of the year, the City Council amended the originally adopted budget for various additional programs.

The General Fund reflected a net total favorable budget variance of \$2,563,239 when comparing actual amounts to the final budget for the current fiscal year. This budget variance reflects a favorable variance in revenues of \$1,345,664 and a favorable variance in total expenditures of \$1,217,575. The only significant budgetary variance between the final amended budget and actual results was in the areas of taxes and capital outlay.

### Capital Asset and Debt Administration

**Capital assets.** The City's investment in capital assets for its governmental activities and business-type activities as of June 30, 2013, amounts to \$62,136,898 and \$26,134,497 (net of accumulated depreciation), respectively. This investment in capital assets includes land, buildings, park improvements, roadways, vehicles, computer equipment, furniture, other equipment, and construction in progress.

Additional information on the City's capital assets can be found in Note 4 in the Notes to Financial Statements section of this report.

**Long-term debt.** At the end of the current fiscal year, the City of South Pasadena had total debt outstanding related to governmental activities of \$7,878,849.

#### City of South Pasadena Long-Term Debt

	Governmental Activities	
	2013	2012
Employee compensated absences	\$ 700,660	\$ 767,126
Capital Leases	167,305	217,955
2000 Tax Allocation Bonds	-	-
Gen. Liability Deposit Payable	-	1,958,598
Net OPEB Liability	7,010,884	6,581,313
<b>Total</b>	<b>\$7,878,849</b>	<b>\$9,524,992</b>

The City's long-term debt decreased during the current fiscal year primarily due to the payment of the General Liability Retrospective Deposit Payable to the California Joint Powers Insurance Authority.

**Proprietary Fund Long-Term Debt**

	Business-Type Activities	
	2013	2012
2004 Water Revenue Bonds	\$ -	\$ 7,265,000
2009 Water Revenue Bonds	43,405,000	43,405,000
2013 Water Revenue Bonds	6,995,000	-
Compensated Absences	38,943	53,264
Unamortized Bond Premium (2004)	-	10,661
Unamortized Bond Discount (2009)	(969,798)	(1,006,743)
Unamortized Bond Premium (2013)	457,256	-
<b>Total</b>	<b>\$49,926,401</b>	<b>\$49,727,182</b>

Proprietary fund long-term debt increased \$199,219 during the current fiscal year due to debt service payments on the refinance of the 2004 Water Revenue Bonds. Further details on long-term debt can be found in Note 7 in the Notes to Financials Statements section of this report.

**Economic Factors and Next Year’s Budget**

- There exists regional concern over housing values. This concern notwithstanding, South Pasadena’s assessed property values and property tax collections remain stable. Assessed valuation increases of 4.6% and 3.1% have been realized in FY 2013 and FY 2012, respectively. Property tax revenue (43.1% of City-wide revenues for governmental activities) remains the primary foundation of general fund revenues.
- Increases in the contributions toward employee pensions through the California Public Employees Retirement System (PERS) as well as the increasing unfunded liability for Other Post-Employment Benefits remain serious concerns. In order to begin addressing these issues, the South Pasadena City Council has already committed \$1,000,000 of the General Fund balance towards funding retiree benefits.
- Sales taxes generally are a direct reflection of the general economy. The City has a mature tax base, with no big box stores or car dealerships, etc. Sales taxes are expected to increase showing signs the City is emerging from the recession and moving back towards pre-recession levels of sales volumes.

During the 2013 fiscal year, unassigned fund balance in the General Fund remained substantial at \$11,727,832. For the 2014 fiscal year, General Fund expenditures are expected to exceed General Fund revenues by \$1,003,446 for street improvements projects. The fiscal year 2014 Budget also includes funding for much-needed capital improvements to the City’s streets, sewer and water systems, the latter being funded with proceeds from the 2009 Water Revenue Bond issue. It remains the intention of City management not to use any other available fund balance reserves for purposes of meeting costs of operations.

## **Requests for Information**

This financial report is designed to provide a general overview of the financial position of the City of South Pasadena for all those with an interest in the government's finances. Questions concerning any of the information provided in this report or requests for additional financial information should be directed to David Batt, Finance Director, [dbatt@southpasadenaca.gov](mailto:dbatt@southpasadenaca.gov), 626.403.7252, or by U.S. mail: Finance Department, 1414 Mission Street, South Pasadena, CA, 91030.

CITY OF SOUTH PASADENA

STATEMENT OF NET POSITION  
JUNE 30, 2013

	Primary Government		
	Governmental Activities	Business-Type Activities	Total
<b>Assets:</b>			
Cash and investments	\$ 15,593,724	\$ 9,620,698	\$ 25,214,422
Receivables:			
Accounts	276,901	1,073,649	1,350,550
Taxes	1,077,438	-	1,077,438
Notes and loans	250,000	-	250,000
Accrued interest	6,611	3,653	10,264
Internal balances	1,160,000	(1,160,000)	-
Due from other governments	328,808	-	328,808
Inventories	199,091	180,772	379,863
Restricted assets:			
Cash with fiscal agent	-	31,201,119	31,201,119
Retrospective deposit refund	193,708	-	193,708
Capital assets not being depreciated	6,958,039	19,180,147	26,138,186
Capital assets, net of depreciation	55,178,859	6,954,350	62,133,209
<b>Total Assets</b>	<b>81,223,179</b>	<b>67,054,388</b>	<b>148,277,567</b>
<b>Liabilities:</b>			
Accounts payable	738,821	2,642,711	3,381,532
Accrued liabilities	513,633	58,993	572,626
Accrued interest	7,819	513,661	521,480
Deposits payable	471,773	83,317	555,090
Noncurrent liabilities:			
Due within one year	747,064	1,019,235	1,766,299
Due in more than one year	7,131,785	48,907,166	56,038,951
<b>Total Liabilities</b>	<b>9,610,895</b>	<b>53,225,083</b>	<b>62,835,978</b>
<b>Net Position:</b>			
Net investment in capital assets	61,969,593	7,448,158	69,417,751
Restricted for:			
Community development projects	34,866	-	34,866
Public safety	122,191	-	122,191
Community services	306,388	-	306,388
Capital projects	1,864,739	-	1,864,739
Unrestricted	7,314,507	6,381,147	13,695,654
<b>Total Net Position</b>	<b>\$ 71,612,284</b>	<b>\$ 13,829,305</b>	<b>\$ 85,441,589</b>

CITY OF SOUTH PASADENA

STATEMENT OF ACTIVITIES  
YEAR ENDED JUNE 30, 2013

	<u>Expenses</u>	<u>Program Revenues</u>		
		<u>Charges for Services</u>	<u>Operating Contributions and Grants</u>	<u>Capital Contributions and Grants</u>
<b>Functions/Programs</b>				
<b>Primary Government:</b>				
Governmental Activities:				
General government	\$ 4,152,804	\$ 1,005,393	\$ 32,872	\$ -
Public safety	11,217,279	868,577	775,610	-
Community development	902,945	576,063	610,355	-
Community services	3,101,910	805,635	31,854	-
Public works	4,758,677	1,103,664	255,526	93,947
Interest on long-term debt	8,288	-	-	-
<b>Total Governmental Activities</b>	<b>24,141,903</b>	<b>4,359,332</b>	<b>1,706,217</b>	<b>93,947</b>
Business-Type Activities:				
Water	6,135,803	8,022,705	-	-
: Sewer	838,800	1,127,843	-	-
: Arroyo Seco Golf Course	888,930	1,082,826	-	-
<b>Total Business-Type Activities</b>	<b>7,863,533</b>	<b>10,233,374</b>	<b>-</b>	<b>-</b>
<b>Total Primary Government</b>	<b>\$ 32,005,436</b>	<b>\$ 14,592,706</b>	<b>\$ 1,706,217</b>	<b>\$ 93,947</b>

**General Revenues:**

Taxes:

Property taxes, levied for general purpose

Sales taxes

Franchise taxes

Business licenses taxes

Utility users tax

Other taxes

Motor vehicle in lieu - unrestricted

Use of money and property

Other

**Total General Revenues**

Change in Net Position

Net Position at Beginning of Year

Restatement of Net Position

**Net Position at End of Year**

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**Net (Expenses) Revenues and Changes in Net Position**  
**Primary Government**

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<b>Governmental Activities</b>	<b>Business-Type Activities</b>	<b>Total</b>
\$ (3,114,539)	\$ -	\$ (3,114,539)
(9,573,092)	-	(9,573,092)
283,473	-	283,473
(2,264,421)	-	(2,264,421)
(3,305,540)	-	(3,305,540)
(8,288)	-	(8,288)
<b>(17,982,407)</b>	<b>-</b>	<b>(17,982,407)</b>
-	1,886,902	1,886,902
-	289,043	289,043
-	193,896	193,896
-	<b>2,369,841</b>	<b>2,369,841</b>
<b>(17,982,407)</b>	<b>2,369,841</b>	<b>(15,612,566)</b>
11,074,604	-	11,074,604
2,481,560	-	2,481,560
810,642	-	810,642
363,437	-	363,437
3,562,215	-	3,562,215
529,848	-	529,848
10,980	-	10,980
446,167	38,006	484,173
221,658	5,972	227,630
<b>19,501,111</b>	<b>43,978</b>	<b>19,545,089</b>
1,518,704	2,413,819	3,932,523
70,093,580	12,684,019	82,777,599
-	(1,268,533)	(1,268,533)
<b>\$ 71,612,284</b>	<b>\$ 13,829,305</b>	<b>\$ 85,441,589</b>

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CITY OF SOUTH PASADENA

**BALANCE SHEET  
GOVERNMENTAL FUNDS  
JUNE 30, 2013**

	<u>General</u>	<u>Other Governmental Funds</u>	<u>Total Governmental Funds</u>
<b>Assets:</b>			
Pooled cash and investments	\$ 12,592,821	\$ 3,000,903	\$ 15,593,724
Receivables:			
Accounts	244,613	32,288	276,901
Taxes	1,077,438	-	1,077,438
Notes and loans	250,000	-	250,000
Accrued interest	5,870	741	6,611
Due from other governments	69,796	259,012	328,808
Due from other funds	1,583,465	-	1,583,465
Advances to other funds	750,000	-	750,000
Inventories	199,091	-	199,091
Retrospective deposit refund	193,708	-	193,708
<b>Total Assets</b>	<b><u>\$ 16,966,802</u></b>	<b><u>\$ 3,292,944</u></b>	<b><u>\$ 20,259,746</u></b>
<b>Liabilities, Deferred inflows of Resources, and Fund Balances:</b>			
<b>Liabilities:</b>			
Accounts payable	\$ 570,475	\$ 168,346	\$ 738,821
Accrued liabilities	483,444	30,189	513,633
Deposits payable	471,044	729	471,773
Due to other funds	-	1,173,465	1,173,465
<b>Total Liabilities</b>	<b><u>1,524,963</u></b>	<b><u>1,372,729</u></b>	<b><u>2,897,692</u></b>
<b>Deferred inflows of resources:</b>			
Unavailable revenues	373,435	62,519	435,954
<b>Total Deferred inflows of Resources</b>	<b><u>373,435</u></b>	<b><u>62,519</u></b>	<b><u>435,954</u></b>
<b>Fund Balances:</b>			
<b>Nonspendable:</b>			
Inventories	199,091	-	199,091
Notes and loans	250,000	-	250,000
Advances to other funds	750,000	-	750,000
<b>Restricted for:</b>			
Community development projects	-	34,866	34,866
Public safety	-	122,191	122,191
Community services	-	306,388	306,388
Public works	-	1,362,132	1,362,132
Capital Projects	-	502,607	502,607
<b>Committed to:</b>			
Capital Projects	-	579,447	579,447
Arroyo Golf Course Facility	153,481	-	153,481
Equipment Replacement	32,000	-	32,000
Legal Reserve	255,000	-	255,000
Renewable Energy Sources	250,000	-	250,000
Retiree Medical Benefits	500,000	-	500,000
Retiree Pension Benefits	500,000	-	500,000
Self Insurance	401,000	-	401,000
Community Center Reserve	50,000	-	50,000
<b>Unassigned</b>	<b><u>11,727,832</u></b>	<b><u>(1,049,935)</u></b>	<b><u>10,677,897</u></b>
<b>Total Fund Balances</b>	<b><u>15,068,404</u></b>	<b><u>1,857,696</u></b>	<b><u>16,926,100</u></b>
<b>Total Liabilities, deferred inflows of resources, and Fund Balances</b>	<b><u>\$ 16,966,802</u></b>	<b><u>\$ 3,292,944</u></b>	<b><u>\$ 20,259,746</u></b>



CITY OF SOUTH PASADENA

RECONCILIATION OF THE BALANCE SHEET OF GOVERNMENTAL FUNDS  
TO THE STATEMENT OF NET POSITION  
JUNE 30, 2013

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Fund balances of governmental funds		\$	16,926,100
Amounts reported for governmental activities in the statement of net position are different because:			
Capital assets net of depreciation have not been included as financial resources in governmental fund activity.			62,136,898
Long-term debt and compensated absences that have not been included in the governmental fund activity:			
Capital lease payable	\$	(167,305)	
Compensated Absences		<u>(700,660)</u>	(867,965)
Governmental funds report all OPEB contributions as expenditures, however in the statement of net position any excesses or deficiencies in contributions in relation to the Annual Required Contribution (ARC) are recorded as a asset or liability.			(7,010,884)
Accrued interest payable for the current portion of interest due on Bonds has not been reported in the governmental funds.			(7,819)
Revenues reported as unavailable revenue in the governmental funds and recognized in the statement of activities. These are included in the intergovernmental revenues in the governmental fund activity.			<u>435,954</u>
<b>Net Position of governmental activities</b>		<b>\$</b>	<b><u>71,612,284</u></b>

CITY OF SOUTH PASADENA

**STATEMENT OF REVENUES,  
EXPENDITURES AND CHANGES IN FUND BALANCES  
GOVERNMENTAL FUNDS  
YEAR ENDED JUNE 30, 2013**

	<u>General</u>	<u>Other Governmental Funds</u>	<u>Total Governmental Funds</u>
<b>Revenues:</b>			
Taxes	\$ 18,033,197	\$ 1,133,115	\$ 19,166,312
Assessments	-	905,459	905,459
Licenses and permits	948,758	63,995	1,012,753
Intergovernmental	655,358	3,634,904	4,290,262
Charges for services	2,209,944	60,793	2,270,737
Use of money and property	438,525	7,642	446,167
Fines and forfeitures	523,629	-	523,629
Contributions	-	17,970	17,970
Miscellaneous	267,000	46,612	313,612
<b>Total Revenues</b>	<b><u>23,076,411</u></b>	<b><u>5,870,490</u></b>	<b><u>28,946,901</u></b>
<b>Expenditures:</b>			
Current:			
General government	5,277,750	373,258	5,651,008
Public safety	10,802,266	165,945	10,968,211
Community development	898,709	-	898,709
Community services	2,388,448	565,363	2,953,811
Public works	1,350,610	1,570,526	2,921,136
Capital outlay	1,001,025	1,027,305	2,028,330
Debt service:			
Principal retirement	50,650	-	50,650
Interest and fiscal charges	10,658	-	10,658
<b>Total Expenditures</b>	<b><u>21,780,116</u></b>	<b><u>3,702,397</u></b>	<b><u>25,482,513</u></b>
Excess (Deficiency) of Revenues Over (Under) Expenditures	<u>1,296,295</u>	<u>2,168,093</u>	<u>3,464,388</u>
<b>Other Financing Sources (Uses):</b>			
Transfers in	1,712	1,174,664	1,176,376
Transfers out	<u>(984,062)</u>	<u>(192,314)</u>	<u>(1,176,376)</u>
<b>Total Other Financing Sources (Uses)</b>	<b><u>(982,350)</u></b>	<b><u>982,350</u></b>	<b><u>-</u></b>
Net Change in Fund Balances	313,945	3,150,443	3,464,388
Fund Balances, Beginning of Year	<u>14,754,459</u>	<u>(1,292,747)</u>	<u>13,461,712</u>
<b>Fund Balances, End of Year</b>	<b><u>\$ 15,068,404</u></b>	<b><u>\$ 1,857,696</u></b>	<b><u>\$ 16,926,100</u></b>

**CITY OF SOUTH PASADENA**

**RECONCILIATION OF THE STATEMENT OF REVENUES, EXPENDITURES,  
AND CHANGES IN FUND BALANCES OF GOVERNMENTAL FUNDS  
TO THE STATEMENT OF ACTIVITIES  
YEAR ENDED JUNE 30, 2013**

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Net change in fund balances - total governmental funds \$ 3,464,388

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

Governmental funds report capital outlays as expenditures. However, in the statement of activities, the costs 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.

Capital outlay	\$ 2,031,515	
Depreciation	(2,339,418)	(307,903)

Repayment of bond principal is an expenditure in the governmental funds, but the repayment reduces long-term liabilities in the statement of net position.

Lease Payments	50,650	
General liability retrospective deposit payable	1,958,598	2,009,248

Accrued interest for long-term liabilities. This is the net change in accrued interest for the current period. 2,370

Compensated absences expenses reported in the statement of activities do not require the use of current financial resources and, therefore, are not reported as expenditures in governmental funds. 66,466

Governmental funds report all contributions in relation to the annual required contribution (ARC) for OPEB as expenditures, however in the statement of activities only the ARC is an expense. (429,571)

Revenues reported as unavailable revenue in the governmental funds and recognized in the statement of activities. These are included in the intergovernmental revenues in the governmental fund activity. (3,286,294)

**Change in net position of governmental activities \$ 1,518,704**

CITY OF SOUTH PASADENA

**BUDGETARY COMPARISON STATEMENT BY DEPARTMENT  
GENERAL FUND  
YEAR ENDED JUNE 30, 2013**

	<b>Budget Amounts</b>		<b>Actual Amounts</b>	<b>Variance with Final Budget Positive (Negative)</b>
	<b>Original</b>	<b>Final</b>		
Budgetary Fund Balance, July 1	\$ 14,754,459	\$ 14,754,459	\$ 14,754,459	\$ -
<b>Resources (Inflows):</b>				
Taxes	16,835,000	16,835,000	18,033,197	1,198,197
Licenses and permits	915,200	915,200	948,758	33,558
Intergovernmental	571,689	571,689	655,358	83,669
Charges for services	2,044,450	2,044,450	2,209,944	165,494
Use of money and property	401,120	401,120	438,525	37,405
Fines and forfeitures	505,000	505,000	523,629	18,629
Miscellaneous	360,000	360,000	267,000	(93,000)
Transfers in	100,000	100,000	1,712	(98,288)
<b>Amounts Available for Appropriation</b>	<b>36,486,918</b>	<b>36,486,918</b>	<b>37,832,582</b>	<b>1,345,664</b>
<b>Charges to Appropriation (Outflow):</b>				
General government				
City council	54,481	54,481	43,375	11,106
City clerk	389,387	389,387	283,674	105,713
Elections	650	650	311	339
City manager	895,980	895,980	878,792	17,188
Personnel	125,400	125,400	287,113	(161,713)
Transportation planning	272,000	272,000	110,202	161,798
Legal services	235,000	235,000	314,304	(79,304)
Finance	434,939	434,939	383,461	51,478
City treasurer	8,722	8,722	9,201	(479)
Information services	195,500	195,500	262,354	(66,854)
Non-departmental	1,602,589	3,023,854	2,704,963	318,891
Public safety				
Police	6,777,355	6,777,355	6,963,841	(186,486)
Fire	4,017,814	4,017,814	3,838,425	179,389
Community development				
Community development	937,848	937,848	898,709	39,139
Community services				
Library	1,525,231	1,525,231	1,436,925	88,306
Senior center	231,856	231,856	249,373	(17,517)
Recreation	210,808	210,808	195,176	15,632
After-school day care	483,530	483,530	506,974	(23,444)
Public works				
Public works administration	473,332	510,364	260,746	249,618
Environmental services	153,688	153,688	75,613	78,075
Park maintenance	434,480	461,840	390,490	71,350
Facilities maintenance	633,373	633,373	623,761	9,612
Capital outlay	1,601,000	1,669,133	1,001,025	668,108
Debt service:				
Principal retirement	61,000	61,000	50,650	10,350
Interest and fiscal charges	-	-	10,658	(10,658)
Transfers out	672,000	672,000	984,062	(312,062)
<b>Total Charges to Appropriations</b>	<b>22,427,963</b>	<b>23,981,753</b>	<b>22,764,178</b>	<b>1,217,575</b>
<b>Budgetary Fund Balance, June 30</b>	<b>\$ 14,058,955</b>	<b>\$ 12,505,165</b>	<b>\$ 15,068,404</b>	<b>\$ 2,563,239</b>

CITY OF SOUTH PASADENA

STATEMENT OF NET POSITION  
 PROPRIETARY FUNDS  
 JUNE 30, 2013

	Business-Type Activities - Enterprise Funds		
	Water	Other Enterprise Funds	Totals
<b>Assets:</b>			
Current:			
Cash and investments	\$ 8,644,730	\$ 975,968	\$ 9,620,698
Receivables:			
Accounts	1,049,024	24,625	1,073,649
Accrued interest	3,435	218	3,653
Inventories	180,772	-	180,772
Restricted:			
Cash with fiscal agent	31,201,119	-	31,201,119
<b>Total Current Assets</b>	<b>41,079,080</b>	<b>1,000,811</b>	<b>42,079,891</b>
Noncurrent:			
Capital assets - net of accumulated depreciation	23,670,018	2,464,479	26,134,497
<b>Total Noncurrent Assets</b>	<b>23,670,018</b>	<b>2,464,479</b>	<b>26,134,497</b>
<b>Total Assets</b>	<b>\$ 64,749,098</b>	<b>\$ 3,465,290</b>	<b>\$ 68,214,388</b>
<b>Liabilities and Net Position:</b>			
<b>Liabilities:</b>			
Current:			
Accounts payable	\$ 2,595,111	\$ 47,600	\$ 2,642,711
Accrued liabilities	48,567	10,426	58,993
Accrued interest	511,425	2,236	513,661
Deposits payable	83,317	-	83,317
Due to other funds	-	410,000	410,000
Accrued compensated absences	24,235	-	24,235
Bonds payable	995,000	-	995,000
<b>Total Current Liabilities</b>	<b>4,257,655</b>	<b>470,262</b>	<b>4,727,917</b>
Noncurrent:			
Advances from other funds	-	750,000	750,000
Accrued compensated absences	8,617	6,091	14,708
Bonds payable	48,892,458	-	48,892,458
<b>Total Noncurrent Liabilities</b>	<b>48,901,075</b>	<b>756,091</b>	<b>49,657,166</b>
<b>Total Liabilities</b>	<b>53,158,730</b>	<b>1,226,353</b>	<b>54,385,083</b>
<b>Net Position:</b>			
Net investment in capital assets	4,983,679	2,464,479	7,448,158
Unrestricted	6,606,689	(225,542)	6,381,147
<b>Total Net Position</b>	<b>11,590,368</b>	<b>2,238,937</b>	<b>13,829,305</b>
<b>Total Liabilities and Net Position</b>	<b>\$ 64,749,098</b>	<b>\$ 3,465,290</b>	<b>\$ 68,214,388</b>

CITY OF SOUTH PASADENA

STATEMENT OF REVENUES, EXPENSES  
AND CHANGES IN FUND NET POSITION  
PROPRIETARY FUNDS  
YEAR ENDED JUNE 30, 2013

	<b>Business-Type Activities - Enterprise Funds</b>		
	<b>Water</b>	<b>Other Enterprise Funds</b>	<b>Totals</b>
<b>Operating Revenues:</b>			
Sales and service charges	\$ 8,022,705	\$ 2,210,669	\$ 10,233,374
Miscellaneous	5,972	-	5,972
<b>Total Operating Revenues</b>	<b>8,028,677</b>	<b>2,210,669</b>	<b>10,239,346</b>
<b>Operating Expenses:</b>			
Administration and general	787,893	1,211,939	1,999,832
Pumping	1,217,271	-	1,217,271
Transmission/collection	3,504,511	-	3,504,511
Treatment	-	436,394	436,394
Depreciation expense	125,171	77,161	202,332
<b>Total Operating Expenses</b>	<b>5,634,846</b>	<b>1,725,494</b>	<b>7,360,340</b>
Operating Income (Loss)	2,393,831	485,175	2,879,006
<b>Nonoperating Revenues (Expenses):</b>			
Interest revenue	35,617	2,389	38,006
Interest expense	(500,957)	(2,236)	(503,193)
<b>Total Nonoperating Revenues (Expenses)</b>	<b>(465,340)</b>	<b>153</b>	<b>(465,187)</b>
Changes in Net Position	1,928,491	485,328	2,413,819
<b>Net Position:</b>			
Beginning of Year, as previously reported	10,930,410	1,753,609	12,684,019
Restatements	(1,268,533)	-	(1,268,533)
Beginning of Fiscal Year, as restated	9,661,877	1,753,609	11,415,486
<b>End of Fiscal Year</b>	<b>\$ 11,590,368</b>	<b>\$ 2,238,937</b>	<b>\$ 13,829,305</b>

## CITY OF SOUTH PASADENA

STATEMENT OF CASH FLOWS  
PROPRIETARY FUNDS  
YEAR ENDED JUNE 30, 2013

	<b>Business-Type Activities - Enterprise Funds</b>		
	<b>Water</b>	<b>Other Enterprise Funds</b>	<b>Totals</b>
<b>Cash Flows from Operating Activities:</b>			
Cash received from customers and users	\$ 7,929,213	\$ 2,203,824	\$ 10,133,037
Cash paid to suppliers for goods and services	(3,088,100)	(410,848)	(3,498,948)
Cash paid to employees for services	(803,606)	(1,211,355)	(2,014,961)
Cash received from (payments to) others	5,972	-	5,972
<b>Net Cash Provided by Operating Activities</b>	<b>4,043,479</b>	<b>581,621</b>	<b>4,625,100</b>
<b>Cash Flows from Capital and Related Financing Activities:</b>			
Proceeds from capital debt	7,478,540	-	7,478,540
Acquisition and construction of capital assets	(4,865,956)	(816,539)	(5,682,495)
Principal paid on capital debt	(7,265,000)	-	(7,265,000)
Interest paid on capital debt	(593,732)	-	(593,732)
Advance from other funds	-	750,000	750,000
<b>Net Cash Used for Capital and Related Financing Activities</b>	<b>(5,246,148)</b>	<b>(66,539)</b>	<b>(5,312,687)</b>
<b>Cash Flows from Investing Activities:</b>			
Interest received	35,905	2,288	38,193
<b>Net Cash Provided by Investing Activities</b>	<b>35,905</b>	<b>2,288</b>	<b>38,193</b>
<b>Net Increase (Decrease) in Cash and Cash Equivalents</b>	<b>(1,166,764)</b>	<b>517,370</b>	<b>(649,394)</b>
Cash and Cash Equivalents at Beginning of Year	41,012,613	458,598	41,471,211
<b>Cash and Cash Equivalents at End of Year</b>	<b>\$ 39,845,849</b>	<b>\$ 975,968</b>	<b>\$ 40,821,817</b>
<b>Reconciliation of Operating Income to Net Cash Provided (Used) by Operating Activities:</b>			
Operating income	\$ 2,393,831	\$ 485,175	\$ 2,879,006
<b>Adjustments to reconcile operating income net cash provided by operating activities:</b>			
Depreciation	125,171	77,161	202,332
(Increase) decrease in accounts receivable	(189,890)	(6,845)	(196,735)
(Increase) decrease in prepaid expense	-	8,000	8,000
(Increase) decrease in inventories	71,255	-	71,255
Increase (decrease) in accounts payable	1,632,063	17,546	1,649,609
Increase (decrease) in accrued liabilities	1,619	(808)	811
Increase (decrease) in deposits payable	25,143	-	25,143
Increase (decrease) in compensated absences	(15,713)	1,392	(14,321)
<b>Total Adjustments</b>	<b>1,649,648</b>	<b>96,446</b>	<b>1,746,094</b>
<b>Net Cash Provided by Operating Activities</b>	<b>\$ 4,043,479</b>	<b>\$ 581,621</b>	<b>\$ 4,625,100</b>

CITY OF SOUTH PASADENA

STATEMENT OF FIDUCIARY NET POSITION  
 FIDUCIARY FUNDS  
 JUNE 30, 2013

	<u>Private- Purpose Trust Fund Successor Agency of the Former RDA</u>
<b>Assets:</b>	
Pooled cash and investments	\$ 103,807
Receivables:	
Accrued interest	551
Restricted assets:	
Cash and investments	901,436
Cash and investments with fiscal agents	<u>199,587</u>
<b>Total Assets</b>	<b><u>1,205,381</u></b>
<b>Liabilities:</b>	
Accounts payable	5,209
Accrued liabilities	5,720
Accrued interest	15,949
Deposits payable	1,500
Long-term liabilities:	
Due in one year	100,000
Due in more than one year	<u>1,550,000</u>
<b>Total Liabilities</b>	<b><u>1,678,378</u></b>
<b>Net Position:</b>	
Held in trust for other purposes	<u>(472,997)</u>
<b>Total Net Position</b>	<b><u>\$ (472,997)</u></b>



CITY OF SOUTH PASADENA

STATEMENT OF CHANGES IN FIDUCIARY NET POSITION  
 FIDUCIARY FUNDS  
 YEAR ENDED JUNE 30, 2013

	<u>Private- Purpose Trust Fund Successor Agency of the Former RDA</u>
<b>Additions:</b>	
Taxes	\$ 425,953
Interest and change in fair value of investments	<u>20,636</u>
<b>Total Additions</b>	<b><u>446,589</u></b>
<b>Deductions:</b>	
Benefits	44,054
Administrative expenses	178,428
Contractual services	130,306
Interest expense	102,271
Reimbursement of prior taxes to County	<u>955,824</u>
<b>Total Deductions</b>	<b><u>1,410,883</u></b>
<b>Changes in Net Position</b>	<b>(964,294)</b>
Net Position - Beginning of the Year	<u>491,297</u>
<b>Net Position - End of the Year</b>	<b><u>\$ (472,997)</u></b>

**I. SIGNIFICANT ACCOUNTING POLICIES**

**Note 1: Summary of Significant Accounting Policies**

**a. Description of the Reporting Entity**

As required by accounting principles generally accepted in the United States of America, these financial statements present the City of South Pasadena, California (the City) and its component units, entities for which the City is considered financially accountable. Blended component units, although legally separate entities, are, in substance, part of the Government's operation, so data from these units are combined herein. The criteria used in determining the scope of the reporting entity is based on the provisions of GASB Statement No. 14 as amended by Statement 39 and 61 and were as follows:

1. The members of the City Council also act as the governing body of the City of South Pasadena Housing Authority (the Authority).
2. The Authority is managed by employees of the City.
3. The Authority is financially interdependent with the City.

The City of South Pasadena was incorporated on March 2, 1888, under the general laws of the State of California. The City provides a full range of municipal services, including public safety (police and fire), streets, sanitation, refuse collection, sewer, water, parks and recreation, public improvements, planning and zoning, housing and community development, and general administrative and support services.

**Blended Component Units**

City of South Pasadena Housing Authority - The Authority was established pursuant to California Housing Authorities Law (Health and Safety Code Sections 34200 et seq.) on April 6, 2011. The purpose of the Housing Authority is to provide safe and sanitary housing opportunities for South Pasadena residents. Although the Housing Authority is legally separate, it is reported as if it were part of the City because the City Council also serves as the governing board of the Housing Authority. Separate financial statements of the Housing Authority are not prepared. Additionally, the Housing Authority took over the housing activities from the former Community Redevelopment Agency due to its dissolution on January 31, 2012.

**b. Government-Wide and Fund Financial Statements**

The government-wide financial statements (i.e. the statement of net position and the statement of activities) report information on all of the nonfiduciary activities of the primary government and its component units. For the most part, the effect of interfund activity has been removed from these statements. All fiduciary activities are reported only in the fund financial statements. Governmental activities, which normally are supported by taxes and intergovernmental revenues, are reported separately from business-type activities, which rely to a significant extent on fees and charges for support.

The statement of activities demonstrates the degree to which the direct expenses of a given function or segment is offset by program revenues. Direct expenses are those that are clearly identifiable with a specific function or segment. Program revenues include: 1) charges to customers or applicants who purchase, use or directly benefit from

**Note 1: Summary of Significant Accounting Policies (Continued)**

goods, services or privileges provided by a given function or segment, and 2) grants and contributions that are restricted to meeting the operational or capital requirements of a particular function or segment. Taxes and other items not properly included among program revenues are reported instead as general revenues.

Separate financial statements are provided for governmental funds, proprietary funds, and fiduciary funds, even though the latter are excluded from the government-wide financial statements. Major individual governmental funds and major individual enterprise funds are reported as separate columns in the fund financial statements.

**c. Measurement Focus, Basis of Accounting and Financial Statement Presentation**

The government-wide financial statements are reported using the economic resources measurement focus and the accrual basis of accounting, as are the proprietary fund financial statements. Revenues are recorded when earned and expenses are recorded when a liability is incurred, regardless of the timing of related cash flows. Property taxes are recognized as revenues in the year for which they are levied. Grants and similar items are recognized as revenue as soon as all eligibility requirements imposed by the provider have been met.

Governmental fund financial statements are reported using the current financial resources measurement focus and the modified accrual basis of accounting. Revenues are recognized as soon as they are both measurable and available. Revenues are considered to be available when they are collectible within the current period or soon enough thereafter to pay liabilities of the current period. For this purpose, the government considers revenues to be available if they are collected within 60 days of the end of the current fiscal period. Expenditures generally are recorded when a liability is incurred, as under accrual accounting. However, debt service expenditures, as well as expenditures related to compensated absences and claims and judgments are recorded only when payment is due.

Property taxes, franchise taxes, licenses and interest associated with the current fiscal period are all considered to be susceptible to accrual and so have been recognized as revenues of the current fiscal period. Only the portion of special assessments receivable due within the current fiscal period is considered to be susceptible to accrual as revenue of the current period. All other revenue items are considered to be measurable and available only when cash is received by the government.

The proprietary and private-purpose trust funds are reported using the economic resources measurement focus and the accrual basis of accounting.

The City reports the following major governmental fund:

The General Fund is the City's primary operating fund. It accounts for all financial resources of the general government except those required to be accounted for in another fund.

The City reports the following major proprietary fund:

The Water Fund is used to account for the construction, operation and maintenance of the City-owned water system.

**Note 1: Summary of Significant Accounting Policies (Continued)**

Additionally, the City reports the following fund types:

The Private Purpose Trust Fund accounts for the assets and liabilities of the former community redevelopment agency and its allocated revenue to pay estimated installment payments of enforceable obligations until obligations of the former community redevelopment agency are paid in full and assets have been liquidated. Please refer to Note 12 for more information.

As a general rule, the effect of interfund activity has been eliminated from the government-wide financial statements. Exceptions to this general rule are charges between the government's proprietary funds function and various other functions of the government. Elimination of these charges would distort the direct costs and program revenues reported for the various functions concerned.

Amounts reported as program revenues include: 1) charges to customers or applicants for goods, services or privileges provided, 2) operating grants and contributions, and 3) capital grants and contributions, including special assessments. Internally dedicated resources are reported as general revenues rather than as program revenues. Likewise, general revenues include all taxes.

Proprietary funds distinguish operating revenues and expenses from nonoperating items. Operating revenues and expenses generally result from providing services and producing and delivering goods in connection with a proprietary fund's principal ongoing operations. The principal operating revenues of the Enterprise Funds are charges to customers for sales and services. Operating expenses for Enterprise Funds include the cost of sales and services, administrative expenses and depreciation on capital assets. All revenues and expenses not meeting this definition are reported as nonoperating revenues and expenses.

When both restricted and unrestricted resources are available for use, it is the government's policy to use restricted resources first, then unrestricted resources as they are needed.

**d. Assets, Deferred outflows, Liabilities, Deferred inflows and Net Position or Equity**

**Deposits and Investments**

The City's cash and cash equivalents are considered to be cash on hand, demand deposits and short-term investments with original maturities of three months or less from the date of acquisition. For financial statement presentation purposes, cash and cash equivalents are shown as both restricted and unrestricted cash and investments in the Governmental and Proprietary Funds.

Investments for the City, as well as for its component units, are reported at fair value. The City's policy is generally to hold investments until maturity or until market values equal or exceed cost. The State Treasurer's Investment Pool operates in accordance with appropriate state laws and regulations. The reported value of the pool is the same as the fair value of the pool shares.

**Note 1: Summary of Significant Accounting Policies (Continued)**

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.

Property tax revenue is recognized in the fiscal year for which the taxes have been levied providing they become available. Available means then due, or past due and receivable within the current period and collected within the current period or expected to be collected soon enough thereafter (not to exceed 60 days) to be used to pay liabilities of the current period. The County of Los Angeles collects property taxes for the City. Tax liens attach annually as of 12:01 A.M. on the first day in January proceeding the fiscal year for which the taxes are levied. The tax levy covers the fiscal period July 1 to June 30. All secured personal property taxes and one-half of the taxes on real property are due November 1; the second installment is due February 1. All taxes are delinquent, if unpaid, on December 10 and April 10, respectively. Unsecured personal property taxes become due on the first of March each year and are delinquent on August 31.

Functional Classifications

Expenditures of the Governmental Funds are classified by function. Functional classifications are defined as follows:

General Government includes legislative activities which have a primary objective of providing legal and policy guidelines for the City. Also included in this classification are those activities which provide management or support services across more than one functional area.

Public Safety includes those activities which involve the protection of people and property.

Community Development includes those activities which involve the enhancing of the general quality of life.

Community Services includes activities such as administering the Senior Center, recreation classes and special events committees.

Public Works includes those activities that involve the maintenance and improvement of City streets, roads and park department development and maintenance.

Debt Service includes those activities that account for the payment of long-term debt principal, interest and fiscal charges.

NOTES TO FINANCIAL STATEMENTS (CONTINUED)  
 JUNE 30, 2013

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**Note 1: Summary of Significant Accounting Policies (Continued)**

Inventories

Inventory consisting primarily of materials and supplies is held by the Water Enterprise Fund. Such goods are valued using the average-cost method applied on a first-in, first-out (FIFO) basis. Inventories reported in the City's General Fund are charged to inventories when purchased and treated as an expenditure when issued.

Restricted Assets

Certain proceeds of debt issues, as well as certain resources set aside for their repayment, are classified as restricted assets on the balance sheet because their use is limited by applicable bond covenants. In addition, funds have been restricted for future capital improvements by City resolution.

Capital Assets

Capital assets, which include property, plant, equipment and infrastructure assets (e.g., roads, bridges, sidewalks and similar items), are reported in the applicable governmental or business-type activities columns in the government-wide financial statements. Capital assets are defined by the City as assets with an initial, individual cost of more than \$5,000 for non-infrastructure assets and \$25,000 for infrastructure assets (amount not rounded). Such assets are recorded at historical cost or estimated historical cost if purchased or constructed. Donated capital assets are recorded at estimated fair market value at the date of donation.

In accordance with GASB Statement No. 34, the City has reported current and prior year's infrastructure assets.

The costs of normal maintenance and repairs that do not add to the value of the asset or materially extend assets lives are not capitalized.

Major outlays for capital assets and improvements are capitalized as projects are constructed. Interest incurred during the construction phase of capital assets of business-type activities is included as part of the capitalized value of the assets constructed.

Property, plant and equipment of the primary government, as well as the component units, are depreciated using the straight-line method over the following estimated useful lives:

<u>Assets</u>	<u>Years</u>
Buildings	50
Improvements other than buildings	10 - 25
Machinery and equipment	3 - 30
Vehicles	8

**NOTES TO FINANCIAL STATEMENTS (CONTINUED)**  
**JUNE 30, 2013**

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**Note 1: Summary of Significant Accounting Policies (Continued)**

<u>Infrastructure</u>	<u>Years</u>
Sewer collection system	60
Storm drain system	60
Bridges	60
Hardscape	40
Parkways and medians	40
Pavement, curb & gutter and sidewalks	35
Streetlights	20
Electronic traffic control devices	20

## Deferred outflows/inflows of resources

In addition to assets, the statement of net position and balance sheet of governmental funds will sometimes report a separate section for deferred outflows of resources. This separate financial statement element, deferred outflows of resources, represents a consumption of net position that applies to a future period and so will not be recognized as an outflow of resources (expense/ expenditure) until then.

In addition to liabilities, the statement of net position and balance sheet of governmental funds will sometimes report a separate section for deferred inflows of resources. This separate financial statement element, deferred inflows of resources, represents an acquisition of net position that applies to a future period and so will not be recognized as an inflow of resources (revenue) until that time. The government has only one item, which arises only under a modified accrual basis of accounting that qualifies for reporting in this category. Accordingly, the item, unavailable revenue, is reported only in the governmental funds balance sheet. The governmental funds report unavailable revenues from three sources: property taxes, special assessments and reimbursable grants billed but not yet available. These amounts are deferred and recognized as an inflow of resources in the period that the amounts become available.

## Net position flow assumption

Sometimes the government will fund outlays for a particular purpose from both restricted (e.g., restricted bond or grant proceeds) and unrestricted resources. In order to calculate the amounts to report as restricted – net position and unrestricted – net position in the government-wide and proprietary fund financial statements, a flow assumption must be made about the order in which the resources are considered to be applied. It is the government's policy to consider restricted – net position to have been depleted before unrestricted – net position is applied.

## Fund balance flow assumptions

Sometimes the government will fund outlays for a particular purpose from both restricted and unrestricted resources (the total of committed, assigned, and unassigned fund balance). In order to calculate the amounts to report as restricted, committed, assigned, and unassigned fund balance in the governmental fund financial statements a flow

**Note 1: Summary of Significant Accounting Policies (Continued)**

assumption must be made about the order in which the resources are considered to be applied. It is the government's policy to consider restricted fund balance to have been depleted before using any of the components of unrestricted fund balance. Further, when the components of unrestricted fund balance can be used for the same purpose, committed fund balance is depleted first, followed by assigned fund balance. Unassigned fund balance is applied last.

**Compensated Absences**

It is the policy of the City to record the cost of annual vacation as accrued. Employees are 100% vested in accrued vacation after six months of employment. The entire compensated absence liability for the Enterprise Fund is accrued as earned in the Enterprise Fund. All accumulated compensated absence liability of governmental funds is accrued when incurred in the government-wide financial statements. Compensated absences are reported in governmental funds only if they have matured.

It is the policy of the City to pay sick leave as used; accordingly, the expenditures are recorded when paid. Sick leave does not vest with employees. Accordingly, employees do not receive a payout for unused sick leave upon termination, although employees do receive credit for unused sick leave upon retirement.

**Long-Term Obligations**

In the government-wide financial statements and proprietary fund financial statements, long-term debt and other long-term obligations are reported as liabilities in the applicable governmental activities, business-type activities or proprietary fund type statement of net position.

**Fund Equity**

In the fund financial statements, government funds report the following fund balance classification:

Nonspendable include amounts that cannot be spent because they are either (a) not in spendable form or (b) legally or contractually required to be maintained intact.

Restricted include amounts that are constrained on the use of resources by either (a) external creditors, grantors, contributors, or laws of regulations of other governments or (b) by law through constitutional provisions or enabling legislation.

Committed include amounts that can only be used for specific purposes pursuant to constraints imposed by formal action of the government's highest authority, City Council. The formal action that is required to be taken to establish, modify, or rescind a fund balance commitment is a resolution of the City Council.

Assigned include amounts that are constrained by the government's intent to be used for specific purposes, but are neither restricted nor committed. The City Council, with Resolution No. 7152, authorized the Finance Director to assign fund balance amounts for specific purposes.



**Note 1: Summary of Significant Accounting Policies (Continued)**

Unassigned include the residual amounts that have not been restricted, committed, or assigned to specific purposes.

An individual governmental fund could include nonspendable resources and amounts that are restricted or unrestricted (committed, assigned, or unassigned) or any combination of those classifications. Restricted amounts are to be considered spent when an expenditure is incurred for purposes for which both restricted and unrestricted fund balance is available and committed, assigned, and then unassigned amounts are considered to have been spent when an expenditure is incurred for purposes for which amounts in any of those unrestricted fund balance classifications can be used.

The City Council adopts and amends committed and assigned fund balance amounts for specific purposes through a resolution. When expenditure is incurred for purposes for which both restricted and unrestricted fund balance is available, the City considers restricted amounts to be used first. When expenditure is incurred for purposes for which amounts in any of the unrestricted fund balance classifications could be used, they are considered to be spent in the order as follows: committed, assigned and then unassigned.

**Change in Accounting Principle**

The City implemented GASB Statement 65, *Items Previously Reported as Assets and Liabilities*. GASB 65, among other things, amends prior guidance with respect to the treatment of debt issuance costs. Debt issuance costs should be recognized in the period incurred rather than reported on the statement of net position as deferred charges and recognized systematically over the life of the debt. The accounting changes of this statement should be applied retroactive and therefore the City has reported a restatement of beginning net position for any unamortized debt issuance costs (deferred charges) previously reported on the statement of net position to conform.

**II. STEWARDSHIP**

**Note 2: Stewardship, Compliance and Accountability**

**a. Appropriations and Budgetary Control**

Budgetary control is an essential element in governmental financial reporting. The City, a general law city in the State of California, does not legally require a budget. However, the City Council annually reviews and adopts a budget for the General, Special Revenue, Capital Projects and Enterprise Fund types. To facilitate a greater understanding of the City's operations, budget information for the General, Special Revenue and Capital Projects Funds is included in the accompanying basic financial statements. This detailed budget document is published and is a matter of public record. Each year, the City Manager submits his proposed budget to the City Council. The City Council holds public hearings and may modify the appropriations by majority approval. The legal level of expenditures is controlled at the fund level and operating appropriations lapse at the end of each fiscal year. All budgeted amounts are reported on the same basis as the fund types and adopted on a basis consistent with accounting principles generally accepted in the United States of America. Changes in appropriations at the fund level during the year

CITY OF SOUTH PASADENA

NOTES TO FINANCIAL STATEMENTS (CONTINUED)  
 JUNE 30, 2013

**Note 2: Stewardship, Compliance and Accountability (Continued)**

must be submitted by the City's departments for City Council review and approval. The City Manager may, without Council approval, amend individual line items within any fund and between divisions and programs, in personnel costs, maintenance and operations, capital outlay and capital projects portions of the budget without increasing total appropriations for that fund. Department heads may, without Council approval, amend individual line items within any fund in the maintenance and operation portions of the budget without increasing total appropriations for that division. Budget revisions made during fiscal year 2013 were not significant.

The City did not adopt a budget for the following funds: Traffic Improvement, ISTEAM/METRO, Safe Routes to School, Homeland Security Grant, CLEEP, MTA Pedestrian Improvement, Gold line betterments, CTC Traffic Improvement Grant, SGVCOG Grant Fund, Public Education, MSRC Grant Fund, Housing Authority, Mission Oaks Parking, and Public Library. Accordingly, such information is not included in the financial statements.

**b. Excess of expenditures over appropriations**

Excess of expenditures over appropriations at the fund level were as follows:

Fund	Expenditures	Appropriations	Excess
Special Revenue Funds			
Proposition "A"	\$ 196,446	\$ 180,201	\$ 16,245
Proposition "C"	541,289	469,471	71,818
Street Lighting	990,100	976,579	13,521
Parking and Business Improvement	153,211	148,000	5,211
Mission Meridian Public Garage	30,984	30,797	187
County Park Bond	23,949	16,600	7,349
CDBG	185,489	153,388	32,101
State Police Grant	165,945	19,550	146,395
Measure R	390,321	268,000	122,321

**Deficit Fund Balance**

The following funds contained deficit fund balances at June 30, 2013:

Fund	Amount
Nonmajor governmental funds:	
MTA Pedestrian Improvement	\$ 400,819
Mission Meridian Public Garage	228,060
County Park Bond	105,942
Homeland Security Grant	34,184
SGVCOG Grant Fund	391
MSRC Grant	280,539

The City intends to fund these deficits with future revenues, transfers, and reduction of expenditures/expenses in future years.

III. DETAILED NOTES ON ALL FUNDS

**Note 3: Cash and Investments**

As of June 30, 2013, cash and investments were reported in the accompanying financial statements as follows:

Governmental activities	
Cash and investments	\$ 15,593,724
Business-type activities	
Cash and investments	9,620,698
Cash with fiscal agent	31,201,119
Fiduciary activities	
Cash and investments	1,005,243
Cash with fiscal agent	<u>199,587</u>
Total Cash and Investments	<u><u>\$ 57,620,371</u></u>

The City of South Pasadena maintains a cash and investment pool that is available for use for all funds. Each fund type's position in the pool is reported on the combined balance sheet as cash and investments. The City has adopted an investment policy which authorizes it to invest in various investments.

Deposits

At June 30, 2013, the carrying amount of the City's deposits was \$5,067,117 and the bank balance was \$5,620,487. The \$553,370 difference represents outstanding checks and other reconciling items.

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 City 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 which 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 are considered to be held for, and in the name of, the local governmental agency.

**Note 3: Cash and Investments (Continued)**

Investments

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

- Local Agency Investment Fund
- Certificates of Deposit (or time deposits, fully insured by the FDIC)
- Securities of the U.S. Government
- Securities Issued by other Government Agencies (No options or like instruments)
- Callable Bonds and Notes

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.

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 "A" or better by a nationally recognized statistical rating organization. At June 30, 2013, the City's investments with money market mutual funds were rated "AAA" by S&P. Investments in U.S. government securities are not considered to have credit risk and, therefore, their credit quality is not disclosed.

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.

CITY OF SOUTH PASADENA

NOTES TO FINANCIAL STATEMENTS (CONTINUED)  
 JUNE 30, 2013

**Note 3: Cash and Investments (Continued)**

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.

As of June 30, 2013, none of the City's deposits or investments was exposed to custodial credit risk.

Concentration of Credit Risk

The City's investment policy does not impose restrictions on the percentage that the City can invest in a single type of investment. In addition, GASB 40 requires a separate disclosure if any single issuer comprises more than 5% of the total investment value. As of June 30, 2013, the City has not invested more than 5% of its total investments in any one issuer. 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. It states that no investments shall have a maturity date of more than three years and no more than one third of the investment portfolio shall have a maturity longer than two and a half years. The City has elected to use the segmented time distribution method of disclosure for its interest rate risk. As of June 30, 2013, the City had the following investments and original maturities:

	Remaining Investment Maturities				Fair Value
	6 months or less	6 months to 1 year	1 to 3 years	3 to 5 years	
Local agency investment fund	\$ 15,981,435	\$ -	\$ -	\$ -	\$ 15,981,435
Money market mutual funds	912,025	-	-	-	912,025
Certificates of deposits	1,000,000	199,996	3,058,765	-	4,258,761
Cash with Fiscal Agent:					
Money market mutual funds	28,031,033	-	-	-	28,031,033
Certificates of Deposit	-	1,575,000	1,795,000	-	3,370,000
	<u>\$ 45,924,493</u>	<u>\$ 1,774,996</u>	<u>\$ 4,853,765</u>	<u>\$ -</u>	<u>\$ 52,553,254</u>

CITY OF SOUTH PASADENA

NOTES TO FINANCIAL STATEMENTS (CONTINUED)  
 JUNE 30, 2013

**Note 4: Capital Assets**

Capital asset activity for the year ended June 30, 2013, was as follows:

	Beginning Balance	Increases	Decreases	Transfers	Ending Balance
Governmental Activities:					
Capital assets, not being depreciated:					
Land	\$ 2,116,515	\$ -	\$ -	\$ -	\$ 2,116,515
Construction-in-progress	4,642,968	316,414	-	(117,858)	4,841,524
Total Capital Assets, Not Being Depreciated	6,759,483	316,414	-	(117,858)	6,958,039
Capital assets, being depreciated:					
Buildings	10,447,431	17,983	-	-	10,465,414
Improvements other than buildings	1,867,205	72,782	-	-	1,939,987
Machinery, equipment and vehicles	7,910,506	219,199	15,674	-	8,114,031
Infrastructure	83,198,064	1,405,137	-	117,858	84,721,059
Total Capital Assets, Being Depreciated	103,423,206	1,715,101	15,674	117,858	105,240,491
Less accumulated depreciation:					
Buildings	5,576,215	203,994	-	-	5,780,209
Improvements other than buildings	909,450	23,232	-	-	932,682
Machinery, equipment and vehicles	5,456,804	358,184	15,674	-	5,799,314
Infrastructure	35,795,419	1,754,008	-	-	37,549,427
Total Accumulated Depreciation	47,737,888	2,339,418	15,674	-	50,061,632
Total Capital Assets, Being Depreciated, Net	55,685,318	(624,317)	-	117,858	55,178,859
Governmental Activities Capital Assets, Net	\$ 62,444,801	\$ (307,903)	\$ -	\$ -	\$ 62,136,898

Depreciation expense was charged to functions/programs of the primary government as follows:

Governmental Activities:	
General government	\$ 25,624
Public safety	342,146
Community Service	143,135
Public works	1,828,513
Total Governmental Activities	\$ 2,339,418

CITY OF SOUTH PASADENA

NOTES TO FINANCIAL STATEMENTS (CONTINUED)  
 JUNE 30, 2013

**Note 4: Capital Assets (Continued)**

	Beginning Balance	Increases	Decreases	Transfers	Ending Balance
Business-Type Activities:					
Capital assets, not being depreciated:					
Land	\$ 84,685	\$ -	\$ -	\$ -	\$ 84,685
Construction-in-progress	14,265,915	4,829,547	-	-	19,095,462
Total Capital Assets, Not Being Depreciated	14,350,600	4,829,547	-	-	19,180,147
Capital assets, being depreciated:					
Buildings	4,105,150	-	-	-	4,105,150
Improvements other than buildings	3,943,700	-	-	-	3,943,700
Infrastructure	3,854,227	734,280	-	-	4,588,507
Machinery, equipment & vehicles	969,124	118,668	-	-	1,087,792
Total Capital Assets, Being Depreciated	12,872,201	852,948	-	-	13,725,149
<b>Less Accumulated Depreciation</b>					
Buildings	616,115	71,476	-	-	687,591
Improvements other than buildings	3,084,818	32,209	-	-	3,117,027
Infrastructure	2,187,098	57,085	-	-	2,244,183
Machinery, equipment & vehicles	680,436	41,562	-	-	721,998
Total Accumulated Depreciation	6,568,467	202,332	-	-	6,770,799
Total Capital Assets, Being Depreciated, Net	6,303,734	650,616	-	-	6,954,350
Business-Type Activities Capital Assets, Net	\$ 20,654,334	\$ 5,480,163	\$ -	\$ -	\$ 26,134,497

Depreciation expense was charged to functions/programs of the primary government as follows:

Business-Type Activities:	
Water	\$ 77,161
Sewer	125,171
Total Business-Type Activities	\$ 202,332

**Note 5: Interfund Receivable, Payable and Transfers**

The composition of interfund balances as of June 30, 2013, is as follows:

**Due To/From Other Funds**

	Due To Other Funds			Total
	Nonmajor Funds	Sewer	Arroyo Seco Golf Course	
Due From Other Funds				
General Fund	\$ 1,173,465	\$ 360,000	\$ 50,000	\$ 1,583,465

**CITY OF SOUTH PASADENA**

**NOTES TO FINANCIAL STATEMENTS (CONTINUED)  
JUNE 30, 2013**

**Note 5: Interfund Receivable, Payable and Transfers (Continued)**

The due from General Fund of \$1,583,465 to the various nonmajor governmental funds was a result of temporary cash deficit balances in those funds.

**Transfers In/Out**

	Transfers Out		
	General	Nonmajor Funds	Total
Transfers In			
General Fund	\$ -	\$ 1,712	\$ 1,712
Nonmajor Funds	984,062	190,602	1,174,664
Total	<u>\$ 984,062</u>	<u>\$ 192,314</u>	<u>\$ 1,176,376</u>

Transfers in/out were made to reimburse expenditures between funds.

**Advances to/from**

The General fund advanced \$750,000 to the Sewer fund on July 11, 2012 in order to fund the construction of the Arroyo Drive, Marengo Ave, Meridian Ave, and Huntington Drive Sewer Improvement Project. The advance bears interest at the City's portfolio rate of return, with payments due annually.

**Note 6: Retrospective Deposits**

Retrospective deposits and refunds are cost allocation adjustments to prior coverage periods. Some claims take many years to resolve and over time their estimated value changes. The retrospective adjustments are calculated annually and take into consideration all the changes in claim values that occurred during the most recent year. The formula is designed to adequately cover the cost of claims brought against members and to ensure the overall financial strength and security of the Authority. The formula was developed to be as equitable as possible by taking into consideration both risk exposure and claims experience of individual members. CJPIA has temporarily deferred the payment on retrospective deposits owed to the Authority by members. The payment deferral period extends until July 1, 2013 for the Liability program and July 1, 2015 for the Workers' Compensation program. Retrospective deposit payments are scheduled to resume on these dates. The October 2011 annual retrospective adjustment is included in these balances. The City at June 30, 2013 had a retrospective deposit refund in the amount of \$193,708.

During the payment deferral period, members with a retrospective refund balance will receive a portion of the balance as a credit against other charges on the annual contribution invoice. The percentage to be refunded in future years will be set on an annual basis by the Executive Committee of CJPIA. Once the payment deferral period has concluded in each program, subsequent retrospective refund adjustments will be applied in full (100%) as a credit on the annual contribution invoice.

More information on the CJPIA retrospective balances can be found on the CJPIA website at [CJPIA.org](http://CJPIA.org).



CITY OF SOUTH PASADENA

NOTES TO FINANCIAL STATEMENTS (CONTINUED)  
 JUNE 30, 2013

**Note 7: Long-Term Debt**

**a. Changes in Long-Term Debt**

The following is a summary of changes in long-term debt for year ended June 30, 2013:

	Balance July 1, 2012	Defeased	Additions	Deletions	Balance June 30, 2013	Due Within One Year
<b>Governmental Activities:</b>						
Compensated Absences	\$ 767,126	\$ -	\$ 693,299	\$ (759,765)	\$ 700,660	\$ 693,937
Capital Leases	217,955	-	-	(50,650)	167,305	53,127
General Liability Retrospective						
Deposit Payable	1,958,598	-	-	(1,958,598)	-	-
Net OPEB liability	6,581,313	-	1,006,981	(577,410)	7,010,884	-
Total Governmental Funds	<u>\$ 9,524,992</u>	<u>\$ -</u>	<u>\$ 1,700,280</u>	<u>\$ (3,346,423)</u>	<u>\$ 7,878,849</u>	<u>\$ 747,064</u>
<b>Business-Type Activities:</b>						
Compensated Absences	\$ 53,264	\$ -	\$ 49,846	\$ (64,167)	\$ 38,943	\$ 24,235
2004 Water Revenue Bonds	7,265,000	(7,010,000)	-	(255,000)	-	-
2009 Water Revenue Bonds	43,405,000	-	-	-	43,405,000	715,000
2013 Water Revenue Bonds	-	-	6,995,000	-	6,995,000	280,000
Total Proprietary Funds	<u>\$ 50,723,264</u>	<u>\$ (7,010,000)</u>	<u>\$ 7,044,846</u>	<u>\$ (319,167)</u>	<u>50,438,943</u>	<u>\$ 1,019,235</u>
Add: Unamortized bond premium(discount)					<u>(512,542)</u>	
Net Proprietary Funds					<u>\$ 49,926,401</u>	

**b. Compensated Absences**

The City's policies relating to compensated absences are described in Note 1 of the Notes to Financial Statements. The liability will be paid in future years as it becomes due by the General Fund.

**c. Capital Lease**

During fiscal year 2007–2008, the City entered into a \$495,173, ten-year equipment lease purchase agreement with Oshkosh Capital, for the purchase of a fire truck. The lease bears interest at a rate of 4.89%. The related asset has been capitalized in the government-wide financial statements in the equipment asset category. Amortization of the leased assets is included as part of depreciation expense. At June 30, 2013, the outstanding balance was \$167,305.

The annual requirements to amortize the capital lease as of June 30, 2013, including interest are as follows:

	Total
2013-2014	\$ 61,308
2014-2015	61,308
2015-2016	61,308
Net Minimum Lease Payments	183,924
Less Amount Representing Interest	16,619
Present Value of Net Minimum Lease Payments	<u>\$ 167,305</u>

CITY OF SOUTH PASADENA

NOTES TO FINANCIAL STATEMENTS (CONTINUED)  
 JUNE 30, 2013

**Note 7: Long-Term Debt (Continued)**

**d. Revenue Bonds**

A description of individual issues of bonds (excluding defeased bonds) outstanding as of June 30, 2013, are as follows:

**2009 Water Revenue Bonds**

In May 2009, the South Pasadena Public Financing Authority issued \$43,405,000 Water and Wastewater Revenue Bonds. The bonds were issued to finance certain capital improvements to the City's water system and to construct two water storage reservoirs. The bonds are secured by pledges of system net revenue as described in the official statement.

Bond proceeds, as well as certain resources set aside for their repayment, are classified as restricted assets on the balance sheet because their use is limited by applicable bond covenants. In addition, funds have been restricted for future capital improvements by City resolution.

The bonds consisted of \$10,530,000 of serial bonds and \$32,875,000 of term bonds due October 1, 2039.

The serial bonds mature annually from October 1, 2013 to October 1, 2024, in increasing amounts from \$715,000 to \$1,090,000. The bonds bear interest at rates ranging from 3.000% to 4.625%. The term bonds mature on October 1, 2039, and carry interest rates ranging from 5.100% to 5.270%. Interest is payable semi-annually on April and October, commencing on October 1, 2013 and October 1, 2029, respectively.

The bonds are subject to optional redemption in whole or in part on or after October 1, 2019. On October 1, 2029, the bonds are subject to mandatory redemption which payments will become due. At June 30, 2013, \$43,405,000 was outstanding.

The City 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 \$80,576,139 (\$43,405,000 principal, \$37,171,139 interest), payable semiannually through October 2039. For the current year, principal and interest paid and system net revenue received were \$2,045,700 and \$2,393,831, respectively.

	2009 Water Revenue Bonds	
	Principal	Interest
2013-2014	\$ 715,000	\$ 2,034,975
2014-2015	740,000	2,013,150
2015-2016	765,000	1,990,575
2016-2017	790,000	1,966,263
2017-2018	815,000	1,939,163
2018-2023	4,575,000	9,202,619
2023-2028	5,740,000	8,053,019
2028-2033	9,350,000	6,287,000
2033-2038	13,495,000	3,359,375
2038-2039	6,420,000	325,000
<b>Total</b>	<b>\$ 43,405,000</b>	<b>\$ 37,171,139</b>

**CITY OF SOUTH PASADENA**

**NOTES TO FINANCIAL STATEMENTS (CONTINUED)**  
**JUNE 30, 2013**

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**Note 7: Long-Term Debt (Continued)**

2013 Water Revenue Bonds

In March, 2013, the South Pasadena Public Financing Authority issued \$6,995,000 Water and Wastewater Revenue Bonds, 2013 Series A. The bonds were issued to refund a portion of the outstanding California Statewide Communities Development Authority Water and Waste Water Revenue Bonds, Series 2004A that were issued on behalf of the City of South Pasadena, to purchase a surety for a reserve fund for the Bonds, and to pay costs of issuance of the bonds. The bonds are secured by a pledge of System net Revenues of the City's water system.

Bond proceeds, as well as certain resources set aside for their repayment, are classified as restricted assets on the balance sheet because their use is limited by applicable bond covenants. In addition, funds have been restricted for future capital improvements by City resolution.

The bonds mature annually from October 1, 2013 to October 1, 2029, in increasing amounts from \$280,000 to \$545,000. The bonds bear interest at rates ranging from .35% to 3.4%. The term bonds mature on October 1, 2029, and carry an interest rate of 5.0%. Interest is payable semi-annually on April 1 and October 1, commencing on October 1, 2013 and October 1, 2029, respectively. The City completed the refunding to reduce its debt service payments by the cash flow difference between the new refunding and old bond of \$1,048,605 and an economic gain (difference between the present values of the old and new debt service payments) of \$795,138.

The bonds are subject to optional redemption in whole or in part on or after October 1, 2013. On October 1, 2029, the bonds are subject to mandatory redemption when payments become due. At June 30, 2013, \$6,995,000 was outstanding.

The annual requirements to amortize the outstanding bond indebtedness as of June 30, 2013, including interest are as follows:

	2013 Water Revenue Bonds	
	Principal	Interest
2013-2014	\$ 280,000	\$ 236,060
2014-2015	325,000	226,738
2015-2016	330,000	220,188
2016-2017	340,000	211,788
2017-2018	350,000	201,438
2018-2023	1,950,000	794,038
2023-2028	2,350,000	386,663
2028-2029	1,070,000	33,750
Total	<u>\$ 6,995,000</u>	<u>\$ 2,310,663</u>

**Note 7: Long-Term Debt (Continued)**

**d. Net OPEB Liability**

The City's policies relating to OPEB are described in Note 9 of the Notes to Financial Statements. The liability will be paid in future years by the General Fund as it becomes due.

**e. CJPIA Retrospective Deposit Liability**

Retrospective deposits and refunds are cost allocation adjustments to prior coverage periods. Some claims take many years to resolve and over time their estimated value changes. The retrospective adjustments are calculated annually and take into consideration all the changes in claim values that occurred during the most recent year. The formula is designed to adequately cover the cost of claims brought against members and to ensure the overall financial strength and security of the Authority. The formula was developed to be as equitable as possible by taking into consideration both risk exposure and claims experience of individual members. CJPIA has temporarily deferred the payment on retrospective deposits owed to the Authority by members. The payment deferral period extends until July 1, 2013 for the Liability program and July 1, 2015 for the Workers' Compensation program. Retrospective deposit payments are scheduled to resume on these dates. The October 2011 annual retrospective adjustment is included in these balances. The City at June 30, 2013 had no retrospective deposit due.

**Optional Payment Plans**

When retrospective deposit payments resume as indicated above, members will have the opportunity to select from a variety of optional payment plans. Discounts under the incentive plan are available to members choosing to voluntarily accelerate payment during the deferral period. The City has chosen not to voluntarily accelerate payment at this time.

After the deferral period, members choosing from among the optional payment plans will be subject to a moderate annual fee. The fee is intended to provide a means for the Authority to recover otherwise foregone investment earnings and to serve as a minor disincentive for the selection of longer financing terms.

**Retrospective Balances will Change Annually**

Retrospective balances will change with each annual computation during the payment deferral period. Member balances may increase or decrease as a result of the most recent year's claim development. Accordingly, some members who chose to pay off their balance in full may be required to pay additional retrospective deposits in the future based on the outcome of actual claim development reflected in subsequent retrospective deposit computations. Conversely, if claim development is favorable then subsequent retrospective adjustments could potentially result in refunds to the member.

More information on the CJPIA retrospective balances can be found on the CJPIA website at [CJPIA.org](http://CJPIA.org).

## IV. OTHER INFORMATION

**Note 8: City Employees Retirement Plan (Defined Benefit Pension Plan)**

## Plan Description

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

## Funding Policy

Participants are required to contribute 7% (9% for safety employees) of their annual covered salary. The City makes 5% (7% for Safety Employees) of the contributions required of City employees on their behalf and for their account. Every employee is required to contribute 2%. The City is required to contribute at an actuarially determined rate; the current rate is 14.162% for miscellaneous employees and 21.440% for safety employees of annual covered payroll. The contribution requirements of plan members and the City are established and may be amended by PERS.

## Annual Pension Cost

For 2013, the City's annual pension cost of \$2,054,397 for PERS was equal to the City's required and actual contributions. The required contribution was determined as part of the June 30, 2010, actuarial valuation using the entry age normal actuarial cost method. This method included the assumption of 3.00% inflation.

Three-Year Trend Information for PERS  
(Amounts in Thousands)

Fiscal Year	Required Contributions	Percentage Contributed
6/30/2011	\$ 2,325	100%
6/30/2012	2,544	100%
6/30/2013	2,054	100%

For fiscal year 2012-2013, the City of South Pasadena 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.

CITY OF SOUTH PASADENA

NOTES TO FINANCIAL STATEMENTS (CONTINUED)  
 JUNE 30, 2013

**Note 9: Other Post-Employment Benefits**

The City provides certain other post-employment benefits (OPEB) through a single-employer defined benefit healthcare plan which provides health insurance for its retired employees according to the Personnel Rules and Regulations for each of the five employee groups. Benefit provisions are included annually in the Memorandum of Understanding between the City and each of its employee groups and ultimately passed by Council action. Separate financial statements for the plan are not available.

Funding Policy

The contribution requirements of plan members and the City are established and may be amended by the City, City Council, and/or employee associations. Currently, contributions are not required from plan members. A contribution of \$577,410 was made during the 2012-2013 fiscal year for current premiums.

As a result, the City calculated and recorded a Net OPEB Liability, representing the difference between the Annual OPEB Cost and actual contributions, as presented below:

Annual required contribution (ARC)	\$ 1,121,058
Interest on net OPEB obligation	230,346
Adjustment to ARC	<u>(344,423)</u>
Annual OPEB Cost	1,006,981
Contributions made	<u>577,410</u>
(Decrease) increase in Net OPEB obligation	429,571
Net OPEB obligation liability June 30, 2012	6,581,313
Net OPEB obligation liability June 30, 2013	<u><u>\$ 7,010,884</u></u>

The contribution rate of 21% is based on the ARC of \$1,121,058 an amount actuarially determined in accordance with the parameters of GASB Statement No. 45. The ARC represents a level of funding that, if paid on an ongoing basis is projected to cover the annual normal cost and the amortization of unfunded actuarial liabilities (or funding excess) over a twenty year period.

Annual OPEB Costs and Net OPEB Obligation (Asset)

The City's annual OPEB cost, the percentage of annual OPEB cost contributed to the plan, and the net OPEB obligation for 2012-13 and the two preceding years were as follows:

Fiscal Year End	Annual OPEB Cost	Actual Contribution (Net of Adjustments)	Percentage of Annual OPEB Cost Contributed	Net OPEB Obligation (Asset)
6/30/2011	\$ 2,297,432	\$ 530,008	23%	\$ 4,841,498
6/30/2012	2,268,898	529,083	23%	6,581,313
6/30/2013	1,006,981	577,410	57%	7,010,884

**NOTES TO FINANCIAL STATEMENTS (CONTINUED)**  
**JUNE 30, 2013**


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**Note 9: Other Post-Employment Benefits (Continued)**

## 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 future. Examples include assumptions about future employment, mortality, and the healthcare cost trend. Amounts determined regarding the funded status of the plan and the annual required contributions of the City 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. The plan was implemented in fiscal year 2008-2009 and an actuarial valuation was performed during that year. A subsequent actuarial valuation was performed for fiscal year 2010-2011 and again for fiscal year 2012-2013.

Actuarial Valuation Date	Actuarial Value of Assets	Unfunded Actuarial Accrued Liability	Funded Ratio	Covered Payroll	UAAL as percent of Covered Payroll
1/1/2009	\$ -	\$ 18,580,256	0.0%	\$ 9,393,343	198%
1/1/2011	-	22,197,057	0.0%	10,565,270	210%
1/1/2013	-	12,701,182	0.0%	10,810,983	117%

## 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 the actuarial accrued liabilities and the actuarial value of assets, consistent with the long-term perspective of the calculations.

In the January 1, 2013, actuarial valuation, the projected unit credit cost method was used. The actuarial assumptions include a 3.5% investment rate of return, which is a blended rate of the expected long-term investment return on plan assets and on the employer's own investments calculated based on the funded level of the plan at the valuation date, and annual healthcare cost trend rate of 4.0%; and an inflation rate of 2.5%. The actuarial value of assets is set equal to the reported market value of assets. The UAAL is being amortized as a level percentage of payroll on an open basis. The remaining amortization period at June 30, 2013, was 20 years. At January 1, 2013, the number of active participants was 141 and the number of retirees receiving benefits was 94.

**Note 10: Self-Insurance Program**

**a. Description of Self-Insurance Pool Pursuant to Joint Powers Agreement**

The City of South Pasadena is a member of the CALIFORNIA JOINT POWERS INSURANCE AUTHORITY (Authority). The Authority is composed of 123 California public entities and is organized under a joint powers agreement pursuant to California Government Code §6500 et seq. The purpose of the Authority is to arrange and administer programs for the pooling of self-insured losses, to purchase excess insurance or reinsurance, and to arrange for group purchased insurance for property and other lines of coverage. The California JPIA began covering claims of its members in 1978. Each member government has an elected official as its representative on the Board of Directors. The Board operates through a nine-member Executive Committee.

**b. Self-Insurance Programs of the Authority**

Each member pays an annual contribution (formerly called the primary deposit) to cover estimated losses for the coverage period. This initial funding is paid at the beginning of the coverage period. After the close of the coverage period, outstanding claims are valued. A retrospective deposit computation is then conducted annually thereafter until all claims incurred during the coverage period are closed on a pool-wide basis. This subsequent cost re-allocation among members based on actual claim development can result in adjustments of either refunds or additional deposits required.

The total funding requirement for self-insurance programs is estimated using actuarial models and pre-funded through the annual contribution. Costs are allocated to individual agencies based on exposure (payroll) and experience (claims) relative to other members of the risk-sharing pool. Additional information regarding the cost allocation methodology is provided below.

**General Liability**

In the liability program claims are pooled separately between police and non-police exposures. (1) The payroll of each member is evaluated relative to the payroll of other members. A variable credibility factor is determined for each member, which establishes the weight applied to payroll and the weight applied to losses within the formula. (2) The first layer of losses includes incurred costs up to \$30,000 for each occurrence and is evaluated as a percentage of the pool's total incurred costs within the first layer. (3) The second layer of losses includes incurred costs from \$30,000 to \$750,000 for each occurrence and is evaluated as a percentage of the pool's total incurred costs within the second layer. (4) Incurred costs in excess of \$750,000 up to the reinsurance attachment point of \$5 million are distributed based on the outcome of cost allocation within the first and second loss layers. (5) Costs of covered claims from \$5 million to \$10 million are paid under a reinsurance contract subject to a \$2.5 million annual aggregate deductible. Costs of covered claims from \$10 million to \$15 million are paid under two reinsurance contracts subject to a combined \$3 million annual aggregate deductible. On a cumulative basis for all 2012-13 reinsurance contracts the annual aggregate deductible is \$5.5 million. (6) Costs of covered claims from \$15 million up to \$50 million are covered through excess insurance policies.

The overall coverage limit for each member including all layers of coverage is \$50 million per occurrence.



**Note 10: Self-Insurance Program (Continued)**

Costs of covered claims for subsidence losses are paid by reinsurance and excess insurance with a pooled sub-limit of \$35 million per occurrence. This \$35 million subsidence sub-limit is composed of (a) \$5 million retained within the pool's SIR, (b) \$10 million in reinsurance and (c) \$20 million in excess insurance. The excess insurance layer has a \$20 million annual aggregate.

**Workers Compensation**

In the workers' compensation program claims are pooled separately between public safety (police and fire) and non-public safety exposures. (1) The payroll of each member is evaluated relative to the payroll of other members. A variable credibility factor is determined for each member, which establishes the weight applied to payroll and the weight applied to losses within the formula. (2) The first layer of losses includes incurred costs up to \$50,000 for each occurrence and is evaluated as a percentage of the pool's total incurred costs within the first layer. (3) The second layer of losses includes incurred costs from \$50,000 to \$100,000 for each occurrence and is evaluated as a percentage of the pool's total incurred costs within the second layer. (4) Incurred costs in excess of \$100,000 up to the reinsurance attachment point of \$2 million are distributed based on the outcome of cost allocation within the first and second loss layers. (5) Costs of covered claims from \$2 million up to statutory limits are paid under a reinsurance policy. Protection is provided per statutory liability under California Workers' Compensation Law.

Employer's Liability losses are pooled among members to \$2 million. Coverage from \$2 million to \$5 million is purchased as part of a reinsurance policy, and Employer's Liability losses from \$5 million to \$10 million are pooled among members.

**c. Purchased Insurance**

Property Insurance

The City of South Pasadena participates in the all-risk property protection program of the Authority. This insurance protection is underwritten by several insurance companies. City of South Pasadena property is currently insured according to a schedule of covered property submitted by the City of South Pasadena to the Authority. City of South Pasadena property currently has all-risk property insurance protection in the amount of \$84,221,987. There is a \$5,000 deductible per occurrence except for non-emergency vehicle insurance which has a \$1,000 deductible. Premiums for the coverage are paid annually and are not subject to retrospective adjustments.

Crime Insurance

The City of City of South Pasadena purchases crime insurance coverage in the amount of \$1,000,000 with a \$2,500 deductible. The fidelity coverage is provided through the Authority. Premiums are paid annually and are not subject to retrospective adjustments.

Pollution Legal Liability Insurance

The City of South Pasadena participates in the pollution legal liability insurance program (formerly called environmental insurance) which is available through the Authority. The policy covers sudden and gradual pollution of scheduled property,

**CITY OF SOUTH PASADENA**

**NOTES TO FINANCIAL STATEMENTS (CONTINUED)  
JUNE 30, 2013**

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**Note 10: Self Insurance (Continued)**

streets, and storm drains owned by the City of South Pasadena. Coverage is on a claims-made basis. There is a \$50,000 deductible. The Authority has a limit of \$50 million for the 3-year period from July 1, 2011 through July 1, 2014. Each member of the Authority has a \$10 million sub-limit during the 3-year term of the policy.

**d. Adequacy of Protection**

During the past three fiscal years, none of the above programs of protection experienced settlements or judgments that exceeded pooled or insured coverage. There were also no significant reductions in pooled or insured liability coverage in 2012-2013.

**Note 11: Commitments and Contingencies**

As of June 30, 2013, the City had the following construction commitments:

<u>Project Name</u>	<u>Contract Amount</u>	<u>Expenditures to date as of June 30, 2013</u>	<u>Remaining Commitments</u>
Wilson Reservoir Construction	\$ 7,869,900	\$ 2,249,823	\$ 5,620,077

Due to the occurrence of several spills from the City's sanitary sewer system, the entered into a settlement on November 16, 2011 with the Regional Water Quality Control Board, Los Angeles Region and the state Attorney General for violations of the state's general waste discharge requirements. The settlement required the City to cover fines and attorney fees in the amount of \$275,000, complete repairs to its sanitary sewer system over a 10 year period, and implement specified system maintenance programs. The total estimated cost of repairs is \$11.4 million. These requirements will be monitored through an open court proceeding and, if not met; the City could be subjected to further monetary penalties capped at \$900,000. That cap will be reduced periodically when stages of compliance are reached. The City's settlement amount of \$275,000 less the costs of the asset management system was incurred in the Sewer fund. The cost of repairs that is estimated to be \$11.4 million over the next ten years will be capitalized as infrastructure costs.

The City is presently involved in certain matters of litigation that have arisen in the normal course of conducting City business. City management believes that based upon consultation with the City Attorney, that these cases in the aggregate are not expected to result in a material adverse financial impact on the City beyond that already accrued for in the basic financial statements. Additionally, City management believes that sufficient resources are available to the City to cover any potential losses, should an unfavorable outcome materialize.

**Note 12: Successor Agency Trust For Assets of Former Community Redevelopment Agency**

On December 29, 2011, the California Supreme Court upheld Assembly Bill 1X 26 ("the Bill") that provides for the dissolution of all redevelopment agencies in the State of California. This action impacted the reporting entity of the City of South Pasadena that previously had reported a community redevelopment agency within the reporting entity of the City as a blended component unit.

NOTES TO FINANCIAL STATEMENTS (CONTINUED)  
 JUNE 30, 2013

**Note 12: Successor Agency Trust For Assets of Former Community Redevelopment Agency (Continued)**

The Bill provides that upon dissolution of a community redevelopment agency, a “successor agency” is to be established to hold the assets until they are distributed to other units of state and local government. On January 4, 2012, the City Council elected to become the Successor Agency for the former community redevelopment agency in accordance with the Bill as part of City resolution number 7205.

After enactment of the law, which occurred on June 28, 2011, community redevelopment agencies in the State of California cannot enter into new projects, obligations or commitments. Subject to the control of a newly established oversight board, remaining assets can only be used to pay enforceable obligations in existence at the date of dissolution (including the completion of any unfinished projects that were subject to legally enforceable contractual commitments).

Successor agencies will only be allocated revenue in the amount that is necessary to pay the estimated annual installment payments on enforceable obligations of the former community redevelopment agency until all enforceable obligations of the prior community redevelopment agency have been paid in full and all assets have been liquidated.

**a. Cash and investments**

Cash and investments reported in the accompanying financial statements consisted of the following:

Cash and investments pooled with the City	\$ 1,005,243
Cash and investments with fiscal agent	<u>199,587</u>
	<u>\$ 1,204,830</u>

**b. Long-Term Debt**

The following debt was transferred from the Community Redevelopment Agency to the Successor Agency as of February 1, 2012 as a result of the dissolution.

The following is a summary of changes in long-term debt for year ended June 30, 2013:

	Balance June 30, 2012	Additions	Retirements	Balance June 30, 2013	Due Within One Year
<b>Fiduciary Funds:</b>					
2000 Tax Allocation Bond	<u>\$ 1,745,000</u>	<u>\$ -</u>	<u>\$ (95,000)</u>	<u>\$ 1,650,000</u>	<u>\$ 100,000</u>

A description of long-term debt outstanding (excluding defeased debt) of the Successor Agency as of June 30, 2013, follows:

2000 Tax Allocation Bonds

In July 2000, the Agency issued \$2,600,000 in tax allocation bonds for the Downtown Revitalization Project No. 1, which mature annually from May 1, 2001 to May 1, 2025, in increasing amounts from \$55,000 to \$195,000, plus interest at 4.4% to 6.0%,

NOTES TO FINANCIAL STATEMENTS (CONTINUED)  
 JUNE 30, 2013

**Note 12: Successor Agency Trust For Assets of Former Community Redevelopment Agency (Continued)**

payable semiannually on May 1 and November 1, commencing on November 1, 2000. Bonds are subject to redemption at the option of the Agency beginning May 1, 2010, at a price ranging from 102% to 100% of principal value. Debt service on the bonds is provided by incremental property tax revenues generated within the Downtown Redevelopment Project Area. At June 30, 2013, \$1,650,000 was outstanding.

Pledged Revenue

The City pledged, as security for bonds issued, either directly or through the Financing Authority, a portion of tax increment revenue (including Low and Moderate Income Housing set-aside and pass through allocations) that it receives. The bonds issued were to provide financing for various capital projects, accomplish Low and Moderate Income Housing projects and to defease previously issued bonds. Assembly Bill 1X 26 provided that upon dissolution of the community redevelopment agency, property taxes allocated to community redevelopment agencies no longer are deemed tax increment but rather property tax revenues and will be allocated first to successor agencies to make payments on the indebtedness incurred by the dissolved community redevelopment agency. Total principal and interest remaining on the debt is \$2,356,635 with annual debt service requirements as indicated above. For the current year, the total property tax revenue recognized by the City and Successor Agency for the payment of indebtedness incurred by the dissolved community redevelopment agency was \$425,953 and the debt service obligation on the bonds was \$198,139. The Successor Agency remitted \$955,824 of property taxes back to the County of Los Angeles.

The annual requirements to amortize the outstanding bond indebtedness as of June 30, 2013, including interest are as follows:

	2000 Tax Allocation Bonds	
	Principal	Interest
2013-2014	\$ 100,000	\$ 97,819
2014-2015	105,000	92,119
2015-2016	110,000	86,081
2016-2017	115,000	79,701
2017-2018	125,000	72,945
2018-2023	735,000	245,270
2023-2028	360,000	32,700
Total	<u>\$ 1,650,000</u>	<u>\$ 706,635</u>

On June 14, 2012, Moody's Investors Service ("Moody's") downgraded all California tax allocation bonds rated 'Baa3' and above. As such, the Bonds' insured rating was downgraded from 'A3' to 'Ba1' and underlying rating was downgraded from 'A3' to 'Ba1'. According to Moody's, all California tax allocation bond ratings remain on review for possible withdrawal.

**c. Insurance**

The Successor Agency is covered under the City of South Pasadena's insurance policies. Therefore, the limitation and self-insured retentions applicable to the City also apply to the Successor Agency. Additional information as to coverage and self-insured retentions can be found in Note 10.

**Note 13: Restatements of Net Position**

Net Position for the Water Fund has been restated by \$1,268,533 to comply with GASB Statement 65, *Items Previously Reported as Assets and Liabilities*, which was implemented in the current year. GASB 65 amends prior guidance with respect to the treatment of debt issuance costs. Debt issuance costs should be recognized in the period incurred rather than reported on the statement of net position as deferred charges and recognized systematically over the life of the debt. The accounting changes should be applied retroactively and therefore net position was restated.

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CITY OF SOUTH PASADENA

COMBINING BALANCE SHEET  
NONMAJOR GOVERNMENTAL FUNDS  
JUNE 30, 2013

	Special Revenue Funds			
	MTA Pedestrian Improvement	Traffic Improvement	Proposition "A"	Proposition "C"
<b>Assets:</b>				
Pooled cash and investments	\$ -	\$ -	\$ 195,486	\$ 134,300
Receivables:				
Accounts	-	-	83	-
Accrued interest	-	-	73	54
Due from other governments	58,436	-	-	-
<b>Total Assets</b>	<b>\$ 58,436</b>	<b>\$ -</b>	<b>\$ 195,642</b>	<b>\$ 134,354</b>
<b>Liabilities, Deferred Inflows of Resources, and Fund Balances:</b>				
<b>Liabilities:</b>				
Accounts payable	\$ -	\$ -	\$ 6,703	\$ 2,493
Accrued liabilities	-	-	5,114	9,104
Deposits payable	-	-	-	-
Due to other funds	400,819	-	-	-
<b>Total Liabilities</b>	<b>400,819</b>	<b>-</b>	<b>11,817</b>	<b>11,597</b>
<b>Deferred Inflows of Resources:</b>				
Unavailable revenues	58,436	-	-	-
<b>Total Deferred Inflows of Resources</b>	<b>58,436</b>	<b>-</b>	<b>-</b>	<b>-</b>
<b>Fund Balances:</b>				
<b>Restricted for:</b>				
Community development projects	-	-	-	-
Public safety	-	-	-	-
Community services	-	-	183,825	-
Public works	-	-	-	122,757
Capital Projects	-	-	-	-
<b>Committed to:</b>				
Capital Projects	-	-	-	-
<b>Unassigned</b>	<b>(400,819)</b>	<b>-</b>	<b>-</b>	<b>-</b>
<b>Total Fund Balances</b>	<b>(400,819)</b>	<b>-</b>	<b>183,825</b>	<b>122,757</b>
<b>Total Liabilities, Deferred Inflows of Resources, and Fund Balances</b>	<b>\$ 58,436</b>	<b>\$ -</b>	<b>\$ 195,642</b>	<b>\$ 134,354</b>

CITY OF SOUTH PASADENA

COMBINING BALANCE SHEET  
NONMAJOR GOVERNMENTAL FUNDS  
JUNE 30, 2013

(CONTINUED)

	Special Revenue Funds			
	ISTEA/METRO	Gold Line Betterments	CTC Traffic Improvement Grant	Street Lighting
<b>Assets:</b>				
Pooled cash and investments	\$ -	\$ 14,913	\$ -	\$ 170,316
Receivables:				
Accounts	-	-	-	27,088
Accrued interest	-	-	-	-
Due from other governments	-	-	116	-
<b>Total Assets</b>	<b>\$ -</b>	<b>\$ 14,913</b>	<b>\$ 116</b>	<b>\$ 197,404</b>
<b>Liabilities, Deferred Inflows of Resources, and Fund Balances:</b>				
<b>Liabilities:</b>				
Accounts payable	\$ -	\$ -	\$ -	\$ 122,410
Accrued liabilities	-	-	-	5,558
Deposits payable	-	-	-	-
Due to other funds	-	-	-	-
<b>Total Liabilities</b>	<b>-</b>	<b>-</b>	<b>-</b>	<b>127,968</b>
<b>Deferred Inflows of Resources:</b>				
Unavailable revenues	-	-	-	-
<b>Total Deferred Inflows of Resources</b>	<b>-</b>	<b>-</b>	<b>-</b>	<b>-</b>
<b>Fund Balances:</b>				
<b>Restricted for:</b>				
Community development projects	-	-	-	-
Public safety	-	-	-	-
Community services	-	-	-	-
Public works	-	-	-	69,436
Capital Projects	-	14,913	116	-
<b>Committed to:</b>				
Capital Projects	-	-	-	-
<b>Unassigned</b>	<b>-</b>	<b>-</b>	<b>-</b>	<b>-</b>
<b>Total Fund Balances</b>	<b>-</b>	<b>14,913</b>	<b>116</b>	<b>69,436</b>
<b>Total Liabilities, Deferred Inflows of Resources, and Fund Balances</b>	<b>\$ -</b>	<b>\$ 14,913</b>	<b>\$ 116</b>	<b>\$ 197,404</b>



CITY OF SOUTH PASADENA

COMBINING BALANCE SHEET  
NONMAJOR GOVERNMENTAL FUNDS  
JUNE 30, 2013

	Special Revenue Funds			
	Clean Air Act	Parking and Business Improvement	Gold Line Mitigation	Mission Oaks Parking
<b>Assets:</b>				
Pooled cash and investments	\$ 138,405	\$ 90,279	\$ 184,692	\$ -
Receivables:				
Accounts	-	-	-	-
Accrued interest	57	-	-	-
Due from other governments	8,126	-	-	-
<b>Total Assets</b>	<b>\$ 146,588</b>	<b>\$ 90,279</b>	<b>\$ 184,692</b>	<b>\$ -</b>
<b>Liabilities, Deferred Inflows of Resources, and Fund Balances:</b>				
<b>Liabilities:</b>				
Accounts payable	\$ -	\$ 560	\$ 269	\$ -
Accrued liabilities	-	-	-	-
Deposits payable	-	-	-	-
Due to other funds	-	-	-	-
<b>Total Liabilities</b>	<b>-</b>	<b>560</b>	<b>269</b>	<b>-</b>
<b>Deferred Inflows of Resources:</b>				
Unavailable revenues	-	-	-	-
<b>Total Deferred Inflows of Resources</b>	<b>-</b>	<b>-</b>	<b>-</b>	<b>-</b>
<b>Fund Balances:</b>				
<b>Restricted for:</b>				
Community development projects	-	-	-	-
Public safety	-	-	-	-
Community services	-	-	-	-
Public works	-	-	-	-
Capital Projects	146,588	89,719	184,423	-
<b>Committed to:</b>				
Capital Projects	-	-	-	-
<b>Unassigned</b>	<b>-</b>	<b>-</b>	<b>-</b>	<b>-</b>
<b>Total Fund Balances</b>	<b>146,588</b>	<b>89,719</b>	<b>184,423</b>	<b>-</b>
<b>Total Liabilities, Deferred Inflows of Resources, and Fund Balances</b>	<b>\$ 146,588</b>	<b>\$ 90,279</b>	<b>\$ 184,692</b>	<b>\$ -</b>

CITY OF SOUTH PASADENA

COMBINING BALANCE SHEET  
NONMAJOR GOVERNMENTAL FUNDS  
JUNE 30, 2013

(CONTINUED)

	Special Revenue Funds			
	Mission Meridian Public Garage	State Gas Tax	County Park Bond	Bike and Pedestrian Paths
<b>Assets:</b>				
Pooled cash and investments	\$ -	\$ 676,850	\$ -	\$ -
Receivables:				
Accounts	-	-	-	-
Accrued interest	-	286	-	-
Due from other governments	-	53,753	-	-
<b>Total Assets</b>	<b>\$ -</b>	<b>\$ 730,889</b>	<b>\$ -</b>	<b>\$ -</b>
<b>Liabilities, Deferred Inflows of Resources, and Fund Balances:</b>				
<b>Liabilities:</b>				
Accounts payable	\$ -	\$ 7,587	\$ 1,695	\$ -
Accrued liabilities	-	10,413	-	-
Deposits payable	-	-	-	-
Due to other funds	228,060	-	104,247	-
<b>Total Liabilities</b>	<b>228,060</b>	<b>18,000</b>	<b>105,942</b>	<b>-</b>
<b>Deferred Inflows of Resources:</b>				
Unavailable revenues	-	-	-	-
<b>Total Deferred Inflows of Resources</b>	<b>-</b>	<b>-</b>	<b>-</b>	<b>-</b>
<b>Fund Balances:</b>				
<b>Restricted for:</b>				
Community development projects	-	-	-	-
Public safety	-	-	-	-
Community services	-	-	-	-
Public works	-	712,889	-	-
Capital Projects	-	-	-	-
<b>Committed to:</b>				
Capital Projects	-	-	-	-
<b>Unassigned</b>	<b>(228,060)</b>	<b>-</b>	<b>(105,942)</b>	<b>-</b>
<b>Total Fund Balances</b>	<b>(228,060)</b>	<b>712,889</b>	<b>(105,942)</b>	<b>-</b>
<b>Total Liabilities, Deferred Inflows of Resources, and Fund Balances</b>	<b>\$ -</b>	<b>\$ 730,889</b>	<b>\$ -</b>	<b>\$ -</b>

CITY OF SOUTH PASADENA

COMBINING BALANCE SHEET  
NONMAJOR GOVERNMENTAL FUNDS  
JUNE 30, 2013

Special Revenue Funds

	Capital Growth Requirements	C.D.B.G.	Asset Forfeiture	CLEEP
<b>Assets:</b>				
Pooled cash and investments	\$ 66,820	\$ -	\$ 21,254	\$ 5,144
Receivables:				
Accounts	-	-	-	-
Accrued interest	28	-	9	2
Due from other governments	-	4,905	-	-
<b>Total Assets</b>	<b>\$ 66,848</b>	<b>\$ 4,905</b>	<b>\$ 21,263</b>	<b>\$ 5,146</b>
<b>Liabilities, Deferred Inflows of Resources, and Fund Balances:</b>				
<b>Liabilities:</b>				
Accounts payable	\$ -	\$ -	\$ -	\$ -
Accrued liabilities	-	-	-	-
Deposits payable	-	-	-	-
Due to other funds	-	4,905	-	-
<b>Total Liabilities</b>	<b>-</b>	<b>4,905</b>	<b>-</b>	<b>-</b>
<b>Deferred Inflows of Resources:</b>				
Unavailable revenues	-	-	-	-
<b>Total Deferred Inflows of Resources</b>	<b>-</b>	<b>-</b>	<b>-</b>	<b>-</b>
<b>Fund Balances:</b>				
<b>Restricted for:</b>				
Community development projects	-	-	-	-
Public safety	-	-	21,263	5,146
Community services	-	-	-	-
Public works	-	-	-	-
Capital Projects	66,848	-	-	-
<b>Committed to:</b>				
Capital Projects	-	-	-	-
<b>Unassigned</b>	<b>-</b>	<b>-</b>	<b>-</b>	<b>-</b>
<b>Total Fund Balances</b>	<b>66,848</b>	<b>-</b>	<b>21,263</b>	<b>5,146</b>
<b>Total Liabilities, Deferred Inflows of Resources, and Fund Balances</b>	<b>\$ 66,848</b>	<b>\$ 4,905</b>	<b>\$ 21,263</b>	<b>\$ 5,146</b>

CITY OF SOUTH PASADENA

COMBINING BALANCE SHEET  
NONMAJOR GOVERNMENTAL FUNDS  
JUNE 30, 2013

(CONTINUED)

	Special Revenue Funds			
	Public Library Grant	State Police Grant	Homeland Security Grant	Park Impact Fees
<b>Assets:</b>				
Pooled cash and investments	\$ 6,445	\$ 109,235	\$ -	\$ 119,623
Receivables:				
Accounts	-	-	-	-
Accrued interest	-	47	-	-
Due from other governments	-	-	133,676	-
<b>Total Assets</b>	<b>\$ 6,445</b>	<b>\$ 109,282</b>	<b>\$ 133,676</b>	<b>\$ 119,623</b>
<b>Liabilities, Deferred Inflows of Resources, and Fund Balances:</b>				
<b>Liabilities:</b>				
Accounts payable	\$ -	\$ 13,500	\$ 9,273	\$ 3,505
Accrued liabilities	-	-	-	-
Deposits payable	-	-	-	-
Due to other funds	-	-	154,504	-
<b>Total Liabilities</b>	<b>-</b>	<b>13,500</b>	<b>163,777</b>	<b>3,505</b>
<b>Deferred Inflows of Resources:</b>				
Unavailable revenues	-	-	4,083	-
<b>Total Deferred Inflows of Resources</b>	<b>-</b>	<b>-</b>	<b>4,083</b>	<b>-</b>
<b>Fund Balances:</b>				
<b>Restricted for:</b>				
Community development projects	-	-	-	-
Public safety	-	95,782	-	-
Community services	6,445	-	-	116,118
Public works	-	-	-	-
Capital Projects	-	-	-	-
<b>Committed to:</b>				
Capital Projects	-	-	-	-
<b>Unassigned</b>	<b>-</b>	<b>-</b>	<b>(34,184)</b>	<b>-</b>
<b>Total Fund Balances</b>	<b>6,445</b>	<b>95,782</b>	<b>(34,184)</b>	<b>116,118</b>
<b>Total Liabilities, Deferred Inflows of Resources, and Fund Balances</b>	<b>\$ 6,445</b>	<b>\$ 109,282</b>	<b>\$ 133,676</b>	<b>\$ 119,623</b>

CITY OF SOUTH PASADENA

COMBINING BALANCE SHEET  
NONMAJOR GOVERNMENTAL FUNDS  
JUNE 30, 2013

Special Revenue Funds

	ARRA Grant	Measure R	Safe Routes to School	SGVCOG Grant Fund
<b>Assets:</b>				
Pooled cash and investments	\$ -	\$ 456,865	\$ -	\$ -
Receivables:				
Accounts	-	-	-	-
Accrued interest	-	185	-	-
Due from other governments	-	-	-	-
<b>Total Assets</b>	<b>\$ -</b>	<b>\$ 457,050</b>	<b>\$ -</b>	<b>\$ -</b>
<b>Liabilities, Deferred Inflows of Resources, and Fund Balances:</b>				
<b>Liabilities:</b>				
Accounts payable	\$ -	\$ -	\$ -	\$ -
Accrued liabilities	-	-	-	-
Deposits payable	-	-	-	-
Due to other funds	-	-	-	391
<b>Total Liabilities</b>	<b>-</b>	<b>-</b>	<b>-</b>	<b>391</b>
<b>Deferred Inflows of Resources:</b>				
Unavailable revenues	-	-	-	-
<b>Total Deferred Inflows of Resources</b>	<b>-</b>	<b>-</b>	<b>-</b>	<b>-</b>
<b>Fund Balances:</b>				
<b>Restricted for:</b>				
Community development projects	-	-	-	-
Public safety	-	-	-	-
Community services	-	-	-	-
Public works	-	457,050	-	-
Capital Projects	-	-	-	-
<b>Committed to:</b>				
Capital Projects	-	-	-	-
<b>Unassigned</b>	<b>-</b>	<b>-</b>	<b>-</b>	<b>(391)</b>
<b>Total Fund Balances</b>	<b>-</b>	<b>457,050</b>	<b>-</b>	<b>(391)</b>
<b>Total Liabilities, Deferred Inflows of Resources, and Fund Balances</b>	<b>\$ -</b>	<b>\$ 457,050</b>	<b>\$ -</b>	<b>\$ -</b>

CITY OF SOUTH PASADENA

COMBINING BALANCE SHEET  
NONMAJOR GOVERNMENTAL FUNDS  
JUNE 30, 2013

(CONTINUED)

	Special Revenue Funds			Capital Projects Funds
	Public Education	MSRC Grant Fund	Housing Authority	Facilities & Equip. Capital Project
<b>Assets:</b>				
Pooled cash and investments	\$ 29,020	\$ -	\$ 1,458	\$ 579,798
Receivables:				
Accounts	5,117	-	-	-
Accrued interest	-	-	-	-
Due from other governments	-	-	-	-
<b>Total Assets</b>	<b>\$ 34,137</b>	<b>\$ -</b>	<b>\$ 1,458</b>	<b>\$ 579,798</b>
<b>Liabilities, Deferred Inflows of Resources, and Fund Balances:</b>				
<b>Liabilities:</b>				
Accounts payable	\$ -	\$ -	\$ -	\$ 351
Accrued liabilities	-	-	-	-
Deposits payable	-	-	729	-
Due to other funds	-	280,539	-	-
<b>Total Liabilities</b>	<b>-</b>	<b>280,539</b>	<b>729</b>	<b>351</b>
<b>Deferred Inflows of Resources:</b>				
Unavailable revenues	-	-	-	-
<b>Total Deferred Inflows of Resources</b>	<b>-</b>	<b>-</b>	<b>-</b>	<b>-</b>
<b>Fund Balances:</b>				
<b>Restricted for:</b>				
Community development projects	34,137	-	729	-
Public safety	-	-	-	-
Community services	-	-	-	-
Public works	-	-	-	-
Capital Projects	-	-	-	-
<b>Committed to:</b>				
Capital Projects	-	-	-	579,447
<b>Unassigned</b>	<b>-</b>	<b>(280,539)</b>	<b>-</b>	<b>-</b>
<b>Total Fund Balances</b>	<b>34,137</b>	<b>(280,539)</b>	<b>729</b>	<b>579,447</b>
<b>Total Liabilities, Deferred Inflows of Resources, and Fund Balances</b>	<b>\$ 34,137</b>	<b>\$ -</b>	<b>\$ 1,458</b>	<b>\$ 579,798</b>

CITY OF SOUTH PASADENA

COMBINING BALANCE SHEET  
 NONMAJOR GOVERNMENTAL FUNDS  
 JUNE 30, 2013

	<b>Total Governmental</b>
	<b>Funds</b>
<b>Assets:</b>	
Pooled cash and investments	\$ 3,000,903
Receivables:	
Accounts	32,288
Accrued interest	741
Due from other governments	<u>259,012</u>
<b>Total Assets</b>	<b><u>\$ 3,292,944</u></b>
<b>Liabilities, Deferred Inflows of Resources, and Fund Balances:</b>	
<b>Liabilities:</b>	
Accounts payable	\$ 168,346
Accrued liabilities	30,189
Deposits payable	729
Due to other funds	<u>1,173,465</u>
<b>Total Liabilities</b>	<b><u>1,372,729</u></b>
<b>Deferred Inflows of Resources:</b>	
Unavailable revenues	<u>62,519</u>
<b>Total Deferred Inflows of Resources</b>	<b><u>62,519</u></b>
<b>Fund Balances:</b>	
<b>Restricted for:</b>	
Community development projects	34,866
Public safety	122,191
Community services	306,388
Public works	1,362,132
Capital Projects	502,607
<b>Committed to:</b>	
Capital Projects	579,447
<b>Unassigned</b>	<u>(1,049,935)</u>
<b>Total Fund Balances</b>	<b><u>1,857,696</u></b>
<b>Total Liabilities, Deferred Inflows of Resources, and Fund Balances</b>	<b><u>\$ 3,292,944</u></b>

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CITY OF SOUTH PASADENA

COMBINING STATEMENT OF REVENUES,  
EXPENDITURES AND CHANGES IN FUND BALANCES  
NONMAJOR GOVERNMENTAL FUNDS  
YEAR ENDED JUNE 30, 2013

	Special Revenue Funds			
	MTA Pedestrian Improvement	Traffic Improvement	Proposition "A"	Proposition "C"
<b>Revenues:</b>				
Taxes	\$ -	\$ -	\$ 400,325	\$ 332,483
Assessments	-	-	-	-
Licenses and permits	-	-	-	-
Intergovernmental	195,500	1,454,479	-	-
Charges for services	-	-	5,099	-
Use of money and property	-	-	352	633
Contributions	-	-	-	-
Miscellaneous	-	-	16,845	-
<b>Total Revenues</b>	<b>195,500</b>	<b>1,454,479</b>	<b>422,621</b>	<b>333,116</b>
<b>Expenditures:</b>				
Current:				
General government	-	-	46,046	142,828
Public safety	-	-	-	-
Community services	-	-	150,400	238,461
Public works	-	-	-	-
Capital outlay	-	-	-	160,000
<b>Total Expenditures</b>	<b>-</b>	<b>-</b>	<b>196,446</b>	<b>541,289</b>
Excess (Deficiency) of Revenues Over (Under) Expenditures	195,500	1,454,479	226,175	(208,173)
<b>Other Financing Sources (Uses):</b>				
Transfers in	46,346	420,146	-	-
Transfers out	-	-	-	-
<b>Total Other Financing Sources (Uses)</b>	<b>46,346</b>	<b>420,146</b>	<b>-</b>	<b>-</b>
Net Change in Fund Balances	241,846	1,874,625	226,175	(208,173)
Fund Balances, Beginning of Year	(642,665)	(1,874,625)	(42,350)	330,930
<b>Fund Balances, End of Year</b>	<b>\$ (400,819)</b>	<b>\$ -</b>	<b>\$ 183,825</b>	<b>\$ 122,757</b>

CITY OF SOUTH PASADENA

COMBINING STATEMENT OF REVENUES,  
EXPENDITURES AND CHANGES IN FUND BALANCES  
NONMAJOR GOVERNMENTAL FUNDS  
YEAR ENDED JUNE 30, 2013

(CONTINUED)

	Special Revenue Funds			
	ISTEA/METRO	Gold Line Betterments	CTC Traffic Improvement Grant	Street Lighting
<b>Revenues:</b>				
Taxes	\$ -	\$ -	\$ -	\$ -
Assessments	-	-	-	905,459
Licenses and permits	-	-	-	-
Intergovernmental	-	-	94,063	-
Charges for services	-	-	-	-
Use of money and property	-	-	-	-
Contributions	-	-	-	17,970
Miscellaneous	-	-	-	15,883
<b>Total Revenues</b>	<b>-</b>	<b>-</b>	<b>94,063</b>	<b>939,312</b>
<b>Expenditures:</b>				
Current:				
General government	-	-	189	-
Public safety	-	-	-	-
Community services	-	-	-	-
Public works	-	-	-	990,100
Capital outlay	-	-	-	-
<b>Total Expenditures</b>	<b>-</b>	<b>-</b>	<b>189</b>	<b>990,100</b>
Excess (Deficiency) of Revenues Over (Under) Expenditures	-	-	93,874	(50,788)
<b>Other Financing Sources (Uses):</b>				
Transfers in	-	-	-	-
Transfers out	(8,692)	-	(181,910)	-
<b>Total Other Financing Sources (Uses)</b>	<b>(8,692)</b>	<b>-</b>	<b>(181,910)</b>	<b>-</b>
Net Change in Fund Balances	(8,692)	-	(88,036)	(50,788)
Fund Balances, Beginning of Year	8,692	14,913	88,152	120,224
<b>Fund Balances, End of Year</b>	<b>\$ -</b>	<b>\$ 14,913</b>	<b>\$ 116</b>	<b>\$ 69,436</b>

CITY OF SOUTH PASADENA

COMBINING STATEMENT OF REVENUES,  
EXPENDITURES AND CHANGES IN FUND BALANCES  
NONMAJOR GOVERNMENTAL FUNDS  
YEAR ENDED JUNE 30, 2013

	Special Revenue Funds			
	Clean Air Act	Parking and Business Improvement	Gold Line Mitigation	Mission Oaks Parking
<b>Revenues:</b>				
Taxes	\$ -	\$ 151,810	\$ -	\$ -
Assessments	-	-	-	-
Licenses and permits	-	-	-	-
Intergovernmental	31,033	-	-	-
Charges for services	-	-	-	-
Use of money and property	531	-	-	-
Contributions	-	-	-	-
Miscellaneous	-	-	-	-
<b>Total Revenues</b>	<b>31,564</b>	<b>151,810</b>	<b>-</b>	<b>-</b>
<b>Expenditures:</b>				
Current:				
General government	-	153,211	-	-
Public safety	-	-	-	-
Community services	-	-	-	-
Public works	-	-	-	-
Capital outlay	-	-	52,499	-
<b>Total Expenditures</b>	<b>-</b>	<b>153,211</b>	<b>52,499</b>	<b>-</b>
Excess (Deficiency) of Revenues Over (Under) Expenditures	31,564	(1,401)	(52,499)	-
<b>Other Financing Sources (Uses):</b>				
Transfers in	-	-	27,237	3,259
Transfers out	-	-	-	-
<b>Total Other Financing Sources (Uses)</b>	<b>-</b>	<b>-</b>	<b>27,237</b>	<b>3,259</b>
Net Change in Fund Balances	31,564	(1,401)	(25,262)	3,259
Fund Balances, Beginning of Year	115,024	91,120	209,685	(3,259)
<b>Fund Balances, End of Year</b>	<b>\$ 146,588</b>	<b>\$ 89,719</b>	<b>\$ 184,423</b>	<b>\$ -</b>

CITY OF SOUTH PASADENA

COMBINING STATEMENT OF REVENUES,  
EXPENDITURES AND CHANGES IN FUND BALANCES  
NONMAJOR GOVERNMENTAL FUNDS  
YEAR ENDED JUNE 30, 2013

(CONTINUED)

	Special Revenue Funds			
	Mission Meridian Public Garage	State Gas Tax	County Park Bond	Bike and Pedestrian Paths
<b>Revenues:</b>				
Taxes	\$ -	\$ -	\$ -	\$ -
Assessments	-	-	-	-
Licenses and permits	-	-	-	-
Intergovernmental	-	587,356	-	14,897
Charges for services	-	-	-	-
Use of money and property	-	2,954	-	9
Contributions	-	-	-	-
Miscellaneous	-	-	-	-
<b>Total Revenues</b>	<b>-</b>	<b>590,310</b>	<b>-</b>	<b>14,906</b>
<b>Expenditures:</b>				
Current:				
General government	30,984	-	-	-
Public safety	-	-	-	-
Community services	-	-	-	-
Public works	-	556,477	23,949	-
Capital outlay	-	33,690	-	15,945
<b>Total Expenditures</b>	<b>30,984</b>	<b>590,167</b>	<b>23,949</b>	<b>15,945</b>
Excess (Deficiency) of Revenues Over (Under) Expenditures	(30,984)	143	(23,949)	(1,039)
<b>Other Financing Sources (Uses):</b>				
Transfers in	-	-	-	-
Transfers out	-	-	-	-
<b>Total Other Financing Sources (Uses)</b>	<b>-</b>	<b>-</b>	<b>-</b>	<b>-</b>
Net Change in Fund Balances	(30,984)	143	(23,949)	(1,039)
Fund Balances, Beginning of Year	(197,076)	712,746	(81,993)	1,039
<b>Fund Balances, End of Year</b>	<b>\$ (228,060)</b>	<b>\$ 712,889</b>	<b>\$ (105,942)</b>	<b>\$ -</b>

CITY OF SOUTH PASADENA

COMBINING STATEMENT OF REVENUES,  
EXPENDITURES AND CHANGES IN FUND BALANCES  
NONMAJOR GOVERNMENTAL FUNDS  
YEAR ENDED JUNE 30, 2013

	Special Revenue Funds			
	Capital Growth Requirements	C.D.B.G.	Asset Forfeiture	CLEEP
<b>Revenues:</b>				
Taxes	\$ -	\$ -	\$ -	\$ -
Assessments	-	-	-	-
Licenses and permits	-	-	-	-
Intergovernmental	-	174,387	-	-
Charges for services	35,373	-	-	-
Use of money and property	238	-	91	22
Contributions	-	-	-	-
Miscellaneous	-	13,884	-	-
<b>Total Revenues</b>	<b>35,611</b>	<b>188,271</b>	<b>91</b>	<b>22</b>
<b>Expenditures:</b>				
Current:				
General government	-	-	-	-
Public safety	-	-	-	-
Community services	-	34,679	-	-
Public works	-	-	-	-
Capital outlay	-	150,810	-	-
<b>Total Expenditures</b>	<b>-</b>	<b>185,489</b>	<b>-</b>	<b>-</b>
Excess (Deficiency) of Revenues Over (Under) Expenditures	35,611	2,782	91	22
<b>Other Financing Sources (Uses):</b>				
Transfers in	-	-	-	-
Transfers out	-	-	-	-
<b>Total Other Financing Sources (Uses)</b>	<b>-</b>	<b>-</b>	<b>-</b>	<b>-</b>
Net Change in Fund Balances	35,611	2,782	91	22
Fund Balances, Beginning of Year	31,237	(2,782)	21,172	5,124
<b>Fund Balances, End of Year</b>	<b>\$ 66,848</b>	<b>\$ -</b>	<b>\$ 21,263</b>	<b>\$ 5,146</b>

CITY OF SOUTH PASADENA

COMBINING STATEMENT OF REVENUES,  
EXPENDITURES AND CHANGES IN FUND BALANCES  
NONMAJOR GOVERNMENTAL FUNDS  
YEAR ENDED JUNE 30, 2013

(CONTINUED)

	Special Revenue Funds			
	Public Library Grant	State Police Grant	Homeland Security Grant	Park Impact Fees
<b>Revenues:</b>				
Taxes	\$ -	\$ -	\$ -	\$ -
Assessments	-	-	-	-
Licenses and permits	-	-	-	63,995
Intergovernmental	-	100,000	173,218	-
Charges for services	-	-	-	-
Use of money and property	-	415	-	-
Contributions	-	-	-	-
Miscellaneous	-	-	-	-
<b>Total Revenues</b>	<b>-</b>	<b>100,415</b>	<b>173,218</b>	<b>63,995</b>
<b>Expenditures:</b>				
Current:				
General government	-	-	-	-
Public safety	-	165,945	-	-
Community services	-	-	-	141,823
Public works	-	-	-	-
Capital outlay	-	-	131,487	-
<b>Total Expenditures</b>	<b>-</b>	<b>165,945</b>	<b>131,487</b>	<b>141,823</b>
Excess (Deficiency) of Revenues Over (Under) Expenditures	-	(65,530)	41,731	(77,828)
<b>Other Financing Sources (Uses):</b>				
Transfers in	-	-	-	-
Transfers out	-	-	-	-
<b>Total Other Financing Sources (Uses)</b>	<b>-</b>	<b>-</b>	<b>-</b>	<b>-</b>
Net Change in Fund Balances	-	(65,530)	41,731	(77,828)
Fund Balances, Beginning of Year	6,445	161,312	(75,915)	193,946
<b>Fund Balances, End of Year</b>	<b>\$ 6,445</b>	<b>\$ 95,782</b>	<b>\$ (34,184)</b>	<b>\$ 116,118</b>

CITY OF SOUTH PASADENA

COMBINING STATEMENT OF REVENUES,  
EXPENDITURES AND CHANGES IN FUND BALANCES  
NONMAJOR GOVERNMENTAL FUNDS  
YEAR ENDED JUNE 30, 2013

	Special Revenue Funds			
	ARRA Grant	Measure R	Safe Routes to School	SGVCOG Grant Fund
<b>Revenues:</b>				
Taxes	\$ -	\$ 248,497	\$ -	\$ -
Assessments	-	-	-	-
Licenses and permits	-	-	-	-
Intergovernmental	466,398	-	174,152	-
Charges for services	-	-	-	-
Use of money and property	-	1,668	-	-
Contributions	-	-	-	-
Miscellaneous	-	-	-	-
<b>Total Revenues</b>	<b>466,398</b>	<b>250,165</b>	<b>174,152</b>	<b>-</b>
<b>Expenditures:</b>				
Current:				
General government	-	-	-	-
Public safety	-	-	-	-
Community services	-	-	-	-
Public works	-	-	-	-
Capital outlay	-	390,321	-	-
<b>Total Expenditures</b>	<b>-</b>	<b>390,321</b>	<b>-</b>	<b>-</b>
Excess (Deficiency) of Revenues Over (Under) Expenditures	466,398	(140,156)	174,152	-
<b>Other Financing Sources (Uses):</b>				
Transfers in	5,676	-	-	-
Transfers out	-	-	(1,712)	-
<b>Total Other Financing Sources (Uses)</b>	<b>5,676</b>	<b>-</b>	<b>(1,712)</b>	<b>-</b>
Net Change in Fund Balances	472,074	(140,156)	172,440	-
Fund Balances, Beginning of Year	(472,074)	597,206	(172,440)	(391)
<b>Fund Balances, End of Year</b>	<b>\$ -</b>	<b>\$ 457,050</b>	<b>\$ -</b>	<b>\$ (391)</b>

CITY OF SOUTH PASADENA

COMBINING STATEMENT OF REVENUES,  
EXPENDITURES AND CHANGES IN FUND BALANCES  
NONMAJOR GOVERNMENTAL FUNDS  
YEAR ENDED JUNE 30, 2013

(CONTINUED)

	Special Revenue Funds			Capital Projects Fund
	Public Education	MSRC Grant Fund	Housing Authority	Facilities & Equip. Capital Project
<b>Revenues:</b>				
Taxes	\$ -	\$ -	\$ -	\$ -
Assessments	-	-	-	-
Licenses and permits	-	-	-	-
Intergovernmental	-	169,421	-	-
Charges for services	20,321	-	-	-
Use of money and property	-	-	729	-
Contributions	-	-	-	-
Miscellaneous	-	-	-	-
<b>Total Revenues</b>	<b>20,321</b>	<b>169,421</b>	<b>729</b>	<b>-</b>
<b>Expenditures:</b>				
Current:				
General government	-	-	-	-
Public safety	-	-	-	-
Community services	-	-	-	-
Public works	-	-	-	-
Capital outlay	-	-	-	92,553
<b>Total Expenditures</b>	<b>-</b>	<b>-</b>	<b>-</b>	<b>92,553</b>
Excess (Deficiency) of Revenues Over (Under) Expenditures	20,321	169,421	729	(92,553)
<b>Other Financing Sources (Uses):</b>				
Transfers in	-	-	-	672,000
Transfers out	-	-	-	-
<b>Total Other Financing Sources (Uses)</b>	<b>-</b>	<b>-</b>	<b>-</b>	<b>672,000</b>
Net Change in Fund Balances	20,321	169,421	729	579,447
Fund Balances, Beginning of Year	13,816	(449,960)	-	-
<b>Fund Balances, End of Year</b>	<b>\$ 34,137</b>	<b>\$ (280,539)</b>	<b>\$ 729</b>	<b>\$ 579,447</b>



CITY OF SOUTH PASADENA

COMBINING STATEMENT OF REVENUES,  
EXPENDITURES AND CHANGES IN FUND BALANCES  
NONMAJOR GOVERNMENTAL FUNDS  
YEAR ENDED JUNE 30, 2013

	<b>Total Governmental Funds</b>
<b>Revenues:</b>	
Taxes	\$ 1,133,115
Assessments	905,459
Licenses and permits	63,995
Intergovernmental	3,634,904
Charges for services	60,793
Use of money and property	7,642
Contributions	17,970
Miscellaneous	46,612
	<hr/>
<b>Total Revenues</b>	<b>5,870,490</b>
	<hr/>
<b>Expenditures:</b>	
Current:	
General government	373,258
Public safety	165,945
Community services	565,363
Public works	1,570,526
Capital outlay	1,027,305
	<hr/>
<b>Total Expenditures</b>	<b>3,702,397</b>
	<hr/>
Excess (Deficiency) of Revenues Over (Under) Expenditures	2,168,093
	<hr/>
<b>Other Financing Sources (Uses):</b>	
Transfers in	1,174,664
Transfers out	(192,314)
	<hr/>
<b>Total Other Financing Sources (Uses)</b>	<b>982,350</b>
	<hr/>
Net Change in Fund Balances	3,150,443
	<hr/>
Fund Balances, Beginning of Year	(1,292,747)
	<hr/>
<b>Fund Balances, End of Year</b>	<b>\$ 1,857,696</b>
	<hr/> <hr/>

CITY OF SOUTH PASADENA

BUDGETARY COMPARISON SCHEDULE  
 PROPOSITION "A"  
 YEAR ENDED JUNE 30, 2013

	Budget Amounts		Actual Amounts	Variance with Final Budget Positive (Negative)
	Original	Final		
Budgetary Fund Balance, July 1	\$ (42,350)	\$ (42,350)	\$ (42,350)	\$ -
<b>Resources (Inflows):</b>				
Taxes	389,484	389,484	400,325	10,841
Charges for services	5,000	5,000	5,099	99
Use of money and property	-	-	352	352
Miscellaneous	-	-	16,845	16,845
<b>Amounts Available for Appropriation</b>	<b>352,134</b>	<b>352,134</b>	<b>380,271</b>	<b>28,137</b>
<b>Charges to Appropriation (Outflow):</b>				
General government	47,834	47,834	46,046	1,788
Community services	132,367	132,367	150,400	(18,033)
<b>Total Charges to Appropriations</b>	<b>180,201</b>	<b>180,201</b>	<b>196,446</b>	<b>(16,245)</b>
<b>Budgetary Fund Balance, June 30</b>	<b>\$ 171,933</b>	<b>\$ 171,933</b>	<b>\$ 183,825</b>	<b>\$ 11,892</b>

CITY OF SOUTH PASADENA

BUDGETARY COMPARISON SCHEDULE  
 PROPOSITION "C"  
 YEAR ENDED JUNE 30, 2013

	Budget Amounts		Actual Amounts	Variance with Final Budget Positive (Negative)
	Original	Final		
Budgetary Fund Balance, July 1	\$ 330,930	\$ 330,930	\$ 330,930	\$ -
<b>Resources (Inflows):</b>				
Taxes	323,067	323,067	332,483	9,416
Use of money and property	8,000	8,000	633	(7,367)
<b>Amounts Available for Appropriation</b>	<b>661,997</b>	<b>661,997</b>	<b>664,046</b>	<b>2,049</b>
<b>Charges to Appropriation (Outflow):</b>				
General government	105,653	105,653	142,828	(37,175)
Community services	263,818	263,818	238,461	25,357
Capital outlay	100,000	100,000	160,000	(60,000)
<b>Total Charges to Appropriations</b>	<b>469,471</b>	<b>469,471</b>	<b>541,289</b>	<b>(71,818)</b>
<b>Budgetary Fund Balance, June 30</b>	<b>\$ 192,526</b>	<b>\$ 192,526</b>	<b>\$ 122,757</b>	<b>\$ (69,769)</b>

CITY OF SOUTH PASADENA

BUDGETARY COMPARISON SCHEDULE  
 STREET LIGHTING  
 YEAR ENDED JUNE 30, 2013

	Budget Amounts		Actual Amounts	Variance with Final Budget Positive (Negative)
	Original	Final		
Budgetary Fund Balance, July 1	\$ 120,224	\$ 120,224	\$ 120,224	\$ -
<b>Resources (Inflows):</b>				
Assessments	885,000	885,000	905,459	20,459
Contributions	-	-	17,970	17,970
Miscellaneous	10,000	10,000	15,883	5,883
<b>Amounts Available for Appropriation</b>	<b>1,015,224</b>	<b>1,015,224</b>	<b>1,059,536</b>	<b>44,312</b>
<b>Charges to Appropriation (Outflow):</b>				
Public works	969,602	976,579	990,100	(13,521)
<b>Total Charges to Appropriations</b>	<b>969,602</b>	<b>976,579</b>	<b>990,100</b>	<b>(13,521)</b>
<b>Budgetary Fund Balance, June 30</b>	<b>\$ 45,622</b>	<b>\$ 38,645</b>	<b>\$ 69,436</b>	<b>\$ 30,791</b>

CITY OF SOUTH PASADENA

BUDGETARY COMPARISON SCHEDULE  
 CLEAN AIR ACT  
 YEAR ENDED JUNE 30, 2013

	Budget Amounts		Actual Amounts	Variance with Final Budget Positive (Negative)
	Original	Final		
Budgetary Fund Balance, July 1	\$ 115,024	\$ 115,024	\$ 115,024	\$ -
<b>Resources (Inflows):</b>				
Intergovernmental	15,000	15,000	31,033	16,033
Use of money and property	-	-	531	531
<b>Amounts Available for Appropriation</b>	<b>130,024</b>	<b>130,024</b>	<b>146,588</b>	<b>16,564</b>
<b>Charges to Appropriation (Outflow):</b>				
General government	13,600	13,600	-	13,600
<b>Total Charges to Appropriations</b>	<b>13,600</b>	<b>13,600</b>	<b>-</b>	<b>13,600</b>
<b>Budgetary Fund Balance, June 30</b>	<b>\$ 116,424</b>	<b>\$ 116,424</b>	<b>\$ 146,588</b>	<b>\$ 30,164</b>

CITY OF SOUTH PASADENA

BUDGETARY COMPARISON SCHEDULE  
 PARKING AND BUSINESS IMPROVEMENT  
 YEAR ENDED JUNE 30, 2013

	Budget Amounts		Actual Amounts	Variance with Final Budget Positive (Negative)
	Original	Final		
Budgetary Fund Balance, July 1	\$ 91,120	\$ 91,120	\$ 91,120	\$ -
<b>Resources (Inflows):</b>				
Taxes	140,000	140,000	151,810	11,810
<b>Amounts Available for Appropriation</b>	<b>231,120</b>	<b>231,120</b>	<b>242,930</b>	<b>11,810</b>
<b>Charges to Appropriation (Outflow):</b>				
General government	148,000	148,000	153,211	(5,211)
<b>Total Charges to Appropriations</b>	<b>148,000</b>	<b>148,000</b>	<b>153,211</b>	<b>(5,211)</b>
<b>Budgetary Fund Balance, June 30</b>	<b>\$ 83,120</b>	<b>\$ 83,120</b>	<b>\$ 89,719</b>	<b>\$ 6,599</b>

CITY OF SOUTH PASADENA

BUDGETARY COMPARISON SCHEDULE  
 GOLD LINE MITIGATION  
 YEAR ENDED JUNE 30, 2013

	<u>Budget Amounts</u>		<u>Actual Amounts</u>	<u>Variance with Final Budget Positive (Negative)</u>
	<u>Original</u>	<u>Final</u>		
Budgetary Fund Balance, July 1	\$ 209,685	\$ 209,685	\$ 209,685	\$ -
<b>Resources (Inflows):</b>				
Transfers in	-	-	27,237	27,237
<b>Amounts Available for Appropriation</b>	<b>209,685</b>	<b>209,685</b>	<b>236,922</b>	<b>27,237</b>
<b>Charges to Appropriation (Outflow):</b>				
Capital outlay	-	316,722	52,499	264,223
<b>Total Charges to Appropriations</b>	<b>-</b>	<b>316,722</b>	<b>52,499</b>	<b>264,223</b>
<b>Budgetary Fund Balance, June 30</b>	<b>\$ 209,685</b>	<b>\$ (107,037)</b>	<b>\$ 184,423</b>	<b>\$ 291,460</b>

CITY OF SOUTH PASADENA

BUDGETARY COMPARISON SCHEDULE  
MISSION MERIDIAN PUBLIC GARAGE  
YEAR ENDED JUNE 30, 2013

	Budget Amounts		Actual Amounts	Variance with Final Budget Positive (Negative)
	Original	Final		
Budgetary Fund Balance, July 1	\$ (197,076)	\$ (197,076)	\$ (197,076)	\$ -
<b>Resources (Inflows):</b>				
<b>Amounts Available for Appropriation</b>	<b>(197,076)</b>	<b>(197,076)</b>	<b>(197,076)</b>	<b>-</b>
<b>Charges to Appropriation (Outflow):</b>				
General government	30,797	30,797	30,984	(187)
<b>Total Charges to Appropriations</b>	<b>30,797</b>	<b>30,797</b>	<b>30,984</b>	<b>(187)</b>
<b>Budgetary Fund Balance, June 30</b>	<b>\$ (227,873)</b>	<b>\$ (227,873)</b>	<b>\$ (228,060)</b>	<b>\$ (187)</b>



CITY OF SOUTH PASADENA

BUDGETARY COMPARISON SCHEDULE  
 STATE GAS TAX  
 YEAR ENDED JUNE 30, 2013

	Budget Amounts		Actual Amounts	Variance with Final Budget Positive (Negative)
	Original	Final		
Budgetary Fund Balance, July 1	\$ 712,746	\$ 712,746	\$ 712,746	\$ -
<b>Resources (Inflows):</b>				
Intergovernmental	680,021	680,021	587,356	(92,665)
Use of money and property	7,000	7,000	2,954	(4,046)
<b>Amounts Available for Appropriation</b>	<b>1,399,767</b>	<b>1,399,767</b>	<b>1,303,056</b>	<b>(96,711)</b>
<b>Charges to Appropriation (Outflow):</b>				
Public works	635,653	635,653	556,477	79,176
Capital outlay	128,000	128,000	33,690	94,310
<b>Total Charges to Appropriations</b>	<b>763,653</b>	<b>763,653</b>	<b>590,167</b>	<b>173,486</b>
<b>Budgetary Fund Balance, June 30</b>	<b>\$ 636,114</b>	<b>\$ 636,114</b>	<b>\$ 712,889</b>	<b>\$ 76,775</b>

CITY OF SOUTH PASADENA

BUDGETARY COMPARISON SCHEDULE  
 COUNTY PARK BOND  
 YEAR ENDED JUNE 30, 2013

	Budget Amounts		Actual Amounts	Variance with Final Budget Positive (Negative)
	Original	Final		
Budgetary Fund Balance, July 1	\$ (81,993)	\$ (81,993)	\$ (81,993)	\$ -
<b>Resources (Inflows):</b>				
<b>Amounts Available for Appropriation</b>	<b>(81,993)</b>	<b>(81,993)</b>	<b>(81,993)</b>	<b>-</b>
<b>Charges to Appropriation (Outflow):</b>				
Public works	16,600	16,600	23,949	(7,349)
<b>Total Charges to Appropriations</b>	<b>16,600</b>	<b>16,600</b>	<b>23,949</b>	<b>(7,349)</b>
<b>Budgetary Fund Balance, June 30</b>	<b>\$ (98,593)</b>	<b>\$ (98,593)</b>	<b>\$ (105,942)</b>	<b>\$ (7,349)</b>

CITY OF SOUTH PASADENA

BUDGETARY COMPARISON SCHEDULE  
 BIKE AND PEDESTRIAN PATHS  
 YEAR ENDED JUNE 30, 2013

	Budget Amounts		Actual Amounts	Variance with Final Budget Positive (Negative)
	Original	Final		
Budgetary Fund Balance, July 1	\$ 1,039	\$ 1,039	\$ 1,039	\$ -
<b>Resources (Inflows):</b>				
Intergovernmental	13,818	13,818	14,897	1,079
Use of money and property	-	-	9	9
<b>Amounts Available for Appropriation</b>	<b>14,857</b>	<b>14,857</b>	<b>15,945</b>	<b>1,088</b>
<b>Charges to Appropriation (Outflow):</b>				
Capital outlay	31,000	31,000	15,945	15,055
<b>Total Charges to Appropriations</b>	<b>31,000</b>	<b>31,000</b>	<b>15,945</b>	<b>15,055</b>
<b>Budgetary Fund Balance, June 30</b>	<b>\$ (16,143)</b>	<b>\$ (16,143)</b>	<b>\$ -</b>	<b>\$ 16,143</b>

CITY OF SOUTH PASADENA

BUDGETARY COMPARISON SCHEDULE  
 CAPITAL GROWTH REQUIREMENTS  
 YEAR ENDED JUNE 30, 2013

	Budget Amounts		Actual Amounts	Variance with Final Budget Positive (Negative)
	Original	Final		
Budgetary Fund Balance, July 1	\$ 31,237	\$ 31,237	\$ 31,237	\$ -
<b>Resources (Inflows):</b>				
Charges for services	15,000	15,000	35,373	20,373
Use of money and property	100	100	238	138
<b>Amounts Available for Appropriation</b>	<b>46,337</b>	<b>46,337</b>	<b>66,848</b>	<b>20,511</b>
<b>Budgetary Fund Balance, June 30</b>	<b>\$ 46,337</b>	<b>\$ 46,337</b>	<b>\$ 66,848</b>	<b>\$ 20,511</b>

CITY OF SOUTH PASADENA

BUDGETARY COMPARISON SCHEDULE  
 C.D.B.G.  
 YEAR ENDED JUNE 30, 2013

	Budget Amounts		Actual Amounts	Variance with Final Budget Positive (Negative)
	Original	Final		
Budgetary Fund Balance, July 1	\$ (2,782)	\$ (2,782)	\$ (2,782)	\$ -
<b>Resources (Inflows):</b>				
Intergovernmental	-	-	174,387	174,387
Miscellaneous	30,000	30,000	13,884	(16,116)
<b>Amounts Available for Appropriation</b>	<b>27,218</b>	<b>27,218</b>	<b>185,489</b>	<b>158,271</b>
<b>Charges to Appropriation (Outflow):</b>				
Community services	30,890	30,890	34,679	(3,789)
Capital outlay	122,498	122,498	150,810	(28,312)
<b>Total Charges to Appropriations</b>	<b>153,388</b>	<b>153,388</b>	<b>185,489</b>	<b>(32,101)</b>
<b>Budgetary Fund Balance, June 30</b>	<b>\$ (126,170)</b>	<b>\$ (126,170)</b>	<b>\$ -</b>	<b>\$ 126,170</b>

CITY OF SOUTH PASADENA

BUDGETARY COMPARISON SCHEDULE  
 ASSET FORFEITURE  
 YEAR ENDED JUNE 30, 2013

	<u>Budget Amounts</u>		<u>Actual Amounts</u>	<u>Variance with Final Budget Positive (Negative)</u>
	<u>Original</u>	<u>Final</u>		
Budgetary Fund Balance, July 1	\$ 21,172	\$ 21,172	\$ 21,172	\$ -
<b>Resources (Inflows):</b>				
Use of money and property	500	500	91	(409)
<b>Amounts Available for Appropriation</b>	<u>21,672</u>	<u>21,672</u>	<u>21,263</u>	<u>(409)</u>
<b>Budgetary Fund Balance, June 30</b>	<u>\$ 21,672</u>	<u>\$ 21,672</u>	<u>\$ 21,263</u>	<u>\$ (409)</u>

CITY OF SOUTH PASADENA

BUDGETARY COMPARISON SCHEDULE  
 STATE POLICE GRANT  
 YEAR ENDED JUNE 30, 2013

	Budget Amounts		Actual Amounts	Variance with Final Budget Positive (Negative)
	Original	Final		
Budgetary Fund Balance, July 1	\$ 161,312	\$ 161,312	\$ 161,312	\$ -
<b>Resources (Inflows):</b>				
Intergovernmental	-	-	100,000	100,000
Use of money and property	3,000	3,000	415	(2,585)
<b>Amounts Available for Appropriation</b>	<b>164,312</b>	<b>164,312</b>	<b>261,727</b>	<b>97,415</b>
<b>Charges to Appropriation (Outflow):</b>				
Public safety	-	19,550	165,945	(146,395)
<b>Total Charges to Appropriations</b>	<b>-</b>	<b>19,550</b>	<b>165,945</b>	<b>(146,395)</b>
<b>Budgetary Fund Balance, June 30</b>	<b>\$ 164,312</b>	<b>\$ 144,762</b>	<b>\$ 95,782</b>	<b>\$ (48,980)</b>

CITY OF SOUTH PASADENA

BUDGETARY COMPARISON SCHEDULE  
 PARK IMPACT FEES  
 YEAR ENDED JUNE 30, 2013

	Budget Amounts		Actual Amounts	Variance with Final Budget Positive (Negative)
	Original	Final		
Budgetary Fund Balance, July 1	\$ 193,946	\$ 193,946	\$ 193,946	\$ -
<b>Resources (Inflows):</b>				
Licenses and permits	-	-	63,995	63,995
<b>Amounts Available for Appropriation</b>	<b>193,946</b>	<b>193,946</b>	<b>257,941</b>	<b>63,995</b>
<b>Charges to Appropriation (Outflow):</b>				
Parks and recreation	125,000	142,500	141,823	677
<b>Total Charges to Appropriations</b>	<b>125,000</b>	<b>142,500</b>	<b>141,823</b>	<b>677</b>
<b>Budgetary Fund Balance, June 30</b>	<b>\$ 68,946</b>	<b>\$ 51,446</b>	<b>\$ 116,118</b>	<b>\$ 64,672</b>



CITY OF SOUTH PASADENA

BUDGETARY COMPARISON SCHEDULE  
ARRA GRANT  
YEAR ENDED JUNE 30, 2013

	<u>Budget Amounts</u>		<u>Actual Amounts</u>	<u>Variance with Final Budget Positive (Negative)</u>
	<u>Original</u>	<u>Final</u>		
Budgetary Fund Balance, July 1	\$ (472,074)	\$ (472,074)	\$ (472,074)	\$ -
<b>Resources (Inflows):</b>				
Intergovernmental	-	-	466,398	466,398
Transfers in	-	-	5,676	5,676
<b>Amounts Available for Appropriation</b>	<b>(472,074)</b>	<b>(472,074)</b>	<b>-</b>	<b>472,074</b>
<b>Charges to Appropriation (Outflow):</b>				
Capital outlay	136,000	136,000	-	136,000
<b>Total Charges to Appropriations</b>	<b>136,000</b>	<b>136,000</b>	<b>-</b>	<b>136,000</b>
<b>Budgetary Fund Balance, June 30</b>	<b>\$ (608,074)</b>	<b>\$ (608,074)</b>	<b>\$ -</b>	<b>\$ 608,074</b>

CITY OF SOUTH PASADENA

BUDGETARY COMPARISON SCHEDULE  
 MEASURE R  
 YEAR ENDED JUNE 30, 2013

	Budget Amounts		Actual Amounts	Variance with Final Budget Positive (Negative)
	Original	Final		
Budgetary Fund Balance, July 1	\$ 597,206	\$ 597,206	\$ 597,206	\$ -
<b>Resources (Inflows):</b>				
Taxes	242,307	242,307	248,497	6,190
Use of money and property	6,000	6,000	1,668	(4,332)
<b>Amounts Available for Appropriation</b>	<b>845,513</b>	<b>845,513</b>	<b>847,371</b>	<b>1,858</b>
<b>Charges to Appropriation (Outflow):</b>				
Capital outlay	268,000	268,000	390,321	(122,321)
<b>Total Charges to Appropriations</b>	<b>268,000</b>	<b>268,000</b>	<b>390,321</b>	<b>(122,321)</b>
<b>Budgetary Fund Balance, June 30</b>	<b>\$ 577,513</b>	<b>\$ 577,513</b>	<b>\$ 457,050</b>	<b>\$ (120,463)</b>

CITY OF SOUTH PASADENA

BUDGETARY COMPARISON SCHEDULE  
 FACILITIES & EQUIP. CAPITAL PROJECT  
 YEAR ENDED JUNE 30, 2013

	Budget Amounts		Actual Amounts	Variance with Final Budget Positive (Negative)
	Original	Final		
Budgetary Fund Balance, July 1	\$ -	\$ -	\$ -	\$ -
<b>Resources (Inflows):</b>				
Transfers in	672,000	672,000	672,000	-
<b>Amounts Available for Appropriation</b>	<b>672,000</b>	<b>672,000</b>	<b>672,000</b>	<b>-</b>
<b>Charges to Appropriation (Outflow):</b>				
Capital outlay	184,500	184,500	92,553	91,947
<b>Total Charges to Appropriations</b>	<b>184,500</b>	<b>184,500</b>	<b>92,553</b>	<b>91,947</b>
<b>Budgetary Fund Balance, June 30</b>	<b>\$ 487,500</b>	<b>\$ 487,500</b>	<b>\$ 579,447</b>	<b>\$ 91,947</b>

CITY OF SOUTH PASADENA

COMBINING STATEMENT OF NET POSITION  
NON-MAJOR PROPRIETARY FUNDS  
JUNE 30, 2013

	<u>Business-Type Activities - Enterprise Funds</u>		
	<u>Sewer</u>	<u>Arroyo Seco Golf Course</u>	<u>Totals</u>
<b>Assets:</b>			
Current:			
Cash and investments	521,705	454,263	\$ 975,968
Receivables:			
Accounts	24,625	-	24,625
Accrued interest	218	-	218
<b>Total Current Assets</b>	<b>546,548</b>	<b>454,263</b>	<b>1,000,811</b>
Noncurrent:			
Capital assets - net of accumulated depreciation	2,464,479	-	2,464,479
<b>Total Noncurrent Assets</b>	<b>2,464,479</b>	<b>-</b>	<b>2,464,479</b>
<b>Total Assets</b>	<b>\$ 3,011,027</b>	<b>\$ 454,263</b>	<b>\$ 3,465,290</b>
<b>Liabilities:</b>			
Current:			
Accounts payable	\$ 47,600	\$ -	\$ 47,600
Accrued liabilities	10,426	-	10,426
Accrued interest	2,236	-	2,236
Due to other funds	360,000	50,000	410,000
<b>Total Current Liabilities</b>	<b>420,262</b>	<b>50,000</b>	<b>470,262</b>
Noncurrent:			
Advances from other funds	750,000	-	750,000
Accrued compensated absences	6,091	-	6,091
<b>Total Noncurrent Liabilities</b>	<b>756,091</b>	<b>-</b>	<b>756,091</b>
<b>Total Liabilities</b>	<b>1,176,353</b>	<b>50,000</b>	<b>1,226,353</b>
<b>Net Position:</b>			
Net investment in capital assets	2,464,479	-	2,464,479
Unrestricted	(629,805)	404,263	(225,542)
<b>Total Net Position</b>	<b>1,834,674</b>	<b>404,263</b>	<b>2,238,937</b>
<b>Total Liabilities and Net Position</b>	<b>\$ 3,011,027</b>	<b>\$ 454,263</b>	<b>\$ 3,465,290</b>

CITY OF SOUTH PASADENA

COMBINING STATEMENT OF REVENUES, EXPENSES  
AND CHANGES IN FUND NET POSITION  
NON-MAJOR PROPRIETARY FUNDS  
YEAR ENDED JUNE 30, 2013

	<b>Business-Type Activities - Enterprise Funds</b>		
	<b>Sewer</b>	<b>Arroyo Seco Golf Course</b>	<b>Totals</b>
<b>Operating Revenues:</b>			
Sales and service charges	1,127,843	1,082,826	\$ 2,210,669
<b>Total Operating Revenues</b>	<b>1,127,843</b>	<b>1,082,826</b>	<b>2,210,669</b>
<b>Operating Expenses:</b>			
Administration and general	323,009	888,930	1,211,939
Treatment	436,394	-	436,394
Depreciation expense	77,161	-	77,161
<b>Total Operating Expenses</b>	<b>836,564</b>	<b>888,930</b>	<b>1,725,494</b>
Operating Income (Loss)	291,279	193,896	485,175
<b>Nonoperating Revenues (Expenses):</b>			
Interest revenue	2,389	-	2,389
Interest expense	(2,236)	-	(2,236)
<b>Total Nonoperating Revenues (Expenses)</b>	<b>153</b>	<b>-</b>	<b>153</b>
Changes in Net Position	291,432	193,896	485,328
<b>Net Position:</b>			
Beginning of Year	1,543,242	210,367	1,753,609
<b>End of Fiscal Year</b>	<b>\$ 1,834,674</b>	<b>\$ 404,263</b>	<b>\$ 2,238,937</b>

CITY OF SOUTH PASADENA

COMBINING STATEMENT OF CASH FLOWS  
NON-MAJOR PROPRIETARY FUNDS  
YEAR ENDED JUNE 30, 2013

	<u>Business-Type Activities - Enterprise Funds</u>		
	<u>Sewer</u>	<u>Arroyo Seco Golf Course</u>	<u>Totals</u>
<b>Cash Flows from Operating Activities:</b>			
Cash received from customers and users	\$ 1,120,998	\$ 1,082,826	\$ 2,203,824
Cash paid to suppliers for goods and services	(418,848)	8,000	(410,848)
Cash paid to employees for services	(322,425)	(888,930)	(1,211,355)
<b>Net Cash Provided by Operating Activities</b>	<b>379,725</b>	<b>201,896</b>	<b>581,621</b>
<b>Cash Flows from Capital and Related Financing Activities:</b>			
Acquisition and construction of capital assets	(816,539)	-	(816,539)
Advance from other funds	750,000		750,000
<b>Net Cash Used for Capital and Related Financing Activities</b>	<b>(66,539)</b>	<b>-</b>	<b>(66,539)</b>
<b>Cash Flows from Investing Activities:</b>			
Interest received	2,288	-	2,288
<b>Net Cash Provided by Investing Activities</b>	<b>2,288</b>	<b>-</b>	<b>2,288</b>
<b>Net Increase in Cash and Cash Equivalents</b>	<b>315,474</b>	<b>201,896</b>	<b>517,370</b>
Cash and Cash Equivalents at Beginning of Year	206,231	252,367	458,598
<b>Cash and Cash Equivalents at End of Year</b>	<b>\$ 521,705</b>	<b>\$ 454,263</b>	<b>\$ 975,968</b>
<b>Reconciliation of Operating Income to Net Cash Provided by Operating Activities:</b>			
Operating income	\$ 291,279	\$ 193,896	\$ 485,175
<b>Adjustments to reconcile operating income net cash provided by operating activities:</b>			
Depreciation	77,161	-	77,161
(Increase) decrease in accounts receivable	(6,845)	-	(6,845)
(Increase) decrease in prepaid expense	-	8,000	8,000
(Increase) decrease in accrued liabilities	17,546	-	17,546
Increase (decrease) in accounts payable	(808)	-	(808)
Increase (decrease) in compensated absences	1,392	-	1,392
<b>Total Adjustments</b>	<b>88,446</b>	<b>8,000</b>	<b>96,446</b>
<b>Net Cash Provided by Operating Activities</b>	<b>\$ 379,725</b>	<b>\$ 201,896</b>	<b>\$ 581,621</b>

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# Statistical Section

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

## **Contents**

### **Financial Trends**

*These schedules contain trend information to help the reader understand how the city's financial performance and well-being have changed over time.*

### **Revenue Capacity**

*These schedules contain information to help the reader assess the factors affecting the city's ability to generate its property and sales taxes.*

### **Debt Capacity**

*These schedules present information to help the reader assess the affordability of the city's current levels of outstanding debt and the city's ability to issue additional debt in the future.*

### **Demographic and Economic Information**

*These schedules offer demographic and economic indicators to help the reader understand the environment within which the city's financial activities take place and to help make comparisons over time and with other governments.*

### **Operating Information**

*These schedules contain information about the city's operations and resources to help the reader understand how the city's financial information relates to the services the city provides and the activities it performs.*

**Sources:** *Unless otherwise noted, the information in these schedules is derived from the comprehensive annual financial reports for the relevant year. The city implemented Statement 34 in 2003; schedules presenting government-wide information include information beginning in that year.*



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# ***Financial Trends***

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CITY OF SOUTH PASADENA

Net Position by Component  
Last Ten Fiscal Years  
(Accrual Basis of Accounting)

	2004	2005	2006	2007	2008	2009	2010	2011	2012	2013
<b>Government activities</b>										
Net investment in capital assets	53,712,779	52,586,854	\$ 53,938,246	\$ 57,875,243	\$ 59,638,269	\$ 56,086,968	\$ 57,541,752	\$ 60,741,741	\$ 62,226,846	\$ 61,969,593
Restricted	3,134,933	2,985,309	3,700,356	4,454,617	3,725,863	6,609,467	4,069,279	4,438,340	2,722,783	2,328,184
Unrestricted	3,109,784	2,866,719	3,351,709	6,396,133	8,392,273	8,979,878	6,937,924	6,562,890	5,143,951	7,314,507
<b>Total governmental activities Net Position</b>	<b>\$ 59,957,496</b>	<b>\$ 58,438,882</b>	<b>\$ 60,990,311</b>	<b>\$ 68,725,993</b>	<b>\$ 71,756,405</b>	<b>\$ 71,676,313</b>	<b>\$ 68,548,955</b>	<b>\$ 71,742,971</b>	<b>\$ 70,093,580</b>	<b>\$ 71,612,284</b>
<b>Business-type activities</b>										
Net investment in capital assets	\$ 2,084,629	\$ 3,290,506	\$ 3,042,921	\$ 3,263,489	\$ 2,791,280	\$ 1,890,240	\$ 1,276,626	\$ 4,550,204	\$ 4,808,013	\$ 7,448,158
Restricted	-	769,344	1,391,957	2,136,719	2,878,966	36,642,005	36,135,935	32,451,626	29,973,386	-
Unrestricted	4,323,054	2,952,479	3,319,590	2,831,187	3,542,152	(29,053,954)	(28,488,758)	(26,740,899)	(22,097,380)	6,381,147
<b>Total business-type activities Net Position</b>	<b>\$ 6,407,683</b>	<b>\$ 7,012,329</b>	<b>\$ 7,754,468</b>	<b>\$ 8,231,395</b>	<b>\$ 9,212,398</b>	<b>\$ 9,478,291</b>	<b>\$ 8,923,803</b>	<b>\$ 10,260,931</b>	<b>\$ 12,684,019</b>	<b>\$ 13,829,305</b>
<b>Primary government</b>										
Net investment in capital assets	55,797,408	55,877,360	56,981,167	61,138,732	62,429,549	57,977,208	58,818,378	65,291,945	67,034,859	69,417,751
Restricted	3,134,933	3,754,653	5,092,313	6,591,336	6,604,829	43,251,472	40,205,214	36,889,966	32,696,169	2,328,184
Unrestricted	7,432,838	5,819,198	6,671,299	9,227,320	11,934,425	(20,074,076)	(21,550,834)	(20,178,009)	(16,953,429)	13,695,654
<b>Total primary government activities Net Position</b>	<b>\$ 66,365,179</b>	<b>\$ 65,451,211</b>	<b>\$ 68,744,779</b>	<b>\$ 76,957,388</b>	<b>\$ 80,968,803</b>	<b>\$ 81,154,604</b>	<b>\$ 77,472,758</b>	<b>\$ 82,003,902</b>	<b>\$ 82,777,599</b>	<b>\$ 85,441,589</b>

CITY OF SOUTH PASADENA

Changes in Net Position  
Last Ten Fiscal Years  
(Accrual Basis of Accounting)

	2004	2005	2006	2007	2008	2009	2010	2011	2012	2013
<b>Expenses</b>										
Governmental Activities:										
General government	\$ 4,539,884	\$ 5,238,131	\$ 4,623,433	\$ 4,401,369	\$ 3,911,227	\$ 5,513,124	\$ 5,816,414	\$ 5,935,671	\$ 7,449,632	\$ 4,152,804
Public safety	8,926,614	9,631,689	9,823,747	9,779,691	9,875,234	11,525,403	11,589,395	10,939,183	11,596,854	11,217,279
Community development	763,683	786,021	770,006	883,972	997,287	839,568	920,339	911,718	948,777	902,945
Community Services	2,183,071	2,426,270	2,446,291	2,523,119	2,806,026	2,914,235	3,033,614	3,175,891	3,052,840	3,101,910
Public works	3,672,143	4,351,990	4,804,715	4,876,678	4,655,996	5,482,505	5,484,601	4,863,335	5,306,742	4,758,677
Interest on long-term debt	146,641	178,245	172,698	149,359	143,423	136,769	131,539	125,032	47,185	8,288
<b>Total Governmental Activities expenses</b>	<b>20,232,036</b>	<b>22,612,346</b>	<b>22,640,890</b>	<b>22,614,188</b>	<b>22,389,193</b>	<b>26,411,604</b>	<b>26,975,902</b>	<b>25,950,830</b>	<b>28,402,030</b>	<b>24,141,903</b>
Business-Type Activities:										
Water utility	2,558,200	3,607,186	4,160,990	3,908,439	3,949,800	4,451,292	7,144,268	5,105,517	4,598,754	6,135,803
Sewer utility	-	-	-	-	-	-	861,207	715,395	1,104,098	838,800
Arroyo Seco Golf Course	-	-	-	-	-	-	-	-	985,611	888,930
<b>Total Business-Type Activities Expenses</b>	<b>2,558,200</b>	<b>3,607,186</b>	<b>4,160,990</b>	<b>3,908,439</b>	<b>3,949,800</b>	<b>4,451,292</b>	<b>8,005,475</b>	<b>5,820,912</b>	<b>6,688,463</b>	<b>7,863,533</b>
<b>Total Primary Government Expenses</b>	<b>\$ 22,790,236</b>	<b>\$ 26,219,532</b>	<b>\$ 26,801,880</b>	<b>\$ 26,522,627</b>	<b>\$ 26,338,993</b>	<b>\$ 30,862,896</b>	<b>\$ 34,981,377</b>	<b>\$ 31,771,742</b>	<b>\$ 35,090,493</b>	<b>\$ 32,005,436</b>
<b>Program Revenues</b>										
Governmental Activities:										
Charges for services:										
General government	\$ 1,054,576	\$ 1,108,740	\$ 1,238,045	\$ 1,358,711	\$ 1,457,911	\$ 1,409,846	\$ 1,319,410	\$ 1,472,338	\$ 1,489,846	\$ 1,005,393
Public safety	550,729	579,762	589,211	569,946	1,306,513	1,349,175	840,207	860,609	899,536	868,577
Community development	579,502	715,107	715,970	598,718	801,200	405,086	446,050	530,395	548,532	576,063
Community Services	691,141	683,576	686,560	690,544	514,523	627,296	672,765	805,608	772,898	805,635
Public works	1,503,901	1,146,864	1,119,950	1,079,883	1,244,935	1,118,262	1,096,487	1,121,657	1,102,936	1,103,664
<b>Total Charges for Services</b>	<b>4,379,849</b>	<b>4,234,049</b>	<b>4,349,736</b>	<b>4,297,802</b>	<b>5,325,082</b>	<b>4,909,665</b>	<b>4,374,919</b>	<b>4,790,607</b>	<b>4,813,748</b>	<b>4,359,332</b>
Operating Contributions and Grants:										
General government	1,108,032	787,784	1,397,311	500,002	150,998	214,373	71,059	51,115	43,838	32,872
Public safety	249,686	746,820	987,107	2,422,944	175,552	108,406	478,495	437,544	779,399	775,610
Community development	-	-	-	-	-	-	457,670	505,547	618,435	610,355
Community Services	95,308	55,596	53,013	63,472	127,136	24,322	29,449	46,012	30,937	31,854
Public works	119,812	167,641	131,107	122,292	539,572	447,962	209,762	2,600,475	184,948	255,526
<b>Total Operating Contributions and Grants</b>	<b>1,572,838</b>	<b>1,757,841</b>	<b>2,568,538</b>	<b>3,108,710</b>	<b>993,258</b>	<b>795,063</b>	<b>1,246,435</b>	<b>3,640,693</b>	<b>1,657,557</b>	<b>1,706,217</b>
Capital Contributions and Grants:										
Community Services	-	-	-	-	47,516	-	-	-	-	-
Public works	1,561,750	1,259,811	2,536,724	2,712,135	513,368	1,868,187	820,447	1,305,657	1,415,306	93,947
<b>Total Capital Contributions and Grants</b>	<b>1,561,750</b>	<b>1,259,811</b>	<b>2,536,724</b>	<b>2,712,135</b>	<b>560,884</b>	<b>1,868,187</b>	<b>820,447</b>	<b>1,305,657</b>	<b>1,415,306</b>	<b>93,947</b>
<b>Total Governmental Activities Program Revenue</b>	<b>7,514,437</b>	<b>7,251,701</b>	<b>9,454,998</b>	<b>10,118,647</b>	<b>6,879,224</b>	<b>7,572,915</b>	<b>6,441,801</b>	<b>9,736,957</b>	<b>7,886,611</b>	<b>6,159,496</b>
Business-Type Activities:										
Charges for services:										
Water utility	3,217,446	3,902,977	4,442,966	4,687,499	4,543,192	4,549,062	4,270,244	4,943,874	6,903,816	8,022,705
Sewer utility	-	-	-	-	-	-	657,045	759,680	955,204	1,127,843
Arroyo Seco Golf Course	-	-	-	-	-	-	-	-	1,195,978	1,082,826
<b>Total Business-Type Activities Program Revenues</b>	<b>3,217,446</b>	<b>3,902,977</b>	<b>4,442,966</b>	<b>4,687,499</b>	<b>4,543,192</b>	<b>4,549,062</b>	<b>4,927,289</b>	<b>5,703,554</b>	<b>9,054,998</b>	<b>10,233,374</b>
<b>Total Primary Government Program Revenues</b>	<b>\$ 10,731,883</b>	<b>\$ 11,154,678</b>	<b>\$ 13,897,964</b>	<b>\$ 14,806,146</b>	<b>\$ 11,422,416</b>	<b>\$ 12,121,977</b>	<b>\$ 11,369,090</b>	<b>\$ 15,440,511</b>	<b>\$ 16,941,609</b>	<b>\$ 16,392,870</b>
<b>Net (Expense)/Revenue</b>										
Governmental Activities	\$ (12,717,599)	\$ (15,360,645)	\$ (13,185,892)	\$ (12,495,541)	\$ (15,509,969)	\$ (18,838,689)	\$ (20,534,101)	\$ (16,213,873)	\$ (20,515,419)	\$ (17,982,407)
Business-Type Activities	659,246	295,791	281,976	779,060	593,392	97,770	(3,078,186)	(117,358)	2,366,535	2,369,841
<b>Total primary Government Net Expense</b>	<b>\$ (12,058,353)</b>	<b>\$ (15,064,854)</b>	<b>\$ (12,903,916)</b>	<b>\$ (11,716,481)</b>	<b>\$ (14,916,577)</b>	<b>\$ (18,740,919)</b>	<b>\$ (23,612,287)</b>	<b>\$ (16,331,231)</b>	<b>\$ (18,148,884)</b>	<b>\$ (15,612,566)</b>

CITY OF SOUTH PASADENA

Changes in Net Position  
Last Ten Fiscal Years  
(Accrual Basis of Accounting)

	2004	2005	2006	2007	2008	2009	2010	2011	2012	2013
<b>General Revenues and Other Charges in Net Position</b>										
Governmental Activities:										
Taxes:										
Property taxes, levied for general purpose	\$ 5,878,748	\$ 6,152,773	\$ 8,367,587	\$ 9,116,431	\$ 9,986,309	\$ 10,404,273	\$ 10,426,753	\$ 10,667,838	\$ 10,557,651	\$ 11,074,604
Sales taxes	2,388,269	2,572,929	2,890,126	2,911,037	3,078,717	2,399,744	2,797,621	2,714,102	2,956,964	2,481,560
Franchise taxes	624,327	671,111	717,624	769,549	777,675	821,144	777,843	803,969	814,766	810,642
Business licenses taxes	257,799	273,432	323,055	334,840	344,497	352,528	323,307	347,665	347,096	363,437
Other taxes	1,988,990	2,113,733	2,104,870	2,379,845	3,158,469	3,942,594	4,109,696	4,143,183	4,133,582	4,092,063
Motor Vehicle In Lieu - Unrestricted	1,167,965	2,034,071	88,757	171,499	110,144	74,215	76,294	150,390	13,267	10,980
Use of money and property	439,308	489,121	619,237	839,529	921,232	658,997	517,079	415,280	381,165	446,167
Gain on sale of assets	(63,817)	-	-	-	1,100,000	-	-	-	-	-
Other	97,564	154,813	646,065	127,106	69,013	73,594	207,937	165,462	104,245	221,658
Transfers	-	-	-	-	-	-	(1,829,787)	-	-	-
Extraordinary gain/loss on dissolution of RDA	-	-	-	-	-	-	-	-	(442,708)	-
<b>Total Governmental Activities</b>	<b>12,779,153</b>	<b>14,461,983</b>	<b>15,757,321</b>	<b>16,649,836</b>	<b>19,546,056</b>	<b>18,727,089</b>	<b>17,406,743</b>	<b>19,407,889</b>	<b>18,866,028</b>	<b>19,501,111</b>
Business-Type Activities:										
Use of money and property	48,131	211,678	369,399	401,925	370,557	227,528	681,532	77,378	45,652	38,006
Gain on sale of assets	-	-	-	-	11,075	-	-	-	-	-
Other	54,526	97,177	90,764	54,042	14,695	13,814	12,379	13,103	10,901	5,972
Transfers	-	-	-	-	-	-	1,829,787	-	-	-
<b>Total Business-Type Activities</b>	<b>102,657</b>	<b>308,855</b>	<b>460,163</b>	<b>455,967</b>	<b>396,327</b>	<b>241,342</b>	<b>2,523,698</b>	<b>90,481</b>	<b>56,553</b>	<b>43,978</b>
<b>Total Primary Government</b>	<b>\$ 12,881,810</b>	<b>\$ 14,770,838</b>	<b>\$ 16,217,484</b>	<b>\$ 17,105,803</b>	<b>\$ 19,942,383</b>	<b>\$ 18,968,431</b>	<b>\$ 19,930,441</b>	<b>\$ 19,498,370</b>	<b>\$ 18,922,581</b>	<b>\$ 19,545,089</b>
<b>Changes in Net Position</b>										
Governmental Activities	\$ 61,554	\$ (898,662)	\$ 2,571,429	\$ 4,154,295	\$ 4,036,087	\$ (111,600)	\$ (3,127,358)	\$ 3,194,016	\$ (1,649,391)	\$ 1,518,704
Business-Type Activities	761,903	604,646	742,139	1,235,027	989,719	339,112	(554,488)	(26,877)	2,423,088	2,413,819
<b>Total Primary Government</b>	<b>\$ 823,457</b>	<b>\$ (294,016)</b>	<b>\$ 3,313,568</b>	<b>\$ 5,389,322</b>	<b>\$ 5,025,806</b>	<b>\$ 227,512</b>	<b>\$ (3,681,846)</b>	<b>\$ 3,167,139</b>	<b>\$ 773,697</b>	<b>\$ 3,932,523</b>

CITY OF SOUTH PASADENA

Fund Balances of Governmental Funds  
Last Ten Fiscal Years  
(Modified Accrual Basis Of Accounting)

	2004	2005	2006	2007	2008	2009	2010	2011	2012	2013
General Fund										
Reserved	\$ 455,087	\$ 542,341	\$ 645,341	\$ 397,742	\$ 292,562	\$ 1,550,920	\$ 947,588	\$ -	\$ -	\$ -
Unreserved	3,414,972	3,459,743	4,489,626	6,351,164	9,559,379	9,491,709	10,251,769	-	-	-
Nonspendable	-	-	-	-	-	-	-	426,430	433,637	1,199,091
Restricted	-	-	-	-	-	-	-	-	-	-
Committed	-	-	-	-	-	-	-	2,564,280	2,563,481	2,141,481
Unassigned	-	-	-	-	-	-	-	10,541,790	11,757,341	11,727,832
Total General Fund	<u>\$ 3,870,059</u>	<u>\$ 4,002,084</u>	<u>\$ 5,134,967</u>	<u>\$ 6,748,906</u>	<u>\$ 9,851,941</u>	<u>\$ 11,042,629</u>	<u>\$ 11,199,357</u>	<u>\$ 13,532,500</u>	<u>\$ 14,754,459</u>	<u>\$ 15,068,404</u>
All Other Governmental Funds										
Reserved	\$ 266,517	\$ 293,809	\$ 2,456,501	\$ 1,537,309	\$ 254,778	\$ 1,194,959	\$ 420,227	\$ -	\$ -	\$ -
Unreserved:										
Unreserved, reported in nonmajor, Special revenue funds	1,321,075	1,440,330	205,647	384,352	3,056,391	2,584,720	1,112,446	-	-	-
Capital Projects funds	-	-	-	-	-	3,064,554	1,977,128	-	-	-
Designated for:										
Low & moderate housing	-	436,976	463,776	488,506	530,096	-	-	-	-	-
Debt service	-	198,968	202,044	197,110	200,497	-	-	-	-	-
Undesignated	2,512,672	2,012,312	941,127	1,260,671	1,480,465	-	-	-	-	-
Nonspendable	-	-	-	-	-	-	-	-	-	-
Restricted	-	-	-	-	-	-	-	4,438,340	2,722,783	2,328,184
Committed	-	-	-	-	-	-	-	-	-	579,447
Assigned	-	-	-	-	-	-	-	-	-	-
Unassigned	-	-	-	-	-	-	-	(2,355,949)	(4,015,530)	(1,049,935)
Total all other Governmental Funds	<u>\$ 4,100,264</u>	<u>\$ 4,382,395</u>	<u>\$ 4,269,095</u>	<u>\$ 3,867,948</u>	<u>\$ 5,522,227</u>	<u>\$ 6,844,233</u>	<u>\$ 3,509,801</u>	<u>\$ 2,082,391</u>	<u>\$ (1,292,747)</u>	<u>\$ 1,857,696</u>

CITY OF SOUTH PASADENA

**Changes In Fund Balances Of Governmental Funds  
Last Ten Fiscal Years  
(Modified Accrual Basis Of Accounting)**

	<u>2004</u>	<u>2005</u>	<u>2006</u>	<u>2007</u>	<u>2008</u>	<u>2009</u>	<u>2010</u>
<b>Revenues:</b>							
Taxes	\$ 10,880,019	\$ 11,449,664	\$ 13,972,117	\$ 15,166,586	\$ 16,850,652	\$ 17,689,431	\$ 18,037,383
Assessments	1,113,278	1,097,970	1,068,561	1,133,914	895,773	885,515	883,681
Licenses and permits	750,566	791,522	842,947	876,297	893,237	1,004,933	934,708
Intergovernmental	3,237,991	3,996,994	3,584,136	5,089,034	2,288,858	2,635,222	1,942,882
Charges for services	2,386,005	2,649,613	2,683,695	2,398,566	2,822,380	2,449,932	1,982,863
Use of money and property	439,308	509,282	642,950	868,349	921,232	658,997	517,079
Fines and forfeitures	561,435	544,883	603,086	643,055	636,668	701,894	629,280
Contributions	-	-	14,053	20,114	19,005	11,050	10,050
Miscellaneous	548,180	790,231	1,231,214	543,280	579,812	419,952	508,025
<b>Total revenues</b>	<b>19,916,782</b>	<b>21,830,159</b>	<b>24,642,759</b>	<b>26,739,195</b>	<b>25,907,617</b>	<b>26,456,926</b>	<b>25,445,951</b>
<b>Expenditures:</b>							
Current:							
General government	3,950,276	4,427,679	4,467,746	4,188,718	3,855,522	3,893,079	4,220,337
Public safety	8,808,933	9,496,581	9,703,634	9,727,416	10,670,808	11,134,224	11,147,779
Community development	769,466	781,903	766,775	880,902	1,005,406	831,613	919,697
Community services	2,029,889	2,270,982	2,299,564	2,507,378	2,679,273	2,764,489	2,887,103
Public works	2,501,017	2,511,989	2,721,530	2,777,051	2,852,322	3,217,465	3,297,647
Capital outlay	1,280,203	1,634,550	3,790,870	5,609,950	1,169,533	1,812,804	5,540,889
Debt service:							
Principal retirement	104,110	109,826	112,359	127,262	114,894	181,845	123,891
Interest and fiscal charges	142,274	179,240	177,557	128,516	145,997	140,221	134,275
<b>Total expenses</b>	<b>19,586,168</b>	<b>21,412,750</b>	<b>24,040,035</b>	<b>25,947,193</b>	<b>22,493,755</b>	<b>23,975,740</b>	<b>28,271,618</b>
Excess (Deficiency) of Revenues Over (Under) Expenditures	330,614	417,409	602,724	792,002	3,413,862	2,481,186	(2,825,667)
<b>Other financing sources (uses):</b>							
Transfers in	10,032	96,541	-	18,000	42,573	25,758	24,136
Transfers out	(10,032)	(96,541)	-	(18,000)	(42,573)	(25,758)	(376,173)
Proceed from sale of capital assets	-	-	-	-	1,100,000	-	-
Proceed from sale of capital assets	-	-	-	-	1,100,000	-	-
Capital leases	-	-	-	495,173	-	-	-
Notes and loans issued	-	-	-	65,000	-	-	-
<b>Total other financing sources (uses)</b>	<b>-</b>	<b>-</b>	<b>-</b>	<b>560,173</b>	<b>1,100,000</b>	<b>-</b>	<b>(352,037)</b>
Extraordinary gain/(loss) on dissolution 'of redevelopment agency	-	-	-	-	-	-	-
<b>Net change in fund balances / net position</b>	<b>\$ 330,614</b>	<b>\$ 417,409</b>	<b>\$ 602,724</b>	<b>\$ 1,352,175</b>	<b>\$ 4,513,862</b>	<b>\$ 2,481,186</b>	<b>\$ (3,177,704)</b>
<b>Debt service as a percentage of noncapital expenditures</b>	<b>1.3%</b>	<b>1.5%</b>	<b>1.4%</b>	<b>1.3%</b>	<b>1.3%</b>	<b>1.4%</b>	<b>1.1%</b>



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# ***Revenue Capacity***

CITY OF SOUTH PASADENA

**Assessed Value and Estimated Actual Value of Taxable Property,  
Last Ten Fiscal Years**  
*(in thousands of dollars)*

<u>Fiscal Year</u>	<u>Residential Property</u>	<u>Commercial Property</u>	<u>Other Property</u>	<u>Less: Tax-Exempt Property</u>	<u>Total Taxable Assessed Value</u>	<u>Total Direct Tax Rate</u>	<u>Estimated Actual Taxable Value<sup>a</sup></u>	<u>Taxable Assessed Value as a Percentage of Actual Taxable Value</u>
2004	\$ 1,930,016	\$ 168,874	\$ 117,217	\$ (13,863)	\$ 2,202,244	0.241%	N/A	N/A
2005	2,087,821	177,629	118,885	(20,516)	2,363,819	0.241%	N/A	N/A
2006	2,262,942	189,286	132,004	(28,647)	2,555,585	0.241%	N/A	N/A
2007	2,478,782	207,724	130,527	(27,756)	2,789,277	0.241%	N/A	N/A
2008	2,690,867	211,373	133,651	(30,013)	3,005,878	0.241%	N/A	N/A
2009	2,850,768	217,653	141,106	(29,101)	3,180,426	0.240%	N/A	N/A
2010	2,899,484	224,824	142,474	(30,931)	3,235,851	0.240%	N/A	N/A
2011	2,972,102	228,851	125,651	(32,678)	3,293,926	0.240%	N/A	N/A
2012	3,049,558	236,648	143,771	(32,852)	3,397,125	0.240%	N/A	N/A
2013	3,175,548	246,971	137,830	(33,508)	3,526,841	0.240%	N/A	N/A

**Source:** County of Los Angeles Auditor-Controller and HDL Coren & Cone.

**Note:** <sup>a</sup>Estimated Actual Taxable Value is not available.

In 1978 the voters of the State of California passed Proposition 13 which limited taxes to a total maximum rate of 1%, based upon the assessed value of the property being taxed. Each year, the assessed value of property may be increased by an "inflation factor" (limited to a maximum of 2%).

CITY OF SOUTH PASADENA

**Direct and Overlapping Property Tax Rates,  
Last Ten Fiscal Years**  
(rate per \$1,000 of assessed value)

Fiscal Year	City Direct Rates		Overlapping Rates				
	General Basic Tax Levy	Total Direct Rate	Los Angeles County (1)	Educational Revenue Augmentation Fun	Los Angeles County Fire FFW	Los Angeles County Flood Control	Community College
	2004	0.2412	0.2412	0.2860	0.2536	0.0060	0.0096
2005	0.2412	0.2412	0.2860	0.2536	0.0060	0.0096	0.0320
2006	0.2412	0.2412	0.2860	0.2536	0.0060	0.0096	0.0320
2007	0.2412	0.2412	0.2860	0.2536	0.0060	0.0096	0.0320
2008	0.2412	0.2412	0.2860	0.2536	0.0060	0.0096	0.0320
2009	0.2400	0.2400	0.2857	0.2551	0.0060	0.0096	0.0320
2010	0.2400	0.2400	0.2857	0.2551	0.0060	0.0096	0.0320
2011	0.2400	0.2400	0.2857	0.2551	0.0060	0.0096	0.0320
2012	0.2400	0.2400	0.2857	0.2551	0.0060	0.0096	0.0320
2013	0.2400	0.2400	0.2857	0.2551	0.0060	0.0096	0.0320

Fiscal Year	Overlapping Rates								
	School District	Voter Approved						Pasadena Community College District	Total
		Upper San Gabriel Valley Municipal Water District	South Pasadena Unified School District	Los Angeles County Flood Control	Upper San Gabriel Valley Municipal Water District	Detention Facilities			
2004	0.1712	0.0005	0.1105	0.0005	0.0061	0.0010	0.0068	1.3661	
2005	0.1712	0.0005	0.1041	0.0002	0.0058	0.0009	0.0088	1.3611	
2006	0.1712	0.0005	0.0957	0.0001	0.0052	0.0008	0.0041	1.3471	
2007	0.1712	0.0005	0.0897	0.0001	0.0047	0.0007	0.0208	1.3571	
2008	0.1712	0.0005	0.0860	-	0.0045	-	0.0197	1.3516	
2009	0.1712	0.0005	0.0860	-	0.0043	-	0.0174	1.3478	
2010	0.1712	0.0005	0.0884	-	0.0043	-	0.0230	1.3558	
2011	0.1712	0.0005	0.1105	-	0.0037	-	0.0199	1.3741	
2012	0.1712	0.0005	0.1058	-	0.0037	-	0.0196	1.3691	
2013	0.1712	0.0005	0.1011	-	0.0035	-	0.0206	1.1252	

Source: County of Los Angeles Auditor-Controller and HDL Coren and Cone.

(1) - The following were included in Los Angeles County; Children's Institutional Tuition Fund, County Sanitation District No. 16, County School Services, Development Center, and LA County General

CITY OF SOUTH PASADENA

Principal Property Tax Payers,  
Current Year and Nine Years Ago

<u>Taxpayer</u>	2013			2004		
	<u>Combined Taxable Value (1)</u>	<u>Rank</u>	<u>Percentage of Total City Taxable Assessed Value</u>	<u>Combined Taxable Value (1)</u>	<u>Rank</u>	<u>Percentage of Total City Taxable Assessed Value</u>
H and O Fair Oaks Partners	\$ 16,708,308	1	0.47%	\$ 14,494,916	1	0.66%
99 Pasadena Avenue LLC	11,178,986	2	0.32%	-	-	-
Casa De General LLC	10,825,787	3	0.31%	-	-	-
Golden Oaks Investment LP	9,381,719	4	0.27%	-	-	-
NNC Terraces at South Pasadena LLC	9,255,664	5	0.26%	6,208,550	9	0.28%
California Empire LP	9,011,592	6	0.26%	7,793,509	2	0.35%
Kan Investment Limited LLC	8,978,071	7	0.25%	6,426,000	7	0.29%
Ralphs Grocery CO	-	-	-	6,931,780	3	0.31%
Richard Wagner Trust	8,340,198	8	0.24%	6,444,943	6	0.29%
HP III Limited	7,838,110	9	0.22%	6,804,114	4	0.31%
Jerry B. And Roberta L. Furrey Trust	7,770,656	10	0.22%	6,677,043	5	0.30%
Pasadena Industrial Associates	-	-	-	6,086,715	10	0.28%
Hilbert Properties II	-	-	-	6,406,781	8	0.29%
<b>Total</b>	<b>\$ 99,289,091</b>		<b>2.82%</b>	<b>\$ 74,274,351</b>		<b>3.36%</b>

Source: (1) HDL Coren & Cone and Los Angeles County Assessor.

**CITY OF SOUTH PASADENA**

**Property Tax Levies and Collections,  
Last Ten Fiscal Years**

<b>Fiscal Year Ended June 30,</b>	<b>Taxes Levied for the Fiscal Year</b>	<b>Collected within the Fiscal Year of the Levy</b>		<b>Collections in Subsequent Years</b>	<b>Total Collections to Date</b>	
		<b>Amount</b>	<b>Percentage of Levy</b>		<b>Amount</b>	<b>Percentage of Levy</b>
2004	\$ 4,855,643	\$ 4,760,451	98.0%	\$ 77,643	\$ 4,838,094	99.6%
2005	5,241,559	4,807,080	91.7%	157,836	4,964,916	94.7%
2006	5,700,244	5,288,176	92.8%	117,615	5,405,791	94.8%
2007	6,257,208	5,882,613	94.0%	99,287	5,981,900	95.6%
2008	6,756,257	6,561,803	97.1%	4,193	6,565,996	97.2%
2009	7,153,748	7,054,454	98.6%	5,987	7,060,441	98.7%
2010	7,261,945	7,237,513	99.7%	(12,883)	7,224,630	99.5%
2011	7,422,229	7,375,394	99.4%	(6,476)	7,368,918	99.3%
2012	7,669,207	7,570,264	98.7%	(17,918)	7,552,346	98.5%
2013	8,244,644	8,211,281	99.6%	(12,718)	8,198,563	99.4%

**Sources: Los Angeles County Tax Collector and City of South Pasadena, Finance Division.**

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# ***Debt Capacity***



CITY OF SOUTH PASADENA

Ratios of Outstanding Debt by Type,  
Last Ten Fiscal Years

Fiscal Year	Government Activities			Business-type Activities	Total Primary Government	Percentage of Personal Income <sup>a</sup>	Per Capita <sup>a</sup>
	Tax Allocation Bonds	Capital Leases	Loans	Water Revenue Bonds			
2004	\$ 2,350,000	\$ -	\$ -	\$ 8,880,000	\$ 11,230,000	1.31%	445
2005	2,285,000	-	-	8,800,000	11,085,000	1.21%	436
2006	2,220,000	-	-	8,685,000	10,905,000	1.13%	426
2007	2,150,000	437,911	65,000	8,400,000	11,052,911	1.07%	432
2008	2,075,000	398,017	65,000	8,190,000	10,728,017	0.99%	419
2009	2,000,000	356,172	-	51,375,000	53,731,172	4.93%	2,099
2010	1,920,000	312,281	-	51,150,000	53,382,281	5.02%	2,074
2011	1,835,000	266,243	-	50,915,000	53,016,243	4.60%	2,048
2012	-	217,955	-	50,670,000	50,887,955	4.17%	1,978
2013	-	167,305	-	49,887,458	50,054,763	3.92%	1,936

**Notes:** Details regarding the city's outstanding debt can be found in the notes to the financial statements.

<sup>a</sup> See Demographic and Economic Statistics schedule for personal income and population data. These ratios are calculated using personal income and population for the prior calendar year.

**CITY OF SOUTH PASADENA**

**Direct and Overlapping Governmental Activities Debt  
As of June 30, 2013**

Fiscal Year 2012-13 Assessed Valuation : \$3,145,476,913 After Deducting \$381,364,114 Redevelopment increment.

<u>Overlapping Debt:</u>	<u>Debt Outstanding</u>	<u>% Applicable (1)</u>	<u>City's Share of Debt 6/30/13</u>
Metropolitan Water District	\$ 79,696,126	0.356%	\$ 284,004
Pasadena Area Community College District 2002 Ser E	25,295,000	5.990%	1,416,180
Pasadena Area Community College District 2002 Ser D	26,505,000	0.060%	1,483,923
Pasadena Area Community College District 2006 Ser B	46,100,000	5.990%	2,580,979
Pasadena Area Community College District 2006 Ser C	5,315,367	5.990%	297,589
Total Overlapping Tax and Assessment Debt			<u>6,062,675</u>
<u>Direct Debt:</u>			
South Pasadena Unified 96 Ser A	2,825,000	100.000%	2,825,000
South Pasadena Unified DS 95 Ser B	2,706,308	100.000%	2,706,308
South Pasadena Unified SD DS 95 S-C	6,589,694	100.000%	6,589,694
South Pasadena USD SD DS 95 Ser D	1,583,669	100.000%	1,583,669
South Pasadena USD DS 2002 S-03 A	305,000	100.000%	305,000
South Pasadena USD DS 2002 Ser B	8,409,680	100.000%	8,409,680
South Pasadena USD DS 2010 Ref Bond	18,885,000	100.000%	18,885,000
Total Direct and Overlapping General Fund Obligation Debt			<u>41,304,351</u>
COMBINED TOTAL DEBT			<u><u>\$ 47,367,026</u></u> (2)

**Source:** HDL Coren & Cone and Los Angeles County Assessor.

**Note:**

- (1) Percentage of overlapping agency's assessed valuation located within boundaries of the city.
- (2) Excludes tax and revenue anticipation notes, enterprise revenue, mortgage revenue and tax allocation bonds and non-bonded capital lease obligations.

Debt to Assessed Valuation Ratios :

Direct Debt	1.31%
Overlapping Debt	0.19%
Total Debt	1.51%

**CITY OF SOUTH PASADENA**

**Legal Debt Margin Information,  
Last Ten Fiscal Years**  
*(dollars in thousands)*

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**Legal Debt Margin Calculation for Fiscal Year 2012**

Assessed value	\$ 3,145,477
Debt limit (15% of assessed value)	471,822
Debt applicable to limit:	
General obligation bonds	-
Less: Amount set aside for repayment of general obligation debt	-
Total net debt applicable to limit	<u>-</u>
Legal debt margin	<u>\$ 471,822</u>

<b>Fiscal Year</b>	<b>Debt Limit</b>	<b>Total net debt Applicable to Limit</b>	<b>Legal Debt Limit</b>	<b>Total net debt Applicable to the Limit as a Percentage of Debt limit</b>
2004	\$ 330,337	\$ -	\$ 330,337	0.00%
2005	354,573	-	354,573	0.00%
2006	383,338	-	383,338	0.00%
2007	418,392	-	418,392	0.00%
2008	450,882	-	450,882	0.00%
2009	477,064	-	477,064	0.00%
2010	485,378	-	485,375	0.00%
2011	494,089	-	494,089	0.00%
2012	509,569	-	509,569	0.00%
2013	471,822	-	471,822	0.00%

CITY OF SOUTH PASADENA

**Pledged-Revenue Coverage**  
**Last Ten Fiscal Years**  
*(in thousands)*

Fiscal Year	Water Revenue Bonds						Coverage
	Utility Service Charges	Less: Operating Expenses	Net Available Revenue	Debt Service			
				Principal	Interest		
2004	\$ 3,217	\$ 2,522	\$ 695	\$ -	\$ -	N/A	
2005	3,903	3,170	733	-	432	1.70	
2006	4,443	3,727	716	195	434	1.14	
2007	4,687	3,379	1,308	205	433	2.05	
2008	4,543	3,446	1,097	210	414	1.76	
2009	4,563	3,683	880	220	635	1.03	
2010	4,283	4,490	(207)	225	2,158	(0.09)	
2011	4,956	2,581	2,375	235	2,439	0.89	
2012	6,911	4,086	2,825	245	2,423	1.06	
2013	8,029	5,563	2,466	255	2,046	1.07	

**Notes:** Details regarding the city's outstanding debt can be found in the notes to the financial statements. Operating expenses do not include interest, depreciation, or amortization expenses.

The Water Revenue bonds were issued in 2009 and 2013

**Source:** City of South Pasadena Finance Department.

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# ***Demographic and Economic Information***

**CITY OF SOUTH PASADENA**

**Demographic and Economic Statistics  
Last Ten Calendar Years**

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<b>Calendar Year</b>	<b>Population (1)</b>	<b>Personal Income * (2) <i>(thousands of dollars)</i></b>	<b>Per Capita * Personal Income (2)</b>	<b>Unemployment Rate (3)</b>
2003	25,224	\$ 860,347	\$ 34,108	3.4%
2004	25,441	914,963	35,964	3.2%
2005	25,606	966,725	37,754	2.6%
2006	25,578	1,033,688	40,413	2.3%
2007	25,576	1,078,809	42,181	2.4%
2008	25,604	1,090,450	42,589	3.6%
2009	25,737	1,063,171	41,309	5.8%
2010	25,881	1,152,274	44,522	6.3%
2011	25,725	1,220,780	47,455	6.1%
2012	25,857	1,277,956	49,424	4.6%

**Source:** County of Los Angeles Auditor-Controller and HDL Coren and Cone.

**CITY OF SOUTH PASADENA**

**Principal Employers  
Current Year and Nine Years Ago**

<u>Employer</u>	<u>2012-2013</u>			<u>2003-2004 *</u>		
	<u>Employees</u>	<u>Rank</u>	<u>Percentage of Total City Employment</u>	<u>Employees</u>	<u>Rank</u>	<u>Percentage of Total City Employment</u>
Mission Hospice	161	1	4.26%			
Bristol Farms	153	2	4.05%			
So. Pasadena Convalescent Hospital	146	3	3.86%			
WNC Insurance Services, Inc.	109	4	2.89%			
The Vons Companies Inc. Pavilions	91	5	2.41%			
Orchard Supply Hardware	79	6	2.09%			
Ralph's Grocery Co.	73	7	1.93%			
Trader Joe's	73	8	1.93%			
Stargate Films Inc.	66	9	1.75%			
The Vons Companies Inc.	58	10	1.54%			
	<u>1009</u>		<u>26.71%</u>	<u>0</u>		<u>0.00%</u>

\* Information not available.

**Source:** South Pasadena Finance Department/Business License



**CITY OF SOUTH PASADENA**

**Full-time-Equivalent City Government Employees by Function/Program  
Last Ten Fiscal Years**

	<u>2004</u>	<u>2005</u>	<u>2006</u>	<u>2007</u>	<u>2008</u>	<u>2009</u>	<u>2010</u>	<u>2011</u>	<u>2012</u>	<u>2013</u>
<b><u>Function/Program</u></b>										
General government										
Legislative	8	7	7	7	7	8	8	8	8	8
City Manager	6	7	7	7	7	8	8	10	10	10
Finance	7	9	8	9	8	8	8	8	8	8
Public Safety	80	81	81	81	81	81	81	88	81	81
Community Development	6	6	6	7	7	6	6	7	6	6
Community Services	34	34	36	38	39	39	39	59	39	39
Public Works	20	16	16	16	22	22	22	18	19	20
Water Utility	8	14	14	14	9	9	9	12	11	11
Total	<u>169</u>	<u>174</u>	<u>175</u>	<u>179</u>	<u>180</u>	<u>181</u>	<u>181</u>	<u>210</u>	<u>182</u>	<u>183</u>

**Source:** South Pasadena Finance Department

**Notes:** A full-time employee is scheduled to work 2,080 hours per year (including vacation and sick leave). Full-time-equivalent employment is calculated by dividing total labor hours by 2,080.

# ***Operating Information***

**CITY OF SOUTH PASADENA**

**Operating Indicators by Function/Program  
Last Ten Fiscal Years**

<b>Function/Program</b>	<b>2004</b>	<b>2005</b>	<b>2006</b>	<b>2007</b>	<b>2008</b>	<b>2009</b>	<b>2010</b>	<b>2011</b>	<b>2012</b>	<b>2013</b>
<b>General government</b>										
Building permits issued	578	311	381	381	318	282	326	380	342	476
Building inspections conducted	2,355	1,888	2,154	2,154	2,230	2,152	2,113	2,158	2,376	2,380
<b>Refuse collection</b>										
Refuse collected (tons per day)	N/A	N/A	79	79.3	79.3	89.0	92.0	90.0	90.0	85.0
Recyclables collected (tons per day)	N/A	N/A	33	32.6	36.0	40.0	38.0	38.0	38.0	29.0
<b>Other public works</b>										
Street resurfacing (miles)	N/A	N/A	1	0.7	0.0	0.2	0.8	2.5	2.0	1.0
Potholes repaired *	N/A	N/A	545	450	340	480	520	580	1,600	1,450
<b>Water</b>										
New connections	N/A	N/A	18	20	16	18	18	10	9	6
Water main breaks	N/A	4	9	10	13	12	4	9	5	9
Average daily consumption (million gallons)	N/A	N/A	5	4.85	4.52	4.47	4.20	3.80	3.95	4.25
Peak daily consumption (million gallons)	N/A	N/A	7	6.96	6.96	6.10	6.09	5.50	5.50	5.71
<b>Fire Department</b>										
Total number of emergency calls responded to	2,017	1,902	1,620	1,807	1,785	1,850	1,780	1,760	1,664	1,594
Total number of fire inspections	360	317	480	480	480	470	254	229	544	296
<b>Police Department</b>										
Arrest stats	1,113	1,127	1,392	1,392	1,540	1,546	2,056	1,096	1,159	1,080
Traffic citations	4,136	4,101	5,762	1,858	6,669	7,641	8,216	4,734	3,468	3,753
Parking citations	16,117	14,401	13,308	11,387	14,806	12,800	10,967	9,314	9,629	10,936
<b>Community Services</b>										
Facility rentals	36	29	36	34	40	45	58	54	60	69
Recreation classes	188	212	207	246	248	181	180	237	419	441

**NOTE:**

\* Based on average sized potholes and cold patch purchased.

**Sources:** Various city departments.

CITY OF SOUTH PASADENA

Capital Asset Statistics by Function/Program  
Last Ten Fiscal Years

<u>Function/Program</u>	<u>2004</u>	<u>2005</u>	<u>2006</u>	<u>2007</u>	<u>2008</u>	<u>2009</u>	<u>2010</u>	<u>2011</u>	<u>2012</u>	<u>2013</u>
Other public works										
Streets (miles)	55	59	59	55	55	55	55	55	55	55
Traffic signals	N/A	N/A	30	30	30	30	31	31	31	31
Parks and recreation										
Parks	5	6	6	6	6	6	6	6	6	6
Acreage	85	86	89	89	89	89	89	89	89	89
Playgrounds	N/A	N/A	4	4	4	4	4	4	4	4
Baseball/softball diamonds	N/A	N/A	5	5	6	6	6	6	6	6
Soccer/football fields	N/A	N/A	4	4	4	4	4	4	4	4
Community centers	N/A	N/A	4	4	5	5	5	5	5	5
Water										
Water mains (miles)	68	68	68	68	68	68	68	68	68	68
Fire hydrants	N/A	N/A	165	165	165	165	165	165	165	165
Storage capacity (million gallons)	13	13	13	13	13	13	13	13	13	13
Sewage System										
Sanitary sewers (miles)	55	55	55	55	55	55	55	55	55	55
Storm sewers (miles)	2	2	2	2	2	2	2	2	2	2

**Notes:** No capital asset indicators are available for the general government.

**Sources:** Various city departments.

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