CITY OF ALAMEDA, CALIFORNIA

COMPREHENSIVE ANNUAL FINANCIAL REPORT

FOR THE FISCAL YEAR ENDED June 30, 2009

PREPARED BY THE

FINANCE DEPARTMENT

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CITY OF ALAMEDA, CALIFORNIA

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

Table of Contents

Page

INTRODUCTORY SECTION

Table of Contents i

Letter of Transmittal v

Principal Officers xv

Organizational Chart xvi

Location Map xvii

GFOA Certificate of Achievement for Excellence in Financial Reporting xviii

FINANCIAL SECTION

Independent Auditor's Report on Basic Financial Statements 1

Management's Discussion and Analysis 3

Basic Financial Statements:

Government-wide Financial Statements:

Statement of Net Assets 23

Statement of Activities 24

Fund Financial Statements:

Governmental Funds:

Balance Sheet 30

Reconciliation of Governmental Funds - Fund Balances with Governmental Net Assets 32

Statement of Revenues, Expenditures, and Changes in Fund Balance 34

Reconciliation of the Net Change in Fund Balances – Governmental Funds with the Change in Governmental Net Assets 36

CITY OF ALAMEDA, CALIFORNIA

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

Table of Contents

Page

FINANCIAL SECTION (Continued)

Statement of Revenues, Expenditures, and Changes in Fund Balance – Budget and Actual:

General Fund 37

West End Community Improvement Project Area Special Revenue Fund 38

Business and Waterfront Improvement Project Area Special Revenue Fund 39

Alameda Point Improvement Project Area Special Revenue Fund 40

FISC Lease Revenue Special Revenue Fund 41

Alameda Reuse and Redevelopment Area Special Revenue Fund 42

Theater/Parking Structure Project Special Revenue Fund 43

Home Repayment Special Revenue Fund 44

Rehabilitation Repayment Special Revenue Fund 45

Proprietary Funds:

Statement of Net Assets 48

Statement of Revenues, Expenses and Changes in Fund Net Assets 49

Statement of Cash Flows 50

Fiduciary Funds:

Statement of Fiduciary Net Assets 54

Statement of Changes in Fiduciary Net Assets 55

Notes to Basic Financial Statements 57

CITY OF ALAMEDA, CALIFORNIA

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

Table of Contents

Page

FINANCIAL SECTION (Continued)

Supplemental Information:

Major Governmental Funds Other Than the General Fund and Special Revenue Funds:

Schedule of Revenues, Expenditures, and Changes in Fund Balance – Budget and Actual:

Capital Improvement Projects Capital Projects Fund 122

Non-major Governmental Funds:

Balance Sheet 130

Statement of Revenues, Expenditures, and Changes in Fund Balances 140

Schedule of Revenues, Expenditures, and Changes in Fund Balances-Budget and Actual 150

Internal Service Funds

Combining Statement of Net Assets 174

Combining Statement of Revenues, Expenses and Changes in Fund Net Assets 176

Combining Statement of Cash Flows 178

Fiduciary Funds

Combining Balance Sheet – Pension Trust Funds 182

Combining Statement of Changes in Net Assets – Pension Trust Funds 183

Agency Funds - Statement of Changes in Assets and Liabilities 184

STATISTICAL SECTION

Net Assets by Component - Last Seven Fiscal Years 187

Changes in Net Assets - Last Seven Fiscal Years 188

Fund Balances of Governmental Funds – Last Seven Fiscal Years 190

CITY OF ALAMEDA, CALIFORNIA

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

Table of Contents

Page

STATISTICAL SECTION (Continued)

Changes in Fund Balance of Governmental Funds – Last Seven Fiscal Years 191

Assessed and Estimated Actual Value of Taxable Property
- Last Ten Fiscal Years 192

Property Tax Rates - All Direct and Overlapping Governments - Last Ten Fiscal Years 193

Principal Property Taxpayers – Current Year and Three Years Ago 194

Property Tax Levies and Collections – Last Ten Fiscal Years 195

Ratio of Outstanding Debt by Type – Last Ten Fiscal Years 196

Ratio of General Bonded Debt Outstanding 197

Computation of Direct and Overlapping Debt 198

Computation of Legal Bonded Debt Margin 199

Sewer Fund Debt Coverage – Last Ten Fiscal Years 200

Bonded Debt Pledged Revenue Coverage,
CIC Revenue Bond and Tax Allocation Bonds - Last Ten Fiscal Years 201

Demographic and Economic Statistics - Last Ten Fiscal Years 202

Principal Employers – Current Year and Nine Years Ago 203

Full-Time Equivalent City Government Employees
by Function – Last Ten Fiscal Years 204

Operating Indicators by Function/Program – Last Ten Fiscal Years 206

Capital Asset Statistics by Function/Program – Last Ten Fiscal Years 210

December 15, 2009

Honorable Mayor and
Members of the City Council

The Alameda City Charter Article IV, Section 4-2, various financing covenants, and rules associated with restricted funding sources, requires the City of Alameda to publish comprehensive financial statements, presented in conformance with generally accepted accounting principles (GAAP) and audited by a firm of licensed certified public accountants. The publication of these statements must be completed within six months of the close of the fiscal year. Pursuant to the requirements noted above, the Comprehensive Annual Financial Report of the City of Alameda, California for the fiscal year ended June 30, 2009 is hereby issued.

This report consists of management's representations concerning the finances of the City. Therefore, management assumes full responsibility for the completeness and reliability of all information presented within this report. To provide a reasonable basis for making these representations, management has established a comprehensive internal control framework, designed both to protect the City's assets from loss, theft or misuse, and to compile sufficient reliable information for the preparation of the City's financial statements in conformity with GAAP. Because the cost of internal controls should not outweigh their benefits, the City's comprehensive framework of internal controls has been designed to provide reasonable, rather than absolute, assurance that the financial statements will be free from material misstatement. Management asserts, to the best of its knowledge, that this financial report is complete and reliable in all material respects.

Maze and Associates, a firm of licensed certified public accountants, has audited the City's financial statements for fiscal year ending June 30, 2009. The goal of the independent audit is to provide reasonable assurance that the financial statements of the City are free of material misstatement. The independent audit involved examining, on a test basis, evidence supporting the amounts and disclosures contained within the financial statements, including an evaluation of the overall financial management presentation. Based upon its audit, the independent audit firm concluded that there was a reasonable basis for rendering an unqualified opinion that the City's financial statements for the fiscal year ended June 30, 2009, 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.

Honorable Mayor and
Members of the City Council

December 15, 2009

The City is required to undergo an annual single audit in compliance with the provisions of the Single Audit Act Amendments of 1996 and the U.S. Office of Management and Budget's Circular A-133, Audits of States, Local Governments and Nonprofit Organizations. Information related to this single audit, including a schedule of federal expenditures of federal awards, the independent auditor's reports on internal controls and compliance with applicable laws and regulations, and a schedule of findings and questioned costs are included in a separately issued single audit report.

The financial reporting entity (the government) includes all funds of the primary government (i.e., the City of Alameda as legally defined), as well as all component units. Component units are legally separate entities for which the primary government is financially accountable.

The City provides a broad range of services including police and fire protection; construction and maintenance of streets, parks, storm drains and other infrastructure; recreational and cultural activities, including a golf complex comprised of two 18-hole championship and one 9-hole executive golf courses; general government and administrative support services. The City owns and operates an electric and telecommunications utility serving the needs of all Alameda residents. It also manages franchises for solid waste and cable television. Certain infrastructure construction and community development activities are provided through a legally separate redevelopment agency. Housing assistance is provided through a housing authority. The City Council sits as the Community Improvement Commission and it functions, in essence, as a department of the City. Some major public services delivered within the City's boundaries, including water, wastewater, education, regional parks, and public transportation, are provided by other governmental agencies. The City of Alameda is not financially accountable for the operations of these franchises or government agencies.

Blended component units, although legally separate entities, are, in substance, part of the primary government's operations, and are included herein as part of the financial statements for the primary government. Accordingly, the Community Improvement Commission, which redevelops blighted areas; the Alameda Reuse and Redevelopment Authority, which is responsible for returning Alameda Point, the former Alameda Naval Air Station, to public and private use; and the Alameda Public Financing Authority, which assists with the financing of public projects, are reported as funds of the primary government in the Special Revenue, Capital Project, and Debt Service funds, as appropriate.

Alameda Municipal Power, formerly Alameda Power & Telecom, and the Alameda Housing Authority are reported as discretely presented component units in this report, which means financial transactions and balances for these component units are

reported in separate columns. These separate component unit financial statements may be obtained from Alameda Municipal Power at 2000 Grand Street, Alameda, CA 94501; and the Housing Authority of Alameda at 701 Atlantic Avenue, Alameda, CA 94501. All other component unit financial statements may be obtained from the City of Alameda, Finance Department, 2263 Santa Clara Avenue, Room 220, Alameda, CA 94501.

Generally accepted accounting principles require that management provide a narrative introduction, overview and analysis to accompany the basic financial statement 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.

Government Profile

The City of Alameda incorporated on April 19, 1854, and is located on Alameda Island in San Francisco Bay. The City of Alameda comprises 22.7 square miles and serves a population of 76,824. According to the 2000 Census, there are 41,148 (57%) White residents; 4,488 (6%) Black residents; 484 (0.7%) Native American residents; 18,894 (26%) Asian residents; 434 (0.6%) Pacific Islander residents; 2,380 (3.3%) residents of other races and, 4,431 (6%) residents of two or more races.

Approximately 50 percent of Alameda residents are in the young adult through middle age group, 25 – 54 years of age. This implies that the City has a strong workforce, and that quality family services, such as parks, libraries, schools and retail, are in high demand. The percentage of adults 60 years of age and older has increased slightly from 1990, indicating that the City continues to need quality senior services. The most significant change in population from the 1990 census is, as expected, the decrease in military residents due to the closure of Alameda Naval Air Station.

During the past two fiscal years, the City has experienced volatility as a result of the national and regional economic recession. Decreases in business-related revenues, loss of revenues to the State of California, and other cost increases have forced cost containment and budget reductions in City services. The City faces continued revenue limitations in the near term. Cost containment, economic development and user fee increases will mitigate the resource problem, but new revenue sources will be needed to maintain current service levels in public safety, infrastructure maintenance and community services such as recreation programs, library and senior/youth services.

The City of Alameda's status as a charter city allows it limited power to establish tax rates. The State Constitution establishes a maximum rate for property tax and limits the growth of assessed value. Property tax collected is allocated among the jurisdictions in

the City's tax rate areas based upon criteria established by the State legislature. In November 2008, residents voted to raise the property transfer tax from $5.40 per thousand of the value being transferred to $12.00 per thousand. The rates and tax base of the City's two other major general taxes, sales tax and vehicle license in lieu fees (VLF), are also controlled by the State, rather than the City. State sales tax increased in May 2009 from 8.75% to 9.75%.

Increases of existing local taxes and any new taxes require voter approval. Taxes used for general purposes are subject to approval by a simple majority of voters, while taxes levied for specific purposes require a two-thirds majority of voters, as do property tax levies used to pay for debt issued to build capital assets. In November 2000, Alameda voters approved such an additional tax levy to build a new public library and upgrade facilities at its two branches. Bonds were issued in March 2003.

Assessments have varying requirements for voter approval, ranging from approval through City Council action, unless challenged by a majority protest, to two-thirds voter approval, with voting rights apportioned based on the amount of the assessment. In addition, fees for facilities and services are subject to requirements that fees not exceed the cost of providing services. Fund balances, generated by differences between fee revenue and related expenses, are retained and designated for services and facilities that benefit fee payers.

The City has operated under a Council-Manager form of government since it was chartered in 1916. Policy-making and legislative authority are vested in a five-member governing council consisting of the Mayor and four Councilmembers. The City Council is responsible for passing ordinances; adopting the annual budget; approving the Mayor's nominees to boards and commissions; hiring the City Manager, City Attorney and City Clerk.

The City Council is elected on a non-partisan basis. Councilmembers serve four-year staggered terms, with two Councilmembers elected every two years. The Mayor is elected to serve a four-year term. The Mayor and Councilmembers are elected at large, and subject to two consecutive elected term limits.

The City Manager is responsible for implementing the policies and ordinances of the City Council, overseeing the day-to-day operations of the City, and appointing the heads of various City departments.

The annual budget; the capital budget; financial policies governing reserves; long-term debt; fee supported services, and the budget resolutions serve as the foundation for the City's financial planning and fiscal control. Departments submit operating budget requests, in accordance with the City Manager's instructions, by February of each year.

The City Manager makes recommendations to the City Council regarding the fiscal year budget in May, and, after public discussion and evaluation of the City Manager's recommendations, the City Council adopts the annual budget by June 30 of each fiscal year.

The City Council authorizes budget appropriations at the fund level. The City Manager is authorized to transfer funds between departments within the same fund, and to limit expenditures in response to under-collection of estimated revenues whenever necessary. Transfers between funds require City Council approval. Budget-to-actual comparisons are provided as part of the required supplementary information in this report for the City's General Fund and each major governmental fund for which the City Council has adopted an annual budget.

In FY08-09, the City Council reviewed reports of budget results at the end of each fiscal quarter. This review process provided numerous opportunities to identify and respond to fluctuations in revenues and expenditures, and to address community priorities throughout the fiscal year.

Factors Affecting Financial Condition

The information presented in the financial statement is best understood when considered from the broader context which the City of Alameda operates.

Risk and Volatility in Funding Sources Collected or Allocated by the State of California
During the past 30 years, the City lost its ability to set tax rates without voter approval. In addition, during this same period, the State of California has diverted local revenues to offset the State's budget crises. Within the past 15 years, the State's budgeting practices have negatively impacted City resources, resulting in a net loss of revenues to the City of Alameda and its component units of approximately $75 million. For example, the cumulative effect of the State imposed shifts of local government revenues to the Educational Revenue Augmentation Fund (ERAF) in the past several years has resulted in a $53.4 million reduction in the General Fund and a $2.8 million decrease in Community Improvement Commission (CIC) funds.

In 2004, a series of actions approved by California voters resulted in structural stability for cities affected by the State's previous volatile process of allocating and distributing local government revenue. In March 2004, voters approved Proposition 57, the California Economic Recovery Bond Act. Legislative provisions implementing this initiative provided for a "swap" of ¼ cent of local sales tax to be used by the State to repay these bonds effective July 1, 2004. The plan consisted of 1) a reduction of local sales tax by ¼ cent in tandem with a new ¼ cent increase in the State rate to fund fiscal recovery bond repayment; 2) repayment of the lost sales tax revenues to cities with

additional local property tax previously allocated to local schools; and 3) repayment of the lost property tax revenues to local schools with State general fund monies. This "triple flip" is constitutionally prohibited from exceeding the period necessary to repay the Economic Recovery Bonds.

Intergovernmental revenue is that revenue subject to allocation control by another government. Therefore, it is more volatile and subject to more restrictions on its use than other general revenues. Where the State has provided full or partial compensation for reducing traditional local revenue sources, and where that compensation is material, the mitigating payment from the State is disclosed separately in the financial statements. These mitigation payments are particularly vulnerable to reduction when the State faces serious budget shortfalls. In addition, unlike revenues affected by economic fluctuation, intergovernmental revenues, once reduced by legislative action, are less likely to return to prior funding levels.

Local Economy

During the past four years, the local, regional and statewide business economy has grown at a minimal rate. Some economists have defined it as "recession-like". Despite only moderate effects in consumer retail and a previously remarkable and strong residential housing market, the local economy was significantly impacted by a rapid decline in the real estate and investment markets. Residential home values and related sales declined significantly in FY08-09. Assessed value growth in Alameda remains stable, but reflects negligible growth. Future forecasts are dependent upon state and national recovery.

As the national economy experienced contraction and compression in housing starts and consumer confidence, the City maintained a very nominal revenue growth rate. Retail development at Alameda Towne Center (formerly South Shore Center), the construction of the new Stargell Avenue and a variety of smaller projects throughout the community, support economic stability in the City.

Following are future developments planned for the City of Alameda:

Economic Development

Bayport
Catellus and Warmington Homes, in conjunction with the Housing Authority, completed development of 586 units of residential housing within the Bayport project: 437 market-rate single-family homes; 48 moderate-income townhouses; and 62 units of low and very low-income affordable rental housing. The development converted nearly 90 acres of dormant naval land into tax generating property. The development also included a 7-

acre community park and a $22 million elementary school. With the exception of the homes reserved for affordable housing, initial offering prices ranged from the mid $600,000 to the mid $800,000. The total assessed value of the project is $360 million.

Alameda Landing
Alameda Landing is a mixed-use development project that will provide an additional 300 residential units, 25 percent of which will be affordable to very low, low-and-moderate income household. In addition, 300,000 square feet of retail space, 400,000 square feet of office space, parks, open space and associated infrastructure is also planned for this development.

Wilver "Willie" Stargel Way (Tinker Avenue Extension)
Construction of Willie Stargel Avenue began on May 11, 2009. Stargel Avenue is a key public roadway/infrastructure improvement and is required for continued redevelopment of the Fleet and Industrial Supply Center (FISC), Alameda Point, and the west side of Alameda. The project will provide four lanes for vehicle traffic as well as bicycle lanes. In October 2009, the city received a State Transportation Improvement Program grant to finance approximately 45% of the construction. Completion of the project is expected in the spring of 2010.

Alameda Towne Centre (South Shore Shopping Center)
The retail center continues renovating and re-tenanting activities, including an expansion of approximately 112,757 square feet. The estimated value of the completed project is $30 to $40 million. Tenants locating to Alameda Towne Centre during FY08-09 include Chipotle, Kohls, Daphne's Greek Café, LensCrafters and Panera Bread.

The Waterfront/Harbor Bay Business Park
During FY08-09, SRM Associates completed construction of Phase II of a series of flexible, light industrial buildings in the Harbor Bay Business Park. These buildings range in size from 7,000 to 33,000 square feet. The 33,000 square foot building was sold in June 2009 to Semifreddi's, a popular artisan bakery, for $6.8 million. Semifreddi's is fully operational and employs a staff of 100.

Other Events

CalPERS
The California Public Employees' Retirement System (CalPERS) implemented a normalization process precluding rates from exceeding a minimum percentage established by the CalPERS board. Future rates will be temporized by this normalization process so that rates will neither increase excessively nor decrease to zero. Rate notifications for the successive two fiscal years show increases of approximately two percent.

Long-term Financial Planning
The City has continued to focus on the long-term benefits of recruiting consumer retail uses to balance the City's business to business sales tax base. Economic Development staff continues to work closely with property owners, developers, and retailers to increase commercial uses through redevelopment programs and projects as well as improve the jobs-housing balance.

Cash Management
Cash, temporarily idle during the year, was invested in obligations of the U.S. Treasury and agencies of the federal government, corporate notes, municipal obligations, and the State Treasurer's investment pool (LAIF). During FY08-09, more of the portfolio was invested in U.S. Treasury notes, Callable Federal Agency Notes, and Corporate Notes, due to changes in corporate sector market conditions, in order to achieve the benchmark return. Credit quality was maintained. Approximately 78% of the portfolio remains in the less than 3 year maturity. The overall return for the managed composite portfolio since inception of the program was 4.31%. This compares favorably to the Bank of America/Merrill Lynch benchmark earnings of 3.95%. Portfolio managers re-affirm each quarter that there have been no investments in companies that produce or manufacture cigarettes, alcohol or gambling products.

Risk Management
The City of Alameda uses self-insurance to reduce its workers' compensation and liability claim costs. The City employs a risk manager and staff, supplemented by professional claims administration firms, to minimize losses. The City participates in two multi-agency joint powers authorities, which provide excess insurance coverage--one for liability coverage and one for workers' compensation coverage. The joint powers authorities and the City rely on estimates prepared by professional actuaries to provide funds adequate to meet potential projected losses. Excess coverage, provided by the joint powers authorities, funds claims in excess of $500,000 for general liability, and claims in excess of $350,000 for workers' compensation. Additional information on the City's risk management activity can be found in Note 6 of the notes to the financial statements.

Pension and Other Post-Employment Benefits
The City provides pension and medical benefits for its public safety and non-safety employees through two contracts with CalPERS. These contracts include benefit levels that the City has negotiated with its employee units and for which it has executed contract amendments with CalPERS. The plans also include some benefit levels approved by the State legislature without contract amendments and funding mechanisms approved by the CalPERS Board of Administration. The City is responsible for making contributions needed to fund benefits when employee

contributions are not adequate. The City's contributions have ranged from 13% - 31% of qualifying payroll costs for miscellaneous and public safety employees respectively.

Safety employees have been covered by PERS since December 1990. Prior to that date, the City provided the following retirement plans for police and fire retirees:

Plan 1079: This is a single employer defined benefit contribution plan for police and fire department employees entering service prior to January 1, 1953. On June 30, 2009, 34 plan participants remain, all of which are retired employees or their spouses.

Plan 1082: This is also a single employer defined benefit pension plan covering police and fire department employees entering service after January 1, 1953. Only two participants remain in the plan, as all active participants transferred to the PERS plan in 1990.

The City provides an alternative retirement program for its part time employees through the Public Agency Retirement System (PARS).

The City also provides post-retirement benefits for certain retirees based on the provisions of labor agreements in effect at the date of the employees' retirement. Coverage for healthcare is provided through Public Employees Medical Health Care Act (PEMHCA). For miscellaneous employees, the City pays the PEMHCA minimum premium only for healthcare benefits. For public safety employees, the City pays the full PEMHCA premium for both the retiree and spouse healthcare benefits, and the full cost for retiree and spouse dental benefits. A more detailed description of plan benefits is provided in Note 11.

At the end of FY08-09, there were approximately 190 retired employees eligible to receive these benefits, which are financed on a pay-as-you go basis. Generally accepted accounting principles have been amended to require governments to report a liability in the financial statements in connection with an employer's obligation to provide these benefits. The City implemented GASB 45 – Accounting and Financial Reporting by Employers for Post Employment Benefits Other Than Pensions (OPEB) in FY08-09, and OPEB Obligations has been recorded in the Statement of Activities, The City has also conducted an actuarial study of these post-employment benefits in order to quantify costs and liabilities in compliance with this ruling. A funding plan will also be considered by the City Council in FY09-10 to reduce the present value of the unfunded actuarial liability. Additional information on the City's pension arrangements and post-employment benefits can be found in Note 11 in the notes to the financial statements.

Honorable Mayor and
Members of the City Council

December 15, 2009

Awards and Acknowledgements

The Government Finance Officers Association (GFOA) awarded a certificate of Achievement for Excellence in Financial Reporting to the City for its comprehensive annual financial report (CAFR) for the fiscal year ended June 30, 2008. This was the 19th consecutive year that the City has received this prestigious award. In order to be awarded a Certificate of Achievement, the City published a readable and organized CAFR. This report satisfied both GAAP and legal requirements. A Certificate of Achievement is valid for one year only. It is anticipated that the current CAFR continues to meet the Certificate of Achievement Program's requirements and it will be submitted it to the GFOA to determine its eligibility for another certificate.

The preparation of this report would not have been possible without the dedication of the Finance Department staff and many others in the City organization, who contributed to its preparation. Appreciation is also due the partners and staff of the City's audit firm, Maze & Associates, for their assistance and support during the preparation of this annual report.

Respectfully submitted,

Ann Marie Gallant
Interim City Manager

PRINCIPAL OFFICERS

CITY OF ALAMEDA

JUNE 30, 2009

CITY COUNCIL

Mayor	Beverly Johnson
Vice Mayor	Doug deHaan
Councilmember	Marie Gilmore
Councilmember	Frank Matarrese
Councilmember	Lena Tam

COUNCIL APPOINTEES

Interim City Manager	Ann Marie Gallant
City Attorney	Teresa Highsmith
City Clerk	Lara Weisiger

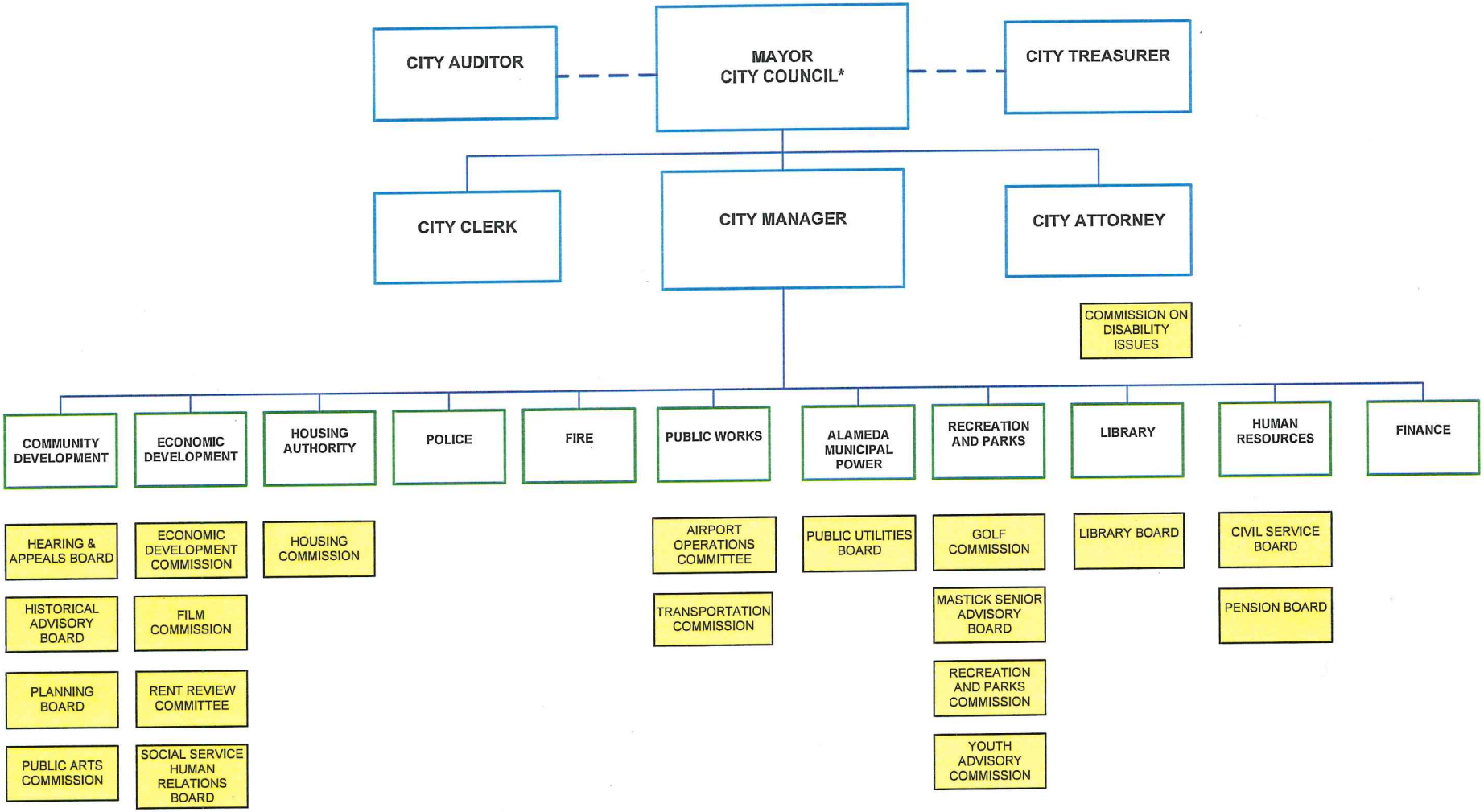
ELECTED OFFICIALS

Auditor	Kevin R. Kearney
Treasurer	Kevin Kennedy

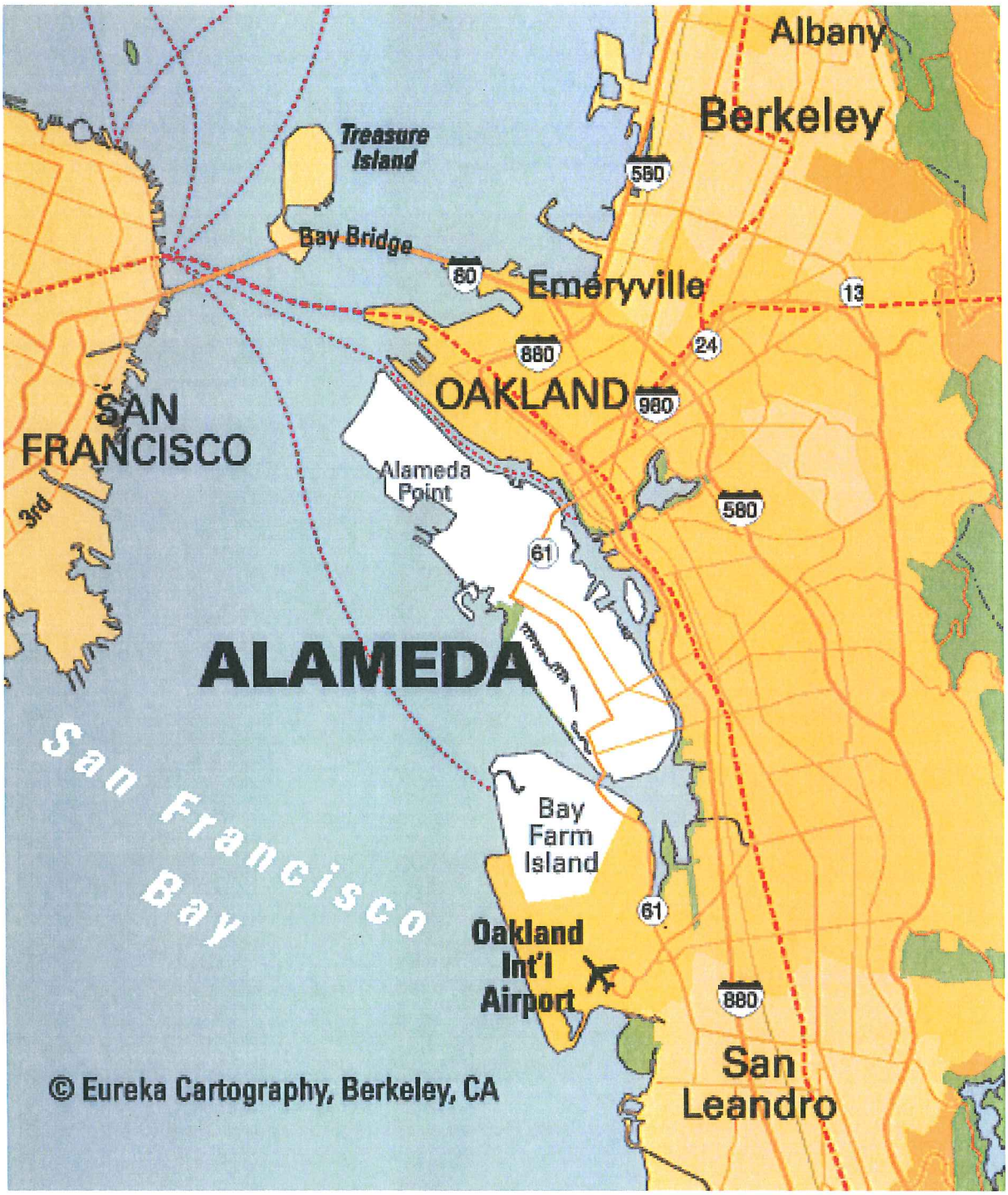
APPOINTED OFFICIALS

Assistant City Manager	David Brandt
Deputy City Manager	Lisa K. Goldman
Economic Development Director	Leslie Little
Fire Chief	David Kapler
Interim Finance Director	Glenda Jay
Human Resources Director	Karen Willis
Library Director	Jane Chisaki
Police Chief	Walter Tibbet
Public Works Director	Matthew T. Naclerio
Recreation and Parks Director	Dale Lillard
Housing Authority Executive Director	Michael T. Pucci
Alameda Municipal Power General Manager	Girish Balachandran

City of Alameda



*Alameda Reuse & Redevelopment Authority (ARRA)
Community Improvement Commission (CIC) and
Housing Authority Board of Commissioners (HABOC)


Albany
Berkeley
Treasure Island
580
Bay Bridge
80
Emeryville
13
880
24
OAKLAND
980
SAN FRANCISCO
Alameda Point
3rd
580
61
ALAMEDA
San Francisco Bay
Bay Farm Island
61
Oakland Int'l Airport
880
San Leandro
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Certificate of Achievement for Excellence in Financial Reporting

Presented to

City of Alameda
California

For its Comprehensive Annual
Financial Report
for the Fiscal Year Ended
June 30, 2008

A Certificate of Achievement for Excellence in Financial Reporting is presented by the Government Finance Officers Association of the United States and Canada to government units and public employee retirement systems whose comprehensive annual financial reports (CAFRs) achieve the highest standards in government accounting and financial reporting.

President

Executive Director

MAZE & ASSOCIATES

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INDEPENDENT AUDITOR'S REPORT

Honorable Mayor, City Council, and City Auditor
City of Alameda, California

We have audited the financial statements of the governmental activities, the business-type activities, the discretely presented component unit of the Alameda Municipal Power, each major fund, and the aggregate remaining fund information of the City of Alameda, as of and for the year ended June 30, 2009, which collectively comprise the City's basic financial statements as listed in the table of contents. These financial statements are the responsibility of the City's management. Our responsibility is to express an opinion on these financial statements based on our audit. We did not audit the component unit financial statements of the Housing Authority of the City of Alameda, California, which represent 6.2% and 11.2% of the assets and revenues of the reporting entity and 7.3% and 9.3% of capital assets and long-term obligations, respectively. These component unit financial statements were audited by another auditor, whose report thereon has been furnished to us. Our opinion, insofar as it relates to the amounts included for this entity, is based solely on the report of this other auditor.

We conducted our audit in accordance with generally accepted auditing standards in the United States of America and the standards for 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 as to whether the basic financial statements are free of material misstatement. An audit includes examining on a test basis evidence supporting the amounts and disclosures in the basic financial statements. An audit also includes assessing the accounting principles used and significant estimates made by management, as well as evaluating the overall financial statement presentation. We believe that our audit and the report of the other auditor provide a reasonable basis for our opinion.

In our opinion, based on our audit and the report of the other auditor, the basic financial statements referred to above present fairly in all material respects the respective financial position of the governmental activities, the business-type activities, the discretely presented component units, each major fund, and the aggregate remaining fund information of the City of Alameda, California at June 30, 2009, and the respective changes in financial position and cash flows, where applicable, thereof and the respective budgetary comparisons listed as part of the basic financial statements for the year then ended, in conformity with accounting principles generally accepted in the United States of America.

In accordance with *Government Auditing Standards*, we have also issued our report dated October 2, 2009 on our consideration of the City of Alameda'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 the internal control over financial reporting or on compliance. That report is an integral part of an audit performed in accordance with *Government Auditing Standards* and should be considered in assessing the results of our audit.

As described in Note 11, the City implemented the provision of GASB Statement No. 45, *Accounting and Financial Reporting by Employers for Postemployment Benefits Other Than Pensions*.

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

Our audit was conducted for the purpose of forming an opinion on the basic financial statements taken as a whole. The supplemental information listed in the Table of Contents is presented for purposes of additional analysis and is not a required part of the basic financial statements of the City of Alameda. Such information has been subjected to the auditing procedures applied in our audit of the basic financial statements and in our opinion is fairly stated in all material respects in relation to the basic financial statements taken as a whole.

The introductory section and statistical section listed in the table of contents were not audited by us and we do not express an opinion on this information.

Maze & Associates

October 2, 2009

CITY OF ALAMEDA, CALIFORNIA
MANAGEMENT'S DISCUSSION AND ANALYSIS
FOR THE FISCAL YEAR ENDED JUNE 30, 2009

The City of Alameda is required to present this management overview and analysis of the City's financial activities and performance for the fiscal year ended June 30, 2009. The information presented herein should be considered in conjunction with that presented in the Transmittal Letter contained within the Introductory Section of this report, and the Basic Financial Statements for the City.

Financial Highlights

- The aggregate assets of the City of Alameda exceeded its liabilities at the close of the fiscal year ended June 30, 2009, by $335 million (net assets). Of this amount, $33 million is unrestricted and represents assets available for future uses.

- The City's total net assets increased by $6.9 million as a result of revenues exceeding expenses, and from capital improvement project additions to capital assets completed during the fiscal year.

- As of June 30, 2009, the City's governmental funds reported combined ending fund balances of $107.3 million. Approximately 35% of this amount is reserved, indicating it is not available for new expenditures as it has been committed to future uses. The remaining amount constitutes unreserved fund balance, available for programs, projects, and services.

- At the close of fiscal year 2008-09, the General Fund fund balance was $21.5 million. The City Council has established a policy for cash reserves minimum of 25% of General Fund expenditures for costs associated with economic uncertainties. At June 30, 2009, the unreserved, undesignated fund balance (the cash reserve) is $11.7 million.

- The City's total governmental activity long-term debt decreased by $3.1 million. This decrease is attributable to approximately $2.6 million in debt retirement, and the issuance of the Certificates of Participation (2008 Refinancing Projects) to refinance the 1996 Police Building and Equipment Refinancing Project, and the 1996 Library and Golf Financing Project, resulting a net decrease of $0.5 million in debt.

Overview of the Financial Statements

This discussion and analysis section of the annual financial audit is intended to serve as an introduction to the City of Alameda's basic financial statements. The City's basic financial statements consist of three components: 1) government-wide financial statements; 2) fund financial statements; 3) notes to the financial statements. This report also contains other supplementary information including combining statements in addition to the basic financial statements.

Government-wide Financial Statements. The government-wide financial statements consist of a Statement of Net Assets and a Statement of Activities. These statements are designed to provide readers with a broad overview of the City's finances, in a manner similar to a private-sector entity. They provide information about the activities of the City as a whole, and present a longer-term perspective of the City's finances.

The Statement of Net Assets presents information on all City assets and liabilities, with the difference between the two reported as net assets. Increases or decreases in net assets serve as a useful indicator of whether the financial position of the City is improving.

The Statement of Activities presents information showing the manner in which the City's net assets changed during the most recent fiscal year. All changes in net assets are reported as soon as the underlying event, giving rise to the change, actually occurs, regardless of the timing of related cash flows. Thus, revenues and expenses are reported in this statement for some items that will result in cash flows in future fiscal periods (e.g., uncollected taxes; earned, but unused vacation or other compensated leave).

In the government-wide financial statements, the City's activities are reported in three categories:

> *Governmental Activities* – includes most of the City's services such as public safety, public works, planning and building, culture and recreation, housing and community services and general government support. Property taxes, sales and use taxes, state subventions and fees for service finance most of these activities.
>
> *Business-type Activities* – includes the golf complex, the sewer system and the ferry service, where fees for service principally finance the activity.

Discretely Presented Component Units – such as the Housing Authority and Alameda Municipal Power, are legally separate reporting entities, but are important because the City is financially accountable for these entities.

Fund Financial Statements

A fund is a grouping of related accounts that is used to maintain control of resources that have been segregated for specific activities or objectives. The City of Alameda, like other state and local governments, uses fund accounting to ensure and demonstrate compliance with finance-related legal requirements. For governmental activities, these statements indicate how these services were financed in the short-term, as well as what remains for future spending. Fund financial statements also report the City's operations in more detail than the government-wide statements, by providing information about the City's most significant funds. All funds of the City of Alameda 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 the balances of spendable resources available at the end of the fiscal year. This information may be useful in evaluating a government's near-term financial 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 the governmental fund statement of revenues, expenditures, and changes in fund balances provide a reconciliation to assist the reader with this comparison between governmental funds and governmental activities.

The City of Alameda maintains sixty-nine (69) individual governmental funds. Information is presented in the governmental fund balance sheet and the governmental fund statement of revenues, expenditures, and changes in fund balances for the following funds that are considered to be major funds:

- General Fund
- West End Community Improvement Project Area

- Business Waterfront Improvement Project Area
- Alameda Point Improvement Project Area
- FISC Lease Revenue
- Alameda Reuse and Redevelopment Authority
- Theater/Parking Structure Project
- HOME Repayment Rehabilitation Repayment
- Rehabilitation Repayment
- Capital Improvement Projects
- Other Governmental Funds

Data from the other governmental funds are combined into a single, aggregate presentation. Individual fund data for each of these non-major governmental funds is provided in the form of combining statements included elsewhere in this report.

The City adopts an annual appropriated budget of revenues and expenditures for all funds. Budgetary comparison statements have been provided as required supplementary information to demonstrate compliance with the budget.

Proprietary funds. The major proprietary funds the City uses are Ferry Services, Golf Course and Sewer Services. These are used to account for activities financed and operated in a manner similar to a private enterprise. The City of Alameda maintains three individual proprietary funds.

Proprietary funds provide the same type of information as the government-wide financial statements, but with more detail. The fund financial statement provides separate information for the Ferry Services, Golf Course and Sewer Services.

Fiduciary funds. Fiduciary funds are used to account for resources held for the benefit of parties outside the government. Fiduciary funds are not reflected in the government-wide financial statements because the resources of those funds are not available to support the City's own programs.

The City of Alameda maintains five fiduciary funds. The accounting used for these funds is similar to that used for governmental funds. These funds are reported in a separate statement of fiduciary net assets.

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. The notes to the financial statements follow the basic financial statements.

Other Information

In addition to the basic financial statements and accompanying notes, this report also presents certain required supplementary information. This supplementary information, which also includes budgetary comparison schedules, can be found in the last section of this report.

The aforementioned combining statements, in connection with non-major governmental funds and internal service funds, are presented immediately preceding the required supplementary information.

Government Activities Financial Analysis

Net assets may serve as a useful indicator of a government's financial position. In the case of the City of Alameda, assets exceeded liabilities by $334.6 million at the close of FY08-09. In comparison, FY07-08 assets exceeded liabilities by $327.7 million. Information on net assets is presented in the summary table below:

Summary of Net Assets
June 30, 2009 and 2008
(000's)

	Governmental Activities		Business-Type Activities		Total	
	2009	2008	2009	2008	2009	2008
Current and Other Assets	$ 129,192	$ 128,088	$ 18,236	21,641	$ 147,428	$ 149,729
Capital Assets	282,061	283,582	52,772	51,116	334,833	334,698
Total Assets	**$ 411,253**	**$ 411,670**	**$ 71,008**	**$ 72,757**	**$ 482,261**	**$ 484,427**
Long-term Liabilities	111,725	124,202	7,843	8,684	119,568	132,886
Other Liabilities	27,011	22,590	1,053	1,238	28,064	23,828
Total Liabilities	**$ 138,736**	**$ 146,792**	**$ 8,896**	**$ 9,922**	**$ 147,632**	**$ 156,714**
Net Assets:						
Invested in Capital Assets, Net of Debt	169,927	169,777	44,928	42,516	214,855	212,293
Restricted	86,484	86,336	---	---	86,484	86,336
Unrestricted	16,107	8,764	17,184	20,319	33,291	29,083
Total Net Assets	**$ 272,518**	**$ 264,877**	**$ 62,112**	**$ 62,835**	**$ 334,630**	**$ 327,712**

The largest portion of the City's net assets (64%) reflects its investment in capital assets (e.g., land, buildings, machinery and equipment) less any related outstanding debt used to acquire those assets. The City uses these capital assets to provide services to the community. Net assets invested in capital assets, net of debt, increased $2.6 million as assets depreciated, new projects were added, and debt service was paid.

The amount of net assets invested in capital assets, net of related debt, is reported as a distinct component of net assets because this amount is not available for future spending. In addition, although the City's investment in its capital assets is reported net of related debt, the resources needed to repay this debt must be provided from other sources because the capital assets themselves cannot be used to liquidate these liabilities.

Restricted net assets, that portion of the City's net assets (26%) subject to restrictions on how they may be used, increased $0.2 million this year.

Unrestricted net assets, the portion of the City's nets assets (10%) available for use, largely reflects the changes due to year-over-year shifts between asset categories related to the capital assets projects mentioned above. Unrestricted net assets increased $4.2 million this year.

Other liabilities increased a total of $4.2 million. The City implemented Government Accounting Standards Board Statement 45 in fiscal year 2008-09 and recorded net Other Post Employment Benefits (OPEB) obligations of $3.9 million.

Summary of Changes in Net Assets
June 30, 2009 and 2008
(dollars in thousands)

	Governmental Activities		Business-Type Activities		Total	
	2009	2008	2009	2008	2009	2008
Revenues						
Program Revenues						
Charges for Services	$ 31,456	$ 30,585	$ 10,063	$ 10,014	$ 41,519	$ 40,599
Operating Grants & Contributions	6,816	12,969	2,357	3,001	9,174	15,970
Capital Grants and Contributions	4,307	5,536			4,307	5,536
General Revenues						
Property Taxes	28,056	27,413			28,056	27,413
Incremental Property Taxes	15,634	14,044			15,634	14,044
Special Assessments	1,858	1,738			1,858	1,738
Sales Taxes	5,413	5,141			5,413	5,141
Other Taxes	18,607	19,431			18,607	19,431
Motor Vehicle in Lieu Fees	5,995	5,749			5,994	5,749
Investment Earnings	6,843	8,066	730	1,126	7,573	9,192
Other	4,090	1,427	93	147	4,184	1,574
Total Revenues	$ 129,076	$ 132,099	$ 13,243	$ 14,288	$ 142,319	$ 146,387
Expenses						
General Government	11,725	13,942			11,726	13,942
Police Services	26,137	26,769			26,137	26.769
Fire Services	22,124	24,645			22,124	24,645
Public Works	18,747	12,629			18,747	12,629
Community Development	22,163	19,189			22,163	19,189
Culture and Recreation	8,125	8,276			8,125	8,276
Housing and Community Services	7,415	6,669			7,415	6,669
Interest on Long-Term Debt	6,101	6,352			6,100	6,352
Ferry Services			3,757	4,469	3,757	4,469
Golf Course			4,380	5,009	4,380	5,009
Sewer Services			4,727	4,321	4,727	4,321
Total Expenses	$ 122,537	$ 118,471	$ 12,864	$ 13,799	$ 135,401	$ 132,270
Change in Net Assets Before Transfers	6,539	13,628	380	489	6,918	14,117
Transfers, Net	1,101	(597)	(1,101)	597	-	-
Change, Net	7,640	13,031	(722)	1,086	6,918	14,117
Beginning Net Assets	264,877	251,846	62,834	61,748	327,711	313,594
Ending Net Assets	$ 272,517	$ 264,877	$ 62,112	$ 62,834	$ 334,629	$ 327,711

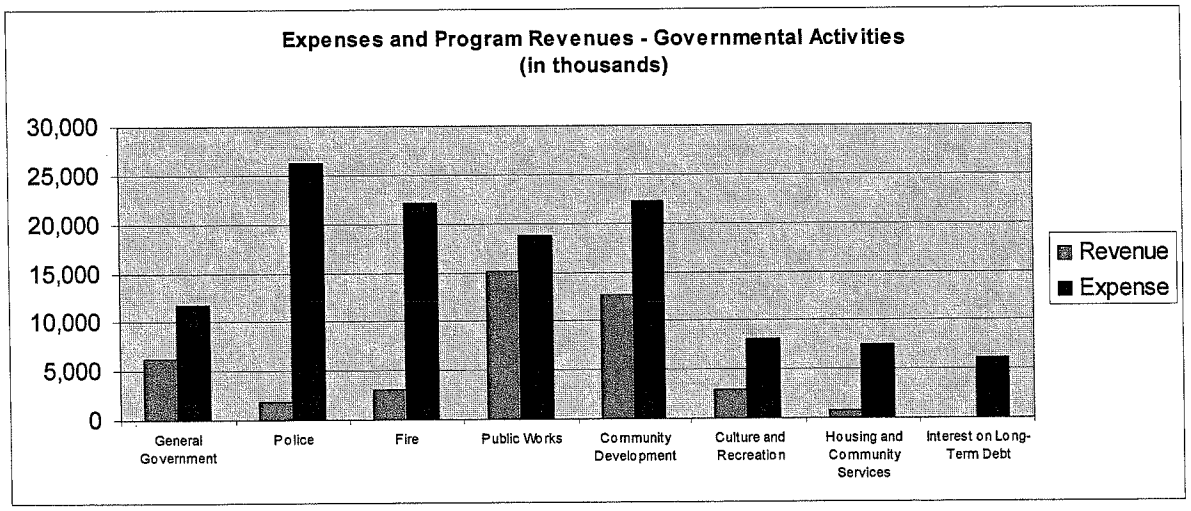
The City's total net assets increased by $6.9 million as a result of revenues exceeding expenses, and additions to capital assets from progress on capital improvement projects during the year.

Operating Grants and Contributions decreased $6.8 million (43%), Capital Grants and Contributions decreased $1.2 million (22%), and Investment Earnings decreased $1.6 million (18%), contributed to the overall decrease in revenues. .

Program expenses increased overall. The largest increases were in Public Works, $6.1 million (48%), largely reflecting community improvement and redevelopment projects, as well as salary adjustments. Community Development (Planning and Building) increased $3 million (15%), reflects increased in Alameda reuse and development authority projects, and other project activity. Increases in other areas were nominal.

Expense and Program Revenue - Governmental Activities
Fiscal Year 2008-2009
(dollars in thousands)

	Revenue	Expense
General Government	$ 6,203	$ 11,725
Police	1,834	26,137
Fire	2,990	22,124
Public Works	15,088	18,747
Community Development (Planning and Building)	12,678	22,163
Culture and Recreation	2,968	8,125
Housing and Community Services	818	7,415
Interest on Long-Term Debt		6,101
	$ 42,579	$122,537

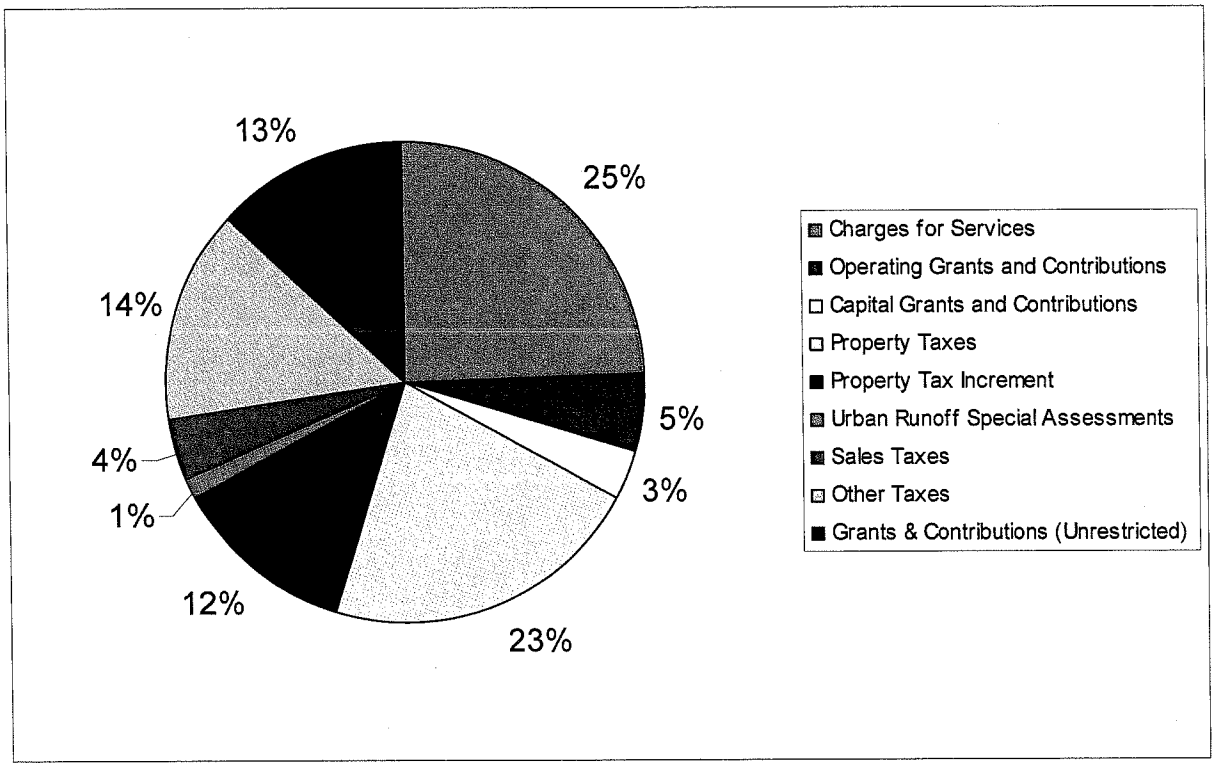


Revenues by Source - Governmental Activities
Fiscal Year 2008-2009

(dollars in thousands)

Charges for Services	$ 31,456
Operating Grants and Contributions	6,816
Capital Grants and Contributions	4,307
Property Taxes	28,056
Property Tax Increment	15,634
Urban Runoff Special Assessments	1,858
Sales Taxes	5,413
Other Taxes	18,607
Grants & Contributions (Unrestricted)	16,928
	$129,076

Revenues by Source - Governmental Activities



Business-type Activities Financial Analyses

Proprietary Funds

These activities decreased the City's net assets by $0.7 million overall. Key elements of this decrease are as follows:

Ferry Services. Net assets of the Ferry Services Fund at June 30, 2009, were $8.8 million consisting primarily of capital assets of $8.5 million. Grants and transfers of $3.3 million comprise the major funding for ferry services, with charges for service, interest income and other miscellaneous income resulting in total revenues of $3.4 million for the fiscal year. Operating expenses, including depreciation, totaled $3.8 million, resulting in a net decrease in assets of $0.3 million. The City will transfer the ownership of the ferry service to Water Emergency Transportation Authority (WETA) in July 2010.

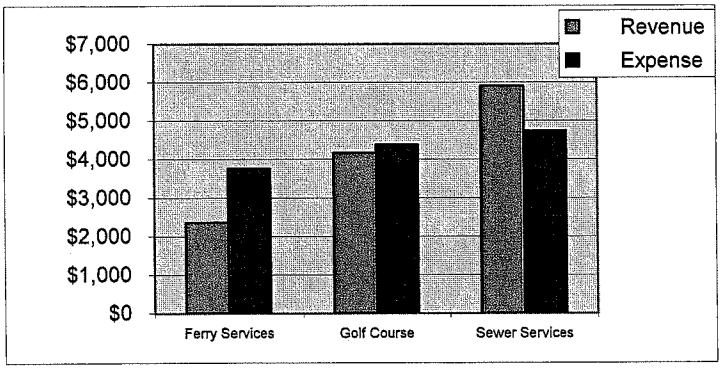
Golf Course. Net assets of the Golf Course Fund at June 30, 2009, were $4.3 million comprised of capital assets, net of related debt of $3.3 million, and unrestricted assets of $1 million available to fund operations. Golf Course revenues totaled $4.2 million generated primarily from user fees. Operating expenses totaled $4.4 million including depreciation. The Fund transferred $0.4 million to the General Fund and Internal Service Funds for services provided, resulting in a $0.5 million decrease in net assets. Strategic long-term options to address this operating deficit are now under consideration.

Sewer Services. Net assets of the Sewer Service Fund at June 30, 2009, were $49 million consisting primarily of net assets invested in capital assets, net of related debt of $33.1 million. The remaining $15.9 million was available to fund operations.

The Sewer Services fund generated income of $6.2 million before transfers of $1.7 million to the General Fund, Capital Improvement Projects, and Internal Service Funds for services provided, for a net increase in assets of $0.1 million.

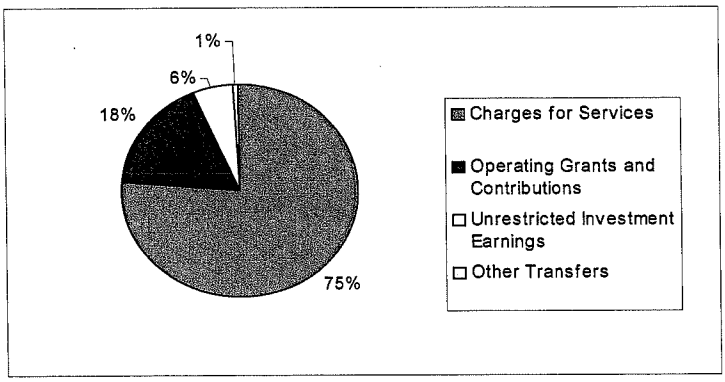
Expense and Program Revenue
Business-type Activity
Fiscal Year 2008-2009
(dollars in thousands)

	Revenue	Expense
Ferry Services	$ 2,357	$ 3,757
Golf Course	4,162	4,380
Sewer Services	5,902	4,727
	$12,421	$12,864



Revenues by Source
Business-type Activities
Fiscal Year 2008-2009
(dollars in thousands)

Charges for Services	$10,063
Operating Grants and Contributions	2,357
Unrestricted Investment Earnings	730
Other Transfers	93
	$13,243



Financial Analysis of the Government's Funds

As previously noted, the City of Alameda uses fund accounting methodology to ensure and demonstrate compliance with finance-related legal requirements.

Governmental Funds. The focus of the City of Alameda's governmental funds is to provide information on near-term inflows, outflows, and balances of spendable resources. Such information is useful in assessing the City of Alameda's financing requirements. In particular, *unreserved undesignated fund balance* may serve as a useful measure of a government's net resources available for expenditures at the end of the fiscal year.

As of June 30, 2009, the City of Alameda's governmental funds reported combined ending fund balances of $107.3 million, an increase of $3.8 million in comparison with last year combined fund balance of 103.5 million. Approximately $50 million or 46% of the combined ending fund balance constitutes *unreserved, undesignated fund balance*, which is available for spending at the government's discretion. Approximately $38 million, or 35% of total fund balance, is *reserved* to indicate that it is *not* available for new spending, because it has been committed to liquidate contracts and purchase orders from the prior fiscal period; pay debt service; or fund future uses. The remaining $19 million, or 19% of total fund balance was designated primarily for capital improvements.

The General Fund is the chief operating fund of the City. At June 30, 2009, unreserved, undesignated fund balance (cash reserve) of the General Fund was $11.7 million; the total fund balance, including restricted resources, was $21.5 million. As a measure of the General Fund's liquidity, it may be useful to compare both unreserved fund balance and total fund balance to total fund expenditures. Unreserved, undesignated fund balance represents 17% of total General Fund expenditures; total fund balance represents 32% of that same amount. The fund balance of the City of Alameda's General Fund increased approximately $1.8 million from the prior fiscal year primarily as a result of the City's effort to reduce expenditures in order to recover negative balances in Internal Service Funds.

The West End Community Improvement Project Area Special Revenue Funds has unreserved, undesignated fund balance of $6.4 million; the total fund balance, including restricted resources, was $6.9 million. Fund balance decreased $2.4 million during the year, primarily as of result of the increase in expenditures in development services, housing and community service, and the increase in the ERAF remittance.

Business and Waterfront Improvement Project Area Special Revenue Fund has an unreserved, undesignated fund balance of $1.4 million at June 30, 2009. The total fund balance, including restricted resources, was $7.7 million. Fund balance decreased $1 million in current fiscal year primarily as a result of the housing In-lieu fee collected in previous year was transferred to the new Housing In-Lieu Fund.

FISC Lease Revenue Special Revenue Fund has unreserved, undesignated fund balance of $1.5 million at June 30, 2009. The total fund balance, including restricted resources, was $1.5 million. Fund balance increased 1.8 million primarily due to the transfer of tax Incremental revenue from Business and Waterfront Improvement Project Area Special Revenue Fund.

Alameda Reuse Redevelopment Authority Special Revenue Fund has unreserved, undesignated fund balance of $8.8 million at June 30, 2009. The total fund balance, including restricted resources, was $9 million. Fund balance decreased $1.4 million primarily due to the emergency expenditures to demolish and remove fire debris at the Fleet Industrial Supply Center.

Proprietary Funds. The City of Alameda's proprietary funds provide the same type of information found in the government-wide financial statements, but in more detail. Unrestricted net assets as a percent of total net assets by fund: Ferry, 2.9%; Golf, 24%; Sewer, 32.4%.

Internal Service Funds. The Internal Service Funds net asset deficit reflects Worker's Compensation Insurance Fund's future claims liabilities maturing in five to ten years. The Risk Management Fund net asset deficit reflects the City Council's decision to initiate litigation in the case of City of Alameda v. Alameda Belt Line Railroad. The outcome has been successful and repayment will occur in future years. Other Internal Service Funds have net assets which partially offset these deficits.

Capital Assets and Debt Administration

Capital Assets

The City of Alameda's investment in capital assets for its governmental and business-type activities as of June 30, 2009, totals $334.8 million (net of accumulated depreciation), an increase of approximately $0.1 million from the prior period. Investment in capital assets includes land, buildings and systems improvements,

machinery and equipment, sewer lines, ferry boats, golf improvements, park facilities and streets. .

Capital Assets (net of depreciation)
(dollars in thousands)

	Governmental Activities		Business-type Activities		Total	
	2009	2008	2009	2008	2009	2008
Land	$4,921	$4,921	$177	$177	$5,098	$5,098
Buildings and systems	163,042	166,160	904	648	163,945	166,808
Infrastructure	59,422	63,363	42,957	40,725	102,381	104,088
Construction in progress	47,468	41,308	23	304	47,491	41,612
Machinery and equipment	7,208	7,830	209	273	7,417	8,103
Other improvements			8,501	8,989	8,501	8,989
Total	$282,061	$283,582	$52,772	$51,116	$334,833	$334,698

Additional information about the City's capital assets can be found in Note 5 of this report.

Long-term Debt

At June 30, 2009, the City had $119.6 million in outstanding debt, including $65.9 million in tax allocation bonds issued for redevelopment purposes, $16.7 million in Certificates of Participation, and $9.8 million in General Obligation Bonds. Following is a summary schedule of outstanding debt. For detailed information please see Note 7.

Outstanding Debt
(dollars in thousands)

	Governmental Activities		Business-type Activities		Total	
	2009	2008	2009	2008	2009	2008
Certificates of Participation	$13,715	$14,595	$3,030	$3,295	$16,745	$17,890
Revenue Bonds	14,195	14,630			14,195	14,630
Tax Allocation Bonds	65,900	67,005			65,900	67,005
General Obligation Bonds	9,775	9,960			9,775	9,960
HUD Section 108 Loan	7,000	7,000			7,000	7,000
Installment Purchase Obligations	465	886	391	515	856	1,401
State Loans	675	780	4,423	4,790	5,098	5,570
Total	$111,725	$114,856	$7,844	$8,600	$119,569	$123,456

Summary of Long-Term Debt

The City of Alameda's total debt decreased $3.9 million during fiscal year 2008-2009. The City issued the Certificate of Participation to refinance the 1996 Police Building Refinancing and 1996 Library and Golf Project Certificate of participation, resulting a net decrease of $0.5 million in debt. The City made all scheduled repayments of existing debt in the amount of $3.4 million.

Additional information on the City of Alameda's long-term debt can be found in Note 7 of this report.

Economic Indicators

At the time these financial statements were prepared and audited, the City was aware of the following existing circumstances that could significantly affect its financial health in the future:

- At June 30, 2009, seven of nine employment agreements had expired. Negotiations are in progress, but there is no available projection on costs resulting from contract negotiations. Outcomes of these negotiations remain unknown at this writing.

- The City offers post-employment health benefits to its retirees. The type and value of this benefit is a bargained benefit. Miscellaneous employees receive the minimum payment required by the Public Employees Medical Coverage Health Agreement (PEMCHA); whereas Public Safety employees receive the full cost of the PEMCHA provided health insurance and dental insurance for retirees and spouses. In January 2007, the City prepared an actuarial study of these benefits and their future costs. Based on a 4.5% return and a 30 year period, the actuarial accrued liability (AAL) is $75.4 million. Financing for this AAL will be addressed by the City Council during FY09-10, in order to reduce the present value of the accrued actuarial liability.

- Alameda Point and its final conveyance from the Navy to the City will have an impact on future economic development in the City. The timing of the development process, however, cannot be determined at this point.

Request for Information

This Comprehensive Annual Financial Report (CAFR) is designed to provide a general overview of the City of Alameda's finances. For the convenience of the public, a copy of this report is posted on the City's website (www.ci.alameda.ca.us). Questions concerning any of the information provided in this report or requests for additional financial information should be addressed to the City of Alameda, Interim City Manager at 2263 Santa Clara Avenue, Alameda, California 94501.

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CITY OF ALAMEDA, CALIFORNIA

STATEMENT OF NET ASSETS AND STATEMENT OF ACTIVITIES

The Statement of Net Assets reports the difference between the City's total assets and the City's total liabilities, including all the City's capital assets and all its long-term obligations. The Statement of Net Assets summarizes the financial position of all the City's Governmental Activities in a single column, and the financial position of all the City's Business-Type Activities in a single column; these columns are followed by a Total column that presents the financial position of the entire City. This column is followed by two individual columns, which display each discretely presented component unit.

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

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

Both these Statements include the financial activities of the City, the blended component units: Community Improvement Commission of the City of Alameda, the Alameda Public Financing Authority, and the Alameda Reuse and Redevelopment Authority, which are legally separate but are component units of the City because they are controlled by the City, which is financially accountable for the activities of these entities. The balances and the activities of the discretely presented component units of the City of Alameda Municipal Power and the Housing Authority of the City of Alameda are included in these statements as separate columns.

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CITY OF ALAMEDA
STATEMENT OF NET ASSETS
JUNE 30, 2009

	Primary Government			Component Units	
	Governmental Activities	Business-Type Activities	Total	Housing Authority	Alameda Municipal Power
ASSETS					
Cash and cash equivalents (Note 2)	$92,420,342	$13,793,080	$106,213,422	$8,749,922	$28,973,430
Restricted cash and investments (Note 2)	17,247,936	2,949	17,250,885	701,508	13,736,657
Accounts receivable	5,691,250	724,829	6,416,079	78,062	4,031,781
Interest receivable	686,746		686,746	53,191	65,630
Internal balances (Note 3)	(3,007,656)	3,007,656			
Due from other governments	319,072	55,756	374,828	1,612	
Loans receivable (Note 4)	14,819,794		14,819,794	243,109	145,300
Materials, parts and supplies		70,057	70,057	9,949	2,553,355
Prepaids, deposits and bond discounts	1,014,631	582,121	1,596,752	18,944	1,029,682
Share of certain NCPA projects and reserve (Note 13)					24,185,546
Capital assets (Note 5):					
Non-depreciable	52,389,440	200,100	52,589,540	11,962,854	3,207,818
Depreciable, net of accumulated depreciation	229,671,610	52,571,562	282,243,172	17,836,357	39,275,289
Total Assets	411,253,165	71,008,110	482,261,275	39,655,508	117,204,488
LIABILITIES					
Accounts payable	4,569,650	423,898	4,993,548	31,748	2,145,892
Accrued payroll	1,336,649	72,324	1,408,973	465,602	
Interest payable	1,632,494	116,951	1,749,445	222,525	264,548
Claims payable (Note 12)					
Due within one year	2,770,134		2,770,134		
Due in more than one year	3,732,584		3,732,584		759,524
Unearned revenue	820,046	242,075	1,062,121		
Refundable deposits	2,222,908	25	2,222,933	430,610	622,796
Due to other agencies	1,418,136		1,418,136		
Compensated absences (Note 1H):					
Due within one year	3,460,262	196,889	3,657,151	96,837	646,849
Due in more than one year	529,011		529,011	73,052	
Net pension obligation (Note 10D)	535,000		535,000		
Net OPEB obligation (Note 11)	3,983,864		3,983,864		
Long-term debt (Note 7):					
Due within one year	2,789,491	784,204	3,573,695	334,978	2,251,351
Due in more than one year	108,935,380	7,059,311	115,994,691	16,133,394	39,347,050
Purchased power balancing account (Note 1J)					14,911,110
Total Liabilities	138,735,609	8,895,677	147,631,286	17,788,746	60,949,120
NET ASSETS (Note 9)					
Invested in capital assets, net of related debt	169,927,104	44,928,147	214,855,251	13,108,314	16,872,714
Restricted for:					
Capital projects	43,940,564		43,940,564		
Debt service	11,129,061		11,129,061	3,545,714	
Redevelopment and housing	28,167,845		28,167,845		
Public safety	91,598		91,598		
Planning and building	516,756		516,756		
Recycling	181,483		181,483		
Culture and recreation	2,456,623		2,456,623		
NCPA projects and reserve					24,185,546
Total Restricted Net Assets	86,483,930		86,483,930	3,545,714	24,185,546
Unrestricted	16,106,522	17,184,286	33,290,808	5,212,734	15,197,108
Total Net Assets	$272,517,556	$62,112,433	$334,629,989	$21,866,762	$56,255,368

See accompanying notes to financial statements.

CITY OF ALAMEDA
STATEMENT OF ACTIVITIES
FOR THE YEAR ENDED JUNE 30, 2009

Functions/Programs	Expenses	Program Revenues: Charges for Services	Program Revenues: Operating Grants and Contributions	Program Revenues: Capital Grants and Contributions
Primary Government:				
Governmental Activities:				
General government	$11,725,432	$6,202,753	$50	
Police	26,137,009	1,211,316	616,293	$6,302
Fire	22,123,701	2,528,403	461,547	
Public works	18,746,656	7,135,253	3,970,444	3,982,552
Community development, planning and building	22,163,130	12,050,332	313,987	314,075
Culture and recreation	8,125,339	2,328,111	635,513	4,198
Housing and community services	7,415,214		818,465	
Interest on long-term debt	6,100,624			
Total Governmental Activities	122,537,105	31,456,168	6,816,299	4,307,127
Business-type Activities:				
Ferry services	3,756,857		2,356,668	
Golf course	4,380,267	4,161,463	210	
Sewer services	4,726,773	5,901,599		
Total Business-type Activities	12,863,897	10,063,062	2,356,878	
Total Primary Government	$135,401,002	$41,519,230	$9,173,177	$4,307,127
Component Units:				
Housing Authority	$26,750,656	$3,369,634	$21,382,415	213,080
Alameda Municipal Power	61,522,873	54,987,323		
Total Component Units	$88,273,529	$58,356,957	$21,382,415	$213,080
General revenues:				
Taxes:				
Property taxes				
Property tax increment				
Urban runoff special assessments				
Sales taxes				
Utility users tax				
Transfer tax				
Franchise tax				
Transient occupancy tax				
Property tax in-lieu				
Other taxes				
Motor vehicle in-lieu, unrestricted				
Use of money and properties				
Miscellaneous				
Total general revenues				
Transfers (Note 3C)				
Total general revenues and transfers				
Extraordinary Items (Notes 7 & 14):				
Forgiveness of debt				
Debt discontinuance				
Net Extraordinary Items				
Change in Net Assets				
Beginning Net Assets				
Ending Net Assets				

See accompanying notes to financial statements.

Net (Expense) Revenue and Changes in Net Assets			Net (Expense) Revenue and Changes in Net Assets	
Primary Government			Component Units	
Governmental Activities	Business-type Activities	Total	Housing Authority	Alameda Municipal Power
($5,522,629)		($5,522,629)		
(24,303,098)		(24,303,098)		
(19,133,751)		(19,133,751)		
(3,658,407)		(3,658,407)		
(9,484,736)		(9,484,736)		
(5,157,517)		(5,157,517)		
(6,596,749)		(6,596,749)		
(6,100,624)		(6,100,624)		
(79,957,511)		(79,957,511)		
	($1,400,189)	(1,400,189)		
	(218,594)	(218,594)		
	1,174,826	1,174,826		
	(443,957)	(443,957)		
(79,957,511)	(443,957)	(80,401,468)		
			($1,785,527)	
				($6,535,550)
			(1,785,527)	(6,535,550)
28,056,019		28,056,019		
15,634,394		15,634,394		
1,857,611		1,857,611		
5,412,461		5,412,461		
9,049,473		9,049,473		
3,124,066		3,124,066		
1,626,089		1,626,089		
1,178,705		1,178,705		
1,672,842		1,672,842		
1,956,106		1,956,106		
5,994,956		5,994,956		
6,843,179	730,441	7,573,620	187,265	1,556,977
4,090,462	93,294	4,183,756		
86,496,363	823,735	87,320,098	187,265	1,556,977
1,101,353	(1,101,353)			
87,597,716	(277,618)	87,320,098	187,265	1,556,977
				17,173,161
				8,078,239
				25,251,400
7,640,205	(721,575)	6,918,630	(1,598,262)	20,272,827
264,877,351	62,834,008	327,711,359	23,465,024	35,982,541
$272,517,556	$62,112,433	$334,629,989	$21,866,762	$56,255,368

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CITY OF ALAMEDA, CALIFORNIA

FUND FINANCIAL STATEMENTS

MAJOR GOVERNMENTAL FUNDS

The funds described below were determined to be Major Funds of the City of Alameda in fiscal year 2008-09. Individual non-major funds may be found in the Supplemental Information section.

GENERAL FUND

The General Fund is used for all general revenues of the City not specifically levied or collected for other City funds and related expenditures. The General Fund also accounts for all financial resources of the City which are not accounted for in another fund.

WEST END COMMUNITY IMPROVEMENT PROJECT AREA SPECIAL REVENUE FUND

This fund accounts for the tax increment proceeds and associated redevelopment project costs for the West End Community Improvement Project.

BUSINESS AND WATERFRONT IMPROVEMENT PROJECT AREA SPECIAL REVENUE FUND

This fund accounts for the tax increment proceeds and associated redevelopment project costs for the Business and Waterfront Improvement Project.

ALAMEDA POINT IMPROVEMENT PROJECT AREA SPECIAL REVENUE FUND

This fund accounts for the tax increment proceeds and associated redevelopment project costs for the proposed Alameda Point Improvement Project.

FISC LEASE REVENUE SPECIAL REVENUE FUND

This fund accounts for revenue from the Fleet Industrial Supply Center (FISC) lease and related capital improvement expenditures.

ALAMEDA REUSE AND REDEVELOPMENT AUTHORITY SPECIAL REVENUE FUND

This fund accounts for the general operating fund of the ARRA. It is used to account for all financial resources which are not accounted for in the other ARRA funds. The major revenue sources for this Fund are leasing activities revenues and grants. Expenditures are made for base reuse activities.

THEATRE/PARKING STRUCTURE PROJECT SPECIAL REVENUE FUND

This fund accounts for funding resources and expenditures for the reconstruction of the Historic Alameda Theatre and the construction of the multi-story Civic Center garage. The fund's primarily funding source consisted of proceeds form the CIC 2003 WECIP Subordinate Tax Allocation Bond and a HUD Section 108 loan. Expenditures include two loans in the amount of 2.8 million, of which $1.4 million will be repaid with percentage rent; and the second in the amount of $1.4 million due to be repaid in year 7 upon retirement of the Furniture, Fixture & Equipment loan; construction costs for the projects; and administrative expenses.

HOME REPAYMENT SPECIAL REVENUE FUND

This fund accounts for State HOME funds, distributed by the County, for HOME eligible activities in the City.

REHABILITATION REPAYMENT

This fund accounts for repayments of low interest and subsidized loan programs. Payments are used to make additional loans as funds are available.

CAPITAL IMPROVEMENT PROJECTS FUND

This fund accounts for monies for major capital improvement projects not provided for in a separate and specific capital project fund.

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CITY OF ALAMEDA
GOVERNMENTAL FUNDS
BALANCE SHEET
JUNE 30, 2009

	General	West End Community Improvement Project Area Special Revenue	Business and Waterfront Improvement Project Area Special Revenue	Alameda Point Improvement Project Area Special Revenue	FISC Lease Revenue Special Revenue
ASSETS					
Cash and cash equivalents (Note 2)	$11,184,517	$2,642,366	$12,757,293	$334,170	$3,611,630
Restricted cash and investments (Note 2)	6,000	4,782,986			
Accounts receivable	3,888,575		150		32,559
Interest receivable	685,626				
Due from other funds (Note 3A)	2,126,780				
Advances to other funds (Note 3B)	3,178,995				
Due from other governments					
Loans receivable (Note 4)	2,439,788	695,990	1,370,000		
Prepaids and deposits	533,269				
Total Assets	$24,043,550	$8,121,342	$14,127,443	$334,170	$3,644,189
LIABILITIES					
Accounts payable	$590,657	$401,663	$759,631	$27,432	$68,846
Accrued payroll	1,123,352	10,122	14,667	4,892	33,422
Due to other funds (Note 3A)					
Due to other agencies	12,603	101,998	1,253,288	30,743	
Advances from other funds (Note 3B)			3,000,000	1,258,995	1,920,000
Deferred revenue	583,371	695,990	1,370,000		
Refundable deposits	219,446				84,905
Total Liabilities	2,529,429	1,209,773	6,397,586	1,322,062	2,107,173
FUND BALANCES (Note 9)					
Fund balance					
Reserved for:					
Capital improvement					
Debt service					
Low and moderate income housing		491,331	6,220,992	329,238	
Prepaids, loans receivable, and advances to other funds	6,152,052				
Unreserved:					
Designated for:					
Unrealized increase in fair value of investments					
General Fund	198,185				
Special Revenue Funds		31,817	153,082	3,972	42,862
Capital Projects Funds					
Debt Service Fimds					
Capital improvements, reported in:					
General Fund	3,458,907				
Special Revenue Funds					
Capital Projects Funds					
Athletics, reported in:					
Special Revenue Funds					
Undesignated, reported in:					
General Fund	11,704,977				
Special Revenue Funds		6,388,421	1,355,783	(1,321,102)	1,494,154
Capital Projects Funds					
Total Fund Balances (Deficits)	21,514,121	6,911,569	7,729,857	(987,892)	1,537,016
Total Liabilities and Fund Balances	$24,043,550	$8,121,342	$14,127,443	$334,170	$3,644,189

See accompanying notes to financial statements.

Alameda Reuse and Redevelopment Authority Special Revenue	Theater/Parking Structure Project Special Revenue	HOME Repayment Special Revenue	Rehabilitation Repayment Special Revenue	Capital Improvement Projects	Other Governmental Funds	Total Governmental Funds
$11,834,607	$363,631		$487,644	$6,080,505	$42,239,422	$91,535,785
				1,101,063	11,357,887	17,247,936
466,914		$611	17,534	75,901	1,175,104	5,657,348
					1,120	686,746
						2,126,780
						3,178,995
				319,072		319,072
	3,093,321	3,399,267	3,124,444		696,984	14,819,794
					346,362	879,631
$12,301,521	$3,456,952	$3,399,878	$3,629,622	$7,576,541	$55,816,879	$136,452,087
$1,417,555			$15,381	$399,934	$664,229	$4,345,328
20,728				1,781	113,552	1,322,516
					111,719	111,719
				2,855	16,649	1,418,136
300,000						6,478,995
	$3,093,321	$3,399,267	3,124,444	66,569	867,090	13,200,052
1,582,691	33,113			20,246	282,507	2,222,908
3,320,974	3,126,434	3,399,267	3,139,825	491,385	2,055,746	29,099,654
					12,708,739	12,708,739
					11,129,061	11,129,061
			489,797		367,458	7,898,816
					9,420	6,161,472
						198,185
137,505	4,062				279,597	652,897
				72,133		72,133
					163,951	163,951
						3,458,907
	28,000				5,185,320	5,213,320
				7,013,023	1,938,420	8,951,443
					1,110,878	1,110,878
						11,704,977
8,843,042	298,456	611			12,813,404	29,872,769
					8,054,885	8,054,885
8,980,547	330,518	611	489,797	7,085,156	53,761,133	107,352,433
$12,301,521	$3,456,952	$3,399,878	$3,629,622	$7,576,541	$55,816,879	$136,452,087

CITY OF ALAMEDA
Reconciliation of
GOVERNMENTAL FUNDS -- FUND BALANCES
with
GOVERNMENTAL NET ASSETS
JUNE 30, 2009

Total fund balances reported on the governmental funds balance sheet	$107,352,433
Amounts reported for Governmental Activities in the Statement of Net Assets are different from those reported in the Governmental Funds above because of the following:	
CAPITAL ASSETS	
Capital assets used in Governmental Activities are not current assets or financial resources and therefore are not reported in the Governmental Funds.	281,500,577
ALLOCATION OF INTERNAL SERVICE FUND NET ASSETS	
Internal service funds are not governmental funds. However, they are used by management to charge the costs of certain activities, such as insurance, central services and maintenance to individual governmental funds. The net current assets of the Internal Service Funds are therefore included in Governmental Activities in the following line items in the Statement of Net Assets.	
Cash and investments	884,557
Accounts receivable	33,902
Prepaids and deposits	135,000
Capital assets	560,473
Internal balances	(1,722,717)
Accounts payable	(224,322)
Accrued payroll	(14,133)
Claims payable	(6,502,718)
Long-term debt	(176,753)
ACCRUAL OF NON-CURRENT REVENUES AND EXPENSES	
Revenues are deferred on the Fund Balance Sheets because they are not available currently are taken into revenue in the Statement of Activities.	12,380,006
LONG-TERM ASSETS AND LIABILITIES	
The assets and liabilities below are not due and payable in the current period and therefore are not reported in the Funds:	
Interest payable	(1,632,494)
Net pension obligation	(535,000)
Long-term debt	(111,548,118)
Compensated absences	(3,989,273)
Net OPEB obligation	(3,983,864)
NET ASSETS OF GOVERNMENTAL ACTIVITIES	$272,517,556

See accompanying notes to financial statements.

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CITY OF ALAMEDA
GOVERNMENTAL FUNDS
STATEMENT OF REVENUES, EXPENDITURES AND CHANGES IN FUND BALANCE
FOR THE YEAR ENDED JUNE 30, 2009

	General	West End Community Improvement Project Area Special Revenue	Business and Waterfront Improvement Project Area Special Revenue	Alameda Point Improvement Project Area Special Revenue	FISC Lease Revenue Special Revenue
REVENUES					
Property taxes	$22,853,224	$5,362,060	$10,004,954	$267,380	
Other local taxes	23,795,560				
Licenses and permits	2,074,148				
Revenues from other agencies	9,676,999				$427,991
Charges for current services	6,019,598				1,041
Fines and forfeitures	662,207				
Use of money and property	1,270,174	207,668	412,105	13,832	1,106,344
Affordable housing fee					
Other			150		52,421
Total Revenues	66,351,910	5,569,728	10,417,209	281,212	1,587,797
EXPENDITURES					
Current:					
General government	7,561,553	1,025,866	2,028,295	218,163	
Police	25,553,222				
Fire	22,932,133				
Public works	7,136,924				
Community development, planning and building		587,520	180,996		502,888
Culture and recreation	3,822,045				
Housing and community services		1,970,377	2,956,936	44,741	
Capital outlay	184,701	515	515		1,700,371
Debt service:					
Principal	239,565	165,000	30,000		
Interest	25,351	114,135	16,895	57,760	115,200
Total Expenditures	67,455,494	3,863,413	5,213,637	320,664	2,318,459
EXCESS (DEFICIENCY) OF REVENUES OVER EXPENDITURES	(1,103,584)	1,706,315	5,203,572	(39,452)	(730,662)
OTHER FINANCING SOURCES (USES)					
Issuance of loan (Note 7)					
Bond issuance premium on debt					
Proceeds from sale of property	21,507				
Transfers in (Note 3C)	7,518,570	2,920	150,000	2,595	4,517,429
Transfers (out) (Note 3C)	(4,616,485)	(4,109,273)	(6,347,606)	(2,883)	(2,030,803)
Total Other Financing Sources (Uses)	2,923,592	(4,106,353)	(6,197,606)	(288)	2,486,626
NET CHANGE IN FUND BALANCES	1,820,008	(2,400,038)	(994,034)	(39,740)	1,755,964
BEGINNING FUND BALANCES (DEFICITS)	19,694,113	9,311,607	8,723,891	(948,152)	(218,948)
ENDING FUND BALANCES (DEFICITS)	$21,514,121	$6,911,569	$7,729,857	($987,892)	$1,537,016

See accompanying notes to financial statements.

Alameda Reuse and Redevelopment Authority Special Revenue	Theater/Parking Structure Project Special Revenue	HOME Repayment Special Revenue	Rehabilitation Repayment Special Revenue	Capital Improvement Projects	Other Governmental Funds	Total Governmental Funds
					$7,060,406	$45,548,024
					792,674	24,588,234
					1,286,943	3,361,091
$272,803	$28,194			$1,427,309	7,575,640	19,408,936
107,346				570	4,135,705	10,264,260
					801,062	1,463,269
13,983,569	29,357	$1,221	$254,871	230,875	2,819,298	20,329,314
					42,900	42,900
2,970,387	273,092		1,939	972,969	202,379	4,473,337
17,334,105	330,643	1,221	256,810	2,631,723	24,717,007	129,479,365
					2,280,478	13,114,355
					217,107	25,770,329
						22,932,133
					3,061,545	10,198,469
13,663,161	789,291				3,950,136	19,673,992
					3,184,038	7,006,083
		1,221			3,144,261	8,117,536
				7,005,162	2,321,377	11,212,641
					7,045,000	7,479,565
15,000					5,754,824	6,099,165
13,678,161	789,291	1,221		7,005,162	30,958,766	131,604,268
3,655,944	(458,648)		256,810	(4,373,439)	(6,241,759)	(2,124,903)
					4,575,000	4,575,000
					118,725	118,725
						21,507
19,649	725,118			5,256,230	21,332,761	39,525,272
(5,062,670)	(295,210)	(5,948)	(232,245)	(1,239,416)	(14,338,854)	(38,281,393)
(5,043,021)	429,908	(5,948)	(232,245)	4,016,814	11,687,632	5,959,111
(1,387,077)	(28,740)	(5,948)	24,565	(356,625)	5,445,873	3,834,208
10,367,624	359,258	6,559	465,232	7,441,781	48,315,260	103,518,225
$8,980,547	$330,518	$611	$489,797	$7,085,156	$53,761,133	$107,352,433

CITY OF ALAMEDA
Reconciliation of the
NET CHANGE IN FUND BALANCES - GOVERNMENTAL FUNDS
with the change in
GOVERNMENTAL NET ASSETS
FOR THE YEAR ENDED JUNE 30, 2009

The schedule below reconciles the Net Changes in Fund Balances reported on the Governmental Funds Statement of Revenues, Expenditures and Changes in Fund Balance, which measures only changes in current assets and current liabilities on the modified accrual basis, with the Change in Net Assets of Governmental Activities reported in the Statement of Activities, which is prepared on the full accrual basis.

NET CHANGE IN FUND BALANCES - TOTAL GOVERNMENTAL FUNDS	$3,834,208
Amounts reported for governmental activities in the Statement of Activities are different because of the following:	
CAPITAL ASSETS TRANSACTIONS	
Governmental Funds report capital outlays as expenditures. However, in the Statement of Activities the cost of those assets is capitalized and allocated over their estimated useful lives and reported as depreciation expense.	
The capital outlay expenditures are therefore added back to fund balance	11,212,641
Other capitalized expenditures are therefore deducted from fund balance	(4,647,861)
Depreciation expense is deducted from fund balance	(7,958,350)
(Depreciation expense is net of internal service fund depreciation of 120,566 which has already been allocated to service funds)	
Net retirements of capital assets are deducted from fund balance	(6,454)
LONG TERM DEBT PROCEEDS AND PAYMENTS	
Bond proceeds provide current financial resources to governmental funds, but issuing debt increases long-term liabilities in the Statement of Net Assets. Repayment of bond principal is an expenditure in the governmental funds, but in the Statement of Net Assets the repayment reduces long-term liabilities.	
Proceeds from the issuance of debt are deducted from fund balance	(4,575,000)
Bond issuance premium of debt is deducted from fund balance	(118,725)
Repayment of debt principal is added back to fund balance	7,479,565
ACCRUAL OF NON-CURRENT ITEMS	
The amounts below included in the Statement of Activities do not provide or (require) the use of current financial resources and therefore are not reported as revenue or expenditures in governmental funds (net change):	
Deferred revenue	169,364
Interest payable	188,008
Net pension obligation	(490,000)
Compensated absences	4,412,471
ALLOCATION OF INTERNAL SERVICE FUND ACTIVITY	
Internal Service Funds are used by management to charge the costs of certain activities, such as equipment acquisition, equipment, maintenance, and insurance to individual funds. The portion of the net revenue (expense) of these Internal Service Funds arising from their transactions with governmental funds is reported with governmental activities, because they service those activities.	
Change in Net Assets - All Internal Service Funds	(1,859,662)
CHANGE IN NET ASSETS OF GOVERNMENTAL ACTIVITIES	$7,640,205

See accompanying notes to financial statements.

CITY OF ALAMEDA
GENERAL FUND
STATEMENT OF REVENUES, EXPENDITURES
AND CHANGES IN FUND BALANCE
BUDGET AND ACTUAL
FOR THE YEAR ENDED JUNE 30, 2009

	Budgeted Amounts			Variance with Final Budget Positive (Negative)
	Original	Final	Actual	
REVENUES:				
Property taxes	$22,459,506	$22,459,506	$22,853,224	$393,718
Other local taxes	24,660,018	24,660,018	23,795,560	(864,458)
Licenses and permits	1,712,743	1,712,743	2,074,148	361,405
Revenues from other agencies	9,657,352	9,712,416	9,676,999	(35,417)
Charges for current services	5,604,254	6,001,978	6,019,598	17,620
Fines and forfeitures	510,500	510,500	662,207	151,707
Use of money and property	1,727,230	1,727,230	1,270,174	(457,056)
Total Revenues	66,331,603	66,784,391	66,351,910	(432,481)
EXPENDITURES:				
Current:				
General government	7,230,851	7,872,030	7,561,553	310,477
Police	23,879,403	25,956,020	25,553,222	402,798
Fire	21,476,857	22,900,728	22,932,133	(31,405)
Public works	8,578,502	9,790,900	7,136,924	2,653,976
Community development, planning and building				
Culture and recreation	3,975,669	3,995,968	3,822,045	173,923
Capital outlay	40,000	896,247	184,701	711,546
Debt service:				
Principal	190,513	195,763	239,565	(43,802)
Interest	69,656	69,656	25,351	44,305
Total Expenditures	65,441,451	71,677,312	67,455,494	4,221,818
NET CHANGE IF FUND REVENUES	890,152	(4,892,921)	(1,103,584)	3,789,337
OTHER FINANCING SOURCES (USES)				
Transfers in (Note 3C)	8,476,366	10,161,686	7,518,570	(2,643,116)
Transfers (out) (Note 3C)	(6,326,983)	(5,355,196)	(4,616,485)	738,711
Sale of capital assets	200,000	200,000	21,507	(178,493)
Total other financing sources (uses)	2,349,383	5,006,490	2,923,592	(2,082,898)
NET CHANGE IN FUND BALANCE	3,239,535	113,569	1,820,008	1,706,439
Beginning fund balance	19,694,113	19,694,113	19,694,113	
Ending fund balance	$22,933,648	$19,807,682	$21,514,121	$1,706,439

See accompanying notes to financial statements.

CITY OF ALAMEDA
WEST END COMMUNITY IMPROVEMENT PROJECT AREA
SPECIAL REVENUE FUND
STATEMENT OF REVENUES, EXPENDITURES
AND CHANGES IN FUND BALANCE
BUDGET AND ACTUAL
FOR THE YEAR ENDED JUNE 30, 2009

	Budgeted Amounts			Variance with Final Budget Positive (Negative)
	Original	Final	Actual	
REVENUES:				
Property taxes	$4,927,000	$4,927,000	$5,362,060	$435,060
Use of money and property			207,668	207,668
Total Revenues	4,927,000	4,927,000	5,569,728	642,728
EXPENDITURES:				
Current:				
General government	802,966	811,048	1,025,866	(214,818)
Community development, planning and building	590,380	590,380	587,520	2,860
Housing and community services	1,876,898	2,075,298	1,970,377	104,921
Capital outlay	770	770	515	255
Debt service:				
Principal	165,000	165,000	165,000	
Interest	114,136	114,136	114,135	1
Total Expenditures	3,550,150	3,756,632	3,863,413	(106,781)
EXCESS OF REVENUES OVER EXPENDITURES	1,376,850	1,170,368	1,706,315	535,947
OTHER FINANCING SOURCES (USES)				
Transfers in (Note 3C)			2,920	2,920
Transfers (out) (Note 3C)	(1,377,533)	(3,255,753)	(4,109,273)	(853,520)
Total other financing sources (uses)	(1,377,533)	(3,255,753)	(4,106,353)	(850,600)
NET CHANGE IN FUND BALANCE	($683)	($2,085,385)	(2,400,038)	($314,653)
Beginning fund balance			9,311,607	
Ending fund balance			$6,911,569	

See accompanying notes to financial statements.

CITY OF ALAMEDA
BUSINESS AND WATERFRONT IMPROVEMENT PROJECT AREA
SPECIAL REVENUE FUND
STATEMENT OF REVENUES, EXPENDITURES
AND CHANGES IN FUND BALANCE
BUDGET AND ACTUAL
FOR THE YEAR ENDED JUNE 30, 2009

	Budgeted Amounts			Variance with Final Budget Positive (Negative)
	Original	Final	Actual	
REVENUES:				
Property taxes	$3,970,000	$3,970,000	$10,004,954	$6,034,954
Use of money and property			412,105	412,105
Other	1,843,246	60,000	150	(59,850)
Total Revenues	5,813,246	4,030,000	10,417,209	6,387,209
EXPENDITURES:				
Current:				
General government	1,153,439	1,150,230	2,028,295	(878,065)
Community development, planning and building	379,592	379,592	180,996	198,596
Housing and community services	3,317,534	5,819,834	2,956,936	2,862,898
Capital outlay	16,568	16,568	515	16,053
Debt service:				
Principal	10,786	30,000	30,000	
Interest	222,896	16,896	16,895	1
Total Expenditures	5,100,815	7,413,120	5,213,637	2,199,483
EXCESS OF REVENUES OVER EXPENDITURES	712,431	(3,383,120)	5,203,572	8,586,692
OTHER FINANCING SOURCES (USES)				
Transfers in (Note 3C)			150,000	150,000
Transfers (out) (Note 3C)	(198,521)	(1,859,027)	(6,347,606)	(4,488,579)
Total other financing sources (uses)	(198,521)	(1,859,027)	(6,197,606)	(4,338,579)
NET CHANGE IN FUND BALANCE	$513,910	($5,242,147)	(994,034)	$4,248,113
Beginning fund balance			8,723,891	
Ending fund balance			$7,729,857	

See accompanying notes to financial statements.

CITY OF ALAMEDA
ALAMEDA POINT IMPROVEMENT PROJECT AREA
SPECIAL REVENUE FUND
STATEMENT OF REVENUES, EXPENDITURES
AND CHANGES IN FUND BALANCE
BUDGET AND ACTUAL
FOR THE YEAR ENDED JUNE 30, 2009

	Budgeted Amounts			Variance with Final Budget Positive (Negative)
	Original	Final	Actual	
REVENUES:				
Property taxes	$279,136	$279,136	$267,380	($11,756)
Use of money and property			13,832	13,832
Total Revenues	279,136	279,136	281,212	2,076
EXPENDITURES:				
Current:				
General government	116,273	105,454	218,163	(112,709)
Housing and community services	69,843	88,483	44,741	43,742
Debt service:				
Interest	26,196	26,196	57,760	(31,564)
Total Expenditures	212,312	220,133	320,664	(100,531)
EXCESS (DEFICIENCY) OF REVENUES OVER EXPENDITURES	66,824	59,003	(39,452)	(98,455)
OTHER FINANCING SOURCES (USES)				
Transfers in (Note 3C)			2,595	2,595
Transfers (out) (Note 3C)	(3,087)	(3,087)	(2,883)	204
Total other financing sources (uses)	(3,087)	(3,087)	(288)	2,799
NET CHANGE IN FUND BALANCE	$63,737	$55,916	(39,740)	($95,656)
Beginning fund balance (deficit)			(948,152)	
Ending fund balance (deficit)			($987,892)	

See accompanying notes to financial statements.

CITY OF ALAMEDA
FISC LEASE REVENUE
SPECIAL REVENUE FUND
STATEMENT OF REVENUES, EXPENDITURES
AND CHANGES IN FUND BALANCE
BUDGET AND ACTUAL
FOR THE YEAR ENDED JUNE 30, 2009

	Budgeted Amounts			Variance with Final Budget Positive (Negative)
	Original	Final	Actual	
REVENUES:				
Property tax	$2,190,000	$2,190,000		($2,190,000)
Revenues from other agencies	4,000,000	4,000,000	$427,991	(3,572,009)
Charges for current services			1,041	1,041
Use of money and property	896,976	896,976	1,106,344	209,368
Other	9,150,000	9,150,000	52,421	(9,097,579)
Total Revenues	16,236,976	16,236,976	1,587,797	(14,649,179)
EXPENDITURES:				
Current:				
Community development, planning and building	619,000	851,434	502,888	348,546
Capital outlay	16,746,844	10,928,000	1,700,371	9,227,629
Debt service:				
Principal retirement	833,000	833,000		833,000
Interest			115,200	(115,200)
Total Expenditures	18,198,844	12,612,434	2,318,459	10,293,975
EXCESS (DEFICIENCY) OF REVENUES OVER EXPENDITURES	(1,961,868)	3,624,542	(730,662)	(4,355,204)
OTHER FINANCING SOURCES (USES)				
Transfers in (Note 3C)	4,428,000	4,428,000	4,517,429	89,429
Transfers (out) (Note 3C)		(4,728,000)	(2,030,803)	2,697,197
Total other financing sources (uses)	4,428,000	(300,000)	2,486,626	2,786,626
NET CHANGE IN FUND BALANCE	2,466,132	3,324,542	1,755,964	(1,568,578)
Beginning fund balance (deficit)			(218,948)	
Ending fund balance (deficit)			$1,537,016	

See accompanying notes to financial statements.

CITY OF ALAMEDA
ALAMEDA REUSE AND REDEVELOPMENT AREA
SPECIAL REVENUE FUND
STATEMENT OF REVENUES, EXPENDITURES
AND CHANGES IN FUND BALANCE
BUDGET AND ACTUAL
FOR THE YEAR ENDED JUNE 30, 2009

	Budgeted Amounts			Variance with Final Budget Positive (Negative)
	Original	Final	Actual	
REVENUES:				
Revenue from other agencies		$139,774	$272,803	$133,029
Charges for current services			107,346	107,346
Use of money and property	$11,972,774	11,972,774	13,983,569	2,010,795
Other			2,970,387	2,970,387
Total Revenues	11,972,774	12,112,548	17,334,105	5,221,557
EXPENDITURES:				
Current:				
Community development, planning and building	10,367,899	11,886,495	13,663,161	(1,776,666)
Debt service:				
Interest			15,000	(15,000)
Total Expenditures	10,367,899	11,886,495	13,678,161	(1,791,666)
EXCESS OF REVENUES OVER EXPENDITURES	1,604,875	226,053	3,655,944	3,429,891
OTHER FINANCING SOURCES (USES)				
Transfers in (Note 3C)			19,649	19,649
Transfers (out) (Note 3C)	(4,267,666)	(829,000)	(5,062,670)	(4,233,670)
Total other financing sources (uses)	(4,267,666)	(829,000)	(5,043,021)	(4,214,021)
NET CHANGE IN FUND BALANCE	($2,662,791)	($602,947)	(1,387,077)	($784,130)
Beginning fund balance			10,367,624	
Ending fund balance			$8,980,547	

See accompanying notes to financial statements.

CITY OF ALAMEDA
THEATER/PARKING STRUCTURE PROJECT
SPECIAL REVENUE FUND
STATEMENT OF REVENUES, EXPENDITURES
AND CHANGES IN FUND BALANCE
BUDGET AND ACTUAL
FOR THE YEAR ENDED JUNE 30, 2009

	Budgeted			Variance with Final Budget Positive (Negative)
	Original	Final	Actual	
REVENUES:				
Use of money and property			$29,357	$29,357
Revenue from other agencies			28,194	28,194
Other			273,092	273,092
Total Revenues			330,643	330,643
EXPENDITURES:				
Community development, planning and building	$789,291	$789,291	789,291	
Total Expenditures	789,291	789,291	789,291	
EXCESS (DEFICIENCY) OF REVENUES OVER EXPENDITURES	(789,291)	(789,291)	(458,648)	330,643
OTHER FINANCING SOURCES (USES)				
Transfers in (Note 3C)	725,118	725,118	725,118	
Transfers (out) (Note 3C)			(295,210)	295,210
Total other financing sources (uses)	725,118	725,118	429,908	295,210
EXCESS (DEFICIENCY) OF REVENUES AND OTHER SOURCES OVER EXPENDITURES AND OTHER USES	($64,173)	($64,173)	(28,740)	$35,433
Beginning fund balance			359,258	
Ending fund balance			$330,518	

See accompanying notes to financial statements.

CITY OF ALAMEDA
HOME REPAYMENT
SPECIAL REVENUE FUND
STATEMENT OF REVENUES, EXPENDITURES
AND CHANGES IN FUND BALANCE
BUDGET AND ACTUAL
FOR THE YEAR ENDED JUNE 30, 2009

	Budgeted Amounts			Variance with Final Budget Positive (Negative)
	Original	Final	Actual	
REVENUES:				
Use of money and property			$1,221	$1,221
Total Revenues			1,221	1,221
EXPENDITURES:				
Current:				
Community development, planning and building			1,221	(1,221)
Total Expenditures			1,221	(1,221)
EXCESS (DEFICIENCY) OF REVENUES OVER EXPENDITURES				
OTHER FINANCING SOURCES (USES)				
Transfers (out) (Note 3C)			(5,948)	5,948
Total other financing sources (uses)			(5,948)	5,948
EXCESS (DEFICIENCY) OF REVENUES AND OTHER SOURCES OVER EXPENDITURES AND OTHER USES			(5,948)	5,948
Beginning fund balance			6,559	
Ending fund balance			$611	

See accompanying notes to financial statements.

CITY OF ALAMEDA
REHABILITATION REPAYMENT
SPECIAL REVENUE FUND
STATEMENT OF REVENUES, EXPENDITURES
AND CHANGES IN FUND BALANCE
BUDGET AND ACTUAL
FOR THE YEAR ENDED JUNE 30, 2009

	Budgeted			Variance with Final Budget Positive (Negative)
	Original	Final	Actual	
REVENUES:				
Use of money and property	$220,000	$220,000	$254,871	$34,871
Other			1,939	1,939
Total Revenues	220,000	220,000	256,810	36,810
EXCESS (DEFICIENCY) OF REVENUES OVER EXPENDITURES	220,000	220,000	256,810	36,810
OTHER FINANCING SOURCES (USES)				
Transfers (out) (Note 3C)	(220,000)	(622,871)	(232,245)	(390,626)
Total other financing sources (uses)	(220,000)	(622,871)	(232,245)	(390,626)
EXCESS (DEFICIENCY) OF REVENUES AND OTHER SOURCES OVER EXPENDITURES AND OTHER USES		($402,871)	24,565	$427,436
Beginning fund balance			465,232	
Ending fund balance			$489,797	

See accompanying notes to financial statements.

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MAJOR PROPRIETARY FUNDS

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

FERRY SERVICES

This fund accounts for all financial transactions relating to the City's ferry services including, but not limited to the contractual payments to the operators and ferry vessel acquisition and maintenance.

GOLF COURSE

The City operates two 18-hole and one 9-hole municipal golf courses. This fund accounts for all financial transactions relating to these golf facilities including, but not limited to operations and maintenance.

SEWER SERVICES

The City operates its own solid waste system. This fund accounts for all financial transactions relating to this municipal activity including, but not limited to operations, maintenance, capital financing and related debt services, billing and collection.

CITY OF ALAMEDA
PROPRIETARY FUNDS
STATEMENT OF NET ASSETS
JUNE 30, 2009

	Business-type Activities-Enterprise Funds				Governmental Activities-Internal Service Funds
	Ferry Services	Golf Course	Sewer Services	Totals	
ASSETS					
Current Assets					
Cash and cash equivalents (Note 2)		$1,230,046	$12,563,034	$13,793,080	$884,557
Accounts receivable	$411,949	9,861	303,019	724,829	33,902
Due from other governments	55,756			55,756	
Materials, parts and supplies		70,057		70,057	
Prepaids, deposits and bond discounts	219,544		362,577	582,121	135,000
Total Current Assets	687,249	1,309,964	13,228,630	15,225,843	1,053,459
Noncurrent Assets					
Restricted cash and investments (Note 2)			2,949	2,949	
Advances to other funds (Note 3B)		300,000	3,000,000	3,300,000	
Capital assets (Note 5):					
Non-depreciable		176,900	23,200	200,100	
Depreciable, net	8,500,809	3,476,658	40,594,095	52,571,562	560,473
Total Non-current assets	8,500,809	3,953,558	43,620,244	56,074,611	560,473
Total Assets	9,188,058	5,263,522	56,848,874	71,300,454	1,613,932
LIABILITIES					
Current Liabilities:					
Accounts payable	143,635	214,355	65,908	423,898	224,322
Claims payable (Note 12)					2,770,134
Accrued payroll		44,841	27,483	72,324	14,133
Interest payable			116,951	116,951	
Due to other funds (Note 3A)	292,344			292,344	1,722,717
Deferred revenue		242,075		242,075	
Refundable deposits	25			25	
Compensated absences (Note IH)		80,972	115,917	196,889	
Long-term debt - current (Note 7)		131,967	652,237	784,204	176,753
Total Current Liabilities	436,004	714,210	978,496	2,128,710	4,908,059
Claims payable - noncurrent (Note 12)					3,732,584
Long-term debt - noncurrent (Note 7)		258,983	6,800,328	7,059,311	
Total Liabilities	436,004	973,193	7,778,824	9,188,021	8,640,643
NET ASSETS (Note 9)					
Invested in capital assets, net of related debt	8,500,809	3,262,608	33,164,730	44,928,147	383,720
Unrestricted	251,245	1,027,721	15,905,320	17,184,286	(7,410,431)
Total Net Assets (Deficit)	$8,752,054	$4,290,329	$49,070,050	$62,112,433	($7,026,711)

See accompanying notes to financial statements.

CITY OF ALAMEDA
PROPRIETARY FUNDS
STATEMENT OF REVENUES, EXPENSES
AND CHANGES IN FUND NET ASSETS
FOR THE YEAR ENDED JUNE 30, 2009

	Business-type Activities-Enterprise Funds				Governmental Activities-Internal Service Funds
	Ferry Services	Golf Course	Sewer Services	Totals	
OPERATING REVENUES					
Charges for services		$4,161,463	$5,901,599	$10,063,062	$7,612,544
Miscellaneous	$91,427		1,867	93,294	4
Total Operating Revenues	91,427	4,161,463	5,903,466	10,156,356	7,612,548
OPERATING EXPENSES					
General administrative	60,069	470,726	636,852	1,167,647	1,331,721
Wages and benefits		1,817,701	1,690,621	3,508,322	786,225
Insurance					4,615,922
Contractual services	3,189,223	1,439,815	978,831	5,607,869	2,042,861
Depreciation	488,689	216,659	971,893	1,677,241	120,566
Supplies and maintenance	16,807	411,563	126,283	554,653	415,021
Total Operating Expenses	3,754,788	4,356,464	4,404,480	12,515,732	9,312,316
Operating Income (Loss)	(3,663,361)	(195,001)	1,498,986	(2,359,376)	(1,699,768)
NONOPERATING REVENUES (EXPENSES)					
Operating grants and contributions	2,356,668	210		2,356,878	
Interest income	2,224	46,332	636,847	685,403	19,330
Rent and other		45,038		45,038	
Interest (expense)	(2,069)	(23,803)	(322,293)	(348,165)	(36,698)
Total Nonoperating Revenues (Expenses)	2,356,823	67,777	314,554	2,739,154	(17,368)
Income (Loss) Before Transfers	(1,306,538)	(127,224)	1,813,540	379,778	(1,717,136)
Transfers in (Note 3C)	974,782			974,782	102,245
Transfers (out) (Note 3C)		(360,152)	(1,715,983)	(2,076,135)	(244,771)
Change in net assets	(331,756)	(487,376)	97,557	(721,575)	(1,859,662)
BEGINNING NET ASSETS (DEFICITS)	9,083,810	4,777,705	48,972,493	62,834,008	(5,167,049)
ENDING NET ASSETS (DEFICITS)	$8,752,054	$4,290,329	$49,070,050	$62,112,433	($7,026,711)

See accompanying notes to financial statements.

CITY OF ALAMEDA
PROPRIETARY FUNDS
STATEMENT OF CASH FLOWS
FOR THE YEAR ENDED JUNE 30, 2009

	Business-type Activities-Enterprise Funds		
	Ferry Services	Golf Course	Sewer Services
CASH FLOWS FROM OPERATING ACTIVITIES			
Receipts from customers	$273,707	$4,163,937	$5,910,065
Payments to suppliers	(3,691,677)	(1,737,608)	(1,063,819)
Payments to employees	(60,069)	(2,328,556)	(2,336,755)
Claims paid			
Cash Flows from Operating Activities	(3,478,039)	97,773	2,509,491
CASH FLOWS FROM NON-CAPITAL FINANCING ACTIVITIES			
Operating grants and contributions	2,300,912	210	
Interfund receipts	202,190		
Interfund payments			(3,000,000)
Transfers in	974,782		
Transfers (out)		(360,152)	(1,715,983)
Cash Flows from Noncapital Financing Activities	3,477,884	(359,942)	(4,715,983)
CASH FLOWS FROM CAPITAL AND RELATED FINANCING ACTIVITIES			
Acquisition of capital assets, net		(3,325)	(3,330,030)
Principal payments on capital debt		(124,281)	(632,247)
Interest paid	(2,069)	(23,803)	(332,855)
Cash Flows from Capital and Related Financing Activities	(2,069)	(151,409)	(4,295,132)
CASH FLOWS FROM INVESTING ACTIVITIES			
Restricted investments			4
Interest income	2,224	46,332	636,847
Rent and other		45,038	
Cash Flows from Investing Activities	2,224	91,370	636,851
Net Cash Flows		(322,208)	(5,864,773)
Cash and investments at beginning of period		1,552,254	18,427,807
Cash and investments at end of period		$1,230,046	$12,563,034
Reconciliation of Operating Income (Loss) to Cash Flows from Operating Activities:			
Operating income (loss)	($3,663,361)	($195,001)	$1,498,986
Adjustments to reconcile operating income to cash flows from operating activities:			
Depreciation	488,689	216,659	971,893
Change in assets and liabilities:			
Accounts receivable and refundable deposits	182,280	(709)	6,599
Materials, parts and supplies		56,209	
Prepaids and deposits	(219,544)	3,183	42,658
Deposits			
Accounts payable	(226,410)	43,475	(1,363)
Claims payable			
Accrued payroll		2,389	3,872
Deferred revenue	(39,693)	14,086	
Compensated absences		(42,518)	(13,154)
Cash Flows from Operating Activities	($3,478,039)	$97,773	$2,509,491

See accompanying notes to financial statements.

Totals	Governmental Activities-Internal Service Funds
$10,347,709	$7,630,827
(6,493,104)	(4,588,140)
(4,725,380)	(2,114,495)
	(2,932,837)
(870,775)	(2,004,645)
2,301,122	
202,190	
(3,000,000)	994,818
974,782	(142,526)
(2,076,135)	
(1,598,041)	852,292
(3,333,355)	
(756,528)	(192,821)
(358,727)	(36,698)
(4,448,610)	(229,519)
4	
685,403	19,330
45,038	
730,445	19,330
(6,186,981)	(1,362,542)
19,980,061	2,247,099
$13,793,080	$884,557
($2,359,376)	($1,699,768)
1,677,241	120,566
188,170	18,279
56,209	
(173,703)	19,003
(184,298)	(195,135)
	(271,041)
6,261	3,451
(25,607)	
(55,672)	
($870,775)	($2,004,645)

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CITY OF ALAMEDA, CALIFORNIA

FIDUCIARY FUNDS

Trust funds are used to account for assets held by the City as a trustee agent for individuals, private organizations, and other governments. The financial activities of these funds are excluded from the Entity-wide Financial Statements, but are presented in separate Fiduciary Fund Financial Statements.

Pension Trust Funds are used to account for the resources accumulated by the City for the payment of pension benefits on behalf of retirees in the City's two closed pension plans, 1079 and 1082.

Agency Funds are used to account for assets held by the City as an agent for individuals, private organizations, and other governments.

CITY OF ALAMEDA
FIDUCIARY FUNDS
STATEMENT OF FIDUCIARY NET ASSETS
JUNE 30, 2009

	Pension Trust Funds	Agency Funds
ASSETS		
Restricted cash and investments (Note 2)		$45,798,971
Accounts receivable		40,195,866
Total Assets		85,994,837
LIABILITIES		
Refundable deposits		152,373
Due to members		490,852
Due to assessment districts		85,351,612
Total Liabilities		$85,994,837
NET ASSETS		
Restricted for:		
Employees' pension benefits		
Total Net Assets		

See accompanying notes to financial statements.

CITY OF ALAMEDA
FIDUCIARY FUNDS
STATEMENT OF CHANGES IN FIDUCIARY NET ASSETS
FOR THE YEAR ENDED JUNE 30, 2009

	Pension Trust Funds
ADDITIONS	
Employer contributions	$2,506,398
Total Additions	2,506,398
DEDUCTIONS	
Retirements and other benefits	2,500,316
Contractual services	6,082
Total Deductions	2,506,398
CHANGE IN NET ASSETS	
NET ASSETS, BEGINNING OF YEAR	
NET ASSETS, END OF YEAR	

See accompanying notes to financial statements.

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NOTE 1 – SUMMARY OF SIGNIFICANT ACCOUNTING POLICIES

The City of Alameda, California, occupies the island of Alameda situated in the San Francisco Bay. The City operates under the Council-Manager form of government and provides the following services: public safety (police and fire); highways and streets; sanitation; development services; public improvements; planning and zoning and general administration services.

A. Reporting Entity

The City of Alameda is a charter City and is governed by a five-member City council elected by City residents. The City is legally separate and fiscally independent which means it can issue debt, set and modify budgets and fees, and sue or be sued. These financial statements present the government and its component units, entities for which the government is considered to be financially accountable. Blended component units, although legally separate entities are, in substance, part of the government's operations, thus data from these units are combined with that of the primary government. Each discretely presented component unit, is reported in a separate column in the basic financial statements to emphasize that it is legally separate from the primary governmental unit.

PRIMARY GOVERNMENT

The financial statements of the primary government of the City of Alameda include the activities of the City as well as the Community Improvement Commission of the City of Alameda, Alameda Public Finance Authority, and the Alameda Reuse and Redevelopment Authority, each of which is controlled by and dependent upon the City. While these are separate legal entities, their financial activities are integral to those of the City. Their financial activities have been aggregated and merged (termed "blending") with those of the primary government of the City in the accompanying financial statements.

BLENDED COMPONENT UNITS

The Community Improvement Commission of the City of Alameda was established to assist in the clearance and rehabilitation of City areas determined to be in a declining condition. The Commission has the same governing board as the City, all accounting and administrative functions are performed by City staff, and the Commission receives advances from the City to finance operations. The financial activities of the Commission have been included in the West End Community Improvement Project Area, Business and Waterfront Improvement Project Area, Alameda Point Improvement Project Area, Theater/Parking Structure Project Special Revenue Funds, and Community Improvement Commission Subordinate Tax Allocation Bonds, Community Improvement Commission 2003 Tax Allocation Bonds BWIP, and Community Improvement Commission 2003 Tax Allocation Bonds Debt Service Funds.

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

NOTE 1 - SUMMARY OF SIGNIFICANT ACCOUNTING POLICIES (Continued)

The Alameda Reuse and Redevelopment Authority (ARRA) is a separate government entity whose purpose is to ensure the effective transition of the Alameda Naval Air Station from federal ownership to local ownership. The ARRA is responsible for the development of an Interim Reuse Strategy, taking title to base lands, and implementation of the Community Reuse Plan. The ARRA is recognized by the Department of Defense as the responsible entity for submitting and completing the Community Reuse Plan for the 1997 decommissioning of the Naval Air Station. The Authority is controlled by the City and has the same governing body as the City, which also performs all accounting and administrative functions for the Authority. The financial activities of the Authority are included in the Alameda Reuse and Redevelopment Authority Special Revenue, Debt Service and Capital Projects Funds.

DISCRETELY PRESENTED COMPONENT UNITS

The two component units below are legally separate from the City. However, City Council appoints the members of their governing boards, approves their budgets and, in the case of the Housing Authority of the City of Alameda, provides financial assistance.

The Housing Authority of the City of Alameda, California was established to provide housing for the City's low-and-moderate income residents. The financial activities of the Authority have been included discretely in the Housing Authority Component Unit columns of the Statement of Net Assets and Statement of Activities.

Alameda Municipal Power was established to provide electricity to the City of Alameda. The Charter was amended in 1998 to allow provision of telecommunications services as well. The financial activities of the Alameda Municipal Power are discretely included in the Alameda Municipal Power Component Unit columns of the Statement of Net Assets and Statement of Activities.

Component unit financial statements for the Housing Authority may be obtained from the Housing Authority of Alameda, 701 Atlantic Avenue, Alameda, CA 94501. Component unit financial statements for the Alameda Municipal Power may be obtained from the City of Alameda Municipal Power, 2000 Grand Street, Alameda, CA 94501. Component unit financial statements for all other component units may be obtained from the City of Alameda, Finance Division, 2263 Santa Clara, Alameda, CA 94501.

B. Basis of Presentation

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

These Standards require that the financial statements described below be presented.

Government-wide Statements: The Statement of Net Assets and the Statement of Activities display information about the primary government, the City and its blended component units. These statements include the financial activities of the overall City government, except for fiduciary activities.

NOTE 1 - SUMMARY OF SIGNIFICANT ACCOUNTING POLICIES (Continued)

Eliminations have been made to minimize the double counting of internal activities. However, the interfund services provided and used are not eliminated in the process of consolidation. These statements distinguish between the *governmental* and *business-type activities* of the City. Governmental activities generally are financed through taxes, intergovernmental revenues, and other nonexchange transactions. Business-type activities are financed in whole or in part by fees charged to external parties.

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

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

Proprietary funds distinguish *operating* revenues and expenses from *nonoperating* items. O*perating* revenues, such as charges for services, and expenses, such as contractual services, result from exchange transactions associated with the principal activity of the fund. Exchange transactions are those in which each party receives and gives up essentially equal values. *Nonoperating* revenues, such as investment earnings, and expenses, such as interest expenses, result from nonexchange transactions or ancillary activities.

C. Major Funds

Major funds are defined as funds that have either assets, liabilities, revenues or expenditures equal to ten percent of their fund-type total and five percent of the grand total. Major governmental and business-type funds are identified and presented separately in the fund financial statements. All other funds, entitled non-major funds, are combined and reported in a single column, regardless of their fund-type. The General Fund is always a major fund. The City may also select other funds it believes should be presented as major funds.

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

GENERAL FUND - The General Fund is used for all general revenues of the City not specifically levied or collected for other City funds and their related expenditures. The General Fund also accounts for all financial resources of a governmental unit which are not accounted for in another fund.

WEST END COMMUNITY IMPROVEMENT PROJECT AREA SPECIAL REVENUE FUND - This fund accounts for the tax increment proceeds and associated redevelopment project costs for the West End Community Improvement Project.

NOTE 1 - SUMMARY OF SIGNIFICANT ACCOUNTING POLICIES (Continued)

BUSINESS AND WATERFRONT IMPROVEMENT PROJECT AREA SPECIAL REVENUE FUND - This fund accounts for the tax increment proceeds and associated redevelopment project costs for the Business and Waterfront Improvement Project.

ALAMEDA POINT IMPROVEMENT PROJECT AREA SPECIAL REVENUE FUND - This fund accounts for the tax increment proceeds and associated redevelopment project costs for the proposed Alameda Point Improvement Project.

FISC LEASE SPECIAL REVENUE FUND – This fund accounts for revenue from the Fleet Industrial Supply Center (FISC) lease and related capital improvement expenditures.

ALAMEDA REUSE AND REDEVELOPMENT AUTHORITY SPECIAL REVENUE FUND – This fund accounts for the general operating fund of the ARRA. It is used to account for all financial resources which are not accounted for in the other ARRA funds. The major revenue sources for this Fund are leasing activities revenues and grants. Expenditures are made for base reuse activities.

THEATER/PARKING STRUCTURE PROJECT SPECIAL REVENUE FUND – This fund accounts for funding resources and expenditures for the reconstruction of the Historic Alameda Theatre and the construction of the multi-story Civic Center garage. The fund's primarily funding source consisted of proceeds form the CIC 2003 WECIP Subordinate Tax Allocation Bond and a HUD Section 108 loan. Expenditures include two loans in the amount of 2.8 million, of which $1.4 million will be repaid with percentage rent; and the second in the amount of $1.4 million due to be repaid in year 7 upon retirement of the Furniture, Fixture and Equipment loan; construction costs fore the projects; and administrative expenses.

HOME REPAYMENT SPECIAL REVENUE FUND - This fund accounts for State HOME funds, distributed by the County, for HOME eligible activities in the City.

REHABILITATION REPAYMENT SPECIAL REVENUE FUND -- This fund accounts for loan repayments of low interest and subsidized loan programs. The repayments are used to make additional loans as funds are available.

CAPITAL IMPROVEMENT PROJECTS FUND - This fund accounts for monies for major capital improvement projects not provided for in a separate and specific capital project fund.

The City reported all enterprise funds as major funds in the accompanying financial statements:

FERRY SERVICES - This fund accounts for all financial transactions relating to the City's ferry services, including but not limited to the contractual payments to the operators and ferry vessel acquisition and maintenance.

GOLF COURSE - The City operates two 18-hole and one 9-hole municipal golf courses. This fund accounts for all financial transactions relating to these golf facilities, including but not limited to operations and maintenance.

SEWER SERVICES - The City operates its own solid waste system. This fund accounts for all financial transactions relating to this municipal activity including, but not limited to operations, maintenance, capital financing and related debt service, billing and collection.

NOTE 1 - SUMMARY OF SIGNIFICANT ACCOUNTING POLICIES (Continued)

The City also reports the following fund types:

Internal Service Funds - The funds account for central stores, central garage, information technology services, workers' compensation insurance and claims, risk management insurance and claims, unemployment insurance and post-employment benefits, all of which are provided to other departments on a cost-reimbursement basis.

Fiduciary Funds - Pension Trust Funds and Agency Funds are used to account for assets held by the City as an agent for the closed Police and Fire Pension Plans, certain assessment districts in the City, the Waste Management Joint Refuse Rate Review Committee, and the Mastick Senior Center which provides services and facilities to enhance the quality for lives of senior citizens. The financial activities of these funds are excluded from the Government-wide financial statements, but are presented in separate Fiduciary Fund financial statements.

D. Basis of Accounting

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

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

Those revenues susceptible to accrual are taxes, special assessments, intergovernmental revenues, use of money and property revenue, charges for services, fines and penalties, and license and permit revenues. Sales taxes collected and held by the State at year-end on behalf of the City are also recognized as revenue.

Non-exchange transactions, in which the City gives or receives value without directly receiving or giving equal value in exchange, include taxes, grants, entitlements, and donations. On the accrual basis, revenue from taxes is recognized in the fiscal year for which the taxes are levied or assessed. Revenue from grants, entitlements, and donations is recognized in the fiscal year in which all eligibility requirements have been satisfied.

The City may fund programs with a combination of cost-reimbursement grants, categorical block grants, and general revenues. Thus, both restricted and unrestricted net assets may be available to finance program expenditures. The City's policy is to first apply restricted grant resources to such programs, followed by general revenues if necessary.

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

NOTE 1 – SUMMARY OF SIGNIFICANT ACCOUNTING POLICIES (Continued)

All proprietary and similar trust funds are accounted for using the accrual basis of accounting. Their revenues are recognized when earned, and are recognized when incurred, except for revenues from electricity and sewer customers, which are recognized based on cycle billings. Revenues for services provided, but not billed at the end of a fiscal period, are not material and thus not accrued.

The City follows those Financial Accounting Standard Board Statements issued on or before November 30, 1989 unless they conflict with Governmental Accounting Standards Board Statements.

E. Budgets and Budgetary Accounting

The City adopts a budget annually for all funds, except for the Citywide Pavement and Prop 1B Local Special Revenue Funds. This budget is effective July 1 for the ensuing fiscal year. From the effective date of the budget, which is adopted by the City Council, and controlled at the department level, the amounts stated therein as proposed expenditures become appropriations to the various City departments. The City Council may amend the budget during the fiscal year. The City Manager is authorized to transfer budgeted amounts between departments and between line items within any fund. However, any revisions which alter the total expenditures of any fund must be approved by the City Council. Transfers between funds must be approved by the City Council. All appropriations lapse at year end. Supplemental changes in appropriations were adopted by City Council, have been included in the budget versus actual statements.

Annual budgets are adopted on a basis consistent with generally accepted accounting principles except for Capital Project Funds which are budgeted at total cost in the budget year they are approved. Unexpended balances of these funds are reappropriated in subsequent year as necessary to complete the project.

Under encumbrance accounting, purchase orders, contracts and other commitments for the expenditures of monies are recorded in order to reserve that portion of the applicable appropriation. Encumbrance accounting is employed as an extension of the formal budgetary process. Encumbrances outstanding at year-end lapse and must be reappropriated as part of the following year budget.

F. Materials, Parts and Supplies

Materials, parts and supplies are held for consumption and are valued at average cost. Enterprise fund supplies consist of materials and supplies for the golf shop, which are held for resale to the public. General fund supplies are recorded as expenditures at the time individual supply items are purchased.

G. Deferred Compensation Plans

City employees may defer a portion of their compensation under four separate, optional City sponsored deferred compensation plans created in accordance with Internal Revenue Code Section 457. Under these Plans, participants are not taxed on the deferred portion of their compensation until distributed to them; distributions may be made only at termination, retirement, death or in an emergency as defined by the Plans.

The City has a Deferred Compensation Plan administration agreement with ICMA, Public Employees Retirement System, Nationwide Retirement Solutions, Inc., and ITT Hartford Life Insurance Companies to provide for the administration and management of employees deferred compensation plan assets. These agreements incorporate changes in the laws and IRS regulations governing deferred compensation plan assets, which require plan assets to be held for the exclusive benefit of plan participants and their beneficiaries. Since the assets held under these plans are not the City's property and are not subject to claims by general creditors of the City, they have been excluded from these financial statements.

NOTE 1 – SUMMARY OF SIGNIFICANT ACCOUNTING POLICIES (Continued)

H. Compensated Absences

The liability for compensated absences includes the vested portions of vacation, sick leave and compensated time off. For all governmental funds, a liability of these amounts is reported only if they have matured, for example, as a result of employee resignations and retirements. The remaining portion is recorded as a liability in the Statement of Net Assets. Proprietary funds' liability for compensated absences is recorded in each proprietary fund. The liability for compensated absences is determined annually.

Compensated absences activity for the year ended June 30, 2009 is as follows:

	Primary Government			Component Units		
	Governmental Activities	Business-Type Activities	Subtotal	Housing Authority	Alameda Municipal Power	Total
Beginning Balance	$12,385,608	$252,561	$12,638,169	$177,806	$598,967	$13,414,942
Additions	3,289,227	241,600	3,530,827		612,197	4,143,024
Payments	(11,685,562)	(297,272)	(11,982,834)	(7,917)	(564,315)	(12,555,066)
Ending Balance	$3,989,273	$196,889	$4,186,162	$169,889	$646,849	$5,002,900
Current Portion	$3,460,262	$196,889	$3,657,151	$96,837	$646,849	$4,400,837

Compensated absences are liquidated by the fund that has recorded the liability. The long-term portion of governmental activities compensated absences is liquidated primarily by the General Fund.

I. Property Tax

Alameda County assesses properties and bills, collects, and distributes property taxes to the City. The County remits the entire amount levied and handles all delinquencies, retaining interest and penalties. Secured and unsecured property taxes are levied on January 1 of the preceding fiscal year. Property tax revenues are recognized by the City in the fiscal year they are assessed, provided they become available as defined above.

Secured property tax is due in two installments, on November 1 and March 1, and becomes a lien on those dates. It becomes delinquent after December 10 and April 10, respectively. Unsecured property tax is due on July 1, and becomes delinquent on August 31. The term "unsecured" refers to taxes on personal property other than real estate, land and buildings. These taxes are secured by liens on the property being taxed.

Property taxes levied are recorded as revenue and receivables in the fiscal year of levy or assessment.

J. Purchased Power Balancing Account

The Purchased Power Balancing Account is used by Alameda Municipal Power to stabilize rates in the short term. Specifically, the balancing account accumulates differences between the actual cost of purchased power and the revenues designated for recovery of such costs. Deferred amounts are refunded to or recovered from customers through authorized rate adjustments. The effect of using the balancing account is that unanticipated changes in sales levels and purchased power costs do not immediately affect Alameda Municipal Power's rate payers because they are included in operating expenses when matched by revenues.

NOTE 1 – SUMMARY OF SIGNIFICANT ACCOUNTING POLICIES (Continued)

K. *Transfer from Alameda Municipal Power*

The City Charter provides that Alameda Municipal Power transfer to the City's General Fund certain excess earnings as defined in the Charter. During fiscal year 2009, there were no excess earnings to be transferred. However, the Public Utilities Board by resolution has directed that $2,800,000 be contributed to the City's General Fund, in accordance with these provisions, during the fiscal year ended June 30, 2009.

L. *New Funds*

During fiscal year 2008-09, the City established the following funds:

New Funds	Purpose
Special Revenue Funds:	
Community Development	Accounts for the activities and services of the Planning and Building Department. Revenues are derived from fees, licenses, and fines collected in conjunction with the planning, permitting and enforcement activities of the department in accordance with state law, requiring fees not to exceed the cost of providing services. Expenditures are made in support of the administration of the department, the provision and enhancement of services, and the
Prop 1B Local	Accounts for revenues from Proposition 1B (transportation bonds), and interest income. Expenditures of Proposition 1B funds are used for local streets and roads, congestion relief and traffic safety.
Police Grants	Accounts for revenues received from Federal, State, County and private grants and related reimbursement programs. Expenditures are made in support of enhanced police operations, equipment or programs as permitted by the
Citywide Pavement	Accounts for fees received from developers for pavement restoration and is expended on resurfacing streets following development construction.
Housing in-Lieu	Accounts for revenues from housing developers of nine units or less, as payment in-lieu of providing affordable units for purchase within their development project. Expenditures are made for creation of new affordable housing units citywide and for the down-payment
Debt Service Fund	
2008 Refinance Project COP	Accounts for revenues transferred from the Police/Fire Construction Impact Fund, the Narcotics Asset Seizure Special Revenue Fund, the Library Fund, the Golf Fund, and the General Fund to support debt payments of principal and interest on the 2008 refinancing of Police Building/Jail, and the Library/Golf Certificates of Participation.

NOTE 2 - CASH AND INVESTMENTS

The City's dependence upon property tax receipts, which are received semi-annually, requires it to maintain significant cash reserves to finance operations during the remainder of the year. The City pools cash from all sources and all funds except Cash with Fiscal Agents, the Alameda Municipal Power and the Housing Authority so that it can be invested at the maximum yield, consistent with safety and liquidity. Individual funds can make expenditures at any time.

Investment income is allocated among funds on the basis of average month-end cash and investment balances in these funds. Investments are carried at fair market value.

A. Policies

California Law requires banks and savings and loan institutions to pledge government securities with a market value of 110% of the City's cash on deposit, or first trust deed mortgage notes with a market value of 150% of the deposit, as collateral for these deposits. Under California law, this collateral is held in a separate investment pool by another institution in the City's name and places the City ahead of general creditors of the institution.

The City and its fiscal agents invest in individual investments and in investment pools. Individual investments are evidenced by specific identifiable *securities instruments*, or by an electronic entry registering the owner in the records of the institution issuing the security, called the *book entry* system. In order to increase security, the City employs the Trust Department of a bank as the custodian of certain City managed investments, regardless of form.

The City's investments are carried at fair market value, as required by generally accepted accounting principles. The City adjusts the carrying value of its investments to reflect their fair market value at each fiscal year end, and it includes the effects of these adjustments in income for that fiscal year.

Cash and cash equivalents are considered to be liquid assets for purposes of measuring cash flows. Restricted cash and investments are not included for cash flow purposes.

B. Classification

Cash and investments are classified in the financial statements as shown below, based on whether or not use is restricted under the terms of City debt instruments or agency agreements. Cash and investments as of June 30, 2009 as presented on the Statement of Net Assets and Statement of Fiduciary Net Assets are as follows:

Cash and investments available for operations:	
City	$106,213,422
Housing Authority	8,749,922
Alameda Municipal Power	28,973,430
Restricted cash and investments:	
City	17,250,885
Housing Authority	701,508
Alameda Municipal Power	13,736,657
Total cash and investments of primary government and component units	175,625,824
Restricted cash and investments in Fiduciary Funds (separate statement)	45,798,971
Total cash and investments	$221,424,795

NOTE 2 - CASH AND INVESTMENTS (Continued)

Cash and investments as of June 30, 2009 are composed of the following categories:

Cash with banks and on hand	$3,754,226
Investments	217,670,569
Total cash and investments	$221,424,795

C. *Investments Authorized by the California Government Code and the City's Investment Policy*

The City's investment policy and the California Government Code allow the City to invest in the following, provided the credit ratings of the issuers are acceptable to the City, and approved percentages and maturities are not exceeded. The table also identifies certain provisions of the California Government Code, or the City's Investment Policy where the City's Investment Policy is more restrictive, that addresses interest rate risk, credit risk and concentration of credit risk. This table does not address investments of debt proceeds held by bond trustee that are governed by the provisions of debt agreements of the City, rather than the general provisions of the California Government Code or the City's investment policy.

The City's investment policy and the California Government Code allow the City to invest in the following:

Authorized Investment Type	Maximum Maturity	Minimum Credit Quality	Maximum in Portfolio	Maximum Investment In One Issuer
Repurchase Agreements	270 Days	N/A	20%	No Limit
California Local Agency Investment Fund (LAIF)	Upon Demand	N/A	$40,000,000 per account	$40,000,000 per account
U.S. Treasury Bonds, Notes and Bills	5 Years	N/A	No Limit	No Limit
U.S. Agency and U.S. Government Sponsored Enterprise Securities	5 Years	N/A	75%	25% in each U.S. Agency
Bankers' Acceptances	180 Days	N/A	30%	30%
Commercial Paper	270 Days	A1, P1	25%	No Limit
Negotiable Certificates of Deposit	5 Years	AA	30%	No Limit
Time Certificates of Deposit	5 Years	N/A	30%	No Limit
Medium-Term Corporate Notes	5 Years	A	30%	No Limit
Money Market Mutual Funds	N/A	AAA	20%	No Limit
County Agency Investment Fund	Upon Demand	N/A	15%	No Limit
California Asset Management Program (CAMP)	Upon Demand	N/A	No Limit	No Limit

The Housing Authority's investment policy and the California Government Code allow the Authority to invest in the following, provided the credit ratings of the issuers are acceptable to the Housing Authority, and approved percentages and maturities are not exceeded. The table also identifies certain provisions of the California Government Code, or the Housing Authority's Investment Policy where the Housing Authority's Investment Policy is more restrictive. This table does not address investments of debt proceeds held by bond trustee that are governed by the provisions of debt agreements of the Housing Authority, rather than the general provisions of the California Government Code or the Housing Authority's investment policy.

NOTE 2 - CASH AND INVESTMENTS (Continued)

The Housing Authority's investment policy and the California Government Code allow the Housing Authority to invest in the following:

Authorized Investment Type	Maximum Maturity	Minimum Credit Quality	Maximum in Portfolio	Maximum Investment In One Issuer
Repurchase Agreements	N/A	N/A	No Limit	No Limit
California Local Agency Investment Fund (LAIF)	Upon Demand	N/A	No Limit	No Limit
U. S. Treasury Bonds, Notes and Bills	N/A	N/A	No Limit	No Limit
U.S. Agency and U.S. Government Sponsored Enterprise Securities	N/A	N/A	No Limit	No Limit
Bankers Acceptances	270 days	N/A	40%	30%
Negotiable Certificates of Deposit	N/A	AA	30%	No Limit
Time Certificates of Deposit	N/A	N/A	30%	No Limit
Medium Term Corporate Notes	5 Years	N/A	30%	No Limit
Money Market Mutual Funds	N/A	AAA	20%	No Limit
County Agency Investment Fund	Upon Demand	N/A	30%	No Limit
Reverse Repurchase Agreements	N/A	N/A	No Limit	No Limit

Alameda Municipal Power's investment policy and the California Government Code allow Alameda Municipal Power to invest in the following, provided the credit ratings of the issuers are acceptable to Alameda Municipal Power, and approved percentages and maturities are not exceeded. The table below also identifies certain provisions of the California Government Code, or Alameda Municipal Power's investment policy where Alameda Municipal Power's Investment Policy is more restrictive. This table does not address investments of debt proceeds held by bond trustee that are governed by the provisions of debt agreements of Alameda Municipal Power, rather than the general provisions of the California Government Code or Alameda Municipal Power's investment policy.

NOTE 2 - CASH AND INVESTMENTS (Continued)

Alameda Municipal Power's investment policy and the California Government Code allow Alameda Municipal Power to invest in the following:

Authorized Investment Type	Maximum Maturity	Minimum Credit Quality	Maximum Percentage of Portfolio	Maximum Investment In One Issuer
Local Agency Municipal Bonds	5 years	N/A	No Limit	No Limit
U.S. Treasury Obligations	5 years	N/A	No Limit	No Limit
State of California Obligations	5 years	N/A	No Limit	No Limit
CA Local Agency Obligations	5 years	N/A	No Limit	No Limit
U.S. Agency Securities (A)	5 years	N/A	No Limit	No Limit
Bankers Acceptances	180 days	N/A	40%	30%
Commercial Paper	270 days	A1	25%	10%
Negotiable Certificates of Deposit	5 years	N/A	30%	No Limit
Repurchase Agreements	1 year	N/A	No Limit	No Limit
Reverse Repurchase Agreements (requires City Council approval)	92 days	N/A	20 % of base value	No Limit
Medium Term Corporate Notes	5 years	Top three ratings categories	30%	No Limit
Mutual Funds	N/A	Top rating category	20%	10%
Money Market Mutual Funds	N/A	Top rating category	20%	10%
Collateralized Bank Deposits	N/A	N/A	No Limit	No Limit
Mortgage Pass-Through Securities	5 Years	Top rating category	20%	No Limit
County Pooled Investment Funds	N/A	N/A	No Limit	No Limit
California Local Agency Investment Fund	N/A	N/A	$40,000,000 per account	$40,000,000 per account

(A) Securities issued by agencies of the federal government such as the Federal Farm Credit Bank (FFCB), the Federal Home Loan Bank (FHLB), the Federal National Mortgage Association (FNMA), and the Federal Home Loan Mortgage Corporation (FHLMC)

NOTE 2 - CASH AND INVESTMENTS (Continued)

D. *Investments Authorized by Debt Agreements*

The City must maintain required amounts of cash and investments with trustees or fiscal agents under the terms of certain debt issues. These funds are unexpended bond proceeds or are pledged as reserves to be used if the City fails to meet its obligations under these debt issues. The California Government Code requires these funds to be invested in accordance with City ordinance, bond indentures or State statute. The table below identifies the investment types that are authorized for investments held by fiscal agents. The table also identifies certain provisions of these debt agreements:

Authorized Investment Type	Maximum Maturity	Minimum Credit Quality	Maximum in Portfolio	Maximum Investment In One Issuer
Repurchase Agreements	30 days	Top Four Rating Categories	No Limit	No Limit
U.S. Treasury Bonds, Notes and Bills	No Limit	N/A	No Limit	No Limit
U.S. Agency and U.S. Government Sponsored Enterprise Securities	No Limit	No Limit	No Limit	No Limit
State Obligations	No Limit	Not lower than their bond rating	No Limit	No Limit
Commercial Paper	270 days	A-1+	No Limit	No Limit
Negotiable Certificates of Deposit	No Limit	N/A	No Limit	No Limit
Time Certificates of Deposit	No Limit	N/A	No Limit	No Limit
Corporate Notes and Bonds	No Limit	Not lower than their bond rating	No Limit	No Limit
Guaranteed Investment Contracts	No Limit	Not lower than their bond rating	No Limit	No Limit
Shares of Beneficial Interest	No Limit	Top Rating Category	No Limit	No Limit
Money Market Mutual Funds	No Limit	Aam	20%	No Limit
Bankers' Acceptances	365 days	A-1+	30%	30%
Municipal Bonds*	No Limit	AAA	No Limit	No Limit
California Local Agency Investment Fund (LAIF)	Upon Demand	N/A	$40,000,000 per account	$40,000,000 per account
Investment Agreements	No Limit	AA-	No Limit	No Limit

* Comprises only debt issued by special assessment districts in the City of Alameda

NOTE 2 - CASH AND INVESTMENTS (Continued)

The Housing Authority must maintain required amounts of cash and investments with trustees or fiscal agents under the terms of certain debt issues. These funds are unexpended bond proceeds or are pledged as reserves to be used if the Housing Authority fails to meet its obligations under these debt issues. The California Government Code requires these funds to be invested in accordance with the Housing Authority's ordinance, bond indentures or State statute. The table below identifies the investment types that are authorized for investments held by fiscal agents. The table also identifies certain provisions of these debt agreements:

Authorized Investment Type	Maximum Maturity	Minimum Credit Quality	Maximum Percentage of Portfolio	Maximum Investment In One Issuer
For U.S. Department Housing and Urban Development Funds				
Repurchase Agreements	N/A	N/A	No Limit	No Limit
U.S. Government Obligations and Agencies	No Limit	N/A	No Limit	No Limit
State of California Obligations	N/A	N/A	No Limit	No Limit
Commercial Paper	N/A	N/A	No Limit	No Limit
Bankers Acceptances	270 days	N/A	40%	30%
Certificates of Deposit	N/A	N/A	30%	No Limit
Time Deposits	N/A	N/A	No Limit	No Limit
Qualified Financial Institution General Obligations	Upon Demand	AAA	No Limit	No Limit
Money Market Mutual Funds	N/A	AAA	20%	No Limit
U.S. Treasury Bills, Notes and Bonds	No Limit	N/A	No Limit	No Limit
For Non U.S. Department Housing and Urban Development Funds				
Prime Commercial Paper	180 days	Highest Ranking	15%	30%
Medium Term Notes	5 years	A	30%	No Limit
City of Alameda Bonds	N/A	N/A	No Limit	No Limit
State of California Obligations	N/A	N/A	No Limit	No Limit
U.S. Government Obligations and Agencies	N/A	N/A	No Limit	No Limit
Bankers Acceptances	270 days	N/A	40%	30%
Certificates of Deposit	N/A	N/A	30%	No Limit
Repurchase Agreements	N/A	N/A	No Limit	No Limit
Money Market Mutual Funds	N/A	N/A	No Limit	No Limit
Trust Indentures	N/A	N/A	No Limit	No Limit
Mortgage and Equipment Lease Obligations	5 years	AA	30%	No Limit

NOTE 2 - CASH AND INVESTMENTS (Continued)

Alameda Municipal Power must maintain required amounts of cash and investments with trustees or fiscal agents under the terms of certain debt issues. These funds are unexpended bond proceeds or are pledged as reserves to be used if Alameda Municipal Power fails to meet its obligations under these debt issues. The California Government Code requires these funds to be invested in accordance with Alameda Municipal Power's ordinance, bond indentures or State statute. The table below identifies the investment types that are authorized for investments held by fiscal agents. The table also identifies certain provisions of these debt agreements:

Authorized Investment Type	Maximum Maturity	Minimum Credit Quality	Maximum Percentage Allowed	Maximum Investment In One Issuer
U.S. Treasury Obligations	N/A	N/A	No Limit	No Limit
State Obligations	N/A	N/A	No Limit	No Limit
U.S. Agency Securities (A)	N/A	N/A	No Limit	No Limit
Commercial Paper	180 days	A	10%	No Limit
Certificates of Deposit	N/A	A-1	No Limit	No Limit
Bankers Acceptances	N/A	A-1	No Limit	No Limit
Money Market Mutual Funds	N/A	AA	No Limit	No Limit
Repurchase Agreements	30 days	A	No Limit	No Limit
California Local Agency Investment Fund	N/A	N/A	$40,000,000 per account	$40,000,000 per account
Investment Agreements	N/A	AA-	No Limit	No Limit

(A) Securities issued by agencies of the federal government such as the Federal Farm Credit Bank, the Federal Home Loan Bank (FHLB), the Federal National Mortgage Association (FNMA), and the Federal Home Loan Mortgage Corporation (FHLMC)

NOTE 2 - CASH AND INVESTMENTS (Continued)

E. Interest Rate Risk

Interest rate risk is the risk that changes in economic markets that will adversely affect the fair value of an investment. Generally, the longer the maturity of an investment, the greater the sensitivity of its fair value to the changes in market interest rates. One of the ways that the City manages its exposure to interest rate risk is by purchasing a combination of shorter term and longer term investments and by timing cash flows from maturities, so that a portion of the portfolio is maturing or realizing maturity evenly over time as necessary in order to provide the cash flow and liquidity needed for operations. Information on the sensitivity of the fair values of the City's investments (including investments held by bond trustees) to market interest rate fluctuations is provided by the following table that shows the distribution of the City's investments by maturity at June 30, 2009:

Investment Type	12 Months or less	One to Five Years	Six to Ten Years	Total
U.S. Government-Sponsored Enterprise Agencies				
Non-callable	$4,386,807	$30,023,967		$34,410,774
Callable	4,808,404			4,808,404
Corporate Securities	3,790,646	14,075,635		17,866,281
Guaranteed Investment Contracts		5,985,727	$886,783	6,872,510
US Treasury Notes and Bills	2,393,512	16,544,963		18,938,475
Money Market Mutual Funds	12,561,880			12,561,880
California Local Agency Investment Fund	38,167,066			38,167,066
California Asset Management Program	3,683,256			3,683,256
Certificate of Deposits	810,240	801,463		1,611,703
Municipal Bonds	4,470,000	23,634,026		28,104,026
Total Investments	$75,071,811	$91,065,781	$886,783	167,024,375
Cash deposits with banks and on hand				2,238,903
Total Cash and Investments				$169,263,278

Information on the sensitivity of the fair values of Housing Authority's investments (including investments held by bond trustees) to market interest rate fluctuations is provided by the following table that shows the distribution of the Housing Authority's investments by maturity:

	12 Months or less
Investments :	
US Treasury Notes and Bills	$701,508
Local Agency Investment Fund	7,574,662
Total Investments	$8,276,170

NOTE 2 - CASH AND INVESTMENTS (Continued)

Information about the sensitivity of the fair values of Alameda Municipal Power's investments (including investments held by bond trustees) to market interest rate fluctuations is provided by the following table that shows the distribution of the Alameda Municipal Power's investments by maturity:

	12 Months or less
Investments :	
U.S. Bank Cash equivalents, mutual funds of U.S. Securities	$13,736,657
U.S. Treasury Notes	1,749,108
Money Market	53,336
Local Agency Investment Fund	17,461,562
Certificate of Deposits	9,369,361
Total Investments	42,370,024
Cash with Banks and Petty Cash	340,063
Total Cash and Investments	$42,710,087

The Alameda Public Financing Authority repurchased several outstanding Special Assessment Debt issues and holds them as investments. These investments were specifically authorized by City Council. At June 30, 2009, these investments comprised the following: $16,655,000 of Alameda Marina Village 89-1 Assessment Bonds; and $9,790,000 of Harbor Bay Business Assessment District 92-1 Revenue Bonds Series 1998. These investments are reported with Municipal Bonds in the table above.

The City, Alameda Municipal Power, and the Housing Authority are voluntary participants in the Local Agency Investment Fund (LAIF) is regulated by California Government Code Section 16429 under the oversight of the Treasurer of the State of California. The City, Alameda Municipal Power and the Housing Authority report their investments in LAIF at the fair market value amounts provided by LAIF, which is the same as the value of the pool share. At June 30, 2009 the fair value approximated is the City, Alameda Municipal Power and the Housing Authority's cost. The balance, available for withdrawal on demand, is based on the accounting records maintained by LAIF, which are recorded on an amortized cost basis. Included in LAIF's investment portfolio are collateralized mortgage obligations, mortgage-backed securities, other asset-backed securities, loans to certain state funds, and floating rate securities issued by federal agencies, government-sponsored enterprises, United States Treasury Notes and Bills, and corporations. At June 30, 2009, these investments had an average maturity of 235 days.

The City is a voluntary participant in the California Asset Management Program (CAMP). CAMP is an investment pool offered by the California Asset Management Trust (the Trust). The Trust is a joint powers authority and public agency created by the Declaration of Trust and established under the provisions of the California Joint Exercise of Powers Act (California Government Code Sections 6500 et seq., or the "Act") for the purpose of exercising the common power of its Participants to invest certain proceeds of debt issues and surplus funds. The Pool's investments are limited to investments permitted by subdivisions (a) to (n), inclusive, of Section 53601 of the California Government Code. The City reports its investments in CAMP at the fair market value amounts provided by CAMP, which is the same as the value of the pool share. At June 30, 2009 the fair market value approximated is the City's cost. At June 30, 2009, these investments have an average maturity of 56 days.

NOTE 2 - CASH AND INVESTMENTS (Continued)

F. Credit Risk

Generally, credit risk is the risk that an issuer of an investment will not fulfill its obligation to the holder of the investment when an investment matures. This is measured by the assignment of a credit rating by a nationally recognized statistical rating organization. Presented below is the actual rating as of June 30, 2009 for each City's investment type as provided by Standard and Poor's:

Investment Type	AAA	AAAm	AA	AA+	AA-	A	A+	Total
U.S. Government-Sponsored								
Enterprise Agencies								
Non-callable	$34,410,774							$34,410,774
Callable	4,808,404							4,808,404
Corporate Securities	12,130,671		$896,473	$2,390,250	$634,839	$1,408,973	$405,075	17,866,281
Money Market Mutual Funds		$12,561,880						12,561,880
Municipal Bonds - State						1,659,026		1,659,026
California Asset Management Program		3,683,256						3,683,256
Totals	$51,349,849	$16,245,136	$896,473	$2,390,250	$634,839	$3,067,999	$405,075	74,989,621
Not rated:								
California Local Agency Investment Fund								38,167,066
Municipal Bonds								26,445,000
Certificate of Deposits								1,611,703
Guaranteed Investment Contracts								6,872,510
Total not rated								73,096,279
Exempt:								
US Treasury Notes and Bills								18,938,475
Total Investments								$167,024,375

Presented below is the actual rating as of June 30, 2009 for each Housing Authority investment type:

Investment Type	
Not rated:	
California Local Agency Investment Fund	$7,574,662

NOTE 2 - CASH AND INVESTMENTS (Continued)

Presented below is the actual rating as of June 30, 2009 for each Alameda Municipal Power investment type as provided by Standard and Poor's:

Investments with Fiscal Agent	
AAA:	
U.S. Bank Cash equivalents, mutual funds of U.S. Securities	$13,736,657
Not rated:	
Certificate of Deposits (Morgan Stanley)	6,260,542
Certificate of Deposits (Bank of Alameda)	801,452
Certificate of Deposits (U.S. Bank)	2,307,367
Money Market	53,336
Local Agency Investment Fund	17,461,562
Exempt:	
U.S. Treasury Notes	1,749,108
Cash with Banks and Petty Cash	340,063
Total Investments	$42,710,087

G. *Concentration of Credit Risk*

The City's investment policy regarding the amount that can be invested in any one issuer is stipulated by the California Government Code. However, the City is required to disclose investments that represent a concentration of five percent or more of investments in any one issuer, held by individual City Funds in the securities of issuers other than U. S. Treasury securities, mutual funds and external investment pools. At June 30, 2009, those investments consisted of:

Reporting Unit	Issuer	Investment Type	Reported Amount
Entity Wide:	Federal Home Loan Bank	U.S. Government-Sponsored Enterprise Agencies	$12,854,075
	Federal Home Loan Mortgage Corporation	U.S. Government-Sponsored Enterprise Agencies	8,933,376
	Federal National Mortgage Association	U.S. Government-Sponsored Enterprise Agencies	10,510,081
Major Fund: Capital Improvement Project Fund	Bank of Alameda	Certificates of Deposits	1,101,064
Fiduciary Funds	CDC Funding	Guaranteed Investment Contract	3,569,282
	Bank of New York	Guaranteed Investment Contract	2,416,445
	Special Assessment Districts in the City of Alameda	Municipal Bonds	26,445,000

NOTE 2 - CASH AND INVESTMENTS (Continued)

H. Investments with Fair Values Highly Sensitive to Interest Rate Fluctuations

The City's investments include Mortgage Backed Securities with a fair market value at June 30, 2009 of $625,118 that are sensitive to interest rate fluctuations, to a greater degree than already indicated in the information provided above. These securities are subject to early repayment in a period of declining interest rates, which could reduce expected cash flows. The fair value of these investments reflects this potential impact.

The City's investments include U.S. Government-Sponsored Enterprise Agencies that have an embedded call feature. At June 30, 2009, those investments consisted of:

Investment Type	Maturity Date	Callable Date	Reported Amount
Federal Farm Credit Bureau	11/18/2011	11/18/2009	$1,120,059
Federal Home Loan Corporation	10/20/2010	7/20/2009	610,333
Federal Home Loan Corporation	10/27/2010	7/27/2009	340,254
Federal National Mortgage Association	2/11/2011	2/11/2010	1,611,000
Federal National Mortgage Association	1/15/2013	1/15/2010	1,126,758

NOTE 3 - INTERFUND TRANSACTIONS

A. Current Balances

Current interfund balances arise in the normal course of business and are expected to be repaid shortly after the end of the fiscal year. The purpose of these balances is to eliminate negative cash balances at year end in various funds. At June 30, 2009 the amounts of current interfund balances were as follows:

Due From Other Funds	Due To Other Funds	
General Fund	Ferry Services Enterprise Fund	$292,344
	Non-Major Governmental Funds	111,719
	Internal Service Funds	1,722,717
	Total Due	$2,126,780

NOTE 3 - INTERFUND TRANSACTIONS (Continued)

B. Long-Term Advances

The General Fund advanced $1,258,995 to the Alameda Point Improvement Project Area Special Revenue Fund. The advance is to be repaid in future years from the proceeds of property tax increments as funds become available. The General Fund advance bears interest at 6% in fiscal year 2008-09.

The General Fund has advanced $1,920,000 to the FISC Lease Special Revenue Fund to pay for the public safety of former Navy property. The advance bears interest at 6% and will be repaid from future lease revenue as funds become available.

The Golf Course Enterprise Fund advanced the ARRA General Fund Leasing Activity Subfund $300,000 in fiscal year 2000-01 for predevelopment activities in connection with the Golf Course at Alameda Point. Upon completion of various pre-development engineering and environmental studies, development of the Golf Course at Alameda Point was deemed unfeasible. As of June 30, 2009, this advance had a balance of $300,000. This advance is expected to be repaid in fiscal year 2009-10.

The Sewer Enterprise Fund advanced $3,000,000 to the Business and Waterfront Improvement Project Area Community Improvement Fund as matching funds for Construction of the Webster Street/Wilver Stargell Avenue Intersection Project. These advances bear interest at 3% until paid in full.

NOTE 3 - INTERFUND TRANSACTIONS (Continued)

C. *Transfers Between City Funds*

With Council approval, resources may be transferred from one City fund to another. Transfers between City funds during fiscal year 2008-09 were as follows:

Fund Receiving Transfers	Fund Making Transfer	Amount Transferred	
General Fund	West End Community Improvement Project Area Special Revenue Fund	$202,567	
	Business and Waterfront Improvement Project Area Special Revenue Fund	340,531	
	Alameda Point Community Improvement Project Area Special Revenue Fund	2,866	
	FISC Lease Revenue Special Revenue Fund	153,836	
	Alameda Reuse and Redevelopment Authority Special Revenue Fund	2,707,623	
	HOME Repayment Special Revenue	5,948	
	Golf Course Enterprise Fund	274,106	
	Sewer Services Enterprise Fund	330,939	
	Non-Major Governmental Funds	3,255,383	
	Internal Service Funds	244,771	
West End Community Improvement Project Area Special Revenue Fund	FISC Lease Revenue Special Revenue Fund	2,920	
Business and Waterfront Improvement Project Area Special Revenue Fund	West End Community Improvement Project Area Special Revenue Fund	150,000	
Alameda Point Improvement Project Area Special Revenue Fund	General Fund	2,595	
FISC Lease Revenue Special Revenue Fund	West End Community Improvement Project Area Special Revenue Fund	200,000	
	Business and Waterfront Improvement Project Area Special Revenue Fund	2,427,662	
	Alameda Reuse and Redevelopment Authority Special Revenue Fund	941,831	
	Capital Improvement Projects Capital Project Fund	887,173	
	Non-Major Governmental Funds	60,763	
Theater Parking Special Revenue Fund	West End Community Improvement Project Area Special Revenue Fund	725,118	
Alameda Reuse and Redevelopment Authority Special Revenue Fund	FISC Lease Revenue Special Revenue Fund	14,649	A
	Non-Major Governmental Funds	5,000	A
Capital Improvement Projects Capital Project Fund	General Fund	150,274	A
	West End Community Improvement Project Area Special Revenue Fund	39,378	
	FISC Lease Revenue Special Revenue Fund	800,000	A
	Alameda Reuse and Redevelopment Authority Special Revenue Fund	760,000	A
	Sewer Services Enterprise Fund	45,000	
	Non-Major Governmental Funds	3,461,578	A
Ferry Services Enterprise Fund	Non-Major Governmental Funds	974,782	C
Non-Major Governmental Funds	General Fund	4,463,617	B
	West End Community Improvement Project Area Special Revenue Fund	2,786,226	B
	Business and Waterfront Improvement Project Area Special Revenue Fund	3,576,238	B
	FISC Lease Revenue Special Revenue Fund	1,058,734	D
	Theater Parking Special Revenue Fund	295,210	
	Alameda Reuse and Redevelopment Authority Special Revenue Fund	653,217	
	Capital Improvement Projects Capital Project Fund	352,242	
	Golf Course Enterprise Fund	46,892	
	Sewer Services Enterprise Fund	1,328,504	
	Non-Major Governmental Funds	6,771,881	B
Internal Service Funds	West End Community Improvement Project Area Special Revenue Fund	5,983	
	Business and Waterfront Improvement Project Area Special Revenue Fund	3,175	
	Alameda Point Improvement Project Area Special Revenue Fund	17	
	FISC Lease Revenue Special Revenue Fund	664	
	Golf Course Fund	39,154	
	Sewer Services Fund	11,540	
	Non-Major Governmental Funds	41,712	
		$40,602,299	

The reasons for these transfers are set forth below:

(A) To fund capital projects
(B) To fund indirect costs and debt services
(C) To fund ferry services
(D) To transfer proceeds according to a profit participation agreement

NOTE 3 - INTERFUND TRANSACTIONS (Continued)

D. *Internal Balances*

Internal balances are presented in the entity-wide financial statements only. They represent the net interfund receivables and payables remaining after the elimination of all such balances within governmental and business-type activities.

NOTE 4 - LOANS RECEIVABLE

A. *Housing Rehabilitation and Affordable Housing Loans*

The City engages in programs designed to encourage construction or improvement in low-to-moderate income housing or other projects. Under these programs, grants or loans are provided under favorable terms to homeowners or developers who agree to expand these funds in accordance with the City's terms. Some of these loans may be forgiven at the completion of the loan term if all stipulated conditions are met. Other loans and notes are expected to be repaid in full. The balance of these loans has been offset by deferred revenue, as they are not expected to be repaid during the next fiscal year. The balance of the loans receivable arising from these programs at June 30, 2009 was $6,520,620. Included in this balance was $1,085,584 receivable from the Housing Authority, as discussed in Note 7F.

B. *Alameda Development Corporation*

During fiscal year ended June 30, 2000, the Community Improvement Commission entered into an agreement with the Alameda Development Corporation, a non-profit corporation, to loan the corporation funds to be used for development of for-sale housing units for persons with very low to low annual incomes. The loan is secured by a deed of trust and bears interest at 5% for 59 years. In February, 2006 the loan was amended and restructured to include additional funding and allow forgiveness and reconveyance of the loan as each unit is completed and sold to a qualified household. The balance of this loan has been offset by deferred revenues, as it is not expected to be repaid during the next fiscal year. As of June 30, 2009, the balance of the loan was $1,740,000.

C. *Affordable Housing Project*

The Commission entered into a Participation Agreement with Resources for Community Development (Developer) to develop fifty-two units of Affordable Rental Housing and ten units of Ownership Housing. Under the terms of the Agreement, the Commission would provide $3,615,000 of housing funds for construction costs. In addition, the City pledged $400,000 of HOME funds for a portion of the pre-development cost and developer fees. As of June 30, 2009, the balance of this loan was $1,000,000.

D. *Microenterprise Assistance Program*

The City has engaged in a loan program designed to provide financial and technical assistance to low-and-moderate-income entrepreneurs of Alameda to develop, strengthen and stabilize small businesses. The loans accrue interest at 2% per year with repayment in ten years. At the City's option, loan payments may be deferred three years. The balance of the loans receivable from this program at June 30, 2009 was $26,065.

NOTE 4 - LOANS RECEIVABLE (Continued)

E. Loan to Alameda Municipal Power

On December 16, 2003 at the request of the Public Utilities Board, the Alameda City Council loaned $2,200,000 to Alameda Municipal Power for the purpose of the construction of a hybrid fiber-optic/coaxial telecom network. As of June 30, 2009 the remaining principal balance was $2,200,000.

F. Alameda Municipal Power Loans to the City

The City entered into a loan agreement with Alameda Municipal Power for the replacement of deteriorated street lights. Through June 30, 2009, Alameda Municipal Power had expended $627,300 for street light replacement and the City had made payments of $482,000. Annual installments of $40,000 are scheduled until the loan is repaid. At June 30, 2009 the outstanding balance was $145,300.

The City entered into a loan agreement with Alameda Municipal Power in April 2005 in the amount of $21,000 to provide the City's Recreation and Parks department's new facility at 2226 Santa Clara Avenue with telecommunications capabilities. The loan is to be repaid in four years in equal installments of $5,250 and at a zero percent interest rate. The first payment was made on June 1, 2005. At June 30, 2009 there was no outstanding balance.

G. Multiplex Cinema

As part of a Disposition and Development Agreement as discussed in Note 14C, the Community Improvement Commission entered into a loan agreement with Alameda Entertainment Associates, L.P. in March 2007 for $2,800,000 for the renovation of the Historic Alameda Theatre and development of a new multiplex cinema. Repayment of $1,400,000 of this loan will begin in the seventh operating year for twenty years with equal monthly installments. The remaining $1,400,000 will be repaid by percentage rental amounts from gross operating revenues as established in the Disposition and Development Agreement. An additional loan agreement of $300,000 was entered into by both parties for furniture fixtures and equipment purchases as part of the renovation project. As of June 30, 2009, the Commission had entered into two new loans with Alameda Entertainment Associates which resulted in a total outstanding balance of $3,093,321.

H. City Manager Loan

On June 21, 2005, the City Council approved the appointment of a new City Manager and authorized the execution of an Employment Agreement that outlines the terms and conditions of employment, including a Housing Assistance Agreement. The terms of the Agreement may be amended by action of the City Council.

NOTE 4 - LOANS RECEIVABLE (Continued)

The original Housing Assistance Agreement was structured using an equity share concept. However, this structure made it difficult to coordinate with a traditional loan. On April 18, 2006, the City Council amended the Housing Assistance Agreement restructuring it from an equity share concept to a more traditional loan. Additionally, a Loan Agreement and a Subordinate Deed of Trust were required. The amount of the assistance, $250,000, did not change with the restructuring. The interest rate was established at one-half percent above the current Local Agency Investment Fund rate in order to protect the General Fund's assets. On July 3, 2006, the Amended and Restated Housing Assistance Agreement was executed, funds transferred and repayment established through payroll withholding. In March, 2009, the City entered into an agreement with their former City Manger to allow for the property securing the loan to be sold to a bona fide purchaser for fair market value within a twenty-four-month period. Under the agreement, as full satisfaction of the loan, the City shall be paid the net sales proceeds of the sale of the property (up to $250,000), after paying the first mortgage and all the closing costs. As of June 30, 2009, the balance of the loan was $239,788.

NOTE 5 – CAPITAL ASSETS

Capital assets, other than infrastructure assets, are defined by the City as assets with an initial, individual cost of more than $10,000. All capital assets, which include roads, bridges, curbs and gutters, streets and sidewalks, drainage systems and lighting systems, are valued at historical cost or estimated historical cost if actual historical cost is not available. Contributed capital assets are valued at their estimated fair market value on the date contributed.

All capital assets with limited useful lives are depreciated during their estimated useful lives. The purpose of depreciation is to allocate the cost of capital assets equitably among all users during the life of these assets. The amount charged to depreciation expense each year represents that year's pro rata share of the cost of capital assets.

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

Electric Plant	30 years
Buildings and Improvements	40 - 80 years
Ferry Boat	30 years
Machinery, Furniture and Equipment	4 - 40 years
Infrastructure	15 - 75 years

Major outlays for capital assets and improvements are capitalized as projects are constructed. Interest incurred during the construction phase is reflected in the capitalized value of the asset constructed, net of interest earned on the invested proceeds within the same period.

NOTE 5 – CAPITAL ASSETS (Continued)

A. *Capital Asset Additions and Retirements*

City capital asset activities for the year ended June 30, 2009 is as follows:

	Balance at June 30, 2008	Additions	Retirements	Balance at June 30, 2009
Governmental activities				
Capital assets not being depreciated:				
Land	$4,921,331			$4,921,331
Construction in progress	41,308,034	$6,160,075		47,468,109
Total capital assets not being depreciated	46,229,365	6,160,075		52,389,440
Capital assets being depreciated:				
Buildings	252,346,701			252,346,701
Machinery and equipment	25,556,827	404,707	($391,120)	25,570,414
Infrastructure:				
Streets	85,884,757			85,884,757
Landscape	20,479,187			20,479,187
Storm drains	18,316,205			18,316,205
Portable water	1,353,939			1,353,939
Parks	5,069,917			5,069,917
Marina facilities	24,285,397			24,285,397
Total capital assets being depreciated	433,292,930	404,707	(391,120)	433,306,517
Less accumulated depreciation:				
Buildings	(86,187,184)	(3,117,779)		(89,304,963)
Machinery and equipment	(17,727,128)	(1,020,009)	384,666	(18,362,471)
Infrastructure:				
Streets	(49,791,513)	(2,495,906)		(52,287,419)
Landscape	(13,940,323)	(634,785)		(14,575,108)
Storm drains	(7,052,781)	(289,452)		(7,342,233)
Portable water	(1,096,576)	(17,525)		(1,114,101)
Parks	(2,036,485)	(202,242)		(2,238,727)
Marina facilities	(18,108,667)	(301,218)		(18,409,885)
Total accumulated depreciation	(195,940,657)	(8,078,916)	384,666	(203,634,907)
Net capital assets being depreciated	237,352,273	(7,674,209)	(6,454)	229,671,610
Governmental activity capital assets, net	$283,581,638	($1,514,134)	($6,454)	$282,061,050

NOTE 5 - CAPITAL ASSETS (Continued)

	Balance at June 30, 2008	Additions	Retirements	Balance at June 30, 2009
Business-type activities				
Capital assets, not being depreciated:				
Land and improvement	$176,899			$176,899
Construction in progress	304,037	$3,325	($284,161)	23,201
Total capital assets not being depreciated	480,936	3,325	(284,161)	200,100
Capital assets, being depreciated:				
Buildings	865,184	268,400		1,133,584
Sewer lines	60,250,832	3,330,030		63,580,862
Streets	188,016			188,016
Storm drains	314,356			314,356
Golf improvements	4,159,979	15,761		4,175,740
Ferry boats	13,307,658			13,307,658
Office furniture and equipment	2,535,562		(7,677)	2,527,885
Net capital assets being depreciated	81,621,587	3,614,191	(7,677)	85,228,101
Less accumulated depreciation for:				
Buildings	(217,100)	(12,206)		(229,306)
Sewer lines	(22,145,377)	(945,909)		(23,091,286)
Streets	(126,961)	(4,821)		(131,782)
Storm drains	(63,127)	(4,191)		(67,318)
Golf improvements	(1,853,201)	(158,004)		(2,011,205)
Ferry boats	(4,318,160)	(488,689)		(4,806,849)
Office furniture and equipment	(2,263,049)	(63,421)	7,677	(2,318,793)
Total accumulated depreciation	(30,986,975)	(1,677,241)	7,677	(32,656,539)
Net capital assets being depreciated	50,634,612	1,936,950		52,571,562
Business-type activity capital assets, net	$51,115,548	$1,940,275	($284,161)	$52,771,662

B. *The Housing Authority's Capital Assets*

Housing Authority capital asset activities for the year ended June 30, 2009 is as follows:

	Balance June 30, 2008	Additions	Deletions	Balance June 30, 2009
Capital assets, not being depreciated:				
Land	$11,962,853			$11,962,853
Capital assets, being depreciated:				
Buildings & Improvements	32,379,567	$702,846		33,082,413
Equipment	200,988	39,151	($15,000)	225,139
Net capital assets being depreciated	32,580,555	741,997	(15,000)	33,307,552
Less accumulated depreciation:	(14,560,001)	(911,194)		(15,471,195)
Net Capital Assets being depreciated	18,020,554	(169,197)	(15,000)	17,836,357
Total capital assets, net	$29,983,407	($169,197)	($15,000)	$29,799,210

NOTE 5 - CAPITAL ASSETS (Continued)

C. *Alameda Municipal Power's Capital Assets*

Alameda Municipal Power capital asset activities for the year ended June 30, 2009 is as follows:

	Balance July 1, 2008	Additions Adjustments	Retirements Adjustments	Transfers	Balance June 30, 2009
Capital assets not being depreciated:					
Land and Rights	$758,672		($605,029)		$153,643
Construction Work in Progress	1,400,544	$3,027,063		($1,373,432)	3,054,175
Total capital assets not being depreciated	2,159,216	3,027,063	(605,029)	(1,373,432)	3,207,818
Capital assets being depreciated:					
Utility Plant	88,694,742		(23,147,625)	624,760	66,171,877
Service Center Building	7,843,636				7,843,636
Machinery and Equipment	8,908,904		(211,886)	28,100	8,725,118
Transportation Equipment	2,198,692		(417,378)	611,981	2,393,295
Computer Equipment	3,409,171		(494,189)	108,591	3,023,573
Furniture and Fixtures	599,846		(739)		599,107
Total capital assets being depreciated	111,654,991		(24,271,817)	1,373,432	88,756,606
Less accumulated depreciation for:					
Utility Plant	43,931,201	2,939,495	(10,250,588)		36,620,108
Service Center Building	2,558,433	165,870			2,724,303
Machinery and Equipment	5,343,099	856,043	(207,820)		5,991,322
Transportation Equipment	1,326,936	146,979	(324,731)		1,149,184
Computer Equipment	3,031,333	89,631	(494,189)		2,626,775
Furniture and Fixtures	352,495	17,683	(553)		369,625
Total accumulated depreciation	56,543,497	4,215,701	(11,277,881)		49,481,317
Total depreciable assets	55,111,494	(4,215,701)	(12,993,936)	1,373,432	39,275,289
Business activity capital assets, net	$57,270,710	($1,188,638)	($13,598,965)		$42,483,107

NOTE 5 - CAPITAL ASSETS (Continued)

D. *Capital Asset Contributions*

Some capital assets may be acquired using Federal and State grant funds, or they may be contributed by developers or other governments. These contributions are accounted for as revenues at the time the capital assets are contributed.

E. *Depreciation Allocation*

Depreciation expense is charged to functions and programs based upon usage of the related assets. The amounts allocated to each function or program are as follows:

Governmental Activities	
General government	$243,647
Police	260,812
Fire	291,527
Public works	3,796,983
Community Development, planning and building	2,443,517
Culture and recreation	1,042,430
Total Governmental Activities	$8,078,916
Business-Type Activities	
Ferry services	$488,689
Golf course	216,659
Sewer services	971,893
Total Business-Type Activities	$1,677,241
Discretely Presented Component Units:	
Housing Authority of City of Alameda	$911,194
Alameda Municipal Power	$4,215,701

NOTE 6 – LOAN PAYABLE

On April 4, 2003, the ARRA entered into a loan agreement with a developer for the Bayport Residential Project. Under the agreement, the developer would provide funding up to $28,800,000 for the redevelopment of the former U.S. Navy East Housing, Fleet Industrial Supply Center Annex (FISCA), and Fleet Industrial Supply Center (FISC). The repayment of the loan is financed by tax increment revenues from the Bayport Residential Project. The City repaid this loan in full as of June 30, 2009.

NOTE 7 – LONG-TERM DEBT

The City generally incurs long-term debt to finance projects or purchase assets which will have useful lives equal to or greater than the term of the related debt.

Bond Discounts and Issuance Costs

Bond discounts and issuance costs of long-term debt issues are amortized during the life of the related debt.

A. *City Long-Term Debt*

The City's long-term debt activities for the year ended June 30, 2009 are as follows:

	Balance June 30, 2008	Additions	Retirements	Balance June 30, 2009	Current Portion
Governmental Activity Debt:					
Certificates of Participation:					
1996 Police Building	$1,505,000		$1,505,000		
1996 Library/Golf	3,555,000		3,555,000		
2002 City Hall	9,535,000		395,000	$9,140,000	$410,000
2008 Refinancing Project		$4,575,000		4,575,000	
Total Certificates of Participation	14,595,000	4,575,000	5,455,000	13,715,000	410,000
1992 Revenue Bonds	1,430,000		135,000	1,295,000	150,000
2002 Subordinate Tax Allocation Bonds	2,885,000		595,000	2,290,000	675,000
2003 General Obligation Bonds	9,960,000		185,000	9,775,000	195,000
2003 Tax Allocation Refunding Bonds	17,905,000		450,000	17,455,000	465,000
2003 Tax Allocation Bonds	46,215,000		60,000	46,155,000	75,000
2003 ARRA Demand Revenue Bonds	13,200,000		300,000	12,900,000	300,000
Equipment Purchase Agreements	431,837		236,705	195,132	195,132
Loans Payable	7,780,550		105,250	7,675,300	257,000
Leases Payable	453,914		184,475	269,439	67,359
Total Governmental Activity Debt	$114,856,301	$4,575,000	$7,706,430	$111,724,871	$2,789,491
Business-Type Activity Debt:					
1995 Certificates of Participation	$3,295,000		$265,000	$3,030,000	$275,000
State Construction Loan	122,256		20,202	102,054	20,887
State Water Resources Control Board	1,328,353		116,949	1,211,404	120,223
State Revolving Fund Loan, 1998	1,404,307		111,919	1,292,388	114,829
State Revolving Fund Loan, 1999	677,901		48,587	629,314	49,899
State Revolving Fund Loan, 2004	1,256,995		69,590	1,187,405	71,399
Equipment Purchase Agreements	515,231		124,281	390,950	131,967
Total	$8,600,043		$756,528	$7,843,515	$784,204

NOTE 7 – LONG-TERM DEBT (Continued)

B. *Housing Authority Long Term Debt*

The Housing Authority's long-term debt activity for the year ended June 30, 2009 is as follows:

	Balance June 30, 2008	Retirements	Balance June 30, 2009
ARCS Commercial Co. L.P.	$6,517,561	$103,039	$6,414,522
PMC Financial Services	8,749,885	198,097	8,551,788
Notes Payable - City of Alameda	1,087,363	2,445	1,084,918
Notes Payable - Other	430,213	13,069	417,144
Total	$16,785,022	$316,650	$16,468,372

C. *Alameda Municipal Power Long-Term Debt*

Alameda Municipal Power's long-term debt consists of the Certificates of Participation issues discussed in Note G below. The Alameda Municipal Power long-term debt issues and transactions were as follows:

	Original Issue Amount	Balance June 30, 2008	Additions	Retirements	Balance June 30, 2009	Current Portion
Electric System Revenue Taxable COPs, Series 2000AT	$29,500,000	$29,500,000			$29,500,000	
Electric System Revenue COPs, Series 2000A	9,545,000	9,545,000			9,545,000	
Telecom System Revenue Taxable COPs, Series 2002A	6,300,000	6,145,000		$6,145,000		
Telecom System Revenue Bond Anticipation Notes, Series 2004	33,000,000	33,000,000		33,000,000		
2008 Truck (Altel Model AM-55)- Capital Lease	176,295	172,836		21,421	151,415	$22,650
2009 Truck (Altel Model D3060)- Capital	229,168		$229,168	27,182	201,986	28,701
Loan from City of Alameda	2,200,000	2,200,000			2,200,000	2,200,000
Total long-term debt		$80,562,836	$229,168	$39,193,603	$41,598,401	$2,251,351

Alameda Municipal Power is required to maintain amounts of cash and investments with trustees or fiscal agents under the terms of the Series 2000A Certificates of Participation, as discussed in Note 7G below.

NOTE 7 – LONG-TERM DEBT (Continued)

D. *Debt Service Requirements - City, Housing Authority and Alameda Municipal Power*

Annual debt service requirements are shown below for all long-term debt:

					Discretely Presented Component Units			
					Governmental Activities Housing Authority		Business-Type Activities Alameda Municipal Power	
	Governmental Activities		Business-Type Activities					
For the Year Ending June 30	Principal	Interest	Principal	Interest	Principal	Interest	Principal	Interest
2010	$2,789,491	$5,399,856	$784,204	$286,715	$334,978	$652,372	$2,251,351	$2,386,151
2011	3,169,360	5,242,039	817,633	254,880	354,362	636,764	54,384	2,383,118
2012	3,364,360	5,090,891	821,892	219,428	374,867	620,256	1,032,609	2,366,143
2013	3,546,660	4,924,985	728,877	193,510	396,560	602,798	1,151,024	2,347,938
2014	3,604,000	4,760,415	745,297	165,578	419,508	584,334	1,169,642	2,328,460
2015-2019	19,820,000	21,164,503	3,496,864	400,749	2,491,075	2,605,283	6,954,391	9,714,970
2020-2024	24,404,000	16,122,525	448,748	27,025	3,300,545	1,955,317	9,435,000	7,171,600
2025-2029	26,132,000	9,789,302			4,282,983	1,103,637	13,065,000	3,687,371
2030-2034	24,895,000	3,077,607			3,105,040	238,198	6,485,000	205,968
2035-2039					477,379	5,393		
2040-2044					44,810			
2045-2049					38,443			
2050-2054					29,974			
2055-2059					817,848			
2060-2062								
Total	$111,724,871	$75,572,123	$7,843,515	$1,547,885	$16,468,372	$9,004,352	$41,598,401	$32,591,719

E. *Description of the City's Long-Term Debt Issues*

Some of the City's debt is in the form of Certificates of Participation, which are a type of long-term borrowing secured by lease payments made by the City under non-cancelable lease agreements. The cost of the assets securing these leases and the balance of the debt evidenced by these Certificates of Participation have been included in the City's financial statements, as these leases are in essence financing arrangements with ownership of the financed assets reverting to the City at the conclusion of the lease term.

1996 Police Building Refinancing and Equipment Financing Certificates of Participation - The City issued Certificates of Participation (COPS) in the original principal amount of $2,770,000, and bearing interest at 4.00-6.125%, on July 16, 1996 as a sale and leaseback agreement under a non-cancelable lease extending to August 1, 2015. The proceeds from the sale of the COPs were used to refund the City's 1990 COP's Police Building and Equipment Financing Project. Under this lease, the City makes semi-annual payments February 1 and August 1 from the Police and Fire Construction Impact fund and asset seizure revenues to pay the principal and interest on the 1996 Certificates of Participation. The cost of the building and the balance of the debt evidenced by the Police Building Refinancing and Equipment Financing Certificates of Participation have been included in the City's financial statements, as this lease is in essence a financing arrangement with ownership of the financed assets reverting to the City at the conclusion of the lease term. These Certificates were repaid in August 2008 by the City through the issuance of the Certificates of Participation (2008 Refinancing Project) as discussed below.

NOTE 7 - LONG-TERM DEBT (Continued)

1996 Library and Golf Course Upgrade and Renovation Certificates of Participation - The City issued Certificates of Participation in the original principal amount of $4,900,000, bearing interest at 3.90-5.75%, on December 1, 1996, in order to finance the seismic upgrade and renovation of the Carnegie Library building and certain golf course facilities under a non-cancelable lease of these facilities extending to December 1, 2021. Under this lease, the City makes semi-annual payments June 1 and December 1 from any source of available funds of the City which are sufficient to pay the principal and interest on the 1996 Certificates of Participation. Ownership of the leased premises reverts to the City at the end of the lease. The balance of the debt evidenced by the Library and Golf Course Upgrade and Renovation Certificates of Participation have been included in the City's financial statements as this lease is in essence a financing arrangement, with ownership of the financed assets reverting to the City at conclusion of the lease term. These Certificates were repaid in August 2008 by the City through the issuance of the Certificates of Participation (2008 Refinancing Project) as discussed below.

2002 City Hall Refinancing Project Certificates of Participation – The City issued Certificates of Participation in the original principal amount of $11,370,000, bearing interest at 2.25-4.75%, on September 10, 2002, in order to refund the City's outstanding $10,565,000 1995 City Hall Seismic Upgrade and Renovation Project Certificates of Participation. The 1995 COP was to finance the seismic upgrade and renovation of City Hall and certain fire station facilities under a non-cancelable lease of these facilities extending to May 1, 2025. Under this lease, the City makes semi-annual payments May 1 and November 1 from vehicle licensing fees, which are sufficient to pay the principal and interest on the 2002 Certificates of Participation. Ownership of the leased premises reverts to the City at the end of the lease. The balance of debt evidenced by the 2002 Certificates of Participation have been included in the City's financial statements as this lease is in essence a financing arrangement, with ownership of the financed assets reverting to the City at conclusion of the lease term. Principal and interest are payable semi-annually each November 1 and May 1 through 2025.

The refunding proceeds of the 2002 Bonds were used to purchase non-callable US government securities which were deposited in an irrevocable trust to provide for all future debt service payments of the 1995 COPs. Accordingly, the trust account assets and the liability for the refunded portion of the 1995 COPs are not included in the financial statements.

The balance of the City's debt are in various forms as follows:

1992 Revenue Bonds - On April 1, 1992, the Alameda Public Financing Authority issued revenue bonds in the principal amount of $2,740,000. Proceeds from the bond sale were used to refund the West End Improvement Project 1985 Tax Allocation Bonds. Commission tax increment revenue is pledged as repayment for these bonds. Principal and interest are payable semi-annually, each April 1 and October 1 through 2016.

The pledge of future tax increment revenues ends upon repayment of the $1,671,380in remaining debt service on the Community's Revenue Bonds, scheduled to occur in 2016. As disclosed in the bond indenture originating offering documents, pledged future tax increment revenues are expected to provide coverage over debt service of 2.5 over the life of the Bonds. For fiscal year 2009, tax increment revenues amounted to $1,072,372, which represented coverage of 4.62 over the $232,240 in current year debt service.

NOTE 7 - LONG-TERM DEBT (Continued)

2002 Community Improvement Commission Subordinate Taxable Tax Allocation Bonds – On March 1, 2002, the Community Improvement Commission issued Tax Allocation Bonds in the principal amount of $4,640,000. Bond proceeds were used to repay a loan from the City to the Community Improvement Commission related to the Commission's Business and Waterfront Improvement Project. The bonds are payable from tax increment revenues received by the project area. Principal and interest are payable semi-annually on February 1 and August 1 through February 2012.

The pledge of future tax increment revenues ends upon repayment of the $2,652,107 in remaining debt service on the Tax Allocation Bonds, scheduled to occur in 2012. As disclosed in the bond indenture, pledged future tax increment revenues are expected to provide coverage over debt service of 1.25 over the life of the Bonds. For fiscal year 2009, tax increment revenues amounted to $8,002,363, which represented coverage of 9.82 over the $814,881 in current year debt service.

2003 General Obligation Bonds – On November 7, 2000 the voters approved the issuance of General Obligation Bonds, which the City issued on March 25, 2003, in the principal amount of $10,600,000, plus a reoffering premium of $268,000, to finance the acquisition and construction of a new main library and improvements to two branch libraries within the City. The bonds bear interest at 2.00-5.00%. The repayment of the bonds is secured by all revenue of the City. Principal payments are due annually on August 1. Interest payments are due semi-annually on February 1 and August 1 through August 1, 2033.

2003 Community Improvement Commission Tax Allocation Refunding Bonds – On October 1, 2003, the Community Improvement Commission issued Tax Allocation Refunding Bonds-related to the Business and Waterfront Improvement Area in the principal amount of $18,535,000, with Series 2003 C issued in the amount of $17,510,000 and Series 2003 D in the amount of $1,025.000. The proceeds were used to retire the 2002 Financing Authority Variable Rate Revenue Bonds. The Bonds are payable from tax increment revenues receivable by the Project Area. Principal is payable annually on February 1, with interest payable semi-annually on February 1 and August 1 through February 2032.

2003 Community Improvement Commission Tax Allocation Bonds – On December 1, 2003, the Community Improvement Commission issued Series 2003 A1 and A2 Tax Allocation Bonds in the principal amount of $37,390,000 and Series 2003 B Subordinated Tax Allocation Bonds in the principal amount of $9,205,000, for a total original principal amount of $46,595,000, for the Commission's merged improvement areas. The proceeds were used to finance certain redevelopment projects, to repay a loan of $2,200,000 for the project area, and to finance $12,200,000 of demolition costs incurred in the project area. The Series 2003 A1 and A2 are secured by a pledge of certain tax increment revenues for the Merged Project Area. The Series 2003 B are secured by a subordinate pledge of tax revenues. Interest is payable semiannually on March 1 and September 1 through 2033; principal is payable annually on March 1 through 2033.

As disclosed in the official statements of the 2003 Community Improvement Commission Tax Allocation Refunding Bonds and 2003 Community Improvement Commission Tax Allocation Bonds, the two bond issues are considered parity bonds. The pledge of future tax increment revenues ends upon repayment of the $119,200,776 in remaining debt service on the Community's Tax Allocation Bonds, scheduled to occur in 2033. As disclosed in the bond indenture, pledged future tax increment revenues are expected to provide coverage over debt service of 1.1 over the life of the Bonds. For fiscal year 2009, tax increment revenues amounted to $2,292,279, which represented coverage of 1.57 over the $4,010,684in current year debt service.

NOTE 7 - LONG-TERM DEBT (Continued)

2003 ARRA Variable Rate Demand Revenue Bonds – On December 1, 2003, the Alameda Public Financing Authority issued Variable Rate Revenue Bonds in the original principal amount of $13,440,000 at a variable rate of interest determined on a weekly basis. The proceeds from the bonds were used to refund the 1999 ARRA Revenue Bonds which were issued to finance the costs of certain improvements at Alameda Point, and to finance professional services for land use planning and other activities required for the redevelopment process at Alameda Point. Repayment of these bonds is from lease revenues paid to ARRA from certain land, buildings, fixtures and equipment. Interest is payable on the first business day of each month.

The pledge of sublease revenues ends upon repayment of the $17,108,448 in remaining debt service on the Bonds which is scheduled to occur in 2034. As disclosed in the bond indenture documents, pledged future sublease revenues are expected to provide coverage over debt service of 1.5 during the life of the Bonds. For fiscal year 2009, sublease revenues amounted to $11,983,029 which represented coverage of 2,031% over the $590,131in debt service.

2008 Refinancing Project Certificates of Participation

In July 2008, the City Council authorized the issuance of the Certificates of Participation (2008 Refinancing Project) in amount of $4,575,000 to refinance the 1996 Police Building Refunding and Equipment Financing Certificates of Participation and the 1996 Library and Golf Course Upgrade and Renovation Certificates of Participation. The 2008 Certificates bear interest rates from 4% to 5% which are payable semi-annually in May and November. The City's principle payments will begin on May 1, 2011.

The current refunding resulted in a difference between the reacquisition price and the net carrying amount of the original debt of $5,060,000 which resulted in an accounting gain. The City completed the current refunding and net earnings of total debt service payments during the next 14 years by $841,937, obtaining preset value net earnings of $171,026.

Loans Payable - The City entered into a loan with Alameda Municipal Power for the replacement of deteriorated street lights. Through June 30, 2009, Alameda Municipal Power had expended $627,300.29 for street light replacement, and the City had made payments of $482,000. Annual installments of $40,000 are scheduled until the loan is repaid. At June 30, 2009 the outstanding balance was $145,300.

The City entered into a loan with Alameda Municipal Power in April 2005 for $21,000 to provide the City's Recreation and Parks Department's new facility at 2226 Santa Clara Avenue with telecommunications capabilities. The loan is to be repaid over four years with equal installments of $5,250 and has a zero percent interest rate. Loan balance has been paid in full as of June 30, 2009.

ERAF Loan Program – In April 2006, the Community Improvement Commission borrowed $695,000 from California Statewide Communities Development Authority to pay for Educational Revenue Augmentation Fund (ERAF) due to Alameda County. Both principal and interest payments are made semi-annually through March 2016.

HUD Section 108 Loan – On January 5, 2006, the City entered into an agreement to borrow $7,000,000 from the Housing Urban Development Department. In September 2006, the City drew down $4,000,000 for the construction of the Alameda Theater Garage Project. In August 2007, the City drew down an additional $3,000,000 for the same project. Principal and interest payments of both loans are due semi-annually on August and February through 2027. Repayments of the loans are funded by a BEDI grant, parking garage retail and cinema lease revenues.

NOTE 7 – LONG-TERM DEBT (Continued)

1995 Sewer System Refinancing & Improvement Certificates of Participation - On December 14, 1995, the City issued Certificates of Participation in the original principal amount of $5,850,000, bearing interest at 4.05-5.15%. Of these proceeds $5,035,792 of the proceeds plus $434,355 from the 1988 refunded debt reserves were used to establish an escrow account for principal and interest payments on the 1988 refunded debt through March 1, 1998, and to redeem the 1988 COPs at 103% on March 1, 1998. The remaining $815,000 of the proceeds will be used for new Sewer Fund Projects relating to the closure of the Alameda Naval Air Station. The COPs mature on March 1, 2018. The installment payments are made from the net revenues of the Sewer Services Enterprise Fund.

The pledge of future net revenues terminates upon repayment of the $3,316,120 in remaining debt service on the City's Sewer System Refinancing & Improvement Certificates of Participation Bonds which is scheduled to occur in 2018. As disclosed in the originating offering documents, projected net revenues are expected to provide coverage over debt service of 1.2 over the life of the Bonds. For fiscal year 2008, Sewer Fund Revenues including operating revenues and non-operating interest earnings amounted to $6,254,693 and operating costs include operating expenses, excluding interest, depreciation or amortizations, amounted to $3,432,587. Net Revenues available for debt service amounted to $2,822,106 which represented coverage of 0.15 over the $426,360 in debt service.

State Construction Loan - On May 2, 1989, the City entered into a loan with the State of California State Water Resources Control Board for $400,431 at 3.39% interest to construct facilities for the control and prevention of water pollution. The loan is payable from Sewer Service Enterprise Fund operating revenues. The City agreed to make annual payments of $24,349 through December 1, 2013. Balance as of June 30, 2008 is $102,054.

State Water Resources Control Board- On February 8, 1996, the City entered into a loan with the State of California State Water Resources Control Board for up to $2,324,502 at 2.8% interest, of which all has been drawn down. The purpose of the loan is to provide funding to install sanitary sewer facilities. The loan is payable from Sewer Service Enterprise Fund operating revenues. The City agreed to make annual payments of $154,144 through August 5, 2017. Balance as of June 30, 2009 is $1,211,404.

State Revolving Fund Loan 1998 - The City entered into a contract on July 1, 1998 to borrow funds from the State Water Resources Control Board. The funds are being used for a Sewer Replacement Project to replace sewers to correct infiltration and inflow. The maximum loan amount is $2,292,025, of which all has been drawn down. This loan bears interest at 2.6% per year for a term of twenty years. Balance as of June 30, 2009 is $1,292,388.

State Revolving Fund Loan 1999 - The City entered into a contract on September 29, 1999 to borrow funds from the State Water Resources Control Board. The funds are being used for a Sewer Replacement Project to replace sewers to correct infiltration and inflow. The maximum loan amount is $1,193,529 and bears interest at 2.7% per year for a term of twenty years. Balance as of June 30, 2009 is $629,314.

State Revolving Fund Loan 2004 - The City entered into a contract on August 12, 2004 to borrow funds from the State Water Resources Control Board. The funds are being used for a Sewer Replacement Project to replace sewers to correct infiltration and inflow. The maximum loan amount is $1,840,292 and bears interest at 2.6% per year for a term of twenty years. Balance as of June 30, 2009 is $1,187,405.

NOTE 7 – LONG-TERM DEBT (Continued)

Equipment Purchase Agreements - On November 3, 1994 the City entered into a non-cancelable lease agreement in the amount of $450,000 with U.S. Bank to purchase a fire truck. The City agreed to pay the lease in monthly payments of $3,875 for 180 months. Ownership of the fire truck reverts to the City at the termination of the lease term. Since the lease is in essence a financing arrangement, the cost of the fire truck and the amount of the lease have been included in the City's financial statements.

On April 18, 2001 the City entered into a non-cancelable lease agreement in the amount of $404,934 with Textron Financial Corporation to acquire certain electric golf equipment. On April 5, 2004 the City traded-in the golf equipment in exchange for a new lease agreement with Textron Financial Corporation in the amount of $444,077. On July 12, 2007 the City again traded in the golf equipment in exchange for a new non-cancelable lease agreement with Textron Financial Corporation in the amount of $449,753. Under the new lease agreement the City agreed to pay $8,879 for 49 months. Ownership of the golf equipment reverts to the City at the end of the lease. Since the lease is essentially a financing agreement, the cost of the golf equipment and the amount of the lease term have been included in the City's financial statements. Balance of the lease as of June 30, 2009 is $291,145.

On April 1, 2003 the City entered into a non-cancelable lease agreement in the amount of $674,467 with Bank of Alameda to acquire two fire trucks. The City agreed to pay the lease in quarterly payments of $21,597 for ten years. Ownership of the fire trucks reverts to the City at the end of the lease term. Since the lease is in essence a financing arrangement, the costs of the fire trucks and the amount of the lease term have been included in the City's financial statements. Balance of the lease as of June 30, 2009 is $269,437.

On May 7, 2003 the City entered into a non-cancelable lease agreement in the amount of $948,040 with Bank of Alameda to acquire a telephone system. The City agreed to pay the lease in monthly payments of $19,003 for 84 months. Ownership of the equipment reverts to the City at the termination of the lease. Since the lease is in essence a financing arrangement, the costs of the telephone system and the amount of lease have been included in the City's financial statements. Balance of the lease as of June 30, 2009 is176,753.

On December 15, 2005 the City entered into a lease agreement in the amount of $336,874 with the California First Leasing Corporation to acquire accounting system upgrades, a Fire Record Management System and a Storage Area Network. Included in the lease amount are license fees, training, installation, and data conversion costs. The City agreed to pay the lease in annual payments of $122,222 for three years. Ownership of the software and hardware reverts to the City at the termination. Since the lease is in essence a financing arrangement, the capital costs and the amount of the lease have been included in the City's financial statements. Balance of the lease as was paid off in fiscal year 2008-09.

On October 15, 2006, the City entered into a lease agreement in the amount of $200,609 with Wells Fargo Financial Leasing, Inc. to acquire various golf maintenance equipment. The City agreed to pay the lease in monthly payments of $3,798 for 60 months. Ownership of the equipment reverts to the City at the termination of the lease. Since the lease is essentially a financing arrangement, the costs of the golf equipment and the amount of the lease have been included in the City's financial statements. Balance of the lease as of June 30, 2009 is $99,804.

NOTE 7 – LONG-TERM DEBT (Continued)

F. *Housing Authority Notes Payable*

The deed of trust note dated April 1, 2005 of $6,800,000 for the Parrot and Eagle Village Apartments with ARCS Commercial Co. L.P. accrues interest at a variable rate based upon the weekly short term bond reset rate. The note requires payments of principal and interest in amounts at least totaling $340,016. The note matures April 15, 2035. The outstanding balance on the note at June 30, 2009 was $6,414,522.

Four other notes are secured by deeds of trust on six properties located throughout the City of Alameda. These notes were issued during the fiscal years ended June 30, 1997 and June 30, 2004. These notes have a balance owing of $417,140 as of June 30, 2009. The notes have interest rates ranging from 5.05% to 6.72% per annum and require annual principal and interest payments totaling $37,298.

Issued during the fiscal year ended June 30, 1997 were two deferred loans from the City of Alameda. These loans were issued for $518,600 and carry no interest rate. They are secured by deeds of trust on nine properties located in Alameda, California. One of the notes is deferred until January 1, 2027. Varying semiannual payments are due on each loan from the deferral date through January 1, 2027. The combined balances outstanding on these notes at June 30, 2009 were $514,918.

A promissory note agreement for $570,000 was entered into with the City of Alameda on June 18, 1998. This note bears interest at 3% per annum. Both interest and principal payments on this loan are deferred until the note's due date of June 30, 2057.

The mortgage note payable to PMC Financial Services was entered into on August 25, 1998. It is payable in monthly installments of $56,705, including principal and interest at 5.57%. Final payment is due February 1, 2031. The outstanding balance on this loan at June 30, 2009 was $8,551,788.

G. *Alameda Municipal Power Certificates of Participation and Bonds Payable*

Electric System Revenue Taxable Certificates of Participation, Series 2000AT -- On April 6, 2000, AMP issued $29,500,000 of Certificates of Participation, Series 2000AT. Proceeds were used to refinance certain obligations of the Electric System with respect to NCPA. The Series 2000AT matures semi-annually through July 1, 2030 with annual principal debt service commencing on July 1, 2011. The certificates bear interest at an auction rate fluctuating around the one-month LIBOR rate. On July 24, 2001, AMP entered into a Swap agreement with UBS Warburg to establish a set interest rate of 6.23% on the certificates. Interest amounts are payable monthly. The auction rate market disruptions have resulted in AMP paying an additional 1.5% interest on the certificates since February, 2008. All principal and interest payments are to be made from AMP's operating revenues and are secured by a pledge of these revenues.

Electric System Revenue Certificates of Participation, Series 2000A -- On April 1, 2000, AMP issued $9,545,000 of Electric System Revenue Certificates of Participation, Series 2000A bearing interest at 5% to 5.75%. Proceeds were used to defease the remaining outstanding 1992 Certificates of Participation, finance certain electric system improvements, and pay cost of delivery of the 2000A Certificates. The Series 2000A Certificates of Participation mature annually through July 1, 2030. Principal amounts are payable annually July 1 commencing 2011. Interest amounts are payable semiannually on January 1 and July 1.

AMP is required to maintain amounts of cash and investments with trustees or fiscal agents under the terms of the Series 2000A Certificates of Participation, as discussed at Note 3.

NOTE 7 – LONG-TERM DEBT (Continued)

The continuing disclosure agreement required notification that work related to the acquisition, construction and installation of the Electric System improvements projects provided for by this financing began in fiscal year 2001.

Telecom System Revenue Taxable Certificates of Participation, Series 2002A -- AMP purchased VECTREN Communications Services, Inc.'s (VCS) right to operate the telecommunications system and to receive any Management fee for the purchase price of $6,300,000 under an installment sale agreement in which periodic payments of principal and interest will be paid to VCS. Simple interest shall accrue at the rate of 5% per annum of the purchase price from the effective date of the agreement, which is June 28, 2002. Subject to the availability of telecommunications system net revenues, Alameda Municipal Power will repay this obligation with periodic payments; however, these payments will only be made to the extent the telecommunications system generated 'Net Revenues' as defined in the 2004 Agreements (which defined terms include sale proceeds). Since the telecommunications system did not generate 'Net Revenues' in 2003, 2004, 2005, 2006 and 2007, no such payments were made to Vectren. The net revenues calculated as available, and paid, for the payment due in May 2008 was $38,666. As a result of insufficient net revenues, the Telecommunications Division accrued $183,526 of additional interest payable in fiscal year 2009.

Telecom System Revenue Bond Anticipation Notes, Series 2004 -- On April 8, 2004, AMP issued $33,000,000 of Revenue Bond Anticipation Notes. (the Notes) Proceeds were used to pay the balance of the Certificates of Participation 2000B, to finance additional costs of the construction, equipping and improvement of the Telecom System and to establish a reserve to pay capitalized interest on the Notes through their maturity date. The Notes had a stated maturity of June 1, 2009. The Notes bear interest at 7% and interest payments were made semi-annually on December 1 and June 1 from funds provided by the capitalized interest reserve. Principal on the Notes was payable at maturity only from available telecommunications system net revenues, including the proceeds of a sale of the telecommunications system, or from refinancing of the obligation.

As part of the sale of the telecommunications system, AMP obtained the consents of a portion of the owners of the Notes to a partial prepayment in full satisfaction of amounts owing on their Notes, at a price equal to such Note owner's proportionate share of the net sales proceeds of the Telecom System, but not less than $15,000,000. On the sale date of the Telecom System, AMP used sale proceeds to prepay such owners' Notes, and to make a deposit to an escrow fund to defease the outstanding Notes to their maturity date. The 2004 Indenture of Trust provided that if AMP paid or provided for payment of the Notes, its obligations with respect to the Notes would be discharged and the Notes would no longer be outstanding under the 2004 Indenture of Trust.

Loan from City of Alameda – On December 16, 2003, at the request of the Public Utilities Board, the Alameda City Council authorized a loan of $2,200,000 to Alameda Municipal Power for the purpose of construction of the hybrid fiber-optic/coaxial telecom system. The loan is interest free and due on June 1, 2009.

Capital Lease Obligation – On June 1, 2008, Alameda Municipal Power entered into a long-term contract for the lease of a vehicle for maintenance operations use. Total cost of the vehicle was $176,295 and is due in monthly principal and interest installments of $2,533 through June, 2015.

NOTE 7 – LONG-TERM DEBT (Continued)

H. KQED, Inc.

On May 1, 1990 the City acted as a financial intermediary in order to assist the public television station KQED, Inc. in issuing $17,200,000 in variable rate demand bonds. The bonds are payable solely from revenues collected by KQED, Inc. The City has not included these bonds in its basic financial statements since it is not legally or morally obligated for the repayment of the bonds.

NOTE 8 - SPECIAL ASSESSMENT DEBT WITHOUT CITY'S COMMITMENT

Paragon Gateway Community Facilities District #2, Harbor Bay Community Facilities District #1 (Harbor Bay Business Park), and the Alameda Public Financing Authority (Marina Village Assessment District Bond Refinancing), have also issued debt, but the City has no legal written liability with respect to the payment of this debt, which is secured by assessments on the properties in these Districts.

At June 30, 2009, these Districts' combined outstanding debt amounted was $40,020,000.

NOTE 9 – NET ASSETS AND FUND BALANCES

A. Net Assets

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

Invested in capital assets, net of related debt describes the portion of Net Assets which is represented by the current net book value of the City's capital assets, less the outstanding balance of any debt issued to finance these assets.

Restricted describes the portion of Net Assets which is restricted as to use by the terms and conditions of agreements with outside parties, governmental regulations, laws, or other restrictions which the City cannot unilaterally alter. These principally include developer fees received for use on capital projects, debt service requirements, and redevelopment funds restricted to low-and-moderate-income purposes.

Unrestricted describes that portion of Net Assets which is not restricted as to use.

B. Fund Balance

Fund balance consists of reserved and unreserved amounts. Reserved fund balance represents that portion of a fund balance, which has been appropriated for expenditure or is legally segregated for a specific future use. The remaining portion is unreserved.

A portion of unreserved fund balance may be designated to indicate plans for financial resource utilization in a future period, such as for general contingencies or capital projects. Such plans are subject to change and may never be legally authorized or result in expenditures.

NOTE 9 – NET ASSETS AND FUND BALANCES (Continued)

The funds below had fund balance deficits or net asset deficits in the amounts shown at June 30, 2009. Future revenues are expected to offset these deficits.

Special Revenue Fund:	
Alameda Point Improvement Project Area	$987,892
Internal Service Funds:	
Workers' Compensation Insurance	6,872,923
Risk Management Insurance	707,128
Unemployment Insurance	31,155

Expenditures in Excess of Budget

The General Fund and Major Special Revenue Funds has incurred expenditures in excess of their budgets in the amounts below as the result of unanticipated disbursements for the year ended June 30, 2009. Sufficient funds were available to fund these expenditures.

General Fund	
Current: Fire	$31,405
Debt Service: Principal	43,802
Special Revenue Funds:	
West End Community Improvement Project Area Fund	
General Government	214,818
Business and Waterfront Improvement Project Area Fund	
General Government	878,065
Alameda Point Improvement Project Area Fund	
General Government	112,709
Debt Service: Interest	31,564
FISC Lease Revenue Fund	
Debt Service: Interest	115,200
Alameda Reuse and Redevelopment Agency	
Community Development, planning and building	1,776,660
Debt Service: Interest	15,000
HOME Repayment Fund	
Community Development, planning and building	1,221

NOTE 10 - PENSION PLANS

A. CALPERS Safety and Miscellaneous Employees Plans

Substantially all City employees are eligible to participate in pension plans offered by California Public Employees Retirement System (CALPERS), an agent multiple employer defined benefit pension plan which acts as a common investment and administrative agent for its participating member employers. CALPERS provides retirement and disability benefits, annual cost of living adjustments and death benefits to plan members, who must be public employees and beneficiaries. The City's employees participate in the separate Safety (police and fire) and Miscellaneous (all other) Employee Plans. Benefit provisions under both Plans are established by State statute and City resolution. Benefits are based on years of credited service, equal to one year of full time employment. Funding contributions for both Plans are determined annually on an actuarial basis as of June 30 by CALPERS; the City must contribute these amounts. The Plans' provisions and benefits in effect at June 30, 2009, are summarized as follows:

	Safety	Miscellaneous
Benefit vesting schedule	5 years service	5 years service
Benefit payments	monthly for life	monthly for life
Retirement age	50	55
Monthly benefits, as a % of annual salary	3.000%	2.000%
Required employee contribution rates	9.000%	7.000%
Required employer contribution rates	30.034%	13.180%

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

CALPERS uses the market related value method of valuing the Plan's assets. An investment rate of return of 7.75% is assumed, including inflation at 3.00%. Annual salary increases are assumed to vary by duration of service. Changes in liability due to plan amendments, changes in actuarial assumptions, or changes in actuarial methods are amortized as a level percentage of payroll on a closed basis within twenty years. Investment gains and losses are accumulated as realized; ten percent of the net balance is amortized annually.

NOTE 10 - PENSION PLANS (Continued)

The Plans' actuarial value (which differs from market value) and funding progress within the most recently available past three years is set forth below at their actuarial valuation date of June 30:

Safety Plan:

	Actuarial					
Valuation Date	Entry Age Accrued Liability	Actuarial Value of Assets	Unfunded (Overfunded) Liability	Funded Ratio	Annual Covered Payroll	Unfunded (Overfunded) Liability as % of Payroll
2006	$228,039,491	$176,569,200	$51,470,291	77.4%	$21,904,057	235.0%
2007	245,219,097	191,027,940	54,191,157	77.9%	22,173,528	244.4%
2008	260,064,538	203,443,519	56,621,019	78.2%	23,159,411	244.5%

Miscellaneous Plan:

	Actuarial					
Valuation Date	Entry Age Accrued Liability	Actuarial Value of Assets	Unfunded (Overfunded) Liability	Funded Ratio	Annual Covered Payroll	Unfunded (Overfunded) Liability as % of Payroll
2006	$166,354,514	$148,421,494	$17,933,020	89.2%	$30,099,641	59.6%
2007	177,376,342	160,185,251	17,191,091	90.3%	31,428,042	54.7%
2008	189,044,633	171,529,417	17,514,616	90.7%	33,135,225	52.9%

Audited annual financial statements are available from CALPERS at PO Box 942709, Sacramento, CA 94229-2709. CALPERS reports this information approximately eighteen months after the end of its June 30 fiscal year.

Actuarially required contributions for fiscal years 2009, 2008, and 2007 were $11,094,649, $10,940,032, and $10,513,857. The City made these contributions as required, in addition to certain immaterial amounts required as the result of the payment of additional employee compensation.

B. Police and Fire Pension Plans

The City sponsors and administers two single employer defined benefit retirement plans for its police and fire department retirees. Police and fire employees who entered service before 1953 participate in Plan 1079, a closed plan consisting of thirty-four participants, all of whom are retired employees or beneficiaries. Employees with twenty-five or more years of service receive monthly pension benefits equal to one-half the monthly salary paid to current City employees of the rank held by the retiree one year prior to the date of retirement. Employees retired after ten, but before twenty-five years of service receive monthly pension benefits in the proportion that the number of years service bears to twenty-five. Qualified surviving spouses receive the retirees' monthly pension benefits for life. Upon remarriage, the qualified surviving spouse receives one-half of the retiree's monthly pension benefits. Employees who became disabled from service-related causes receive monthly pension benefits equal to one-half the monthly salary paid to current City employees of the rank held by the disabled employee on the date of their disability, reduced by any workers' compensation benefits received.

Plan 1082 is a closed plan consisting of two retired employees who receive monthly pension benefits of $1,355 and $2,162 respectively, adjusted annually by a maximum of 2% per year cost-of-living adjustment. Upon the death of a retiree, the qualified spouse receives one-half of the retiree's monthly pension benefit for life or until remarriage.

NOTE 10 - PENSION PLANS (Continued)

C. *Funding Policy and Actuarial Methods*

Plans 1079 and 1082 do not have allocated assets as of June 30, 2009. The City's policy is to fund the plans on a pay-as-you-go basis. The annual required contribution equals the greater of:

- 15 year amortization of the unfunded actuarial accrued liability based on the dollar level (see Note 10 E below), or,
- actual benefits paid during the year

The actuarial method used to determine the liabilities were calculated using the Unit Credit Funding Method. The Actuarial Accrued Liability and the Actuarial Present Value of Benefits being paid were determined by multiplying the accrued pension benefits by present value cost of factors based on the applicable actuarial assumptions. Future cost-of-living increases are included in the calculation of the Actuarial Accrued Liability, but not the Actuarial Value of Benefits being paid.

D. *Annual Pension Cost*

Government Accounting Standards Board Statement No. 27 requires the City to determine the plan's annual pension cost based on the most recent actuarial valuation. The annual pension cost equals the plan's annual required contribution, adjusted for historical differences between the annual required contribution and amounts contributed. The actuary has determined the City's annual required contribution as the greater of (a) a 15-year amortization of the unfounded actuarial liability or, (b) actual benefit payments made for the year.

For fiscal year ending June 30, 2009, the City's annual required contribution was $2,458,000 for Plan 1079 and $76,000 for Plan 1082. These amounts compare with the City's actual contributions of $2,464,114 for Plan 1079 and $42,284 for Plan 1082. The annual required contribution was determined by a roll-forward of the January 1, 2009 valuation results using the unit credit actuarial cost method. The actuarial assumptions included (a) 4.5% investment return (net of administrative expenses), (b) the CalPERS 1997 – 2002 Experience Study table for Males and Females, (c) annual benefit increases of 5% a year for Plan 1079 and cost-of-living adjustment of 2% per year for Plan 1082. Both (a) and (c) include a 3% annual inflation component. At June 30, 2009, the City's net pension obligation is presented below:

	Plan 1079 (000's omitted)	Plan 1082 (000's omitted)	Total (000's omitted)
Annual Required Contribution (ARC)	$2,458	$76	$2,534
Interest on Net Pension Obligation	15	8	23
Amortization of Net Pension Obligation	(31)	(17)	(48)
Annual Pension Cost	2,442	67	2,509
Contributions (Benefit Payments)	2,458	42	2,500
(Decrease) Increase in Net OPEB obligations	(16)	25	9
Net Pension Obligation at June 30, 2008	341	185	526
Net Pension Obligation at June 30, 2009	$325	$210	$535

NOTE 10 - PENSION PLANS (Continued)

E. Trend Information - Plans 1079 and 1082

The following table provides three years of historical information of the Annual Pension Cost:

Plan 1079:

Fiscal Year Ending	Annual Pension Cost (APC) (000's omitted)	Percentage of APC Contributed	Net Pension Obligation (000's omitted)
6/30/2007	$2,828	101%	$358
6/30/2008	2,724	101%	341
6/30/2009	2,442	101%	325

Plan 1082:

Fiscal Year Ending	Annual Pension Cost (APC) (000's omitted)	Percentage of APC Contributed	Net Pension Obligation (000's omitted)
6/30/2007	$67	61%	$157
6/30/2008	70	60%	185
6/30/2009	67	63%	210

SCHEDULE OF FUNDING PROGRESS

Actuarial Valuation Date	Actuarial Value of Assets	Actuarial Accrued Liability	Unfunded Actuarial Accrued Liability	Funded Ratio	Covered Payroll	UAAL as a % of Covered Payroll
Plan 1079						
1/1/2005	$0	$30,839,000	$30,839,000	0%	N/A	N/A
6/30/2007	0	26,299,000	26,299,000	0%	N/A	N/A
1/1/2009	0	21,447,000	21,447,000	0%	N/A	N/A
Plan 1082						
1/1/2005	$0	$843,000	$843,000	0%	N/A	N/A
6/30/2007	0	832,000	832,000	0%	N/A	N/A
1/1/2009	0	826,000	826,000	0%	N/A	N/A

Audited financial statements are available from the City of Alameda at 2263 Santa Clara Avenue, Room 220, Alameda, California 94501.

NOTE 10 - PENSION PLANS (Continued)

F. Other Retirement Systems

The Omnibus Budget Reconciliation Act of 1990 (OBRA) mandates that public sector employees who are not members of their employer's existing retirement system as of January 1, 1992 be covered by either Social Security or an alternative plan. Effective January 1, 1995, the City contracted with the Public Agency Retirement System (PARS), to maintain a defined contribution plan. This Plan covers part-time, seasonal and temporary employees as well as all employees not covered by another retirement system. All eligible employees, covered by the Plan, are fully vested. Employer liabilities are limited to the amount of current contributions. The City is responsible for determining the provisions of the Plan, directing distributions, and establishing investment policy for the Plan assets.

Under PARS, employees contribute 6% and the City contributes 1.5% of the employee's salary each pay period. For the fiscal year ending June 30, 2009, total contributions of $229,052 were made based on a total amount of covered compensation of $3,054,015.

Two of the City's part-time employees elected to be covered under Social Security, which requires these employees and the City to each contribute 6.2% of the employees' pay. Total contributions to Social Security during the year ended June 30, 2009 amounted to $2,922 of which the City paid 50%.

Effective May 3, 2001 the City adopted the PARS Retirement Enhancement Plan for Council appointed employees as of that date, and the PARS Excess Benefit Plan for two council appointed employees as of that date as part of the City Retirement Program. Under the Enhancement Plan, specific appointed employees will be entitled to receive retirement benefits of 3% at age 55, as well as medical and disability benefits upon retirement.

Effective September 1, 2001, the City adopted a Money Purchase Plan for a limited group of employees and appointees as a part of the City Retirement Program, which includes the Housing Authority and Alameda Municipal Power. The employees include all department directors. The appointees include the City Clerk and the City Attorney. Under the Money Purchase Plan, the employer contributes 1% of the individual's salary and the employee contributes a mandatory 2% of their salary. This plan is qualified under Section 401(a) of the Internal Revenue Code. Each participant has a plan account to which contributions are made. Plan benefits are based on the total amount of money in the account at retirement. Since the assets held under these plans are not the City's property and thus are not subject to claims by general creditors of the City, they have been excluded from these financial statements.

NOTE 11 – POSTEMPLOYMENT HEALTH CARE BENEFITS

The City provides medical and dental benefits to substantially all retirees under the City of Alameda Other Post Employment Benefit Plan, offered by California Public Employee Retirements Systems (CALPERS), an agent multiple-employer defined benefit healthcare plan. The City is responsible for establishing and amending the funding policy of the Plan. As of June 30, 2009 there were 190 participants receiving these health care benefits.

Separately issued financial statements are available from CALPERS at P.O. Box 942709, Sacramento, CA 94229-2709.

During fiscal year 2009, the City implemented the provisions of Governmental Accounting Standards Board Statement No. 45, *Accounting and Financial Reporting by Employers for Postemployment Benefits Other Than Pensions*. This Statement establishes uniform financial reporting standards for employers providing postemployment benefits other than pensions (OPEB). The provisions of this statement are applied prospectively and do affect prior years financial statements. Required disclosures are presented below.

The provisions and benefits of the City's Other Post Employment Benefit Plan, in effect at June 30, 2009, are summarized as follows:

	Miscellaneous	Safety / Appointed Officials
■ Eligibility	• Service and disabled retire directly from the City • CalPERS requires age 50 & 5 YOS	
■ Medical Benefit	• PEMHCA Minimum Employer Contribution	• City pays full premiums for retiree and spouse • PEMHCA Minimum Employer Contribution for Police retiree if: Hired<7/1/1995 <15 YOS (APOA only) Hired≥7/1/1995 <20 YOS (APOA&APMA)
	• PEMHCA Minimum Employer Contribution: AB 2544 (recent changes to "Unequal Method.") ▶ No longer prior year's retiree contribution plus 5% of active contribution ▶ Now 5% of active contribution times years City in PEMHCA (increase each year not greater than $100 ▶ Joined PEMHCA in 1992 for all bargaining units ▶ New method implementation date: 2008	
■ Dental Benefit	• None	• Self insured: currently MetLife, changing to Delta Dental • City pays all cost for retiree and spouse
■ Surviving Spouse	• Contribution continues to surviving spouse	

NOTE 11 - POSTEMPLOYMENT HEALTH CARE BENEFITS (Continued)

Funding Policy and Actuarial Assumptions

The annual required contribution (ARC) was determined as part of a January 1, 2007 actuarial valuation using the entry age normal actuarial cost method. This is a projected benefit cost method, which takes into account those benefits that are expected to be earned in the future as well as those already accrued. The actuarial assumptions included (a) 4.50% investment rate of return; (b) 3.25% projected annual salary increase, (c) 3% of general inflation increase; and (d) a healthcare trend of declining annual increases ranging from 4.5% to 12.0% in 2009 to 4.5% for years starting 2017. The actuarial methods and assumptions used include techniques that "smooth" the effects of short-term volatility in actuarial accrued liabilities and the actuarial value of assets. Actuarial calculations reflect a long-term perspective and actuarial valuations involve estimates of the value of reported amounts and assumptions about the probability of events far into the future. Actuarially determined amounts are subject to revision at least biannually as results are compared to past expectations and new estimates are made about the future. The City's OPEB unfunded actuarial accrued liability is being amortized as a level percentage of projected payroll using a 30 year amortization period.

The City accounts for the OPEB Obligation on an accrual basis. During the fiscal year ended June 30, 2009, the City has recorded a Net OPEB Obligation under the Governmental Activities on the Statement of Net Assets, representing the difference between the ARC and actual contributions, as presented below:

Annual Required Contribution (ARC)	$5,938,466
Annual Pension Cost	5,938,466
Contributions made	(1,954,602)
(Decrease) increase in net OPEB obligations	3,983,864
Net OPEB obligation at June 30, 2008	0
Net OPEB obligation at June 30, 2009	$3,983,864
Percentage of ARC Contributed	33%

The schedule of funding progress presents trend information about whether the actuarial value of plan assets is increasing or decreasing relative to the actuarial accrued liability for benefits. Trend data from the January 1, 2007 actuarial study is presented below:

Actuarial Valuation Date	Actuarial Value of Assets (A)	Entry Age Actuarial Accrued Liability (B)	Overfunded (Underfunded) Actuarial Accrued Liability (A – B)	Funded Ratio (A/B)	Covered Payroll (C)	Overfunded (Underfunded) Actuarial Liability as Percentage of Covered Payroll [(A – B)/C]
1/1/2007	$0	$75,377,000	($75,377,000)	0.00%	$55,763,000	(135.2%)

NOTE 12 - RISK MANAGEMENT

The City, the Housing Authority and Alameda Municipal Power manage risk by participating in the public entity risk pools described below and by retaining certain risks.

Public entity risk pools are formally organized and separate entities established under the Joint Exercise of Powers Act of the State of California. As separate legal entities, those entities exercise full powers and authorities within the scope of the related Joint Powers Agreements including the preparation of annual budgets, accountability for all funds, the power to make and execute contracts and the right to sue and be sued. Each risk pool is governed by a board consisting of representatives from member municipalities. Each board controls the operations of the respective risk pool, including selection of management and approval of operating budgets, independent of any influence by member municipalities beyond their representation on that board. Obligations and liabilities of these risk pools are not the City's responsibility.

A. Risk Coverage

The City, Alameda Municipal Power and ARRA are members of the California Joint Powers Risk Management Authority (CJPRMA) which covers general liability claims to a maximum of $25,000,000. The City, Alameda Municipal Power and ARRA have self-insured retention of $500,000 per claim. Once the self-insured retention is met CJPRMA becomes responsible for payment of all claims up to the limit. During the fiscal year ended June 30, 2009, the City contributed $703,607 for coverage during the current year and received a refund of $162,050 of prior year excess contributions.

The Alameda Municipal Power has purchased commercial insurance against general liability claims. This policy has a self-insured retention of $1,000,000.

The City and Alameda Municipal Power are members of the Local Agency Workers' Compensation Excess Joint Powers Authority (LAWCX) which covers workers' compensation claims up to statutory limits. The City and Alameda Municipal Power have self-insured retention of up to $350,000 per claim. During the fiscal year ended June 30, 2009, the City and Alameda Municipal Power contributed $438,077 and $68,452 respectively, for current year coverage.

The contributions made to each risk pool equal the ratio of their respective payrolls to the total payrolls of all entities participating in the same layer of each program, in each program year. Actual surpluses or losses are shared according to a formula developed from overall loss costs and spread to member entities on a percentage basis after a retrospective rating.

The Housing Authority is a member of the Housing Authorities Risk Retention Pool (HARRP) which covers property coverage on a replacement cost basis up to $77,807,225 after a $1,000 deductible per claim, as well as general liability claims to $2,000,000, which does not require a deductible, and auto liability claims to $1,000,000 after a $250 deductible. During the fiscal year ended June 30, 2009 the Authority contributed $53,035 for current year coverage.

The Housing Authority is a member of the California Housing Workers' Compensation Authority (CHWCA), which covers workers' compensation claims up to statutory limits. The Housing Authority is not subject to any deductible under this coverage. During the fiscal year ended June 30, 2009 the Housing Authority contributed $97,967 for current year coverage.

NOTE 12 - RISK MANAGEMENT (Continued)

The following types of loss risks are covered by the above authorities under the terms of their respective joint-powers agreements and through commercial insurance policies as follows:

	Coverage Limits		
Type of Coverage	City	Housing Authority	Alameda Municipal Power
Liability	$40,000,000	$3,000,000	$40,000,000
Auto - Physical damage	Actual Cash Value	1,000,000	Actual Cash Value
Workers' Compensation	Statutory	Statutory	Statutory
All Risk Fire & Property except earthquake and flood	Replacement Cost	10,000,000	Replacement Cost
Boiler & Machinery	Replacement Cost		Replacement Cost

B. Insurance Internal Service Funds

The Governmental Accounting Standards Board (GASB) requires municipalities to record their liability for uninsured claims and to reflect the current portion of this liability as an expenditure in their financial statements. As discussed above, the City has coverage for such claims, but it has retained the risk for the deductible, or uninsured portion of these claims.

The City's liability for uninsured general liability claims, including claims incurred but not reported, is reported in the City's Risk Management Insurance Internal Service Fund. The liability is based on an independent actuarial study prepared biennially and was computed as follows for the years ended June 30:

	2009	2008
Beginning balance	$1,218,181	$1,185,842
Liability for current fiscal year claims	97,978	68,213
Increase (decrease) in estimated liability for prior year claims	(127,497)	10,483
Claims paid in current year	(38,425)	(46,357)
Ending balance	$1,150,237	$1,218,181
Current portion	$38,425	$46,357

The change in the Workers' Compensation Insurance Internal Service Fund's claims liability, including claims incurred but not reported, as estimated by the City's Risk Manager, is based on historical trend information provided by its third party administrators and was computed as follows at June 30:

	2009	2008
Beginning balance	$5,555,578	$5,874,581
Liability for current fiscal year claims	1,224,567	2,762,826
Increase (decrease) in estimated liability for prior year claims	1,304,045	(700,114)
Claims paid in current year	(2,731,709)	(2,381,715)
Ending balance	$5,352,481	$5,555,578
Current portion	$2,731,709	$2,381,715

NOTE 12 - RISK MANAGEMENT (Continued)

The City has not significantly reduced its insurance coverage from the prior year. Furthermore, settlements have not exceeded insurance coverage for the past three fiscal years.

NOTE 13 – ALAMEDA MUNICIPAL POWER JOINT VENTURES

A. General

AMP participates in joint ventures through Joint Powers Authorities (JPAs) established under the Joint Exercise of Powers Act of the State of California. As separate legal entities, these JPAs exercise full powers and authorities within the scope of the related Joint Powers Agreement, including the preparation of annual budgets, accountability for all funds, the power to make and execute contracts and the right to sue and be sued. Obligations and liabilities of the JPAs are not those of AMP and the other participating entities unless assumed by them.

Each JPA is governed by a board consisting of representatives from each member agency. Each board controls the operations of its respective JPA, including selection of management and approval of operating budgets, independent of any influence by member agencies beyond their representation on the board.

AMP is a member of NCPA, a joint powers agency which operates under a joint powers agreement among 18 public agencies. The purpose of NCPA is to use the combined strength of its members to purchase, generate, sell and interchange electric energy and capacity through the acquisition and use of electrical generation and transmission facilities, and to optimize the use of those facilities and the member's position in the industry. Each agency member has agreed to fund a pro rata share of certain assessments by NCPA and certain members have entered into take-or-pay power supply contracts with NCPA. While NCPA is governed by its members, none of its obligations are those of its members unless expressly assumed by them.

Amounts paid by AMP to NCPA during the years ended June 30, 2009 and 2008 for purchased power were $30,265,836 and $27,316,014, respectively. Amounts paid include payments for NCPA invoiced amounts received directly by NCPA from the Certificates of Participation 2000AT trustee. Additionally, purchased power was reduced by a refund of $1,089,641 for power exchange distribution and budget settlement monies returned to the NCPA General Operating Reserve (GOR), and a $434,508 reduction for year-end balancing account adjustments.

AMP receives no income from NCPA, and does not participate in all of its projects. Further, NCPA does not measure or determine AMP's equity in NCPA as a whole. NCPA reports only AMP's share of its General Operating Reserve, comprised of cash and investments, and AMP's share of those projects in which AMP is a participant. These amounts are reflected in the financial statements as share of Certain NCPA Projects and Reserve.

NOTE 13 – ALAMEDA MUNICIPAL POWER JOINT VENTURES (Continued)

Effective July 1, 1998, AMP restated its Retained Earnings to include its share in NCPA projects and reserve, and its Statement of Revenues and Expenses to include the effects of changes in its share in NCPA projects and reserve. These changes are set forth below:

	Fiscal Year Ended June 30	
	2009	2008
Beginning balance	$21,652,807	$18,424,997
Increase in equity in NCPA projects	2,532,739	3,227,810
Ending balance	$24,185,546	$21,652,807

AMP's interest in NCPA Projects and Reserve, as computed by NCPA, is set forth below.

	June 30	
	2009	2008
General Operating Reserve	$19,565,125	$18,172,110
Purchased Power & Transmission	194,550	0
Associated Member Services	(9,718)	297,361
Net Book Value of Amounts Contributed to Fund Alameda Municipal Power 's share of NCPA Power Projects:		
Geothermal Projects/Power Line	3,407,945	2,288,434
Calaveras Hydroelectric Project	470,741	631,003
Combustion Turbine Project No. 1	270,162	193,808
Combustion Turbine Project No. 2	286,741	70,091
	$24,185,546	$21,652,807

The General Operating Reserve represents AMP's portion of funds which resulted from the settlement in prior years of issues with financial consequences and reconciliations of several prior years' budgets for programs. These funds are available on demand and earn interest, but AMP has left them with NCPA as a reserve against contingencies identified by NCPA.

Members of NCPA may participate in an individual project of NCPA without obligation for any other project. Member assessments collected for one project may not be used to finance other projects of NCPA without the member's permission.

B. *Projects in which Alameda Municipal Power is a Participant*

Geothermal Projects

A power purchase agreement with NCPA obligates AMP for 17.05407% of the debt service for two NCPA 110-megawatt geothermal steam powered generating plants, Plant Number 1 and Plant Number 2, located in the Geysers area in Northern California. AMP is obligated to pay 16.8825% of the operating costs of both plants. NCPA continues to pursue alternatives for improving and extending steam field reservoir performance, including supplemental water reinjection, plant equipment modifications, and changes in operating methodology. NCPA has increased steam production in the vicinity of reinjection wells and has evaluated a number of alternatives to increase water reinjection at strategic locations.

NOTE 13 – ALAMEDA MUNICIPAL POWER VENTURES (Continued)

In 1987, NCPA issued the 1987 Refunding Series A for $606,555,000. The 1987 Refunding Series A bond was defeased in 2009. In 1993, NCPA issued the 1993 Refunding Series A and B for $254,530,000. As of June 30, 2009, the long term debt for the 1993 Refunding Series A and B was approximately $52,345,000. The 1996 Refunding Series A was defeased in 2005. In 2009, NCPA issued the Refunding Series A for $35,610,000 to improve the Unit 4 steam path, provide for the Middletown booster pump solar project, provide for the Southeast Treatment plant solar project, make a contribution to the Debt Service Reserve Account, and to pay the cost of issuance of the 2009 Series A bonds.

AMP is obligated to pay its contractual share of the debt until it is fully satisfied, regardless of resulting cost or availability of energy. At June 30, 2009, the book value of this Project's plant, equipment and other assets was $142,031,050 while its long-term debt totaled $64,025,709 and other liabilities totaled $32,548,635. AMP's share of the Project's long-term debt and other liabilities amounted to $16,469,885 at that date.

Geothermal Public Power Line

In 1983, NCPA, Sacramento Municipal Utility District, the City of Santa Clara and the Modesto Irrigation District (joint owners) initiated studies for a Geothermal Public Power Line (GPPL) which would carry power generated at several existing and planned geothermal plants in the Geysers area to a location where the joint owners could receive it for transmission to their load centers. NCPA has an 18.5% share of this Project and AMP has a 30.359% participation in NCPA's share. In 1989, the development of the proposed Geothermal Public Power Line was discontinued because NCPA was able to contract for sufficient transmission capacity to meet its needs in the Geysers. However, because the project financing provided funding for an ownership interest in a PG&E transmission line, a central dispatch facility and a performance bond pursuant to an Interconnection Agreement with PG&E, as well as an ownership interest in the proposed GPPL, NCPA issued $16,000,000 in long-term, fixed-rate revenue bonds in November 1989 to defease the remaining variable rate refunding bonds used to refinance this project. In December 1998, NCPA issued $9,920,000 in fixed rate revenue bonds, the proceeds of which were used to refund outstanding transmission project revenue bonds and to pay costs of issuance of the debt. AMP is obligated to pay its 30.359% share of the related debt service, but debt service costs are covered through NCPA billing mechanisms that allocate the costs to members based on use of the facilities and services.

At June 30, 2009, the book value of this Project's plant, equipment and other assets was $1,739,568 while its long-term debt totaled $874,922, and other liabilities totaled $864,651. AMP's share of the Project's long-term debt and other liabilities amounted to $527,595 at that date.

Calaveras Hydroelectric Project

NCPA contracted to finance, manage, construct, and operate Hydroelectric Project Number One for the licensed owner, Calaveras County Water District. In exchange, NCPA has the right to the electric output of the project for 50 years from February 1982 and also has an option to purchase power from the project in excess of the District's requirements for the subsequent 50 years, subject to regulatory approval. Debt service payments to NCPA began in February 1990 when the project was declared substantially complete and power was delivered to the participants.

NOTE 13 – ALAMEDA MUNICIPAL POWER VENTURES (Continued)

During fiscal year 2009, NCPA reduced its obligations on the 1992 Refunding Series A Serial by ~ $7,105,000 and reduced its 1993 Refunding Series A Serial obligations by ~ $260,000. In March 2008, NCPA issued the 2008 Refunding Series A for $85,160,000 and the 2008 Taxable Refunding Series B for $3,165,000 in variable rate demand bonds for the purpose of providing funds, together with other available moneys, to refund a portion of outstanding Hydroelectric Project Number One Revenue Bonds, 1998 Refunding Series A and to pay costs of issuance of the 2008 Bonds and other costs relating to the refunding of the refunded 1998 Bonds. The refunding was done in order to realize debt service savings under the 2004 Swap Agreement.

Additionally, in response to credit market upheavals and to ensure debt service certainty, in July 2008 the Agency refunded (or purchased from the liquidity providers) the 2002 Hydroelectric Refunding Revenue Bonds Series A & B and the 2003 Hydroelectric Refunding Revenue Bonds Series A & B with outstanding principal of $140,200,000. The associated interest rate swaps were terminated on July 9, 2008. The refunding was completed through the issuance of $128,005,000 fixed rate tax exempt debt (2008 Series C) and $9,505,000 fixed rate taxable debt (2008 Series D). The payment of principal and interest on these issues are covered by financial guaranty insurance policies issued by Assured Guaranty.

Under its power purchase agreement with NCPA, AMP is obligated to pay 10% of this Project's debt service and operating costs. At June 30, 2009, the book value of this Project's plant, equipment and other assets was $498,319,481 while its long-term debt totaled $463,422,479 and other liabilities totaled $28,248,298. AMP's share of the Project's long-term debt and other liabilities amounted to $49,167,077 at that date.

Combustion Turbine Project No. 1

In October 1984, NCPA financed a five-unit, 125-megawatt combustion turbine project. The project, built in three member cities including Alameda, began full commercial operation in June 1986 and provides reserve and peaking power. In December 1989, NCPA issued $68,958,257 in fixed rate revenue bonds, the proceeds of which were used to defease the bonds then outstanding. In December 1998, NCPA issued $43,165,000 in fixed rate revenue bonds, the proceeds of which were used to refund outstanding revenue bonds and to pay costs of issuance of the debt. Under the NCPA power purchase agreement, AMP is obligated to pay 13.092% of this Project's debt service and operating costs. At June 30, 2009, the book value of this Project's plant, equipment and other assets was $12,028,851 while its long-term debt totaled $4,062,181, and other liabilities totaled $4,265,711. AMP's share of the Project's long-term debt and other liabilities amounted to $1,090,288 at that date.

Combustion Turbine Project No. 2 (Steam Injected Gas Turbine Project)

AMP is a participant in NCPA's 49.8 megawatt Steam Injected Gas Turbine (STIG) project which was built under turnkey contract near the City of Lodi and declared substantially complete on April 23, 1996. In October 1992, NCPA issued $152,320,000 of Multiple Capital Facilities Revenue Bonds to finance this project, a similar project for the Turlock Irrigation District in Ceres, and Lodi distribution system facilities. In January 1999, NCPA issued $67,875,000 in fixed rate revenue bonds to refund a portion of outstanding Capital Facilities Bonds and to pay debt service (consisting of interest only) on the 1999 Bonds through August 1, 2002 and a portion of the interest due on the 1999 Bonds on February 1, 2003, and to pay costs of the issuance of the debt. Under the NCPA power purchase agreement, AMP is obligated to pay 19.00% of the debt service and operating costs for the STIG project.

NOTE 13 – ALAMEDA MUNICIPAL POWER VENTURES (Continued)

AMP's participation in procurement of natural gas for fuel for existing and new combustion turbine units was approved in 1993. Although there is currently no additional debt financing, AMP and NCPA have committed to long-term payments for gas transmission pipeline capacity, and entered a purchase contract for natural gas. AMP is obligated to pay 19.0%.

At June 30, 2009, the book value of this Project's plant, equipment and other assets was $66,920,711 while its long-term debt totaled $62,465,853 and other liabilities totaled $2,722,869. AMP's share of the Project's long-term debt and other liabilities amounted to $12,385,857 at that date.

Graeagle Hydroelectric Project

AMP's participation in this small hydroelectric project was approved in 1993. Although this project does not involve any financing, it does involve a long-term contractual commitment to purchase the power produced by the project through January 2010. AMP receives 50% of the power output from this hydroelectric project.

Western Area Power Administration

AMP has an allocation of power from the Federal Central Valley Project generating resources contracted through the U.S. Department of Energy's Western Area Power Administration. This allocation has been temporarily assigned to NCPA for scheduling and delivery to AMP.

Other Power Purchase Agreements

AMP has also entered into a number of other power purchase agreements which are scheduled by or through NCPA.

- ***Morgan Stanley Power Purchase Contract***

  In April 2002, AMP entered into a contract with Morgan Stanley Capital Group (MSCG) for the delivery of power. From January 1 through March 31 and from October 1 through December 31 during each of the calendar years 2005-2014, MSCG has agreed to deliver 15 megawatts of firm power 24-hours per day.

- ***Highwinds Project Power Purchase***

  In December 2004, AMP entered into a long-term power purchase agreement with PPM Energy, Inc. for power supplied by the Highwinds Project in Solano County, California. In 2008, Iberdrola Renewables succeeded PPM Energy as the seller counterparty for this power purchase agreement. AMP receives 6.17% of the output of the 162 megawatt project (nameplate rating) or 10 megawatts through June 30, 2028.

- ***Landfill Gas Projects Power Purchase***

  Since 2004, AMP has entered into four long-term power purchase agreements for power supplied by multiple generating facilities. These facilities utilize combustible gaseous emissions from landfills, located in or near the San Francisco Bay area to create power. AMP began receiving nearly 4 megawatts of base-load power from the first 2 facilities in early 2006. An additional 5.2 megawatts of base-load output was added to AMP's portfolio in April 2009 when the Ox Mountain facility commenced operation. An additional 1.9 megawatts of power was added to AMP's portfolio as the Keller Canyon facility commenced base-load operation in August 2009.

NOTE 13 – ALAMEDA MUNICIPAL POWER VENTURES (Continued)

California Electric Industry Restructuring

In September 1996, the California State legislature signed into law Assembly Bill 1890 (AB 1890) deregulating the electric power supply market and restructuring the electric power industry in California. While the majority of the legislation was directed at investor-owned utilities (IOUs), AMP and other California publicly owned utilities were greatly affected by the restructuring of markets and the ensuing wide fluctuations in prices that resulted from a deficiency in generating capacity, including an immature and flawed market structure. Because AMP has its own generating resources and is not heavily dependent on the wholesale market to purchase power, it was not negatively impacted by these price swings.

In April 2008, the California Independent System Operator (CAISO) launched a new wholesale market structure in the state. The new structure is referred to as the Market Redesign and Technology Upgrade (MRTU) initiative and features day-ahead energy market with a nodel locational marginal priority regime. The MRTU initiative has introduced new risks and uncertainties for AMP. To establish the extent of the risk and identify its impact to rates, AMP is closely monitoring the new structure's performance and costs.

NCPA plays an active role in protecting members' contractual rights in Federal Energy Regulatory Commission (FERC), California Public Utilities Commission (CPUC), and other legislative/regulatory proceedings. Priorities related to industry restructuring include the preservation of local control authority for publicly owned utilities, assuring open and fair access to wholesale markets and the transmission grid, and maintaining members' preference access to power from the Central Valley Project and Western Area Power Administration.

NCPA Financial Information

NCPA's financial statements can be obtained from NCPA, 651 Commerce Drive, Roseville, CA 95678.

Transmission Agency of Northern California (TANC)

AMP is a member of a joint powers agreement with fourteen other entities in TANC. TANC's purpose is to provide electrical transmission or other facilities for the use of its members. While governed by its members, none of TANC's obligations are those of its members unless expressly assumed by them. According to the 1985 Project Agreement with TANC for the development of the COTP and subsequent related project agreements, AMP is obligated to pay its share of the project's costs, including debt service and is entitled to the use of a percentage of the project's transmission or transfer capacity.

AMP was obligated to pay 1.333% of TANC's debt-service and operating costs related to the California-Oregon Transmission Project (COTP) and 1.6424% of the tax exempt portion of the commercial paper program. Project Agreement 3 modified the percentages AMP is obligated to pay to 1.2272% of TANC's debt-service and operating costs related to the COTP. These obligations provide AMP with a COTP transfer capability of 17.05 MW. AMP is also obligated to pay for a portion of the debt associated with the South of Tesla transmission which is provided under an agreement between TANC and Pacific Gas & Electric Company.

NOTE 13 – ALAMEDA MUNICIPAL POWER VENTURES (Continued)

In May 2009, TANC issued $67.0 million of tax-exempt 2009 Series A bonds and $6.18 million of taxable 2009 Series B bonds. The proceeds of the Series A bonds were used to retire a bank loan that refinanced $30.3 million of TANC's tax-exempt commercial paper and also to refund $34.7 million of TANC's 2003 Series C Auction Rate Securities. The proceeds of the Series B bonds were used to retire a bank loan that refinanced $56.3 million of TANC's taxable commercial paper. The 2009 refunding increased future aggregate debt service payments by $19.3 million, but resulted in a total economic gain of $6.5 million, the difference between present value of the old and new debt service payments. TANC has issued Revenue Bonds for $435,790,000 and eliminated its obligations for the Tax Exempt Commercial Paper notes. As of June 30, 2009, AMP's share of this debt is $5,348,015 and $0.00 respectively.

TANC Financial Information

TANC's financial statements can be obtained from TANC, P.O. Box 15129, Sacramento, CA 95851 or from their website at http://www.tanc.us/content/blogsection/10/70/ .

NOTE 14 - COMMITMENTS AND CONTINGENCIES

A. City

The City, through the Community Improvement Commission, has an agreement extending through 2014 under which it refunds a portion of Alameda Marina Village Assessment District Property Tax Increments to the Alameda Marina Village property owners as a partial offset of their assessment liability. These refunds have been reported as housing and community services expenditures in the West End Community Improvement Commission Special Revenue Fund.

The City participates in several Federal and State grant programs. These programs have been audited by the City's independent accountants in accordance with the provisions of the Federal Single Audit Act amendments of 1996 and applicable State requirements. No cost disallowances were proposed as a result of these audits. However, these programs are still subject to further examination by the grantors and the amount, if any, of expenditures which may be disallowed by the granting agencies cannot be determined at this time. The City expects such amounts, if any, to be immaterial.

The City is subject to litigation arising in the normal course of business. In the opinion of the City Attorney there is no pending litigation which is likely to have a material adverse effect on the financial position of the City.

TRANSFER OF FERRY SERVICE

On January 1, 2008, the State of California's Senate Bill 976 became law repealing prior legislation that created the San Francisco Bay Area Water Transportation Authority and established a new agency, the Water Emergency Transportation Authority (WETA). The WETA has specified powers and duties, including but not limited to, taking over the City of Alameda's Ferry Service Program operation and facilities and coordinating the emergency activities of water transportation on the bay.

The primary purpose of the WETA is to operate a comprehensive nine county San Francisco Bay Area regional public water transportation system, transforming current water transportation services in the Bay Area into a primary emergency response provider and to expedite the expansion of ferry service on San Francisco Bay. The new authority will acquire, own, lease, construct and operate water transit vessels and equipment, including but not limited to, real and personal property, and equipment and any facilities of the authority (excepting those under the direction of the Golden Gate Bridge District and national parks system).

NOTE 14 - COMMITMENTS AND CONTINGENCIES (Continued)

The law requires that the WETA prepare and adopt both an emergency water transportation management system plan and a transition plan to govern the consolidation of publicly operated ferry services and specifies in part that all real and personal property, including terminals, ferries, vehicles or facilities, parking facilities for passengers and employees, and buildings and facilities used to operate, maintain, and manage the ferry services be transferred to WETA consistent with the transition plan.

The impact of the law to the City of Alameda's Ferry Service Program may include, but is not limited to the transfer of ownership of the City's ferries and ferry assets; transfer of grant funding for current and future transit operation and capital funding and financial impact to transit-oriented development projects currently underway and planned for the future.

"Clean up" legislation to this law, Senate Bill 1093 (Wiggins), was approved and enacted into law on September 27, 2008 clarifying the planning, management, and operations responsibilities of the water transportation services vested in the WETA.

The new law prohibits the WERA from compelling property transfers or operational changes on or before the adoption of the plan and extends the date by which WETA must adopt a transition plan from January 1, 2009 to July 1, 2009. Additionally it requires that the transition plan include, in part, descriptions of proposed changes to existing operations, services responsibilities and liabilities, and for all changes to be consistent with ferry service provided by the City of Alameda, and to ensure that the changes are consistent with the city's general and redevelopment plans and agreements for the city's downtown and waterfront. The law also protects Alameda's investment in the vessels and facilities by requiring that the transition plan identify explicitly the plan for compensating Alameda if a transfer of assets is proposed.

The City of Alameda and the WETA are working collaboratively as the required transition plan has been adopted by the WETA Board and it extends the date of the physical ferry transfer to July 2010. However should the City of Alameda and WETA be unable to reach an agreement on the terms of the transfer of service, the law provides that Vallejo would continue to operate its existing service.

B. Alameda Municipal Power

COMMITMENTS

i) Take -or- Pay Agreements

Under the terms of its NCPA and TANC joint venture agreements, AMP is liable for a portion of the bonded indebtedness issued by these agencies under take-or-pay or similar agreements, as discussed in Notes 8 and 9. AMP's estimated share of such debt outstanding at June 30, 2009 was $84,988,717. Under certain circumstances, AMP may also be responsible for a portion of the costs of operating these entities. Under certain circumstances, such as default or bankruptcy of other participants, AMP may also be liable to pay a portion of the debt of these joint ventures on behalf of the other participants. These "step up" provisions are generally capped at a 25 percent increase.

ii) Lease Agreement with Alameda Reuse and Redevelopment Authority

In June 2009, AMP entered into two lease agreements with the Alameda Reuse and Redevelopment Authority. The lease terms for each agreement are for two years beginning June 1, 2009 and expiring on May 30, 2011. AMP will occupy the premises for minimum monthly payments of $1,083 and $11,103 respectively.

NOTE 14 - COMMITMENTS AND CONTINGENCIES (Continued)

EXTRAORDINARY ITEMS

The Public Utilities Board recommended and City Council directed at its November 18, 2008 meeting that the telecommunication system be sold effective November 21, 2008 at a price significantly less than the aggregate carrying values of the Telecommunication Division's assets. While the authorization to sell the telecommunication system did not occur prior to the June 30, 2008 fiscal year end, generally accepted accounting principles required the reduction of asset values as of June 30, 2008 due to the subsequent sale.

On November 21, 2008, the sales price was estimated to be $15.227 million. The final price was determined after the 120 day look-back period ended on March 21, 2009, with the result that the final price was $22,413 higher than the estimated sales price. Additionally, an indemnity escrow of $2,000,000 was funded that may be drawn down in subsequent years (see Note 3). The final impact of these uncertainties will be reported in future audited financial statements. Generally accepted accounting principles, through Government Accounting Standards Board (GASB) Statement No. 42, *Accounting and Financial Reporting for Impairment of Assets*, required that capital asset values be reduced as a result of changes in intended use of capital assets. During fiscal 2007-08, these assets had been accounted for as capital assets in service and had been expected to be used to provide service to customers over many future years. However, because of the change in use from one of service production to one of resale, the capital asset values as of June 30, 2008 were reduced to the net realizable amount expected from the subsequent sale, even though the sale took place substantially after June 30, 2008.

In addition, during fiscal 2007-08, Alameda Municipal Power had accounted for $43.616 million in advances made by the Electric Division to the Telecommunications Division as interfund advances. Generally accepted accounting principles, through GASB Statement No. 34, *Basic Financial Statements for State and Local Governments*, state that such advances may be reflected as interfund payables/receivables as long as there is an expectation of repayment. Due to the subsequent sale of the telecommunications system at an amount insufficient to repay these advances, the advances have been reported as interfund transfers effective June 30, 2008, as required by generally accepted accounting principles. In other words, The Telecommunications Division will not repay the Electric Division the $43.616 million.

Lastly, Alameda Municipal Power has been in negotiations with holders of its 2004 Notes, Vectren Communication Services, Inc. regarding the 2002 Certificates of Participation and with the City of Alameda regarding a City loan, all of which were used to finance or refinance the Telecommunications Division capital assets and operations, in an attempt to negotiate settlement of the remaining debt service due to such parties. Certain debt holders have filed suit seeking damages arising from the City's obligations under the aforementioned agreements and from issuance of the 2004 Notes.

The agreements that govern the 2004 Notes and the 2002 Certificates of Participation limit the repayment of these obligations to Net Revenues generated by the Telecom System, and subordinate the 2002 Certificates of Participation to the 2004 Notes. The Telecom System did not generate Net Revenues in 2005, 2006 or 2007. The sale of the Telecom System in 2008 generated sale proceeds that were categorized as Net Revenues, and were distributed to the holders of the 2004 Notes. There are no further Net Revenues available for the remaining amounts claimed by Vectren Communications Services, Inc. with respect to the 2002 Certificates of Participation.

NOTE 14 - COMMITMENTS AND CONTINGENCIES (Continued)

CONTINGENT LIABILITIES

i) Lawsuits and Litigation

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

ii) Vectren Communications Services

In June, 2008, AMP, along with the City of Alameda, was named as a defendant in a suit filed by Vectren Communication Services, Inc. in the United States District Court for the Northern District of California. Vectrens' suit alleges that the City breached its obligation under the 2004 Installment Sale Agreement to manage the Telecom System properly and to charge appropriate rates, resulting in the non-payment of installments from net telecom revenues totaling $6.3 million, plus accrued interest at the 9% default rate, for total damages of approximately $10 million. Vectren amended its' complaint in early 2009 to allege an additional breach of contract claim, based upon AMP's sale of the Telecom System to Comcast in November 2008, without Vectren's consent. Fact discovery in the case is now complete, with expert witness discovery underway. The Vectren case is set for trial in February 2010.

Although no assurance can be given and no determination can be made at this time as to the outcome of this lawsuit, AMP believes there are meritorious defenses to the above claims and that any liability which may finally be determined should not have a material adverse effect on AMP's financial position, results of operations or cash flows.

iii) Nuveen Municipal High Income Opportunity Fund

On October 1, 2008, the City of Alameda filed an action for declaratory relief in the United States District Court for the Northern District of California against the Nuveen Municipal High Income Opportunity Fund, the Nuveen Municipal Trust on behalf of its series Nuveen High Yield Municipal Bond Trust, and Pacific Specialty Insurance Co. (Nuveen), in response to Nuveen's threats of litigation. This action arises out of the AMP's issuance in 2004 of $33 million in Revenue Bond Anticipation Notes to refinance existing obligations and provide funds for completion of the Telecom System. On October 16, 2008, Nuveen filed a counter claim against AMP alleging violations of state and federal securities law, arising from the City's issuance of the Notes, seeking damages which Nuveen alleges to exceed $11 million. In response to AMP's motion to dismiss, Nuveen amended its counterclaim on May 29, 2009, and discovery has now commenced. A preliminary settlement conference was conducted on October 28, 2009, with a second settlement conference set for March 2010. After the completion of initial discovery, AMP will further evaluate the merits of Nuveen's claims and the City's defenses, as well as the potential for summary judgment against Nuveen on some or all of its claims. The Nuveen case is set for trail in September 2010.

Although no assurances can be given and no determination can be made at this time as to the outcome of Nuveens' claims, AMP believes there are meritorious defenses to all of the above claims and that any liability which may finally be determined should not have a material adverse effect on AMP's financial position, results of operations or cash flows.

NOTE 14 - COMMITMENTS AND CONTINGENCIES (Continued)

iv) Bernard Osher Trust

On April 1, 2009, a lawsuit was filed against the City/AMP, also arising from issuance of the 2004 Revenue Bond Anticipation Notes, by Bernard Osher Trust (Osher). Similar to the Nuveen action, Osher alleges violations of state and federal securities laws arising from issuance of the Notes. Osher claims damages of approximately $4.7 million. A preliminary settlement conference was conducted on October 28, 2009, with a second settlement conference set for March 2010. After the completion of initial discovery, AMP will further evaluate the merits of Osher's claims and the City's defenses, as well as the potential for summary judgment against Osher on some or all of its claims. The Osher case is set for trial in September 2010.

Although no assurances can be given and no determination can be made at this time as to the outcome of Oshers' claims, the City/AMP believes there are meritorious defenses to all of the above claims and that any liability which may finally be determined should not have a material adverse effect on AMP's financial position, results of operations or cash flows.

C. Housing Authority

On January 18, 1989, the Commission and the Housing Authority of the City of Alameda entered into an agreement to provide affordable housing through the Independence Plaza development. Under the agreement, the Commission agreed to provide construction funding, a rental subsidy and a subsidy of the pro-rata share of the operating deficit to the Housing Authority. The agreement will end in July 2024. These rental subsidies have been reported in the West End Community Improvement Project Area Low and Moderate Income Housing Special Revenue Fund.

NOTE 15 – DEVELOPMENT AGREEMENTS

A. Bayport/Alameda Landing

The Community Improvement Commission (CIC) and Master Developer (as discussed on Note 11 above) entered into a Disposition and Development Agreement (DDA) dated June 16, 2000, as amended, to redevelop the former U.S. Navy East Housing, Fleet Industrial Supply Center Annex (FISCA), and Fleet Industrial Supply Center (FISC). Pursuant to the DDA, the Commission agreed to convey to the Master Developer, and the Master Developer agreed to acquire from the CIC, the Property, in Phases, under the Terms and Conditions set forth in the DDA. In December 2006, the CIC approved an amendment to the 2000 DDA reducing the scope of that DDA to East Housing and FISCA only (the Bayport Project), and approved a new DDA for the FISC property (the Alameda Landing Project). Therefore, there is one master developer pursuant to the 2000 DDA and a second master developer redeveloping Alameda Landing pursuant to the 2006 DDA.

NOTE 15 – DEVELOPMENT AGREEMENTS (Continued)

Bayport involves the development of approximately 115 acres of land at the former East Housing and FISC property. Approved land uses include the development of 586 units of new residential housing, a joint use community park and a school. The inclusion of 25 percent affordable housing is in accordance with a requirement of a Settlement Agreement by and between the City, Renewed Hope Housing Advocates and Arc Ecology. Construction is completed on all 495 ownership units. Fifty-eight of the 495 ownership units at Bayport are affordable to moderate income households and fifty-two units of new rental housing are for very-low and low-income households were completed in 2006. An additional 39 units of housing affordable to very-low and low-income families is substantially complete. Bayport has generated approximately $28.5 million in net revenues from land sales proceeds. It is estimated that Bayport will generate a tax allocation bonding capacity of approximately between $9 and $10.5 million supported by new tax increment generated by the Project, and generate $19.3 million in residential profit participation and approximately $5 million in reimbursements. These revenues will be used to pay for the Commission's obligations under the DDA, which total approximately $75.1 million and include demolition and the construction of major backbone infrastructure to support the Bayport project. At build-out, which is projected in Fall 2009, it is estimated that the total assed value of the Bayport residential project will be approximately $400 million.

Alameda Landing is an approved mixed-use commercial/residential project including 300 residential units, of which 25 percent are affordable units, 300,000 square feet of retail space, 400,000 square feet of office space, parks and open space, and associated infrastructure.

In December, 2007, the City Council and Community Improvement Commission approved an amendment to the DDA with Palmtree Acquisition Corporation (PAC) to modify the wharf design, among other changes.

On June 3, 2008, the City Council and Community Improvement Commission approved a second amendment to the Disposition and Development Agreement with PAC for redevelopment of the former Fleet Industrial Supply Center for the Alameda Landing project. The amendment also allows for the early expenditure of funds to secure the Stargell Avenue and Union Pacific rights of way. The expenditure is approximately $10 million.

B. Bridgeside Shopping Center Project.

In fiscal year 2004, the City entered into an agreement with Regency Realty Group, Inc. (Developer) to develop the Bridgeside Shopping Center Project into approximately 108,000 square foot addition to a new shopping center consisting of both retail space and office space. As of June 30, 2008, the Developer had completed construction of the project. In addition, as part of the Project, the Developer constructed a gas station and a car wash. Under this agreement, the Developer must expend construction costs of no less than $10 million.

As part of the agreement, the Developer purchased the shopping center property from the Community Improvement Commission for the price paid to the owner by the Community Improvement Commission, plus $170,000 in acquisition-related expenses. In return, the Community Improvement Commission will reimburse the Developer to maximum amount to $1,000,000 at 8% interest for certain acquisition costs in excess of $7,000,000 from new tax increment generated from the Center. Groundbreaking was held on November 14, 2005. A grand opening was held in February 21, 2007, for the center's major anchor tenant, Nob Hill Grocery Store. The Nob Hill gas station opened in Summer 2007. The center is currently 80% leased. A payment of $246,903 was made toward the $1 million obligation as of June 30, 2009.

NOTE 15 – DEVELOPMENT AGREEMENTS (Continued)

C. *Downtown Historic Theatre Complex and Parking Garage Project.*

On October 16, 2004, the Community Improvement Commission entered into a Disposition and Development Agreement (DDA) and a ground lease with Alameda Entertainment Associates Incorporated for the development of the Historic Alameda Theatre and related Cineplex and parking garage. The developer entered into an Option Purchase Agreement for one parcel of land to be used as the site of the project on Central/Oak in Alameda. As part of the DDA, the Community Improvement Commission entered into a loan agreement with the Alameda Entertainment Associates L.P., as discussed on Note 4C. In fiscal year 2005, the Community Improvement Commission purchased the land for the site of the project from assigned purchase option for $811,120. In fiscal year 2006, the Community Improvement Commission acquired the historic theatre by eminent domain. Project construction was completed in fiscal year 2008. There were construction expenses in fiscal year 2009 resulting from loan disbursement to Alameda Entertainment Associates for the improvement of the Alameda Theatre balcony, reimbursement of tenant improvements for the Burgermeister restaurant pursuant to the lease between the CIC and Burgermeister, and payment of expenditures for final renovation improvements.

NOTE 16 – FLEET INDUSTRIAL SUPPLY CENTER (FISC)

As of June 30, 2009, all 485 residential lots in the former East Housing and FISCA have been transferred to the Master Developer. In addition, ten lots, with affordable townhomes, have been sold to moderate-income households. Two lots, containing 52 units (completed) and 39 units (substantially rental housing) of very-low and low-income families, have been conveyed to the Housing Authority. The remaining land in the former FISC property has been re-entitled, pursuant to December 2006 Disposition and Development Agreement, other non-residential uses.

NOTE 17 – SUBSEQUENT EVENT

The State of California adopted AB26 4X in July 2009 which directs that a portion of the incremental property taxes received in fiscal year 2006-07 by redevelopment agencies be paid instead to the County supplemental educational revenue augmentation fund (SERAF) in fiscal years 2009-10 and 2010-11. The State Department of Finance will determine each agency's SERAF payment by November 15 of each year, and payments are due by May 10 of the applicable year. Based on the calculations in AB26 4X, the Commission's SERAF's are estimated to be $4,435,669 in fiscal year 2009-10 and $912,356 in fiscal year 2010-11. The Commission may use any legally available funds to make the SERAF payments although Housing funds are used, they must be repaid within five years from non-housing fund sources.. The payment due in fiscal year 2009-10 represents 45% of the Commissions's net tax increment retained in fund balance at June 30, 2009. The obligation to make the SERAF payment is subordinate to obligations to repay bonds, however if the Commission fails to make the SERAF payment the Commission may not encumber or expend future funds other than to pay pre-existing indebtedness, contractual obligations and 75% of the amount expended on Commission administration for the preceding fiscal year until the SERAF is paid in full.

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MAJOR GOVERNMENTAL FUNDS, OTHER THAN GENERAL FUND AND SPECIAL REVENUE FUNDS

CAPITAL IMPROVEMENT PROJECTS FUND

This fund accounts for monies for major capital improvement provided for in a separate capital project fund.

CITY OF ALAMEDA
CAPITAL IMPROVEMENT PROJECTS
CAPITAL PROJECTS FUND
SCHEDULE OF REVENUES, EXPENDITURES
AND CHANGES IN FUND BALANCE
BUDGET AND ACTUAL
FOR THE YEAR ENDED JUNE 30, 2009

	Budget	Actual	Variance with Final Budget Positive (Negative)
REVENUES:			
Revenue from other agencies	$6,147,163	$1,427,309	($4,719,854)
Charges for current services		570	570
Use of money and property		230,875	230,875
Others	1,006,000	972,969	(33,031)
Total Revenues	7,153,163	2,631,723	(4,521,440)
EXPENDITURES:			
Capital outlay	25,584,563	7,005,162	18,579,401
Total Expenditures	25,584,563	7,005,162	18,579,401
EXCESS (DEFICIENCY) OF REVENUES OVER EXPENDITURES	(18,431,400)	(4,373,439)	14,057,961
OTHER FINANCING SOURCES (USES)			
Proceeds from issuance of loan	1,565,000		1,565,000
Transfers in	18,192,080	5,256,230	12,935,850
Transfers in from the City	(2,920,000)	(1,239,416)	(1,680,584)
Total other financing sources (uses)	16,837,080	4,016,814	12,820,266
EXCESS (DEFICIENCY) OF REVENUES AND OTHER SOURCES OVER EXPENDITURES AND OTHER USES	($1,594,320)	(356,625)	$1,237,695
Beginning fund balance		7,441,781	
Ending fund balance		$7,085,156	

SPECIAL REVENUE FUND:

LIBRARY

This fund accounts for revenues received from the $0.0175 library tax, library grants and General Fund transfers for the Alameda Library operations.

GAS TAX

This fund accounts for revenues and expenditures received from the State of California under Street and Highways Code Section 2105, 2106, 2107 and 2107.5. The allocations must be expended for street maintenance and construction and a limited amount for engineering.

TRANSPORTATION IMPROVEMENT

This fund accounts for revenues received under Proposition 42, Traffic Congestion Relief program. The allocation must be expended for Street and Highway maintenance, rehabilitation, reconstruction and storm damage repairs.

TRAFFIC SAFETY

This fund accounts for revenues from fines, forfeitures and penalties. Cities share with the County all fines collected upon conviction of a misdemeanor or an infraction in any municipal or judicial court, including bail moneys forfeited following a misdemeanor or infraction committed within City boundaries.

COUNTY MEASURE B

This fund accounts for the City's share of the proceeds of a one-half cent ($0.005) sales tax increase approved by the voters in November 2000. The program is administered by the Alameda County Transportation Improvement Authority. The tax provides funds for the maintenance of local streets, roads, bike path and pedestrian walkway, Ferry and Para transit operations.

CALIFORNIA HOUSING REHAB PROGRAM FOR OWNER – OCCUPIED HOUSING (CHRPO/LEAD)

This fund accounts for funds received from the State of California Department of Housing and Community Development for a housing rehabilitation program.

TIDELANDS

This fund accounts for revenues received from tidelands property leases. Leases are for state tidelands properties delegated to local agencies for management and control.

NARCOTICS ASSET SEIZURE

This fund accounts for the City's share from the sale of confiscated assets of convicted felons. These funds are used for specified police activities, i.e. debt service payments for the jail construction project.

SENIOR CITIZENS TRANSPORTATION ASSISTANCE

This fund accounts for the City of Alameda's senior transportation program, which provides door-to-door transportation for the frail, elderly and disabled individuals. Its primary revenue source is County Measure B funds.

PARK ACQUISITION AND DEVELOPMENT

This fund accounts for revenues from park dedication fees required from developers and builders for all new construction. Monies are accumulated and then appropriated when sufficient for park development.

PARKING METER

This fund accounts for revenues collected from parking meters and the expenditure of these revenues for parking and transportation related projects.

COMMERCIAL REVITALIZATION

This fund accounts for grant funds intended for the City's commercial revitalization programs.

COMMUNITY DEVELOPMENT BLOCK GRANT

This fund accounts for grant funds received under the Community Development Act of 1974 for activities approved and subject to federal regulations.

HOME FUND

This fund accounts for monies provided by the U.S. Department of Housing and Urban Development (HUD) through the Federal Home Investment Partnerships Program (HOME). HOME funds can be used for acquisition, conversion, new construction and rehabilitation of single-and/or multiple-family housing.

HUMAN SERVICES

This fund accounts for the Social Service Human Relations Board's General Fund allocation.

VEHICLE REGISTRATION

This fund accounts for revenues and expenditures associated with AB 434 Fund from the Bay Area Air Quality Management District and Alameda County Congestion Management Agency for local traffic management programs.

AFFORDABLE HOUSING

This fund accounts for housing impact contributions for the purpose of increasing and improving the City of Alameda's supply of low-and-moderate-income housing.

GARBAGE SURCHARGE

This fund accounts for the garbage surcharge charged to commercial and residential garbage customers.

BAYPORT MUNICIPAL SERVICES DISTRICT

This fund accounts for the special assessments and related expenditures for various municipal services provided by the Community Facilities District No. 03-1 of the City of Alameda.

ATHLETIC RECREATION

This fund accounts for revenues and expenditures of the various City of Alameda recreation fee based programs.

ISLAND CITY MAINTENANCE ASSESSMENT DISTRICT 84-2

This fund accounts for the special assessments collected and expended for the various landscaping and maintenance areas throughout the City.

WASTE REDUCTION SURCHARGE

This fund accounts for revenues and expenditures related to the operation of the City's waste management and recycling programs.

CURBSIDE RECYCLING

This fund accounts for revenues and expenditures related to curbside recycling programs.

HOUSING DEVELOPMENT

This fund accounts for Housing Development Division's Housing Authority related revenue and expenditures.

PARKING IN-LIEU

This fund accounts for receipts and expenditures of funds from the City's in-lieu-parking fees charged against certain properties. Collections may be expended only for the certain approved parking projects.

DIKE MAINTENANCE

This fund accounts for monies collected from property owners for the maintenance of the Bay Farm Island Dike and for improvements made on behalf of this assessment district.

MARINA COVE MAINTENANCE DISTRICT 01-01

This fund accounts for monies collected from property owners for the maintenance of the Marina Cove and for improvements made on behalf of this assessment district.

TSM/TDM

This fund accounts for the collection of traffic mitigation fees from developers to accumulate sufficient funds for the implementation of a Transportation System Management/Transportation Demand Management (TSM/TDM).

PUBLIC ART

This fund accounts for the collection of a Public Art fee from developers for the acquisition and installation of Public Art on the development site.

HISTORICAL ADVISORY BOARD

This fund accounts for all fines, fees or other monies arising from the administration of the City Historical Advisory Board and related expenditures.

ADAM STREET HOUSE

This fund accounts for proceeds from sale of the Adams Street House deposited in a trust fund for the benefit of Senior Citizen programs in accordance with Ordinance #2879.

POLICE/FIRE CONSTRUCTION IMPACT FEE

This fund accounts for fees collected/assets through new collections for capital needs of the Police and Fire Department.

CONSTRUCTION IMPACT FEE

This fund accounts for fees collected through improvement to real property for capital improvements and maintenance thereof made necessary by land development in the City.

COMMUNITY DEVELOPMENT

This fund accounts for the activities and services of the Planning and Building Divisions. Revenues are derived from fees, licenses, and fines collected in conjunction with the planning, permitting and enforcement activities of the department in accordance with state law, requiring fees not to exceed the cost of providing services. Expenditures are made in support of the administration of the divisions, the provision and enhancement of services, and the enforcement of municipal codes.

PROP 1B LOCAL

This fund account for revenues from Proposition 1B (transportation bonds), and interest income. Expenditures of Proposition 1B funds are used for local streets and roads, congestion relief and traffic safety.

POLICE GRANTS

This fund accounts for revenues received from Federal, State, County and private grants and related reimbursement programs. Expenditures are made in support of enhanced police operations, equipment or programs as permitted by the grant agency.

CITYWIDE PAVEMENT

This fund account for fees received from developers for pavement restoration and is expended on resurfacing streets following development construction.

HOUSING IN-LIEU

This fund account for revenues from housing developers of nine units or less, as payment in-lieu of providing affordable units for purchase within their development project. Expenditures are made for creation of new affordable housing units citywide and for the down-payment assistance program.

DEBT SERVICE FUND

POLICE BUILDING CERTIFICATES OF PARTICIPATION

The certificates were issued in July 1996, to finance the Police Building project and to refinance the 1990 Certificates of Participation. The debt will be paid from allocations from the Narcotics Asset Seizure Special Revenue Fund and the General Fund.

LIBRARY/GOLF CERTIFICATES OF PARTICIPATION

Certificates were issued in December 1996 to finance the seismic upgrade and renovation of the Carnegie Library building and certain golf course improvements. The debt will be paid from golf course and golf related special revenue funds pursuant to a lease agreement between the City of Alameda and the Alameda Public Improvement Corporation.

2002 CITY HALL REFINANCING CERTIFICATES OF PARTICIPATION

This fund accounts for the proceeds from the 2002 Certificates of Participation (City Hall Refinancing Project). Proceeds were used to repurchase the City's 1995 Certificates of Participation, which were issued to finance the City Hall and certain Fire Station Facilities Seismic Upgrade and Renovation Projects.

2003 LIBRARY BONDS

General obligation bonds were issued in March 2003 to finance the acquisition and construction of a new main library and improvements to two library branches. The repayment of the bonds is secured by voter approved Measure "O" property tax.

COMMUNITY IMPROVEMENT COMMISSION SUBORDINATE BONDS BWIP

Bonds were issued on March 14, 2002 to finance various housing and other redevelopment purposes in accordance with the amended Community Improvement Plan for the Business and Waterfront Improvement Project. Bonds are secured by a first pledge of and lien on all tax increment revenue in the project area, except for any parity obligations.

The fund's primary funding source consists of transfers in from BWIP funds, generated by the BWIP Exchange Area, and expenditures primarily consist of principal and interest payments for bond debt service.

COMMUNITY IMPROVEMENT COMMISSION 2003 TAX ALLOCATION REFUNDING BONDS BWIP

The 2003 CIC Tax Allocation Refunding Bonds were issued in October 2003 to refund the CIC BWIP Tax Allocation Bonds 2002, Series A. Bonds are secured by a first pledge of and lien on all tax increment revenues generated in the project area, except for any parity obligations.

The fund's primary revenue source consists of transfers in from BWIP; expenditures primarily consist of principal and interest payments for bond debt service.

COMMUNITY IMPROVEMENT COMMISSION 2003 TAX ALLOCATION BONDS WECIP

The 2003 Community Improvement Commission Subordinate Tax Allocation Bonds were issued December 2003 to finance certain development projects, repay an interfund loan from the City, and fulfill certain obligations contained in an Owner Participation Agreement. Bonds are secured by a first pledge of and lien on all tax increment revenue generated in the project area except for any parity obligations.

The fund's primary revenue source consists of transfers in from WECIP fund; expenditure primarily consist of principal and interest payments for bond debt service.

ALAMEDA POINT IMPROVEMENT PROJECT 2003 REVENUE BONDS

The 2003 Variable Rate Demand Revenue Bonds were issued in December 2003 by the Alameda Public Financing Authority to refund the 1999 ARRA Revenue Bonds and to finance professional land use planning and other activities required in the redevelopment of Alameda Point. The debt will be repaid solely from lease revenues paid to ARRA.

US DEPARTMENT OF HOUSING AND URBAN DEVELOPMENT (HUD) 108

This fund accounts for debt service for the HUD 108 loan for the Parking Garage Project.

2008 FINANCING PROJECT COP

This fund accounts for revenues transferred from the Police/Fire Construction Impact Fund, the Narcotics Asset Seizure Special Revenue Fund, the library Fund, the Golf Fund, and the General Fund to support debt payments of principal and interest on the 2008 refinancing of Police Building/Jail, and the Library/Golf Certificates of Participation.

CAPITAL PROJECT FUNDS

TRANSPORTATION IMPROVEMENT

This fund accounts for monies earmarked for the construction and improvement of traffic mitigation projects associated with the development of Bay Farm Island.

LIBRARY CONSTRUCTION

This fund accounts for the revenues and construction and acquisition costs of the main library and the expansion of the Carnegie Library.

URBAN RUNOFF STORM DRAIN FEE

This fund accounts for revenues and expenditures associated with the City's compliance under the Alameda County Urban Runoff Clean Water Program.

COMMUNITY FACILITIES DISTRICT #1

The Community Facilities District #1 was established to finance the acquisition and construction of facilities within the CFD #1 District (Harbor Bay).

COMMUNITY FACILITIES DISTRICT #2

The Community Facilities District #2 (Lincoln property) at the Marina Village area was established to finance the construction and acquisition of public improvements.

HARBOR BAY ISLE 92-1 SPECIAL ASSESSMENT DISTRICT

The Harbor Bay Isle 92-1 Assessment District was established to finance the construction and acquisition of public improvements in the District.

MARINA VILLAGE 89-1 SPECIAL ASSESSMENT DISTRICT

The Marina Village 89-1 Assessment District was established to finance the construction and acquisition of public improvements in the District.

CITYWIDE DEVELOPMENT FEE

This fund accounts for revenues from citywide development impact fees required from certain new developments. Funds are used to mitigate the impacts on availability and condition of public facilities caused by these developments.

WASTEWATER CAPITAL RESERVE

This fund is required by the State Water Resources Control Board to ensure the City has a funding source available for future expansion, major repair or replacement costs, and loan repayment related to the wastewater facilities.

OPEN SPACE IMPROVEMENT

This fund accounts for the deposit of a specified portion of the proceeds of the sale of land into a separate fund whose use would be determined by the City Council at a later time.

ALAMEDA POINTS IMPROVEMENT PROJECT 2003 REVENUE BONDS

This fund accounts for the Alameda Point major construction and improvement projects financed through the 2003 Variable Rate Demand Revenue Bonds.

CITY OF ALAMEDA
NON-MAJOR GOVERNMENTAL FUNDS
BALANCE SHEET
JUNE 30, 2009

	SPECIAL REVENUE FUNDS				
	Library	Gas Tax	Transportation Improvement	Traffic Safety	County Measure B
ASSETS					
Cash and cash equivalents	$546,077		$250,903		$4,305,129
Restricted cash and investments		$483,652			
Accounts receivable	87,272		150,501	$13,257	351,431
Interest receivable					
Loans receivable					
Prepaid and deposits					
Total Assets	$633,349	$483,652	$401,404	$13,257	$4,656,560
LIABILITIES					
Accounts payable	$22,776	$2,761			
Accrued payroll	41,628				
Due to other funds					
Due to other agencies					
Deferred revenue					
Refundable deposits					
Total Liabilities	64,404	2,761			
FUND EQUITY					
Fund balances					
Reserved for:					
Capital improvement		475,018			$4,610,205
Debt service					
Low-and-moderate-income housing					
Prepaids, loans receivable, and advances to other funds					
Unreserved:					
Designated for:					
Unrealized increase in fair value of investments	6,574	5,873	$2,780	$242	46,355
Capital improvements					
Athletics					
Undesignated	562,371		398,624	13,015	
Total Fund Balances (Deficit)	568,945	480,891	401,404	13,257	4,656,560
Total Liabilities and Fund Balances	$633,349	$483,652	$401,404	$13,257	$4,656,560

SPECIAL REVENUE FUNDS

CHRPO/ LEAD	Tidelands	Narcotics Asset Seizure	Senior Citizens Transportation Assistance	Park Acquisition and Development	Parking Meter	Commercial Revitalization	Community Development Block Grant	HOME Fund
$13,603	$1,351,369	$8,856	$43,529	$72,023	$2,173,939	$1,402,553		
2,875						1,376 1,120	$219,386	$11,716
					4,420	5,000		
$16,478	$1,351,369	$8,856	$43,529	$72,023	$2,178,359	$1,410,049	$219,386	$11,716
$2,475	$43,642		$17,190 317		$5,898	$123,420 362	$105,926 13,457 100,003	$11,716
						27,561		
2,475	43,642		17,507		5,898	151,343	219,386	11,716
					4,420	5,000		
	7,337		540	$841	24,663	13,380		
14,003	1,300,390	$8,856	25,482	71,182	2,143,378	1,240,326		
14,003	1,307,727	8,856	26,022	72,023	2,172,461	1,258,706		
$16,478	$1,351,369	$8,856	$43,529	$72,023	$2,178,359	$1,410,049	$219,386	$11,716

(Continued)

CITY OF ALAMEDA
NON-MAJOR GOVERNMENTAL FUNDS
BALANCE SHEET
JUNE 30, 2009

	SPECIAL REVENUE FUNDS				
	Human Services	Vehicle Registration	Affordable Housing	Garbage Surcharge	Bayport Municipal Services District
ASSETS					
Cash and cash equivalents	$47,245	$44,414	$373,122	$911,755	$1,149,268
Restricted cash and investments					
Accounts receivable			300	14,583	5,987
Interest receivable					
Loans receivable			336,184		
Prepaid and deposits					
Total Assets	$47,245	$44,414	$709,606	$926,338	$1,155,255
LIABILITIES					
Accounts payable			$61		
Accrued payroll	$985		1,487		
Due to other funds					
Due to other agencies					
Deferred revenue			336,184		
Refundable deposits					
Total Liabilities	985		337,732		
FUND EQUITY					
Fund balances					
Reserved for:					
Capital improvement					
Debt service					
Low-and-moderate-income housing			367,458		
Prepaids, loans receivable, and advances to other funds					
Unreserved:					
Designated for:					
Unrealized increase in fair value of investments	562	$528	4,416	$10,838	$13,716
Capital improvements					
Athletics					
Undesignated	45,698	43,886		915,500	1,141,539
Total Fund Balances (Deficit)	46,260	44,414	371,874	926,338	1,155,255
Total Liabilities and Fund Balances	$47,245	$44,414	$709,606	$926,338	$1,155,255

SPECIAL REVENUE FUNDS

Athletic Recreation	Island City Maintenance Assessment District 84-2	Waste Reduction Surcharge	Curbside Recycling	Housing Development	Parking In-Lieu	Dike Maintenance	Marina Cove Maintenance District 01-01
$1,217,395	$1,086,388	$4,294,856	$181,549	$136,270	$151,391	$330,260	$362,339
17,474	51,518	30,656		188			4,292
$1,234,869	$1,137,906	$4,325,512	$181,549	$136,458	$151,391	$330,260	$366,631
$63,915	$143,889	$54,761					$79
20,806		5,370	$66				
		10,430					
5,707							
18,590							
109,018	143,889	70,561	66				79
14,973	12,893	50,755	2,157	$1,580	$1,797	$4,013	4,299
	981,124	4,204,196					
1,110,878			179,326	134,878	149,594	326,247	362,253
1,125,851	994,017	4,254,951	181,483	136,458	151,391	330,260	366,552
$1,234,869	$1,137,906	$4,325,512	$181,549	$136,458	$151,391	$330,260	$366,631

(Continued)

CITY OF ALAMEDA
NON-MAJOR GOVERNMENTAL FUNDS
BALANCE SHEET
JUNE 30, 2009

	SPECIAL REVENUE FUNDS					
	TSM/TDM	Public Art	Historical Advisory Board	Adam Street House	Police/Fire Construction Impact Fee	Construction Impact Fee
ASSETS						
Cash and cash equivalents	$118,836	$72,806	$2,002	$330,150		$51,598
Restricted cash and investments						
Accounts receivable	582					
Interest receivable						
Loans receivable						
Prepaid and deposits						
Total Assets	$119,418	$72,806	$2,002	$330,150		$51,598
LIABILITIES						
Accounts payable						
Accrued payroll						
Due to other funds						
Due to other agencies						
Deferred revenue						
Refundable deposits						
Total Liabilities						
FUND EQUITY						
Fund balances						
Reserved for:						
Capital improvement						
Debt service						
Low-and-moderate income housing						
Prepaids, loans receivable, and advances to other funds						
Unreserved:						
Designated for:						
Unrealized increase in fair value of investments	$1,417	$865	$24	$3,922		$662
Capital improvements						
Athletics						
Undesignated	118,001	71,941	1,978	326,228		50,936
Total Fund Balances (Deficit)	119,418	72,806	2,002	330,150		51,598
Total Liabilities and Fund Balances	$119,418	$72,806	$2,002	$330,150		$51,598

SPECIAL REVENUE FUNDS					DEBT SERVICE FUNDS		
					Certificates of Participation		
Community Development	Prop 1B Local	Police Grants	Citywide Pavement	Housing In-Lieu	Police Building	Library/ Golf	2002 City Hall Refinancing
$775,921	$1,155,217	$205,219	$51,015	$1,394,781			$967,220
							852,000
7,867		56,873					
				360,800			
$783,788	$1,155,217	$262,092	$51,015	$1,755,581			$1,819,220
$61,581		$5,883					
5,588		212					
6,219							
		164,399		$360,800			
193,644							
267,032		170,494		360,800			
							$1,819,220
9,071	$14,113	1,363	$620	16,428			
507,685	1,141,104	90,235	50,395	1,378,353			
516,756	1,155,217	91,598	51,015	1,394,781			1,819,220
$783,788	$1,155,217	$262,092	$51,015	$1,755,581			$1,819,220

(Continued)

CITY OF ALAMEDA
NON-MAJOR GOVERNMENTAL FUNDS
BALANCE SHEET
JUNE 30, 2009

	DEBT SERVICE FUNDS				
	2003 Library Bonds	Community Improvement Commission Subordinate Bonds BWIP	Community Improvement Commission 2003 Tax Allocation Refunding Bonds BWIP	Community Improvement Commission 2003 Tax Allocation Bonds WECIP	Alameda Point Improvement Project 2003 Revenue Bonds
ASSETS					
Cash and cash equivalents	$235,676	$381,811	$433,263	$894,492	$893,126
Restricted cash and investments	1	229,018	1,301,842	4,137,934	9,988
Accounts receivable	34,958				
Interest receivable					
Loans receivable					
Prepaid and deposits					
Total Assets	$270,635	$610,829	$1,735,105	$5,032,426	$903,114
LIABILITIES					
Accounts payable					
Accrued payroll					
Due to other funds					
Due to other agencies					
Deferred revenue					
Refundable deposits					
Total Liabilities					
FUND EQUITY					
Fund balances					
Reserved for:					
Capital improvement					
Debt service	$270,635	$610,829	$1,735,105	$5,032,426	$903,114
Low-and-moderate-income housing					
Prepaids, loans receivable, and advances to other funds					
Unreserved:					
Designated for:					
Unrealized increase in fair value of investments					
Capital improvements					
Athletics					
Undesignated					
Total Fund Balances (Deficit)	270,635	610,829	1,735,105	5,032,426	903,114
Total Liabilities and Fund Balances	$270,635	$610,829	$1,735,105	$5,032,426	$903,114

DEBT SERVICE FUNDS		CAPITAL PROJECTS FUNDS				
HUD 108	2008 Refinance Project COP	Transportation Improvement	Library Construction	Urban Runoff Strom Drain Fee	Community Facility District #1	Community Facility District #2
$130,493	$290,295	$1,962,159	$148,692	$7,609,873		
	2			17,300		
				112,012		
336,942						
$467,435	$290,297	$1,962,159	$148,692	$7,739,185		
				$4,972		
			$15	23,259		
				42,712		
			15	70,943		
$467,435	$290,297					
		$23,739	1,753	90,791		
		1,938,420				
			146,924	7,577,451		
467,435	290,297	1,962,159	148,677	7,668,242		
$467,435	$290,297	$1,962,159	$148,692	$7,739,185		

(Continued)

CITY OF ALAMEDA
NON-MAJOR GOVERNMENTAL FUNDS
BALANCE SHEET
JUNE 30, 2009

	CAPITAL PROJECTS FUNDS				
	Special Assessment District				
	Harbor Bay Isle 92-1	Marina Village 89-1	Citywide Development Fee	Wastewater Capital Reserve	Open Space Improvement
ASSETS					
Cash and cash equivalents	$4,079	$99,042	$2,780,217	$44,769	$1,059,546
Restricted cash and investments	963,851	2,719,405			
Accounts receivable					
Interest receivable					
Loans receivable					
Prepaid and deposits					
Total Assets	$967,930	$2,818,447	$2,780,217	$44,769	$1,059,546
LIABILITIES					
Accounts payable					
Accrued payroll					
Due to other funds					
Due to other agencies					
Deferred revenue					
Refundable deposits					
Total Liabilities					
FUND EQUITY					
Fund balances					
Reserved for:					
Capital improvement	$967,882	$2,817,270	$2,747,145	$44,234	$1,046,985
Debt service					
Low-and-moderate-income housing					
Prepaids, loans receivable, and advances to other funds					
Unreserved:					
Designated for:					
Unrealized increase in fair value of investments	48	1,177	33,072	535	12,561
Capital improvements					
Athletics					
Undesignated					
Total Fund Balances (Deficit)	967,930	2,818,447	2,780,217	44,769	1,059,546
Total Liabilities and Fund Balances	$967,930	$2,818,447	$2,780,217	$44,769	$1,059,546

Alameda Point Improvement Project 2003 Revenue Bonds	Total Nonmajor Governmental Funds
$23,151	$42,239,422
312,634	11,357,887
	1,175,104
	1,120
	696,984
	346,362
$335,785	$55,816,879
$5,000	$664,229
	113,552
	111,719
	16,649
	867,090
	282,507
5,000	2,055,746
	12,708,739
	11,129,061
	367,458
	9,420
275	443,548
	7,123,740
	1,110,878
330,510	20,868,289
330,785	53,761,133
$335,785	$55,816,879

CITY OF ALAMEDA
NON-MAJOR GOVERNMENTAL FUNDS
STATEMENT OF REVENUES, EXPENDITURES
AND CHANGES IN FUND BALANCES
FOR THE YEAR ENDED JUNE 30, 2009

	SPECIAL REVENUE FUNDS					
	Library	Gas Tax	Transportation Improvement	Traffic Safety	County Measure B	CHRPO/ LEAD
REVENUES						
Property taxes	$1,464,388					
Other taxes						
Licenses and permits						
Revenue from other agencies	157,857	$1,119,514	$639,258		$2,382,314	$113,945
Charges for current services	85,810					
Fines and forfeitures				$179,555		
Use of money and property	20,951	9,983	26,716	465	187,507	
Affordable housing fees						
Other						
Total Revenues	1,729,006	1,129,497	665,974	180,020	2,569,821	113,945
EXPENDITURES						
Current:						
General government						
Public safety						
Public works		2,761				
Development services						
Culture and leisure	3,184,038					
Housing and community services						63,655
Capital outlay	15,307					
Debt service:						
Principal						
Interest						
Total Expenditures	3,199,345	2,761				63,655
EXCESS (DEFICIENCY) OF REVENUES OVER EXPENDITURES	(1,470,339)	1,126,736	665,974	180,020	2,569,821	50,290
OTHER FINANCING SOURCES (USES)						
Proceeds from issuance of debt						
Bond issuance premium on debt						
Transfers in	2,072,007				29,740	
Transfers (out)	(77,564)	(1,094,611)	(1,540,765)	(169,997)	(2,675,731)	
Total Other Financing Sources (Uses)	1,994,443	(1,094,611)	(1,540,765)	(169,997)	(2,645,991)	
NET CHANGE IN FUND BALANCES	524,104	32,125	(874,791)	10,023	(76,170)	50,290
BEGINNING FUND BALANCES (DEFICITS)	44,841	448,766	1,276,195	3,234	4,732,730	(36,287)
ENDING FUND BALANCES (DEFICITS)	$568,945	$480,891	$401,404	$13,257	$4,656,560	$14,003

SPECIAL REVENUE FUNDS

Tidelands	Narcotics Asset Seizure	Senior Citizens Transportation Assistance	Park Acquisition and Development	Parking Meter	Commercial Revitalization	Community Development Block Grant	HOME Fund
			$4,198				
	$39,725					$1,094,433	$11,716
		$3,443		$812,936			
				107,213			
$369,012		626	4,171	89,968	$195,743		
		5,949		20,000	162,832		
369,012	39,725	10,018	8,369	1,030,117	358,575	1,094,433	11,716
		189,123		301,037	69,600		
264,170							
					526,028	1,316,678	11,716
			4,034				
264,170		189,123	4,034	301,037	595,628	1,316,678	11,716
104,842	39,725	(179,105)	4,335	729,080	(237,053)	(222,245)	
		179,104		107,847	200,000	232,245	
(78,402)			(149,077)	(486,201)	(1,545)	(10,000)	
(78,402)		179,104	(149,077)	(378,354)	198,455	222,245	
26,440	39,725	(1)	(144,742)	350,726	(38,598)		
1,281,287	(30,869)	26,023	216,765	1,821,735	1,297,304		
$1,307,727	$8,856	$26,022	$72,023	$2,172,461	$1,258,706		

(Continued)

CITY OF ALAMEDA
NON-MAJOR GOVERNMENTAL FUNDS
STATEMENT OF REVENUES, EXPENDITURES
AND CHANGES IN FUND BALANCES
FOR THE YEAR ENDED JUNE 30, 2009

	SPECIAL REVENUE FUNDS				
	Human Services	Vehicle Registration	Affordable Housing	Garbage Surcharge	Bayport Municipal Service District
REVENUES					
Property taxes					$515,765
Other taxes				$175,000	
Licenses and permits					
Revenue from other agencies	$19,565				
Charges for current services					
Fines and forfeitures					
Use of money and property	1,951	$1,866	$20,624	37,702	43,172
Affordable housing fees			42,900		
Other	500		5		
Total Revenues	22,016	1,866	63,529	212,702	558,937
EXPENDITURES					
Current:					
General government			20,261		170
Public safety					
Public works					
Development services					
Culture and leisure					
Housing and community services	57,900		226,190		
Capital outlay			515		
Debt service:					
Principal					
Interest					
Total Expenditures	57,900		246,966		170
EXCESS (DEFICIENCY) OF REVENUES OVER EXPENDITURES	(35,884)	1,866	(183,437)	212,702	558,767
OTHER FINANCING SOURCES (USES)					
Proceeds from issuance of debt					
Bond issuance premium on debt					
Transfers in	44,200		1,000		
Transfers (out)				(100,102)	(163,873)
Total Other Financing Sources (Uses)	44,200		1,000	(100,102)	(163,873)
NET CHANGE IN FUND BALANCES	8,316	1,866	(182,437)	112,600	394,894
BEGINNING FUND BALANCES (DEFICITS)	37,944	42,548	554,311	813,738	760,361
ENDING FUND BALANCES (DEFICITS)	$46,260	$44,414	$371,874	$926,338	$1,155,255

SPECIAL REVENUE FUNDS

Athletic Recreation	Island City Maintenance Assessment District 84-2	Waste Reduction Surcharge	Curbside Recycling	Housing Development	Parking In-Lieu	Dike Maintenance	Marina Cove Maintenance District 01-01
	$1,147,485						$84,408
$22,221		$292,708					
1,603,443	57	366,410					
312,968	39,775	201,764	$7,627	$7,817	$6,450	$6,597	15,611
	3	2,679					
1,938,632	1,187,320	863,561	7,627	7,817	6,450	6,597	100,019
1,695,399					3,768		
	1,082,868	1,704,664					5,013
1,695,399	1,082,868	1,704,664			3,768		5,013
243,233	104,452	(841,103)	7,627	7,817	2,682	6,597	95,006
	3,239					322,502	
(125,373)	(13,850)	(105,506)					(75,439)
(125,373)	(10,611)	(105,506)				322,502	(75,439)
117,860	93,841	(946,609)	7,627	7,817	2,682	329,099	19,567
1,007,991	900,176	5,201,560	173,856	128,641	148,709	1,161	346,985
$1,125,851	$994,017	$4,254,951	$181,483	$136,458	$151,391	$330,260	$366,552

(Continued)

CITY OF ALAMEDA
NON-MAJOR GOVERNMENTAL FUNDS
STATEMENT OF REVENUES, EXPENDITURES
AND CHANGES IN FUND BALANCES
FOR THE YEAR ENDED JUNE 30, 2009

	SPECIAL REVENUE FUNDS						
	TSM/TDM	Public Art	Historical Advisory Board	Adam Street House	Police/Fire Construction Impact Fee	Construction Impact Fee	Community Development
REVENUES							
Property taxes						$224,182	
Other taxes		$3,882	$1,250		$6,302		$1,275,509
Licenses and permits							1,179,498
Revenue from other agencies	$22,539						514,294
Charges for current services							42,064
Fines and forfeitures	4,716	3,082	64	$13,856		5,039	
Use of money and property							1,392
Affordable housing fees							
Other							
Total Revenues	27,255	6,964	1,314	13,856	6,302	229,221	3,012,757
EXPENDITURES							
Current:							
General government	1,120						
Public safety							
Public works							3,950,136
Development services							
Culture and leisure							
Housing and community services							365
Capital outlay							
Debt service:							
Principal							
Interest							
Total Expenditures	1,120						3,950,501
EXCESS (DEFICIENCY) OF REVENUES OVER EXPENDITURES	26,135	6,964	1,314	13,856	6,302	229,221	(937,744)
OTHER FINANCING SOURCES (USES)							
Proceeds from issuance of debt							
Bond issuance premium on debt					39,846		1,560,377
Transfers in		(7,732)			(46,148)	(326,510)	(105,877)
Transfers (out)							
Total Other Financing Sources (Uses)		(7,732)			(6,302)	(326,510)	1,454,500
NET CHANGE IN FUND BALANCES	26,135	(768)	1,314	13,856		(97,289)	516,756
BEGINNING FUND BALANCES (DEFICITS)	93,283	73,574	688	316,294		148,887	
ENDING FUND BALANCES (DEFICITS)	$119,418	$72,806	$2,002	$330,150		$51,598	$516,756

SPECIAL REVENUE FUNDS				DEBT SERVICE FUNDS			
				CERTIFICATES OF PARTICIPATION			
Prop 1B Local	Police Grants	Citywide Pavement	Housing In-Lieu	Police Building	Library/ Golf	2002 City Hall Refinancing	2003 Library Bonds
							$585,766
$1,118,752	$249,557						
		$50,000					
17,109	5,596	1,015	$69,954	$2,097	$5,415	$72,718	4,355
1,135,861	255,153	51,015	69,954	2,097	5,415	72,718	590,121
	217,107						
			942,094				
	39,299						
				1,505,000	3,555,000	395,000	185,000
				47,875	76,616	434,318	492,043
	256,406		942,094	1,552,875	3,631,616	829,318	677,043
1,135,861	(1,253)	51,015	(872,140)	(1,550,778)	(3,626,201)	(756,600)	(86,922)
1,229,765	92,851		2,266,921	1,288,688	3,184,894	827,338	
(1,210,409)					(273,434)		
19,356	92,851		2,266,921	1,288,688	2,911,460	827,338	
1,155,217	91,598	51,015	1,394,781	(262,090)	(714,741)	70,738	(86,922)
				262,090	714,741	1,748,482	357,557
$1,155,217	$91,598	$51,015	$1,394,781			$1,819,220	$270,635

(Continued)

CITY OF ALAMEDA
NON-MAJOR GOVERNMENTAL FUNDS
STATEMENT OF REVENUES, EXPENDITURES
AND CHANGES IN FUND BALANCES
FOR THE YEAR ENDED JUNE 30, 2009

	DEBT SERVICE FUNDS					
	Community Improvement Commission Subordinate Bonds BWIP	Community Improvement Commission 2003 Tax Allocation Refunding Bonds BWIP	Community Improvement Commission 2003 Tax Allocation Bonds WECIP	Alameda Point Improvement Project 2003 Revenue Bonds	HUD 108	2008 Refinance Project COP
REVENUES						
Property taxes						
Other taxes						
Licenses and permits						
Revenue from other agencies					$314,075	
Charges for current services						
Fines and forfeitures						
Use of money and property	$17,781	$84,065	$173,753	$42,518	4,912	$12,739
Affordable housing fees						
Other						3,212
Total Revenues	17,781	84,065	173,753	42,518	318,987	15,951
EXPENDITURES						
Current:						
General government						
Public safety						
Public works						
Development services						
Culture and leisure						
Housing and community services						
Capital outlay						
Debt service:						
Principal	595,000	450,000	60,000	300,000		
Interest	222,594	816,484	2,692,793	271,453	314,075	386,573
Total Expenditures	817,594	1,266,484	2,752,793	571,453	314,075	386,573
EXCESS (DEFICIENCY) OF REVENUES OVER EXPENDITURES	(799,813)	(1,182,419)	(2,579,040)	(528,935)	4,912	(370,622)
OTHER FINANCING SOURCES (USES)						
Proceeds from issuance of debt						4,575,000
Bond issuance premium on debt						118,725
Transfers in	814,882	1,263,768	2,746,914	571,836	437,363	440,776
Transfers (out)						(4,473,582)
Total Other Financing Sources (Uses)	814,882	1,263,768	2,746,914	571,836	437,363	660,919
NET CHANGE IN FUND BALANCES	15,069	81,349	167,874	42,901	442,275	290,297
BEGINNING FUND BALANCES (DEFICI	595,760	1,653,756	4,864,552	860,213	25,160	
ENDING FUND BALANCES (DEFICITS)	$610,829	$1,735,105	$5,032,426	$903,114	$467,435	$290,297

CAPITAL PROJECTS FUNDS

Transportation Improvement	Library Construction	Urban Runoff Strom Drain Fee	Community Facility District #1	Community Facility District #2	Special Assessment District: Harbor Bay Isle 92-1	Special Assessment District: Marina Village 89-1	Citywide Development Fee
$419,670		$2,842,924					$340,876
48,418							
		11,569					
75,363	$7,349	288,019			$44,049	$47,860	113,146
		5,807					
543,451	7,349	3,148,319			44,049	47,860	454,022
721	63,719	1,740,942			319,885	61,540	8,240
721	63,719	1,740,942			319,885	61,540	8,240
542,730	(56,370)	1,407,377			(275,836)	(13,680)	445,782
	231	1,366,307					
(67,631)		(701,897)	($239)	($7,190)			(243,333)
(67,631)	231	664,410	(239)	(7,190)			(243,333)
475,099	(56,139)	2,071,787	(239)	(7,190)	(275,836)	(13,680)	202,449
1,487,060	204,816	5,596,455	239	7,190	1,243,766	2,832,127	2,577,768
$1,962,159	$148,677	$7,668,242			$967,930	$2,818,447	$2,780,217

(Continued)

CITY OF ALAMEDA
NON-MAJOR GOVERNMENTAL FUNDS
STATEMENT OF REVENUES, EXPENDITURES
AND CHANGES IN FUND BALANCES
FOR THE YEAR ENDED JUNE 30, 2009

	CAPITAL PROJECTS FUNDS			
	Wastewater Capital Reserve	Open Space Improvement	Alameda Point Improvement Project 2003 Revenue Bonds	Total Nonmajor Governmental Funds
REVENUES				
Property taxes				$7,060,406
Other taxes				792,674
Licenses and permits				1,286,943
Revenue from other agencies				7,575,640
Charges for current services				4,135,705
Fines and forfeitures				801,062
Use of money and property	$1,658	$46,528	$3,412	2,819,298
Affordable housing fees				42,900
Other				202,379
Total Revenues	1,658	46,528	3,412	24,717,007
EXPENDITURES				
Current:				
General government				2,280,478
Public safety				217,107
Public works			2,069	3,061,545
Development services				3,950,136
Culture and leisure				3,184,038
Housing and community services				3,144,261
Capital outlay		66,810		2,321,377
Debt service:				
Principal				7,045,000
Interest				5,754,824
Total Expenditures		66,810	2,069	30,958,766
EXCESS (DEFICIENCY) OF REVENUES OVER EXPENDITURES	1,658	(20,282)	1,343	(6,241,759)
OTHER FINANCING SOURCES (USES)				
Proceeds from issuance of debt				4,575,000
Bond issuance premium on debt				118,725
Transfers in	8,120			21,332,761
Transfers (out)			(6,836)	(14,338,854)
Total Other Financing Sources (Uses)	8,120		(6,836)	11,687,632
NET CHANGE IN FUND BALANCES	9,778	(20,282)	(5,493)	5,445,873
BEGINNING FUND BALANCES (DEFICITS)	34,991	1,079,828	336,278	48,315,260
ENDING FUND BALANCES (DEFICITS)	$44,769	$1,059,546	$330,785	$53,761,133

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CITY OF ALAMEDA
BUDGETED NON-MAJOR FUNDS
SCHEDULE OF REVENUES, EXPENDITURES
AND CHANGES IN FUND BALANCES
BUDGET AND ACTUAL
FOR THE YEAR ENDED JUNE 30, 2009

	LIBRARY			GAS TAX		
	Budget	Actual	Variance Favorable (Unfavorable)	Budget	Actual	Variance Favorable (Unfavorable)
REVENUES						
Property taxes	$1,419,963	$1,464,388	$44,425			
Other taxes						
Licenses and permits						
Revenue from other agencies	63,550	157,857	94,307	$925,000	$1,119,514	$194,514
Charges for current services	70,000	85,810	15,810			
Fines and forfeitures						
Use of money and property	10,000	20,951	10,951		9,983	9,983
Affordable housing fee						
Other						
Total Revenues	1,563,513	1,729,006	165,493	925,000	1,129,497	204,497
EXPENDITURES						
Current:						
General government						
Public safety						
Public works					2,761	(2,761)
Development services						
Culture and recreation	3,213,413	3,184,038	29,375			
Housing and community services						
Capital outlay	15,308	15,307	1			
Debt service:						
Principal						
Interest						
Total Expenditures	3,228,721	3,199,345	29,376		2,761	(2,761)
EXCESS (DEFICIENCY) OF REVENUES OVER EXPENDITURES	(1,665,208)	(1,470,339)	194,869	925,000	1,126,736	201,736
OTHER FINANCING SOURCES (USES)						
Proceeds from sale of properties						
Bond issuance premium on debt						
Transfers in	1,743,861	2,072,007	328,146			
Transfers (out)	(185,619)	(77,564)	108,055	(1,766,173)	(1,094,611)	671,562
Total Other Financing Sources (Uses)	1,558,242	1,994,443	436,201	(1,766,173)	(1,094,611)	671,562
NET CHANGE IN FUND BALANCES	($106,966)	524,104	$631,070	($841,173)	32,125	$873,298
BEGINNING FUND BALANCES (DEFICITS)		44,841			448,766	
ENDING FUND BALANCES (DEFICITS)		$568,945			$480,891	

TRANSPORTATION IMPROVEMENT			TRAFFIC SAFETY			COUNTY MEASURE B		
Budget	Actual	Variance Favorable (Unfavorable)	Budget	Actual	Variance Favorable (Unfavorable)	Budget	Actual	Variance Favorable (Unfavorable)
	$639,258	$639,258				$2,416,170	$2,382,314	($33,856)
	26,716	$26,716	$150,000	$179,555 465	$29,555 465		187,507	187,507
	665,974	665,974	150,000	180,020	30,020	2,416,170	2,569,821	153,651
	665,974	665,974	150,000	180,020	30,020	2,416,170	2,569,821	153,651
($1,521,409)	(1,540,765)	($19,356)	(150,000)	(169,997)	(19,997)	(5,616,274)	29,740 (2,675,731)	29,740 2,940,543
(1,521,409)	(1,540,765)	(19,356)	(150,000)	(169,997)	(19,997)	(5,616,274)	(2,645,991)	2,970,283
($1,521,409)	(874,791)	$646,618		10,023	$10,023	($3,200,104)	(76,170)	$3,123,934
	1,276,195			3,234			4,732,730	
	$401,404			$13,257			$4,656,560	

(Continued)

CITY OF ALAMEDA
BUDGETED NON-MAJOR FUNDS
SCHEDULE OF REVENUES, EXPENDITURES
AND CHANGES IN FUND BALANCES
BUDGET AND ACTUAL
FOR THE YEAR ENDED JUNE 30, 2009

	CHRPO/LEAD			TIDELANDS		
	Budget	Actual	Variance Favorable (Unfavorable)	Budget	Actual	Variance Favorable (Unfavorable)
REVENUES						
Property taxes						
Other taxes						
Licenses and permits						
Revenue from other agencies	$313,484	$113,945	($199,539)			
Charges for current services						
Fines and forfeitures						
Use of money and property				$200,000	$369,012	$169,012
Affordable housing fee						
Other						
Total Revenues	313,484	113,945	(199,539)	200,000	369,012	169,012
EXPENDITURES						
Current:						
General government						
Public safety						
Public works				213,069	264,170	(51,101)
Development services						
Culture and recreation						
Housing and community services	272,783	63,655	209,128			
Capital outlay						
Debt service:						
Principal						
Interest						
Total Expenditures	272,783	63,655	209,128	213,069	264,170	(51,101)
EXCESS (DEFICIENCY) OF REVENUES OVER EXPENDITURES	40,701	50,290	9,589	(13,069)	104,842	117,911
OTHER FINANCING SOURCES (USES)						
Proceeds from sale of properties						
Bond issuance premium on debt						
Transfers in						
Transfers (out)				(469,186)	(78,402)	390,784
Total Other Financing Sources (Uses)				(469,186)	(78,402)	390,784
NET CHANGE IN FUND BALANCES	$40,701	50,290	$9,589	($482,255)	26,440	$508,695
BEGINNING FUND BALANCES (DEFICITS)		(36,287)			1,281,287	
ENDING FUND BALANCES (DEFICITS)		$14,003			$1,307,727	

NARCOTICS ASSET SEIZURE			SENIOR CITIZENS TRANSPORTATION ASSISTANCE			PARK ACQUISITION AND DEVELOPMENT		
Budget	Actual	Variance Favorable (Unfavorable)	Budget	Actual	Variance Favorable (Unfavorable)	Budget	Actual	Variance Favorable (Unfavorable)
						$150,000	$4,198	($145,802)
	$39,725	$39,725		$3,443	$3,443			
				626	626		4,171	4,171
				5,949	5,949			
	39,725	39,725		10,018	10,018	150,000	8,369	(141,631)
			$297,715	189,123	108,592			
							4,034	(4,034)
			297,715	189,123	108,592		4,034	(4,034)
	39,725	39,725	(297,715)	(179,105)	118,610	150,000	4,335	(145,665)
			297,715	179,104	(118,611)	(789,314)	(149,077)	640,237
			297,715	179,104	(118,611)	(789,314)	(149,077)	640,237
	39,725	$39,725		(1)	($1)	($639,314)	(144,742)	$494,572
	(30,869)			26,023			216,765	
	$8,856			$26,022			$72,023	

(Continued)

CITY OF ALAMEDA
BUDGETED NON-MAJOR FUNDS
SCHEDULE OF REVENUES, EXPENDITURES
AND CHANGES IN FUND BALANCES
BUDGET AND ACTUAL
FOR THE YEAR ENDED JUNE 30, 2009

	PARKING METER			COMMERCIAL REVITALIZATION		
	Budget	Actual	Variance Favorable (Unfavorable)	Budget	Actual	Variance Favorable (Unfavorable)
REVENUES						
Property taxes						
Other taxes						
Licenses and permits						
Revenue from other agencies						
Charges for current services	$480,000	$812,936	$332,936			
Fines and forfeitures		107,213	107,213			
Use of money and property	10,000	89,968	79,968		$195,743	$195,743
Affordable housing fee						
Other		$20,000	20,000	$184,750	162,832	(21,918)
Total Revenues	490,000	1,030,117	540,117	184,750	358,575	173,825
EXPENDITURES						
Current:						
General government	250,132	301,037	(50,905)	$78,000	69,600	8,400
Public safety						
Public works						
Development services						
Culture and recreation						
Housing and community services				340,800	526,028	(185,228)
Capital outlay						
Debt service:						
Principal						
Interest						
Total Expenditures	250,132	301,037	(50,905)	418,800	595,628	(176,828)
EXCESS (DEFICIENCY) OF REVENUES OVER EXPENDITURES	239,868	729,080	489,212	(234,050)	(237,053)	(3,003)
OTHER FINANCING SOURCES (USES)						
Proceeds from sale of properties						
Bond issuance premium on debt						
Transfers in	250,000	107,847	(142,153)		200,000	200,000
Transfers (out)	(573,190)	(486,201)	86,989	(1,545)	(1,545)	
Total Other Financing Sources (Uses)	(323,190)	(378,354)	(55,164)	(1,545)	198,455	200,000
NET CHANGE IN FUND BALANCES	($83,322)	350,726	$434,048	($235,595)	(38,598)	$196,997
BEGINNING FUND BALANCES (DEFICITS)		1,821,735			1,297,304	
ENDING FUND BALANCES (DEFICITS)		$2,172,461			$1,258,706	

COMMUNITY DEVELOPMENT BLOCK GRANT			HOME FUND			HUMAN SERVICES		
Budget	Actual	Variance Favorable (Unfavorable)	Budget	Actual	Variance Favorable (Unfavorable)	Budget	Actual	Variance Favorable (Unfavorable)
$2,613,018	$1,094,433	($1,518,585)	$981,446	$11,716	($969,730)	$20,760	$19,565	($1,195)
							1,951	1,951
							500	500
2,613,018	1,094,433	(1,518,585)	981,446	11,716	(969,730)	20,760	22,016	1,256
3,224,948	1,316,678	1,908,270	960,980	11,716	949,264	95,331	57,900	37,431
3,000		3,000						
3,227,948	1,316,678	1,911,270	960,980	11,716	949,264	95,331	57,900	37,431
(614,930)	(222,245)	392,685	20,466		(20,466)	(74,571)	(35,884)	38,687
622,871	232,245	(390,626)				44,200	44,200	
(10,000)	(10,000)							
612,871	222,245	(390,626)				44,200	44,200	
($2,059)		$2,059	$20,466		($20,466)	($30,371)	8,316	$38,687
							37,944	
							$46,260	

(Continued)

CITY OF ALAMEDA
BUDGETED NON-MAJOR FUNDS
SCHEDULE OF REVENUES, EXPENDITURES
AND CHANGES IN FUND BALANCES
BUDGET AND ACTUAL
FOR THE YEAR ENDED JUNE 30, 2009

	VEHICLE REGISTRATION			AFFORDABLE HOUSING		
	Budget	Actual	Variance Favorable (Unfavorable)	Budget	Actual	Variance Favorable (Unfavorable)
REVENUES						
Property taxes						
Other taxes						
Licenses and permits						
Revenue from other agencies						
Charges for current services						
Fines and forfeitures						
Use of money and property		$1,866	$1,866		$20,624	$20,624
Affordable housing fee				$50,000	42,900	(7,100)
Other					5	5
Total Revenues		1,866	1,866	50,000	63,529	13,529
EXPENDITURES						
Current:						
General government				49,885	20,261	29,624
Public safety						
Public works						
Development services						
Culture and recreation						
Housing and community services				308,783	226,190	82,593
Capital outlay				2,431	515	1,916
Debt service:						
Principal						
Interest						
Total Expenditures				361,099	246,966	114,133
EXCESS (DEFICIENCY) OF REVENUES OVER EXPENDITURES		1,866	1,866	(311,099)	(183,437)	127,662
OTHER FINANCING SOURCES (USES)						
Proceeds from sale of properties						
Bond issuance premium on debt						
Transfers in				1,000	1,000	
Transfers (out)						
Total Other Financing Sources (Uses				1,000	1,000	
NET CHANGE IN FUND BALANCES		1,866	$1,866	($310,099)	(182,437)	$127,662
BEGINNING FUND BALANCES (DEFICITS)		42,548			554,311	
ENDING FUND BALANCES		$44,414			$371,874	

GARBAGE SURCHARGE			BAYPORT MUNICIPAL SERVICE DISTRICT			ATHLETIC RECREATION		
Budget	Actual	Variance Favorable (Unfavorable)	Budget	Actual	Variance Favorable (Unfavorable)	Budget	Actual	Variance Favorable (Unfavorable)
			$375,000	$515,765	$140,765			
$100,000	$175,000	$75,000						
							$22,221	$22,221
						$1,920,314	1,603,443	(316,871)
10,000	37,702	27,702		43,172	43,172	184,100	312,968	128,868
110,000	212,702	102,702	375,000	558,937	183,937	2,104,414	1,938,632	(165,782)
			225,000	170	224,830	1,998,159	1,695,399	302,760
						5,250		5,250
			225,000	170	224,830	2,003,409	1,695,399	308,010
110,000	212,702	102,702	150,000	558,767	408,767	101,005	243,233	142,228
(94,000)	(100,102)	(6,102)	(188,500)	(163,873)	24,627	(100,373)	(125,373)	(25,000)
(94,000)	(100,102)	(6,102)	(188,500)	(163,873)	24,627	(100,373)	(125,373)	(25,000)
$16,000	112,600	$96,600	($38,500)	394,894	$433,394	$632	117,860	$117,228
	813,738			760,361			1,007,991	
	$926,338			$1,155,255			$1,125,851	

(Continued)

CITY OF ALAMEDA
BUDGETED NON-MAJOR FUNDS
SCHEDULE OF REVENUES, EXPENDITURES
AND CHANGES IN FUND BALANCES
BUDGET AND ACTUAL
FOR THE YEAR ENDED JUNE 30, 2009

	ISLAND CITY MAINTENANCE ASSESSMENT DISTRICT 84-2			WASTE REDUCTION SURCHARGE		
	Budget	Actual	Variance Favorable (Unfavorable)	Budget	Actual	Variance Favorable (Unfavorable)
REVENUES						
Property taxes	$1,167,837	$1,147,485	($20,352)			
Other taxes						
Licenses and permits						
Revenue from other agencies					$292,708	$292,708
Charges for current services		57	57	$783,486	366,410	(417,076)
Fines and forfeitures						
Use of money and property	$45,902	39,775	(6,127)		201,764	201,764
Affordable housing fee						
Other		3	3		2,679	2,679
Total Revenues	1,213,739	1,187,320	(26,419)	783,486	863,561	80,075
EXPENDITURES						
Current:						
General government						
Public safety						
Public works	1,666,881	1,082,868	584,013	1,941,502	1,704,664	236,838
Development services						
Culture and recreation						
Housing and community services						
Capital outlay				4,000		4,000
Debt service:						
Principal						
Interest						
Total Expenditures	1,666,881	1,082,868	584,013	1,945,502	1,704,664	240,838
EXCESS (DEFICIENCY) OF REVENUES OVER EXPENDITURES	(453,142)	104,452	557,594	(1,162,016)	(841,103)	320,913
OTHER FINANCING SOURCES (USES)						
Proceeds from sale of properties						
Bond issuance premium on debt						
Transfers in	3,000	3,239	239			
Transfers (out)	(14,896)	(13,850)	1,046	(255,808)	(105,506)	150,302
Total Other Financing Sources (Uses)	(11,896)	(10,611)	1,285	(255,808)	(105,506)	150,302
NET CHANGE IN FUND BALANCES	($465,038)	93,841	$558,879	($1,417,824)	(946,609)	$471,215
BEGINNING FUND BALANCES (DEFICITS)		900,176			5,201,560	
ENDING FUND BALANCES (DEFICITS)		$994,017			$4,254,951	

CURBSIDE RECYCLING			HOUSING DEVELOPMENT			PARKING IN-LIEU		
Budget	Actual	Variance Favorable (Unfavorable)	Budget	Actual	Variance Favorable (Unfavorable)	Budget	Actual	Variance Favorable (Unfavorable)
$3,000	$7,627	$4,627		$7,817	$7,817		$6,450	$6,450
3,000	7,627	4,627		7,817	7,817		6,450	6,450
$100,000		100,000					3,768	(3,768)
100,000		100,000					3,768	(3,768)
(97,000)	7,627	104,627		7,817	7,817		2,682	2,682
($97,000)	7,627	$104,627		7,817	$7,817		2,682	$2,682
	173,856			128,641			148,709	
	$181,483			$136,458			$151,391	

(Continued)

CITY OF ALAMEDA
BUDGETED NON-MAJOR FUNDS
SCHEDULE OF REVENUES, EXPENDITURES
AND CHANGES IN FUND BALANCES
BUDGET AND ACTUAL
FOR THE YEAR ENDED JUNE 30, 2009

	DIKE MAINTENANCE			MARINA COVE MAINTENANCE DISTRICT 01-01		
	Budget	Actual	Variance Favorable (Unfavorable)	Budget	Actual	Variance Favorable (Unfavorable)
REVENUES						
Property taxes				$85,842	$84,408	($1,434)
Other taxes						
Licenses and permits						
Revenue from other agencies						
Charges for current services						
Fines and forfeitures						
Use of money and property	$5,000	$6,597	$1,597		15,611	15,611
Affordable housing fee						
Other						
Total Revenues	5,000	6,597	1,597	85,842	100,019	14,177
EXPENDITURES						
Current:						
General government						
Public safety						
Public works				28,096	5,013	23,083
Development services						
Culture and recreation						
Housing and community services						
Capital outlay						
Debt service:						
Principal						
Interest						
Total Expenditures				28,096	5,013	23,083
EXCESS (DEFICIENCY) OF REVENUES OVER EXPENDITURES	5,000	6,597	1,597	57,746	95,006	37,260
OTHER FINANCING SOURCES (USES)						
Proceeds from sale of properties						
Bond issuance premium on debt						
Transfers in		322,502	322,502	24,496		(24,496)
Transfers (out)				(163,500)	(75,439)	88,061
Total Other Financing Sources (Uses)		322,502	322,502	(139,004)	(75,439)	63,565
NET CHANGE IN FUND BALANCES	$5,000	329,099	$324,099	($81,258)	19,567	$100,825
BEGINNING FUND BALANCES (DEFICITS)		1,161			346,985	
ENDING FUND BALANCES (DEFICITS)		$330,260			$366,552	

TSM/TDM			PUBLIC ART			HISTORICAL ADVISORY BOARD		
Budget	Actual	Variance Favorable (Unfavorable)	Budget	Actual	Variance Favorable (Unfavorable)	Budget	Actual	Variance Favorable (Unfavorable)
				$3,882	$3,882		$1,250	$1,250
$6,000	$22,539	$16,539						
	4,716	4,716		3,082	3,082		64	64
6,000	27,255	21,255		6,964	6,964		1,314	1,314
	1,120	(1,120)						
	1,120	(1,120)						
6,000	26,135	20,135		6,964	6,964		1,314	1,314
				(7,732)	(7,732)			
				(7,732)	(7,732)			
$6,000	26,135	$20,135		(768)	($768)		1,314	$1,314
	93,283			73,574			688	
	$119,418			$72,806			$2,002	(Continued)

CITY OF ALAMEDA
BUDGETED NON-MAJOR FUNDS
SCHEDULE OF REVENUES, EXPENDITURES
AND CHANGES IN FUND BALANCES
BUDGET AND ACTUAL
FOR THE YEAR ENDED JUNE 30, 2009

	ADAM STREET HOUSE			POLICE/FIRE CONSTRUCTION IMPACT FEE		
	Budget	Actual	Variance Favorable (Unfavorable)	Budget	Actual	Variance Favorable (Unfavorable)
REVENUES						
Property taxes						
Other taxes						
Licenses and permits				$90,000	$6,302	($83,698)
Revenue from other agencies						
Charges for current services						
Fines and forfeitures						
Use of money and property		$13,856	$13,856			
Affordable housing fee						
Other						
Total Revenues		13,856	13,856	90,000	6,302	(83,698)
EXPENDITURES						
Current:						
General government						
Public safety						
Public works						
Development services						
Culture and recreation						
Housing and community services						
Capital outlay						
Debt service:						
Principal						
Interest						
Total Expenditures						
EXCESS (DEFICIENCY) OF REVENUES OVER EXPENDITURES		13,856	13,856	90,000	6,302	(83,698)
OTHER FINANCING SOURCES (USES)						
Proceeds from sale of properties						
Bond issuance premium on debt						
Transfers in					39,846	39,846
Transfers (out)				(46,168)	(46,148)	20
Total Other Financing Sources (Uses)				(46,168)	(6,302)	39,866
NET CHANGE IN FUND BALANCES		13,856	$13,856	$43,832		($43,832)
BEGINNING FUND BALANCES (DEFICITS)		316,294				
ENDING FUND BALANCES (DEFICITS)		$330,150				

CONSTRUCTION IMPACT FEE			COMMUNITY DEVELOPMENT			POLICE GRANTS		
Budget	Actual	Variance Favorable (Unfavorable)	Budget	Actual	Variance Favorable (Unfavorable)	Budget	Actual	Variance Favorable (Unfavorable)
$900,000	$224,182	($675,818)	$2,082,500	$1,275,509	(806,991)	$211,589	$249,557	$37,968
			1,449,474	1,179,498	(269,976)			
			485,100	514,294	29,194			
	5,039	5,039		42,064	42,064		5,596	5,596
				1,392	1,392			
900,000	229,221	(670,779)	4,017,074	3,012,757	(1,004,317)	211,589	255,153	43,564
						300,418	217,107	83,311
			4,439,441	3,950,136	489,305			
			365	365		54,729	39,299	15,430
			4,439,806	3,950,501	489,305	355,147	256,406	98,741
900,000	229,221	(670,779)	(422,732)	(937,744)	(515,012)	(143,558)	(1,253)	142,305
			1,559,594	1,560,377	783		92,851	92,851
(1,251,990)	(326,510)	925,480	(105,877)	(105,877)				
(1,251,990)	(326,510)	925,480	1,453,717	1,454,500	783		92,851	92,851
($351,990)	(97,289)	$254,701	$1,030,985	516,756	($514,229)	($143,558)	91,598	$235,156
	148,887							
	$51,598			$516,756			$91,598	

(Continued)

CITY OF ALAMEDA
BUDGETED NON-MAJOR FUNDS
SCHEDULE OF REVENUES, EXPENDITURES
AND CHANGES IN FUND BALANCES
BUDGET AND ACTUAL
FOR THE YEAR ENDED JUNE 30, 2009

	HOUSING IN-LIEU			POLICE BUILDING CERTIFICATES OF PARTICIPATION		
	Budget	Actual	Variance Favorable (Unfavorable)	Budget	Actual	Variance Favorable (Unfavorable)
REVENUES						
Property taxes						
Other taxes						
Licenses and permits						
Revenue from other agencies						
Charges for current services						
Fines and forfeitures						
Use of money and property		$69,954	$69,954		$2,097	$2,097
Affordable housing fee						
Other						
Total Revenues		69,954	69,954		2,097	2,097
EXPENDITURES						
Current:						
General government						
Public safety						
Public works						
Development services						
Culture and recreation						
Housing and community services	$1,796,496	942,094	854,402			
Capital outlay						
Debt service:						
Principal					1,505,000	(1,505,000)
Interest					47,875	(47,875)
Total Expenditures	1,796,496	942,094	854,402		1,552,875	(1,552,875)
EXCESS (DEFICIENCY) OF REVENUES OVER EXPENDITURES	(1,796,496)	(872,140)	924,356		(1,550,778)	(1,550,778)
OTHER FINANCING SOURCES (USES)						
Proceeds from sale of properties						
Bond issuance premium on debt						
Transfers in		2,266,921	2,266,921		1,288,688	1,288,688
Transfers (out)						
Total Other Financing Sources (Uses)		2,266,921	2,266,921		1,288,688	1,288,688
NET CHANGE IN FUND BALANCES	($1,796,496)	1,394,781	$3,191,277		(262,090)	($262,090)
BEGINNING FUND BALANCES (DEFICITS)					262,090	
ENDING FUND BALANCES (DEFICITS)		$1,394,781				

LIBRARY/GOLF CERTIFICATES OF PARTICIPATION			2002 CITY HALL REFINANCING CERTIFICATES OF PARTICIPATION			2003 LIBRARY BONDS		
Budget	Actual	Variance Favorable (Unfavorable)	Budget	Actual	Variance Favorable (Unfavorable)	Budget	Actual	Variance Favorable (Unfavorable)
						$670,325	$585,766	($84,559)
	$5,415	$5,415		$72,718	$72,718		4,355	4,355
	5,415	5,415		72,718	72,718	670,325	590,121	(80,204)
	3,555,000	(3,555,000)	$395,000	395,000		185,000	185,000	
	76,616	(76,616)	432,338	434,318	(1,980)	485,325	492,043	(6,718)
	3,631,616	(3,631,616)	827,338	829,318	(1,980)	670,325	677,043	(6,718)
	(3,626,201)	(3,626,201)	(827,338)	(756,600)	70,738		(86,922)	(86,922)
	3,184,894	3,184,894	827,338	827,338				
	(273,434)	($273,434)						
	2,911,460	2,911,460	827,338	827,338				
	(714,741)	($714,741)		70,738	$70,738		(86,922)	($86,922)
	714,741			1,748,482			357,557	
				$1,819,220			$270,635	

(Continued)

CITY OF ALAMEDA
BUDGETED NON-MAJOR FUNDS
SCHEDULE OF REVENUES, EXPENDITURES
AND CHANGES IN FUND BALANCES
BUDGET AND ACTUAL
FOR THE YEAR ENDED JUNE 30, 2009

	COMMUNITY IMPROVEMENT COMMISSION SUBORDINATE BONDS BWIP			COMMUNITY IMPROVEMENT COMMISSION 2003 TAX ALLOCATION REFUNDING BONDS BWIP		
	Budget	Actual	Variance Favorable (Unfavorable)	Budget	Actual	Variance Favorable (Unfavorable)
REVENUES						
Property taxes						
Other taxes						
Licenses and permits						
Revenue from other agencies						
Charges for current services						
Fines and forfeitures						
Use of money and property		$17,781	$17,781		$84,065	$84,065
Affordable housing fee						
Other						
Total Revenues		17,781	17,781		84,065	84,065
EXPENDITURES						
Current:						
General government						
Public safety						
Public works						
Development services						
Culture and recreation						
Housing and community services						
Capital outlay						
Debt service:						
Principal	$595,000	$595,000		$450,000	450,000	
Interest	219,882	222,594	(2,712)	813,769	816,484	(2,715)
Total Expenditures	814,882	817,594	(2,712)	1,263,769	1,266,484	(2,715)
EXCESS (DEFICIENCY) OF REVENUES OVER EXPENDITURES	(814,882)	(799,813)	15,069	(1,263,769)	(1,182,419)	81,350
OTHER FINANCING SOURCES (USES)						
Proceeds from sale of properties						
Bond issuance premium on debt						
Transfers in	814,882	814,882		1,263,768	1,263,768	
Transfers (out)						
Total Other Financing Sources (Uses)	814,882	814,882		1,263,768	1,263,768	
NET CHANGE IN FUND BALANCES		15,069	$15,069	($1)	81,349	$81,350
BEGINNING FUND BALANCES (DEFICITS)		595,760			1,653,756	
ENDING FUND BALANCES (DEFICITS)		$610,829			$1,735,105	

COMMUNITY IMPROVEMENT COMMISSION 2003 TAX ALLOCATION BONDS WECIP			ALAMEDA POINT IMPROVEMENT PROJECT 2003 REVENUE BONDS			HUD 108		
Budget	Actual	Variance Favorable (Unfavorable)	Budget	Actual	Variance Favorable (Unfavorable)	Budget	Actual	Variance Favorable (Unfavorable)
						$231,517	$314,075	$82,558
	$173,753	$173,753		$42,518	$42,518		4,912	4,912
	173,753	173,753		42,518	42,518	231,517	318,987	87,470
$60,000	60,000		$300,000	300,000				
2,686,914	2,692,793	(5,879)	500,000	271,453	228,547		314,075	(314,075)
2,746,914	2,752,793	(5,879)	800,000	571,453	228,547		314,075	(314,075)
(2,746,914)	(2,579,040)	167,874	(800,000)	(528,935)	271,065	231,517	4,912	(226,605)
2,746,914	2,746,914		800,000	571,836	(228,164)		437,363	437,363
2,746,914	2,746,914		800,000	571,836	(228,164)		437,363	437,363
	167,874	$167,874		42,901	$42,901	$231,517	442,275	$210,758
	4,864,552			860,213			25,160	
	$5,032,426			$903,114			$467,435	

(Continued)

CITY OF ALAMEDA
BUDGETED NON-MAJOR FUNDS
SCHEDULE OF REVENUES, EXPENDITURES
AND CHANGES IN FUND BALANCES
BUDGET AND ACTUAL
FOR THE YEAR ENDED JUNE 30, 2009

	2008 REFINANCE PROJECT COP			TRANSPORTATION IMPROVEMENT		
	Budget	Actual	Variance Favorable (Unfavorable)	Budget	Actual	Variance Favorable (Unfavorable)
REVENUES						
Property taxes					$419,670	$419,670
Other taxes					48,418	48,418
Licenses and permits						
Revenue from other agencies						
Charges for current services						
Fines and forfeitures						
Use of money and property		$12,739	$12,739		75,363	75,363
Affordable housing fee						
Other		3,212	3,212			
Total Revenues		15,951	15,951		543,451	543,451
EXPENDITURES						
Current:						
General government						
Public safety						
Public works						
Development services						
Culture and recreation						
Housing and community services						
Capital outlay					721	(721)
Debt service:						
Principal	$182,341					
Interest	216,517	386,573	(170,056)			
Total Expenditures	398,858	386,573	(170,056)		721	(721)
EXCESS (DEFICIENCY) OF REVENUES OVER EXPENDITURES	(398,858)	(370,622)	28,236		542,730	542,730
OTHER FINANCING SOURCES (USES)						
Proceeds from sale of properties		4,575,000	4,575,000			
Bond issuance premium on debt		118,725	118,725			
Transfers in	167,341	440,776	273,435			
Transfers (out)		(4,473,582)	(4,473,582)	($478,736)	(67,631)	411,105
Total Other Financing Sources (Uses)	167,341	660,919	493,578	(478,736)	(67,631)	411,105
NET CHANGE IN FUND BALANCES	($231,517)	290,297	$521,814	($478,736)	475,099	$953,835
BEGINNING FUND BALANCES (DEFICITS)					1,487,060	
ENDING FUND BALANCES (DEFICITS)		$290,297			$1,962,159	

LIBRARY CONSTRUCTION			URBAN RUNOFF STORM DRAIN FEE			COMMUNITY FACILITY DISTRICT #1		
Budget	Actual	Variance Favorable (Unfavorable)	Budget	Actual	Variance Favorable (Unfavorable)	Budget	Actual	Variance Favorable (Unfavorable)
			$2,742,760	$2,842,924	$100,164			
				11,569	11,569			
	$7,349	$7,349		288,019	288,019			
				5,807	5,807			
	7,349	7,349	2,742,760	3,148,319	405,559			
$719	63,719	(63,000)	1,987,826	1,740,942	246,884			
719	63,719	(63,000)	1,987,826	1,740,942	246,884			
(719)	(56,370)	(55,651)	754,934	1,407,377	652,443			
	231	231	1,366,307	1,366,307				
			(2,745,960)	(701,897)	2,044,063		($239)	($239)
	231	231	(1,379,653)	664,410	2,044,063		(239)	(239)
($719)	(56,139)	($55,420)	($624,719)	2,071,787	$2,696,506		(239)	($239)
	204,816			5,596,455			239	
	$148,677			$7,668,242				

(Continued)

CITY OF ALAMEDA
BUDGETED NON-MAJOR FUNDS
SCHEDULE OF REVENUES, EXPENDITURES
AND CHANGES IN FUND BALANCES
BUDGET AND ACTUAL
FOR THE YEAR ENDED JUNE 30, 2009

	COMMUNITY FACILITY DISTRICT #2			HARBOR BAY ISLE 92-1 SPECIAL ASSESSMENT DISTRICT		
	Budget	Actual	Variance Favorable (Unfavorable)	Budget	Actual	Variance Favorable (Unfavorable)
REVENUES						
Property taxes						
Other taxes						
Licenses and permits						
Revenue from other agencies						
Charges for current services						
Fines and forfeitures						
Use of money and property					$44,049	$44,049
Affordable housing fee						
Other						
Total Revenues					44,049	44,049
EXPENDITURES						
Current:						
General government						
Public safety						
Public works						
Development services						
Culture and recreation						
Housing and community services					319,885	(319,885)
Capital outlay						
Debt service:						
Principal						
Interest						
Total Expenditures					319,885	(319,885)
EXCESS (DEFICIENCY) OF REVENUES OVER EXPENDITURES					(275,836)	(275,836)
OTHER FINANCING SOURCES (USES)						
Proceeds from sale of properties						
Bond issuance premium on debt						
Transfers in						
Transfers (out)	($387,660)	($7,190)	$380,470			
Total Other Financing Sources (Uses)	(387,660)	(7,190)	380,470			
NET CHANGE IN FUND BALANCES	($387,660)	(7,190)	$380,470		(275,836)	($275,836)
BEGINNING FUND BALANCES (DEFICITS)		7,190			1,243,766	
ENDING FUND BALANCES (DEFICITS)					$967,930	

MARINA VILLAGE 89-1 SPECIAL ASSESSMENT DISTRICT			CITYWIDE DEVELOPMENT FEE			WASTEWATER CAPITAL RESERVE		
Budget	Actual	Variance Favorable (Unfavorable)	Budget	Actual	Variance Favorable (Unfavorable)	Budget	Actual	Variance Favorable (Unfavorable)
			$266,000	$340,876	$74,876			
	$47,860	$47,860		113,146	113,146		$1,658	$1,658
	47,860	47,860	266,000	454,022	188,022		1,658	1,658
	61,540	(61,540)		8,240				
	61,540	(61,540)		8,240				
	(13,680)	(13,680)	266,000	445,782	179,782		1,658	1,658
							8,120	8,120
			(512,548)	(243,333)	269,215			
			(512,548)	(243,333)	269,215		8,120	8,120
	(13,680)	($13,680)	($246,548)	202,449	$448,997		9,778	$9,778
	2,832,127			2,577,768			34,991	
	$2,818,447			$2,780,217			$44,769	

(Continued)

CITY OF ALAMEDA
BUDGETED NON-MAJOR FUNDS
SCHEDULE OF REVENUES, EXPENDITURES
AND CHANGES IN FUND BALANCES
BUDGET AND ACTUAL
FOR THE YEAR ENDED JUNE 30, 2009

	OPEN SPACE IMPROVEMENT			ALAMEDA POINT IMPROVEMENT PROJECT 2003 REVENUE BONDS		
	Budget	Actual	Variance Favorable (Unfavorable)	Budget	Actual	Variance Favorable (Unfavorable)
REVENUES						
Property taxes						
Other taxes						
Licenses and permits						
Revenue from other agencies						
Charges for current services						
Fines and forfeitures						
Use of money and property		$46,528	$46,528		$3,412	$3,412
Affordable housing fee						
Other						
Total Revenues		46,528	46,528		3,412	3,412
EXPENDITURES						
Current:						
General government						
Public safety						
Public works					2,069	(2,069)
Development services						
Culture and recreation						
Housing and community services						
Capital outlay		66,810				
Debt service:						
Principal						
Interest						
Total Expenditures		66,810			2,069	(2,069)
EXCESS (DEFICIENCY) OF REVENUES OVER EXPENDITURES		(20,282)	(20,282)		1,343	1,343
OTHER FINANCING SOURCES (USES)						
Proceeds from sale of properties						
Bond issuance premium on debt						
Transfers in						
Transfers (out)					(6,836)	(6,836)
Total Other Financing Sources (Uses)					(6,836)	(6,836)
NET CHANGE IN FUND BALANCES		(20,282)	($20,282)		(5,493)	($5,493)
BEGINNING FUND BALANCES (DEFICITS)		1,079,828			336,278	
ENDING FUND BALANCES (DEFICITS)		$1,059,546			$330,785	

INTERNAL SERVICE FUNDS

Internal Service Funds are used to finance and account for special activities and services performed by a designated department for other departments in the City on a cost reimbursement basis.

The concept of major funds introduced by GASB Statement 34 does not extend to internal service funds because they do not do business with outside parties. GASB Statement 34 requires that for the Statement of Activities, the net revenues or expenses of each internal service fund be eliminated by netting them against the operations of the other City departments, which generated them. The remaining balance sheet items are consolidated with these same funds in the Statement of Net Assets.

However, internal service funds are still presented separately in the Fund financial statements, including the funds below.

CENTRAL STORE

This fund accounts for the City central store's operation. The source of revenue is reimbursement of costs for items purchased by other departments such as papers postage and copying expense.

CENTRAL GARAGE

This fund accounts for the maintenance and replacement of vehicles and equipment used by all City departments. Source of revenue for this fund is on reimbursement basis of costs for services and supplies purchased by other departments.

TECHNOLOGY SERVICES

This fund accounts for computer and telephone charges and information system upgrades. Resources are from administrative charges to departments based upon their proportional share of program costs.

WORKERS' COMPENSATION INSURANCE

This fund accounts for the expenditures for administration of the City's workers' compensation program, payment of workers' compensation claim payments, and related insurance premiums.

RISK MANAGEMENT INSURANCE

This fund accounts for the administration of the City's risk management program, payment of general liability claim payments, and insurance premiums for general liability and property coverages.

UNEMPLOYMENT INSURANCE

This fund accounts for the administration of the City's unemployment insurance program and payment of unemployment claim payments.

OTHER POST EMPLOYMENT BENEFITS (OPEB)

This fund accounts for expenditures for other post-employment benefits (OPEB).

CITY OF ALAMEDA
INTERNAL SERVICE FUNDS
COMBINING STATEMENT OF NET ASSETS
JUNE 30, 2009

	Central Store	Central Garage	Technology Services	Workers' Compensation Insurance
ASSETS				
Current Assets:				
Cash and cash equivalents	$76,666	$229,479		
Accounts receivable	3,571	2,061		$28,270
Prepaids and deposits				135,000
Total Current Assets	80,237	231,540		163,270
Capital assets, depreciable, net			$560,473	
Total Assets	80,237	231,540	560,473	163,270
LIABILITIES				
Current Liabilities:				
Accounts payable	29,797	47,136	20,325	13
Accrued payroll			1,745	4,136
Due to other funds			11,999	1,679,563
Long-term debt			176,753	
Total Current Liabilities	29,797	47,136	210,822	1,683,712
Claims payable:				
Due within one year				2,731,709
Due in more than one year				2,620,772
Total Long-Term Debt				5,352,481
Total Liabilities	29,797	47,136	210,822	7,036,193
NET ASSETS				
Invested in capital assets, net of related debt			383,720	
Unrestricted	50,440	184,404	(34,069)	(6,872,923)
Total Net Assets (Deficits)	$50,440	$184,404	$349,651	($6,872,923)

Risk Management Insurance	Unemployment Insurance	OPEB	Total
$578,412			$884,557
			33,902
			135,000
578,412			1,053,459
			560,473
578,412			1,613,932
127,051			224,322
8,252			14,133
	$31,155		1,722,717
			176,753
135,303	31,155		2,137,925
38,425			2,770,134
1,111,812			3,732,584
1,150,237			6,502,718
1,285,540	31,155		8,640,643
			383,720
(707,128)	(31,155)		(7,410,431)
($707,128)	($31,155)		($7,026,711)

CITY OF ALAMEDA
INTERNAL SERVICE FUNDS
COMBINING STATEMENT OF REVENUES, EXPENSES AND
CHANGES IN FUND NET ASSETS
FOR THE YEAR ENDED JUNE 30, 2009

	Central Store	Central Garage	Technology Services	Workers' Compensation Insurance
OPERATING REVENUES				
Charges for services	$809,804	$347,674	$1,836,798	$1,393,965
Miscellaneous				
Total Operating Revenues	809,804	347,674	1,836,798	1,393,965
OPERATING EXPENSES				
General administrative		323,121	905,510	1,743
Wages and benefits				231,124
Insurance				1,825,487
Contractual services	413,319	54,681	672,550	115,738
Supplies and maintenance	399,931	11,290	3,800	
Depreciation			120,566	
Total Operating Expenses	813,250	389,092	1,702,426	2,174,092
Operating Income (Loss)	(3,446)	(41,418)	134,372	(780,127)
NONOPERATING REVENUES (EXPENSES)				
Interest income	2,661	9,093	7,576	
Interest (expense)			(36,698)	
Total Nonoperating Revenues (Expenses)	2,661	9,093	(29,122)	
Income (Loss) Before Transfers	(785)	(32,325)	105,250	(780,127)
Transfers in	795	7,271		4,334
Transfers (out)			(242,176)	
Net Transfers	795	7,271	(242,176)	4,334
Change in Net Assets	10	(25,054)	(136,926)	(775,793)
BEGINNING NET ASSETS (DEFICITS)	50,430	209,458	486,577	(6,097,130)
ENDING NET ASSETS (DEFICITS)	$50,440	$184,404	$349,651	($6,872,923)

Risk Management Insurance	Unemployment Insurance	OPEB	Total
$1,187,249	$82,344	$1,954,710	$7,612,544
4			4
1,187,253	82,344	1,954,710	7,612,548
11,262	90,085		1,331,721
555,101			786,225
836,309		1,954,126	4,615,922
784,953	1,620		2,042,861
			415,021
			120,566
2,187,625	91,705	1,954,126	9,312,316
(1,000,372)	(9,361)	584	(1,699,768)
			19,330
			(36,698)
			(17,368)
(1,000,372)	(9,361)	584	(1,717,136)
88,300	1,545		102,245
		(2,595)	(244,771)
88,300	1,545	(2,595)	(142,526)
(912,072)	(7,816)	(2,011)	(1,859,662)
204,944	(23,339)	2,011	(5,167,049)
($707,128)	($31,155)		($7,026,711)

CITY OF ALAMEDA
INTERNAL SERVICE FUNDS
COMBINING STATEMENT OF CASH FLOWS
FOR THE YEAR ENDED JUNE 30, 2009

	Central Store	Central Garage	Technology Services	Workers' Compensation Insurance
CASH FLOWS FROM OPERATING ACTIVITIES				
Receipts from customers	$821,345	$350,422	$1,836,798	$1,397,930
Payments to suppliers	(851,873)	(74,656)	(703,108)	(116,360)
Payments to employees		(323,121)	(903,765)	(232,323)
Claims paid				(2,028,584)
Cash Flows from Operating Activities	(30,528)	(47,355)	229,925	(979,337)
CASH FLOWS FROM NONCAPITAL FINANCING ACTIVITIES				
Interfund receipts			11,999	975,003
Transfers, net	795	7,271	(242,176)	4,334
Cash Flows from Noncapital Financing Activities	795	7,271	(230,177)	979,337
CASH FLOWS FROM CAPITAL AND RELATED FINANCING ACTIVITIES				
Principal payments on capital debt			(192,821)	
Interest paid on capital debt			(36,698)	
Cash Flows from Capital and Related Financing Activities			(229,519)	
CASH FLOWS FROM INVESTING ACTIVITIES				
Interest income	2,661	9,093	7,576	
Net Cash Flows	(27,072)	(30,991)	(222,195)	
Cash and investments at beginning of period	103,738	260,470	222,195	
Cash and investments at end of period	$76,666	$229,479		
Reconciliation of operating income (loss) to net cash flows from operating activities:				
Operating income (loss)	($3,446)	($41,418)	$134,372	($780,127)
Adjustments to reconcile operating income to cash flows from operating activities:				
Depreciation			120,566	
Change in assets and liabilities:				
Accounts receivable	11,541	2,748		3,965
Prepaids and deposits			19,003	
Accounts payable	(38,623)	(8,685)	(45,761)	(622)
Claims payable				(203,097)
Accrued payroll			1,745	544
Cash Flows from Operating Activities	($30,528)	($47,355)	$229,925	($979,337)

Risk Management Insurance	Unemployment Insurance	OPEB	Total
$1,187,278	$82,344	$1,954,710	$7,630,827
(864,719)	(1,620)	(1,975,804)	(4,588,140)
(565,201)	(90,085)		(2,114,495)
(904,253)			(2,932,837)
(1,146,895)	(9,361)	(21,094)	(2,004,645)
	7,816		994,818
88,300	1,545	(2,595)	(142,526)
88,300	9,361	(2,595)	852,292
			(192,821)
			(36,698)
			(229,519)
			19,330
(1,058,595)		(23,689)	(1,362,542)
1,637,007		23,689	2,247,099
$578,412			$884,557
($1,000,372)	($9,361)	$584	($1,699,768)
			120,566
25			18,279
			19,003
(79,766)		(21,678)	(195,135)
(67,944)			(271,041)
1,162			3,451
($1,146,895)	($9,361)	($21,094)	($2,004,645)

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FIDUCIARY FUNDS

GASB Statement 34 requires that Pension Funds and Agency Funds be presented separately from the Government-wide and Fund financial statements.

PENSION TRUST FUNDS

Pension Trust Funds are used to report and account for resources that are required to be held in trust for the members and beneficiaries of the City's defined benefit pension plan.

POLICE AND FIRE PENSION #1079

This fund accounts for the resources accumulated for the payment of pension benefits enacted under Plan 1079.

POLICE AND FIRE PENSION #1082

This fund accounts for the resources accumulated for the payment of pension benefits enacted under Plan 1082.

AGENCY FUNDS

Agency Funds account for assets held by the City as agent for individuals, governmental entities, and non-public organizations. These funds include the following:

ASSESSMENT DISTRICTS

This fund accounts for cash and investments held on behalf of assessment districts formed within the City. The City is not obligated for repayment of any debt issued by these assessment districts.

WASTE MANAGEMENT JRRRC TRUST (JOINT REFUSE RATE REVIEW COMMITTEE)

This fund accounts for refuse charges collected to pay for operation of the committee.

MASTICK SENIOR CENTER TRUST FUND

This fund accounts for asset held for Mastic Senior Center Advisory Board to provide services and facilities which enhance the quality of life for senior citizens.

CITY OF ALAMEDA
PENSION TRUST FUNDS
COMBINING BALANCE SHEET
JUNE 30, 2009

	PENSION TRUST FUNDS		
	Police and Fire Pension #1079	Police and Fire Pension #1082	Total
ASSETS			
Restricted cash and investments	$0	$0	$0
Total Assets	$0	$0	$0
FUND BALANCE			
Reserved for:			
Employees' pension benefits	$0	$0	$0
Total Equity	$0	$0	$0

CITY OF ALAMEDA
PENSION TRUST FUNDS
COMBINING STATEMENT OF CHANGES IN NET ASSETS
FOR THE YEAR ENDED JUNE 30, 2009

	PENSION TRUST FUNDS		
	Plan #1079	Plan #1082	TOTALS
ADDITIONS			
Employer contributions	$2,464,114	$42,284	$2,506,398
Total Additions	2,464,114	42,284	2,506,398
DEDUCTIONS			
Retirement and other benefits	2,458,116	42,200	2,500,316
Contractual services	5,998	84	6,082
Total Deductions	2,464,114	42,284	2,506,398
INCREASE (DECREASE) IN NET ASSETS			
NET ASSETS HELD IN (DUE TO) TRUST FOR PENSION BENEFITS			
Beginning of year			
End of year			

CITY OF ALAMEDA
AGENCY FUNDS
STATEMENT OF CHANGES IN ASSETS AND LIABILITIES
FOR THE YEAR ENDED JUNE 30, 2009

	Balance June 30, 2008	Additions	Deductions	Balance June 30, 2009
Assessment Districts				
Assets				
Restricted cash and investments	$48,231,327	$9,035,309	$12,110,890	$45,155,746
Accounts receivable	45,774,441	40,195,866	45,774,441	40,195,866
Total Assets	$94,005,768	$49,231,175	$57,885,331	$85,351,612
Liabilities				
Due to bondholders	$94,005,768	$49,231,175	$57,885,331	$85,351,612
Waste Management JRRRC Trust				
Assets				
Restricted cash and investments	$147,726	$152,373	$147,726	$152,373
Liabilities				
Refundable deposits	$147,726	$152,373	$147,726	$152,373
Mastick Senior Center				
Assets				
Restricted cash and investments	$465,553	$25,299		$490,852
Liabilities				
Due to members	$465,553	$25,299		$490,852
Totals- All Agency Funds				
Assets				
Restricted cash and investments	$48,844,606	$9,212,981	$12,258,616	$45,798,971
Accounts receivable	45,774,441	40,195,866	45,774,441	40,195,866
Total Assets	$94,619,047	$49,408,847	$58,033,057	$85,994,837
Liabilities				
Refundable deposits	$147,726	$152,373	$147,726	$152,373
Due to members	465,553	25,299		490,852
Due to bondholders	94,005,768	49,231,175	57,885,331	85,351,612
Total Liabilities	$94,619,047	$49,408,847	$58,033,057	$85,994,837

STATISTICAL SECTION

This section of the City's Comprehensive Annual Financial Report presents detailed information as a context for understanding what the information in the financial statements, note disclosures, and required supplementary information presents with respect to the City's overall financial health. In contrast to the Financial Section, the Statistical Section information is not subject to independent audit.

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:

1. Net Assets by Component
2. Changes in Net Assets
3. Fund Balances of Governmental Funds
4. Changes in Fund Balance of Governmental Funds

Revenue Capacity
These schedules contain information to help the reader assess the City's most significant local revenue source, the property tax:

1. Assessed and Estimated Actual Value of Taxable Property
2. Property Tax Rates, All Direct and Overlapping Governments
3. Principal Property Taxpayers
4. Property Tax Levies and Collections

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:

1. Ratio of Outstanding Debt by Type
2. Ratio of General Bonded Debt Outstanding
3. Computation of Direct and Overlapping Debt
4. Computation of Legal Bonded Debt Margin
5. Sewer Fund Debt Service
6. Bonded Debt Pledged Revenue Coverage, CIC Revenue Bonds and Tax Allocation Bonds

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:

1. Demographic and Economic Statistics
2. Principal Employers

Operating Information
These schedules contain service and infrastructure data to help the reader understand how the information in the City's financial report relates to the services the City provides and the activities it performs:

1. Full-Time Equivalent City Government Employees by Function
2. Operating Indicators by Function/Program
3. Capital Asset Statistics by Function/Program

Sources
Unless otherwise noted, the information in these schedules is derived from the Comprehensive Annual Financial Reports for the relevant year. The City implemented GASB Statement 34 in 2003; schedules presenting government-wide information include information beginning in that year.

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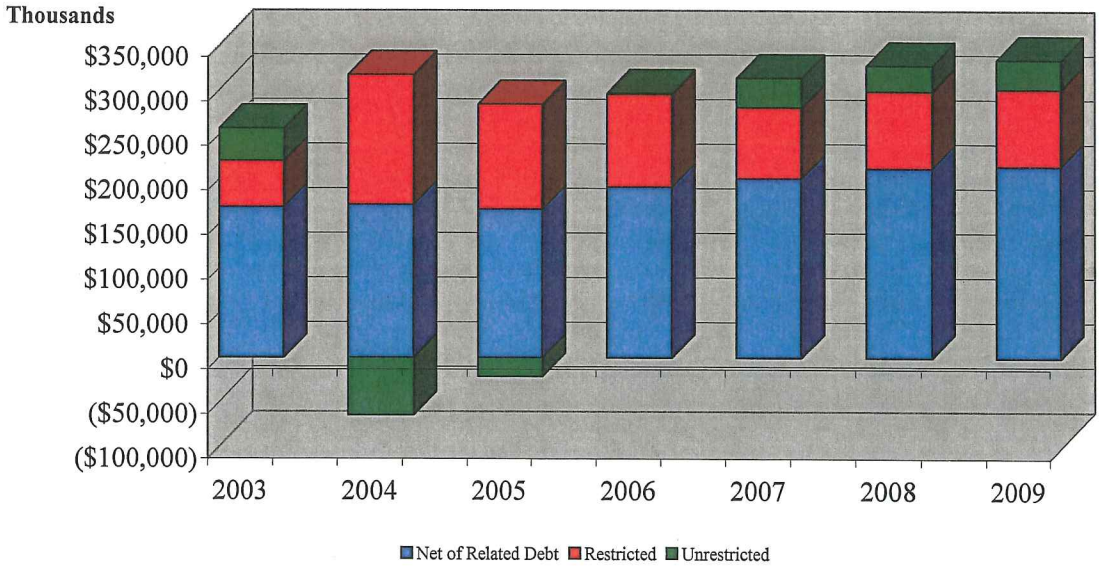
CITY OF ALAMEDA
Net Assets by Component
Last Seven Fiscal Years (a)
(accrual basis of accounting)



	For the Fiscal Year Ended June 30,						
	2003	2004	2005	2006	2007	2008	2009
Governmental activities							
Invested in capital assets, net of related debt	$116,456,794	$132,621,927	$124,741,406	$149,626,890	$158,716,508	$169,776,636	$169,927,104
Restricted	51,888,403	144,673,265	116,647,178	102,723,054	79,816,104	86,336,351	86,483,930
Unrestricted	19,237,422	(81,824,156)	(40,784,740)	(18,104,392)	13,312,902	8,764,362	16,106,522
Total governmental activities net assets	$187,582,619	$195,471,036	$200,603,844	$234,245,552	$251,845,514	$264,877,349	$272,517,556
Business-type activities							
Invested in capital assets, net of related debt	$51,668,490	$38,512,292	$41,430,248	$41,606,226	$41,973,568	$42,515,505	$44,928,147
Restricted		1,083,977	1,106,890	1,145,471			
Unrestricted	17,280,942	17,488,537	19,470,915	19,401,658	19,774,563	20,318,503	17,184,286
Total business-type activities net assets	$68,949,432	$57,084,806	$62,008,053	$62,153,355	$61,748,131	$62,834,008	$62,112,433
Primary government							
Invested in capital assets, net of related debt	$168,125,284	$171,134,219	$166,171,654	$191,233,116	$200,690,076	$212,292,141	$214,855,251
Restricted	51,888,403	145,757,242	117,754,068	103,868,525	79,816,104	86,336,351	86,483,930
Unrestricted	36,518,364	(64,335,619)	(21,313,825)	1,297,266	33,087,465	29,082,865	33,290,808
Total primary government net assets	$256,532,051	$252,555,842	$262,611,897	$296,398,907	$313,593,645	$327,711,357	$334,629,989

Note:
(a) Information prior to fiscal year 2003 is not available

CITY OF ALAMEDA
Changes in Net Assets
Last Seven Fiscal Years (a)
(Accrual Basis of Accounting)

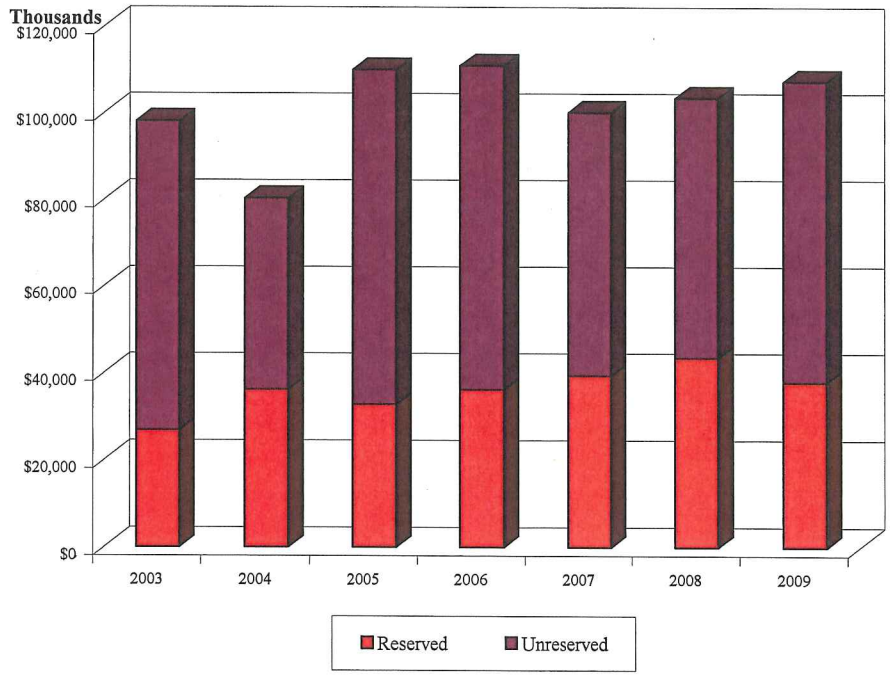
	For the Fiscal Year Ended June 30,						
	2003	2004	2005	2006	2007	2008	2009
Expenses							
Governmental Activities:							
General Government	$11,314,930	$11,892,299	$15,395,113	$17,477,965	$20,160,089	$13,942,578	$11,725,432
Police	21,343,437	22,502,026	22,074,065	25,255,793	25,632,978	26,769,167	26,137,009
Fire	18,361,188	18,648,073	19,667,256	20,520,453	23,911,788	24,645,039	22,123,701
Public Works	13,654,427	12,263,391	13,990,352	5,374,200	4,465,955	12,628,974	18,746,655
Community Development, planning and building	16,665,180	18,215,641	17,920,317	14,093,939	22,986,738	19,189,329	22,163,130
Culture and Recreation	6,599,712	8,625,168	6,758,918	7,114,677	7,730,394	8,275,998	8,125,339
Housing and Community Services	6,155,962	5,059,414	4,687,684	3,395,317	5,802,261	6,668,775	7,415,214
Interest on Long-Term Debt	4,130,840	9,767,781	6,429,215	5,918,480	6,307,727	6,351,470	6,100,624
Total Governmental Activities Expenses	98,225,676	106,973,793	106,922,920	99,150,824	116,997,930	118,471,330	122,537,104
Business-Type Activities:							
Ferry Services	5,228,012	3,439,322	3,539,277	3,478,994	3,274,613	4,469,475	3,756,857
Golf Course	4,224,577	4,338,367	4,400,252	4,508,404	4,645,595	5,009,337	4,380,267
Sewer Service	3,374,862	3,921,506	3,632,512	3,756,084	4,244,145	4,320,760	4,726,773
Total Business-Type Activities Expenses	12,827,451	11,699,195	11,572,041	11,743,482	12,164,353	13,799,572	12,863,897
Total Primary Government Expenses	$111,053,127	$118,672,988	$118,494,961	$110,894,306	$129,162,283	$132,270,902	$135,401,001
Component Units:							
Housing Authority	$25,944,248	$26,122,570	$25,742,559	$23,458,406	$25,890,669	$25,717,763	$26,750,656
Power & Telecom	48,808,125	54,710,878	57,956,365	60,987,054	63,267,230	61,075,579	61,522,873
Total Component Units	$74,752,373	$80,833,448	$83,698,924	$84,445,460	$89,157,899	$86,793,342	$88,273,529
Program Revenues							
Governmental Activities:							
Charges for Services:							
General Government	$2,631,863	$12,761,494	$13,294,972	$13,804,737	$13,697,081	$5,244,071	$6,202,753
Police	1,237,479	197,252	190,052	217,551	179,212	918,369	1,211,316
Fire	1,724,050	95,384	90,640	79,718		1,917,703	2,528,403
Public Works	2,964,261	731,746	782,578	848,390	1,488,380	7,149,848	7,135,253
Community Development, planning and building	15,277,921	13,103,655	11,891,979	12,395,013	13,265,740	12,520,166	12,050,332
Culture and Recreation	1,462,654	1,399,564	2,581,142	2,926,120	1,940,528	2,396,147	2,328,111
Housing and Community Services						438,278	
Operating Grants and Contributions	7,095,519	10,397,197	8,170,805	16,571,222	14,350,320	12,969,596	6,816,299
Capital Grants and Contributions	8,853,630	8,722,254	10,946,725	15,576,210	11,063,279	5,535,687	4,307,127
Total Government Activities Program Revenues	41,247,377	47,408,546	47,948,893	62,418,961	55,984,540	49,089,865	42,579,594
Business-Type Activities:							
Charges for Services:							
Ferry Services					17,726		
Golf Course	4,991,613	4,730,019	4,259,968	3,859,518	4,226,422	4,187,705	4,161,463
Sewer Service	5,091,934	5,179,831	5,356,564	5,252,893	5,667,296	5,826,652	5,901,599
Operating Grants and Contributions	3,715,911	1,878,270	6,683,481	2,279,492	1,990,515	3,000,763	2,356,878
Total Business-Type Activities Program Revenue	13,799,458	11,788,120	16,300,013	11,391,903	11,884,233	13,015,120	12,419,940
Total Primary Government Program Revenues	$55,046,835	$59,196,666	$64,248,906	$73,810,864	$67,868,773	$62,104,985	$54,999,534
Component Units:							
Charges for Services:							
Housing Authority	$2,927,404	$3,056,974	$3,366,326	$3,162,738	$3,368,311	$3,294,371	$3,369,634
Power & Telecom	43,466,487	50,952,137	58,103,776	61,937,553	60,552,680	61,857,720	54,987,323
Operating Grants and Contributions	22,967,145	23,420,341	22,357,796	24,594,124	27,623,882	21,419,640	21,595,495
Total Component Units Program Revenues	$69,361,036	$77,429,452	$83,827,898	$89,694,415	$91,544,873	$86,571,731	$79,952,452
Net (Expense)/Revenue							
Governmental Activities	($56,978,299)	($59,565,247)	($58,974,027)	($36,731,863)	($61,013,390)	($69,381,465)	($79,957,511)
Business-Type Activities	972,007	88,925	4,727,972	(351,579)	(262,394)	(784,452)	(443,957)
Component Units Activities	(5,391,337)	(3,403,996)	128,974	5,248,955	2,386,974	(221,611)	(8,321,077)
Total Primary Government Net Expense	($56,006,292)	($59,476,322)	($54,246,055)	($31,834,487)	($58,888,810)	($70,387,528)	($88,722,545)

CITY OF ALAMEDA
Changes in Net Assets
(continued)
Last Seven Fiscal Years (a)
(Accrual Basis of Accounting)

	For the Fiscal Year Ended June 30,						
	2003	2004	2005	2006	2007	2008	2009
General Revenues and Other Changes in Net Assets							
Governmental Activities:							
Taxes:							
Property Taxes	$15,987,519	$17,773,235	$19,007,465	$21,332,157	$26,137,534	$27,413,398	$28,056,019
Incremental property tax	7,739,233	7,993,279	8,956,569	11,178,320	12,266,563	14,043,703	15,634,394
Urban runoff special assessments	2,290,320	2,514,813	894,930	851,005	2,668,301	1,738,422	1,857,611
Sales Taxes	5,430,564	5,551,361	4,756,425	4,580,600	4,967,130	5,140,774	5,412,461
Utility Users Tax				8,328,131	8,702,101	9,301,200	9,049,473
Transfer Tax				6,601,412	4,177,736	3,389,197	3,124,066
Franchise Tax						1,605,512	1,626,089
Transient Occupancy Tax						1,088,342	1,178,705
Property Tax In-Lieu						1,654,175	1,672,842
Other Taxes	14,410,517	15,654,287	18,780,327	7,200,067	7,184,959	2,392,876	1,956,106
Motor Vehicle In-Lieu, Unrestricted	4,123,899	3,438,362	5,083,751	5,982,971	5,479,921	5,748,775	5,994,956
Use of Money and properties	3,306,730	876,633	2,898,323	2,695,888	5,897,661	8,066,247	6,843,179
Gain/Loss from disposal of capital assets	(7,578,352)	1,312,894					
Miscellaneous	413,199	34,145	3,435,857	1,215,942	345,906	1,427,356	4,090,462
Transfers	(16,347,856)	12,304,655	293,188	407,078	1,293,540	(596,677)	1,101,353
Total Government Activities	29,775,773	67,453,664	64,106,835	70,373,571	79,121,352	82,413,300	87,597,716
Business-Type Activities:							
Use of Money and properties	983,739	282,361	486,455	646,149	1,004,169	1,126,277	730,441
Miscellaneous	1,686	68;743	2,008	257,810	146,541	147,375	93,294
Transfers	18,847,856	(12,304,655)	(293,188)	(407,078)	(1,293,540)	596,677	(1,101,353)
Total Business-Type Activities	19,833,281	(11,953,551)	195,275	496,881	(142,830)	1,870,329	(277,618)
Total Primary Government	$49,609,054	$55,500,113	$64,302,110	$70,870,452	$78,978,522	$83,009,977	$86,496,363
Component Units Activities:							
Use of Money and properties	$437,429	$341,058	$2,369,805	$2,315,772	$2,804,872	$2,974,858	$1,744,742
Miscellaneous	2,707,172						
Transfers	(2,500,000)						
Net Extraordinary Items						(32,097,496)	25,251,400
Total Component Units Activities	$644,601	$341,058	$2,369,805	$2,315,772	$2,804,872	($29,122,638)	$26,996,142
Change in Net Assets							
Governmental Activities	($27,202,526)	$7,888,417	$5,132,808	$33,641,708	$18,107,962	$13,031,835	$7,640,205
Business-Type Activities	20,805,288	(11,864,626)	4,923,247	145,302	(405,224)	1,085,877	(721,575)
Total Primary Government	($6,397,238)	($3,976,209)	$10,056,055	$33,787,010	$17,702,738	$14,117,712	$6,918,630
Changes in Net Assets							
Component units Activities	($4,746,736)	($3,062,938)	$2,498,779	$7,564,727	$5,191,846	($29,344,249)	$18,675,065

Note:
(a) Information prior to fiscal year 2003 is not available

CITY OF ALAMEDA
Fund Balances of Governmental Funds
Last Seven Fiscal Years (b)
(Modified Accrual Basis of Accounting)



	For the Fiscal Year Ended June 30,							
	2003	2004	2005	2006	2007	2008	2009	
General Fund								
Reserved	$4,351,023	$6,061,084	$6,065,209	$6,626,345	$6,649,640	$9,441,392	$6,152,052	
Unreserved	14,516,417	12,655,623	16,048,586	17,947,381	16,171,215	10,252,721	15,362,069	
Total General Fund	$18,867,440	$18,716,707	$22,113,795	$24,573,726	$22,820,855	$19,694,113	$21,514,121	(a)
All Other Governmental Funds								
Reserved	$22,490,776	$30,173,689	$26,759,167	$29,578,391	$32,799,457	$34,104,927	$31,746,036	
Unreserved, reported in:								
Special revenue funds	11,284,346	46,548,364	40,171,866	38,923,405	31,494,061	20,831,848	36,849,864	
Capital project funds	18,295,744	17,971,148	18,531,330	14,420,484	13,068,955	28,887,337	17,242,412	
Total all other governmental funds	$52,070,866	$94,693,201	$85,462,363	$82,922,280	$77,362,473	$83,824,112	$85,838,312	(a)

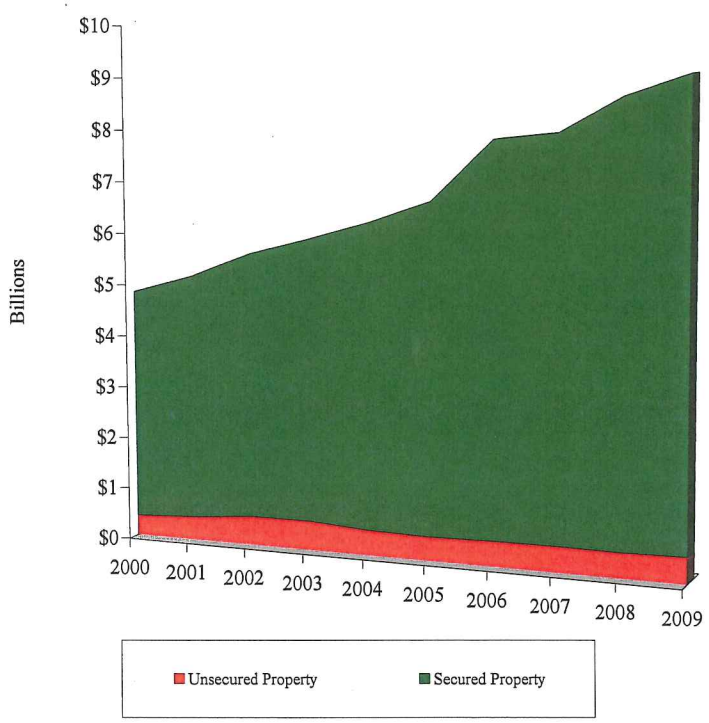
(a) The change in total fund balance for the General Fund and other governmental funds is explained in Management's Discussion and Analysis.

CITY OF ALAMEDA
Changes in Fund Balance of Governmental Funds
Last Seven Fiscal Years
(Modified Accrual Basis of Accounting)

	For the Fiscal Year Ended June 30,						
	2003	2004	2005	2006	2007	2008	2009
Revenues							
Property taxes	$27,491,873	$29,947,878	$32,976,420	$37,320,071	$39,938,739	$43,189,504	$45,548,024
Other local taxes	20,743,798	22,236,960	24,120,443	27,682,138	26,125,551	25,463,825	24,588,234
Licenses and permits	2,485,586	2,928,479	3,664,147	4,316,809	4,281,863	3,792,899	3,361,091
Revenue from other agencies	17,955,265	16,905,698	22,233,324	35,629,270	29,797,193	24,321,452	19,408,936
Charges for current services	9,324,938	10,079,831	9,291,266	10,705,681	9,952,910	11,987,586	10,264,260
Fines and forfeitures	933,675	897,087	907,001	941,793	992,593	1,239,607	1,463,269
Use of money and property	14,965,122	14,517,984	15,444,762	15,791,585	18,624,311	20,264,478	20,329,314
Affordable housing fee	26,031	339,374	153,664	173,871	158,747	98,383	42,900
Other	945,439	613,652	3,396,593	994,372	1,278,774	1,696,652	4,473,337
Total Revenues	94,871,727	98,466,943	112,187,620	133,555,590	131,150,681	132,054,386	129,479,365
Expenditures							
Current:							
General government	10,569,472	11,020,370	14,932,657	15,161,220	13,761,022	11,315,409	13,114,355
Police	20,164,707	21,372,121	21,986,900	24,563,122	25,244,920	26,544,338	25,770,329
Fire	17,999,297	18,061,798	18,898,538	22,795,320	23,634,196	24,338,086	22,932,133
Public Works	6,992,184	7,844,588	7,382,093	7,120,517	7,892,558	9,255,632	10,198,469
Community Development, planning and Building	27,202,280	19,887,277	15,319,311	12,677,375	28,512,408	24,230,719	19,673,992
Culture and recreation	5,639,792	6,034,698	6,177,938	6,331,629	6,621,934	7,258,611	7,006,083
Housing and community services	6,649,001	6,900,786	6,400,799	4,369,609	6,249,589	7,075,267	8,117,536
Capital outlay	11,719,561	19,409,657	18,907,960	39,505,003	23,667,913	11,845,020	11,212,641
Payment to other agencies			275,377				
Debt service:							
Principal repayment	1,745,853	10,363,174	1,560,568	1,564,295	1,918,623	2,533,420	7,479,565
Interest and fiscal charges	3,856,685	9,288,334	6,283,053	6,033,431	6,255,397	6,375,793	6,099,165
Total Expenditures	112,538,832	130,182,803	118,125,194	140,121,521	143,758,560	130,772,295	131,604,268
Excess (deficiency) of revenues over (under) expenditures	(17,667,105)	(31,715,860)	(5,937,574)	(6,565,931)	(12,607,879)	1,282,091	(2,124,903)
Other Financing Sources (Uses)							
Contribution from another entity		1,231,721					
Transfers in	17,150,259	35,648,704	24,240,787	41,355,020	42,858,538	29,641,624	39,525,272
Transfers (out)	(17,749,270)	(35,749,307)	(24,244,606)	(41,077,819)	(41,588,363)	(30,614,587)	(38,281,393)
Transfer from Alameda Power & Telecom	2,500,000	2,500,000					
Sale of capital assets	11,166,506	7,556,344	23,443	5,176,704	25,026	25,769	21,507
Payment to escrow agent	(10,565,000)	(15,570,000)					
Bond issuance premium on debt							118,725
Issuance of long-term debt	22,994,507	78,570,000	84,200	1,031,874	4,000,000	3,000,000	4,575,000
Total other financing sources (uses)	25,497,002	74,187,462	103,824	6,485,779	5,295,201	2,052,806	5,959,111
Net Change in fund balances	$7,829,897	$42,471,602	($5,833,750)	($80,152)	($7,312,678)	$3,334,897	$3,834,208
Debt service as a percentage of noncapital expenditures	5.9%	21.6%	8.6%	8.2%	7.3%	8.0%	10.9%

NOTE:
(a) The City implemented GASB Statement 34 in fiscal year 2003.

CITY OF ALAMEDA
ASSESSED AND ESTIMATED ACTUAL
VALUE OF TAXABLE PROPERTY
LAST TEN FISCAL YEARS

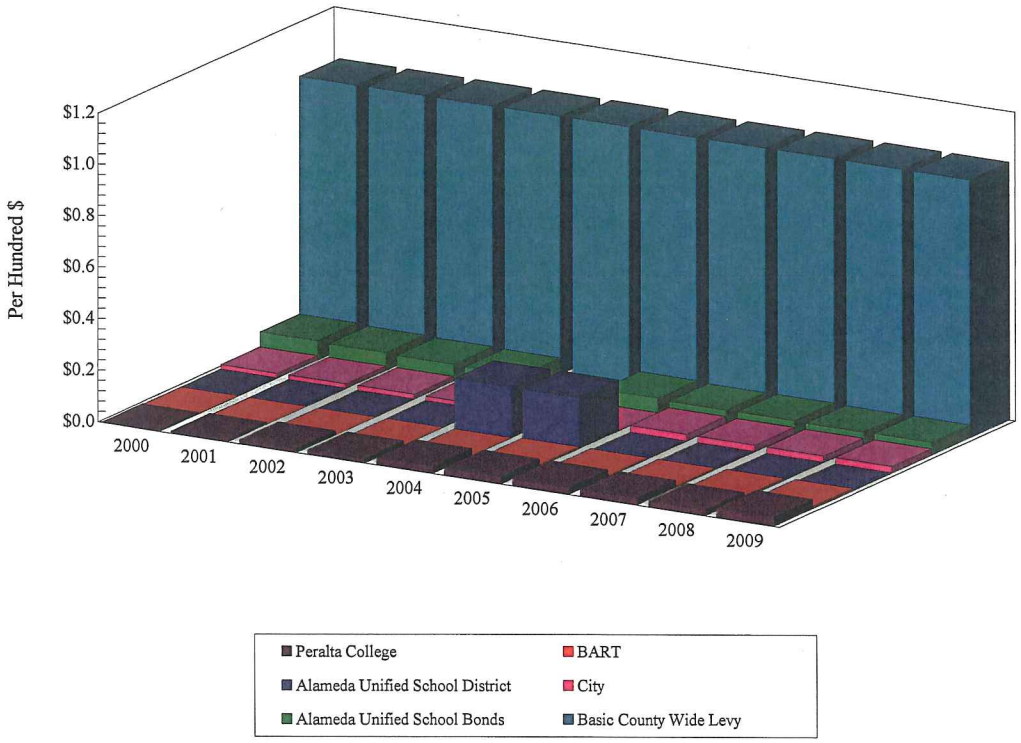


Fiscal Year	Secured Property	Percent Change	Unsecured Property	Percent Change	Total Assessed	Estimated Full Market
2000	$4,444,637,602	7.13%	$388,980,561	26.75%	$4,833,618,163	$4,833,618,163
2001	4,734,149,408	6.51%	448,218,363	15.23%	5,182,367,771	5,182,367,771
2002	5,110,118,698	7.94%	553,644,347	23.52%	5,663,763,045	5,663,763,045
2003	5,426,195,345	6.19%	564,982,533	2.05%	5,991,177,878	5,991,177,878
2004	5,865,562,253	8.10%	485,153,311	-14.13%	6,350,715,564	6,350,715,564
2005	6,316,942,645	7.70%	460,263,932	-5.13%	6,777,206,577	6,777,206,577
2006	7,469,413,342	18.24%	482,582,523	4.85%	7,432,630,955	7,432,630,955
2007	7,600,603,000	1.76%	493,333,000	2.23%	7,951,995,865	7,951,995,865
2008	8,299,483,280	9.20%	477,194,312	-3.27%	8,776,677,592	8,776,677,592
2009	8,699,660,252	4.82%	501,285,753	5.05%	9,226,664,742	9,226,664,742

(a) California cities do not set their own direct tax rate. The state constitution establishes the rate at 1% and allocates a portion of that amount, by an annual calculation, to all the taxing entities within a tax rate area.

Source: Alameda County Auditor Controller Office Certificate of Assessed Valuations

CITY OF ALAMEDA
PROPERTY TAX RATES
ALL DIRECT AND OVERLAPPING GOVERNMENTS
LAST TEN FISCAL YEARS



Fiscal Year	Basic County Wide Levy	City	Alameda Unified School Bonds	Alameda Unified School District	BART	Peralta College	Total
2000	1.0000	0.0175	0.0739	flat rate	N/A	0.0051	1.0965
2001	1.0000	0.0175	0.0691	flat rate	N/A	0.0077	1.0943
2002	1.0000	0.0175	0.0644	flat rate	N/A	0.0154	1.0973
2003	1.0000	0.0175	0.0610	flat rate	N/A	0.0176	1.0961
2004	1.0000	0.0318	N/A	0.1960	N/A	0.0280	1.2558
2005	1.0000	0.3330	0.0549	0.1960	0.0058	0.0280	1.2847
2006	1.0000	0.0255	0.0496	N/A	0.0050	0.0272	1.1073
2007	1.0000	0.0255	0.0496	N/A	0.0050	0.0272	1.1073
2008	1.0000	0.0247	0.0469	N/A	0.0076	0.0223	1.1015
2009	1.0000	0.0245	0.0479	N/A	0.0090	0.0362	1.1176

Source: Alameda County Assessors Office

CITY OF ALAMEDA
Principal Property Taxpayers
Current Year and Three Years Ago (A)

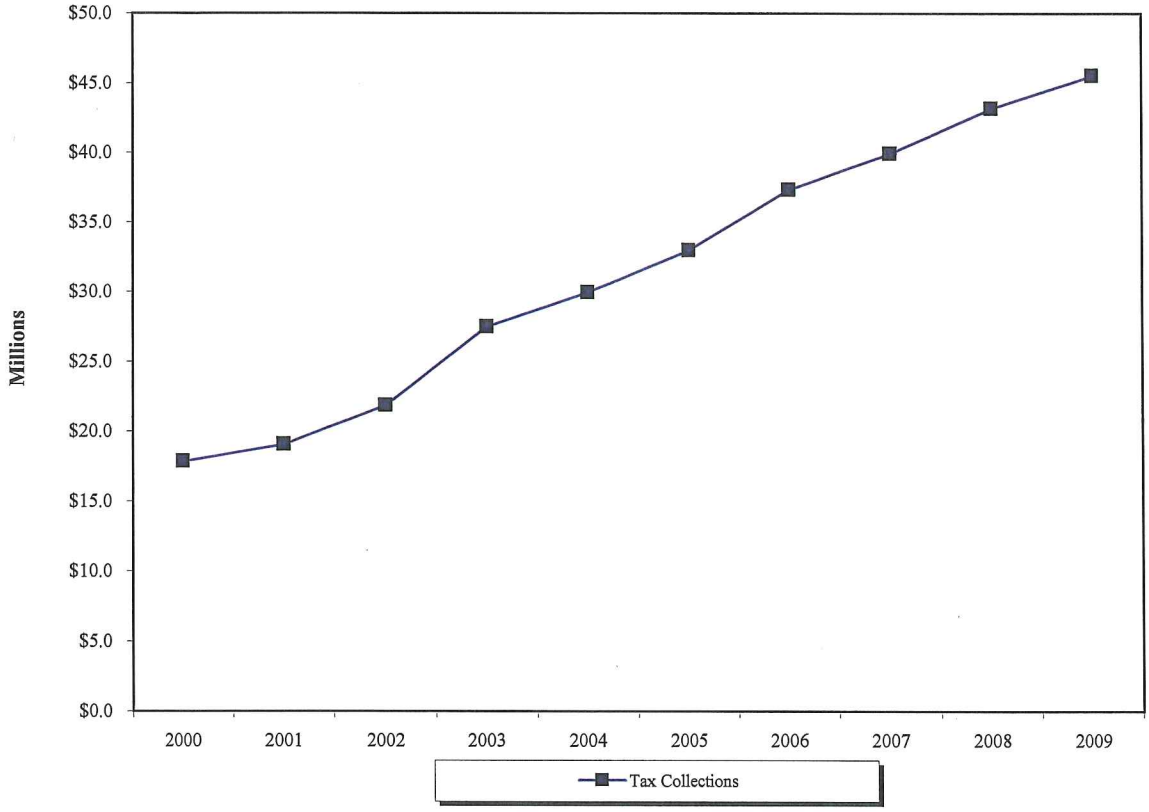
	2008-09			2005-06		
Taxpayer	Taxable Assessed Value	Rank	Percentage of Total City Taxable Assessed Value	Taxable Assessed Value	Rank	Percentage of Total City Taxable Assessed Value
Legacy Partners I Alameda LLC	$211,947,132	1	2.30%			
Kw Alameda LLC	90,253,636	2	0.98%			
Alameda Waterfront	65,805,300	3	0.71%			
Wind River Systems Inc.	64,833,515	4	0.70%	$58,535,579	3	0.79%
Harsch Investment Realty LLC Series	57,405,214	5	0.62%	44,225,179	5	0.60%
CREA Bridgeside LLC	41,666,000	6	0.45%			
Peet's Operating Company Inc	37,885,608	7	0.41%			
SKS Harbor Bay Associates LLC	36,897,189	8	0.40%			
SRM Marina Investors LLC	34,545,859	9	0.37%			
Comcast of California	30,920,424	10	0.34%			
Alameda Real Estate Investment				212,676,218	1	2.86%
Ballena Village LLC				27,826,956	6	0.37%
Baypoint Alameda Associates LLC				25,836,048	10	0.35%
Fifteen Rockpoint Alameda LLC				70,596,800	2	0.95%
Limar Realty Corporation 13 & Limar Realty				51,124,532	4	0.69%
Starlight Marine Services				27,676,900	7	0.37%
South Shore Beach & Tennis Club				25,982,724	9	0.35%
SRM PCCP Harbor Associates LLC				26,297,875	8	0.35%
Subtotal	$672,159,877		7.28%	$570,778,811		7.68%

Total Net Assessed Valuation:
Fiscal Year 2008-09 $9,226,664,742
Fiscal Year 2005-06 $7,432,630,955

Source: Alameda County Assessor Fiscal Year Combined Tax Rolls.

(A) Principal Property Taxpayers information for Fiscal Year 1999-2000 not available

CITY OF ALAMEDA
PROPERTY TAX LEVIES AND COLLECTIONS
LAST TEN FISCAL YEARS



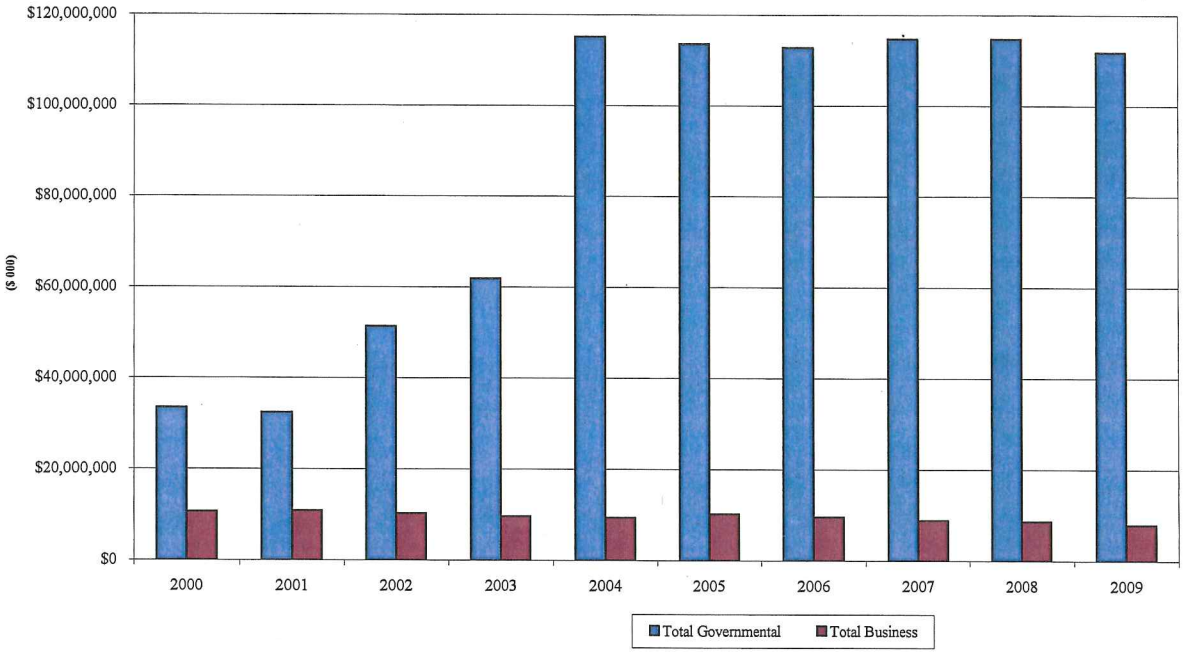
Fiscal Year	Total Tax Levy (a)	Current Tax Collections	Percent of Levy Collected	Delinquent Tax Collections (a)	Total Tax Collections	Percent of Total Tax Collections to Tax Levy
2000	$17,856,925	$17,856,925	100.0000%	0	$17,856,925	100.0000%
2001	19,057,692	19,057,692	100.0000%	0	19,057,692	100.0000%
2002	21,859,978	21,859,978	100.0000%	0	21,859,978	100.0000%
2003	27,491,873	27,491,873	100.0000%	0	27,491,873	100.0000%
2004	29,947,878	29,947,878	100.0000%	0	29,947,878	100.0000%
2005	32,976,420	32,976,420	100.0000%	0	32,976,420	100.0000%
2006	37,320,071	37,320,071	100.0000%	0	37,320,071	100.0000%
2007	39,938,739	39,938,739	100.0000%	0	39,938,739	100.0000%
2008	43,189,504	43,189,504	100.0000%	0	43,189,504	100.0000%
2009	45,548,024	45,548,024	100.0000%	0	45,548,024	100.0000%

Source: City of Alameda Records

NOTE: Current tax collections beginning in 1993 have been reduced by a mandatory tax reallocation imposed by the State of California

(a) During fiscal year 1995, the County began providing the City 100% of its tax levy under an agreement which allows the County to keep all interest and delinquency charges collected.

CITY OF ALAMEDA
Ratio of Outstanding Debt by Type
Last Ten Fiscal Years



	Governmental Activities					
Fiscal Year	Tax Allocation Bonds	Certificates of Participation	General Obligation Bond	Revenue Bonds	Loans & Lease Purchases	Total
2000		$20,720,000		$12,245,000	$447,940	$33,412,940
2001		19,650,000		12,165,000	513,124	32,328,124
2002	$4,640,000	18,595,000		27,295,000	735,113	51,265,113
2003	4,640,000	18,510,000	$10,600,000	26,405,000	1,625,511	61,780,511
2004	69,770,000	17,230,000	10,600,000	15,330,000	2,181,320	115,111,320
2005	69,225,000	16,605,000	10,455,000	15,225,000	2,071,962	113,581,962
2006	68,700,000	15,960,000	10,300,000	15,110,000	2,724,932	112,794,932
2007	68,010,000	15,290,000	10,135,000	14,995,000	6,241,387	114,671,387
2008	67,005,000	14,595,000	9,960,000	14,630,000	8,666,301	114,644,787
2009	65,900,000	13,715,000	9,775,000	14,195,000	8,139,871	111,724,871

	Business-Type Activities					
Fiscal Year	Certificates of Participation	Loans & Lease Purchases	Total	Total Primary Government	Percentage of Personal Income (a)	Per Capita (a)
2000	$4,990,000	$5,573,979	$10,563,979	$43,976,919	N/A	$608.60
2001	4,810,000	5,973,671	10,783,671	43,111,795	1.85%	582.80
2002	4,625,000	5,590,353	10,215,353	61,480,466	2.52%	825.30
2003	4,430,000	5,191,545	9,621,545	71,402,056	2.81%	958.76
2004	4,225,000	5,087,209	9,312,209	124,423,529	4.69%	1,673.35
2005	4,010,000	6,182,578	10,192,578	123,774,540	4.46%	1,659.60
2006	3,785,000	5,750,127	9,535,127	122,330,059	4.60%	1,644.11
2007	3,545,000	5,323,440	8,868,440	123,539,827	4.28%	1,641.64
2008	3,295,000	5,305,043	8,600,043	123,513,227	4.39%	1,628.97
2009	3,030,000	4,813,515	7,843,515	119,568,386	4.35%	1,556.40

Note : Debt amounts exclude any premiums, discounts, or other amortization amounts.

Sources: City of Alameda
State of California, Department of Finance (population)
U.S. Department of commerce, Bureau of the Census (income)
(a) See page 202 (Demographic Statistics) for personal income and population data.

CITY OF ALAMEDA
Ratio of General Bonded Debt Outstanding
Last Ten Fiscal Years

	General Bonded Debt Outstanding				
Fiscal Year	Certificates of Participation Governmental Activities	General Obligation Bond	Total	Percentage of Actual Taxable Value of Property	Per Capita
2000	$20,720,000		$20,720,000	0.43%	286.75
2001	19,650,000		19,650,000	0.38%	265.63
2002	18,595,000		18,595,000	0.33%	249.61
2003	18,510,000	$10,600,000	29,110,000	0.49%	390.88
2004	17,230,000	10,600,000	27,830,000	0.44%	374.28
2005	16,605,000	10,455,000	27,060,000	0.40%	362.83
2006	15,960,000	10,300,000	26,260,000	0.35%	352.93
2007	15,290,000	10,135,000	25,425,000	0.32%	337.86
2008	14,595,000	9,960,000	24,555,000	0.28%	323.85
2009	13,715,000	9,775,000	23,490,000	0.25%	305.76

CITY OF ALAMEDA
COMPUTATION OF DIRECT AND OVERLAPPING DEBT
JUNE 30, 2009

2008-09 Assessed Valuation	$9,226,664,742

DIRECT AND OVERLAPPING TAX AND ASSESSMENT DEBT	Net Debt Outstanding	Percentage Applicable To City of Alameda	Amount Applicable To City of Alameda
Bay Area Rapid Transit District	$441,360,000	1.77%	$7,790,004
Peralta Community College District	354,825,000	13.95%	49,505,184
Alameda Unified School District	82,645,326	100.00%	82,645,326
Oakland Unified School District	551,425,000	0.00%	5,514
East Bay Regional Park District	125,850,000	2.60%	3,274,617
East Bay Municipal Utility District, Special District No. 1	29,785,000	12.84%	3,824,990
City of Alameda	9,775,000	100.00%	9,775,000
City of Alameda Facilities District No. 1	13,020,000	100.00%	13,020,000
City of Alameda Facilities District No. 2	1,135,000	100.00%	1,135,000
City of Alameda 1915 Act Bonds	26,270,000	100.00%	26,270,000
TOTAL NET DIRECT AND OVERLAPPING TAX AND ASSESSMENT DEBT	$1,636,090,326		197,245,635
OVERLAPPING GENERAL FUND OBLIGATION DEBT:			
Alameda County and Coliseum Authority General Fund Obligations	$445,402,000	4.448%	19,811,481
Alameda County Pension Obligations	203,020,721	4.448%	9,030,362
Alameda County Board of Education Certificates of Participation		5.367%	
Alameda-Contra Costa Transit District Certificates of Participation	42,765,000	13.952%	2,295,198
Peralta Community College District Pension Obligations	155,369,090	100.000%	21,677,095
Alameda Unified School District Certificates of Participation	1,710,000	0.001%	1,710,000
Oakland Unified School District Certificates of Participation	67,675,000	0.001%	677
City of Alameda General Fund Obligations	13,715,000	100.000%	13,715,000
TOTAL OVERLAPPING GENERAL FUND OBLIGATION DEBT	$929,656,811		68,239,813
GROSS COMBINED TOTAL DEBT			$265,485,448
NET COMBINED TOTAL DEBT			$265,485,448

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

RATIOS TO 2008-09 ASSESSED VALUATION:	
Direct Debt	
Total Gross Direct and Overlapping Tax Assessment Debt	2.14%
Total Net Direct and Overlapping Tax Assessment Debt	2.14%

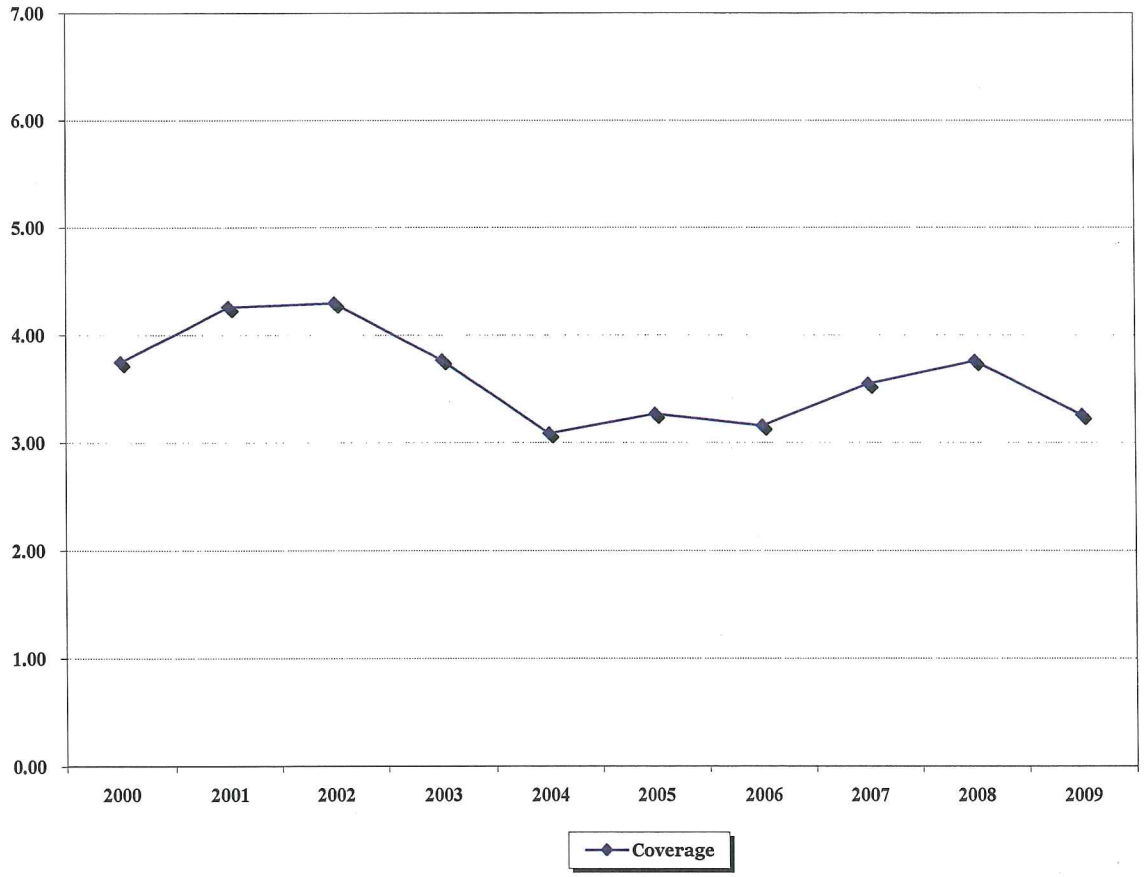
Source: California Municipal Statistics, Inc.

CITY OF ALAMEDA
COMPUTATION OF LEGAL BONDED DEBT MARGIN
JUNE 30, 2009

ASSESSED VALUATION:		
Secured property assessed value, net of exempt real property	$8,699,660,252	
BONDED DEBT LIMIT (15% OF ASSESSED VALUE)		$1,304,949,038
AMOUNT OF DEBT SUBJECT TO LIMIT:		
Total Bonded Debt	145,660,000	
Less:		
Tax Allocation Bonds	65,900,000	
Revenue Bonds	14,195,000	
Certificates of Participations	55,790,000	
Amount of debt subject to limit		9,775,000
LEGAL BONDED DEBT MARGIN		$1,295,174,038

Fiscal Year	Debt Limit	Total Net Debt Applicable to Limit	Legal Debt Margin	Total net debt applicable to the limit as a percentage of debt limit
1999	$668,373,285	$5,166,282	$663,207,003	0.78%
2000	666,753,987	4,245,152	662,508,835	0.64%
2001	797,767,278	6,789,531	790,977,747	0.86%
2002	871,080,464	10,965,468	860,114,996	1.27%
2003	898,676,682	22,057,055	876,619,627	2.52%
2004	952,607,335	87,638,529	864,968,806	10.13%
2005	1,016,580,986	93,934,540	922,646,446	10.18%
2006	1,140,090,450	42,126,174	1,097,964,276	3.84%
2007	1,140,090,450	42,466,779	1,097,623,671	3.87%
2008	1,244,922,492	9,960,000	1,234,962,492	0.81%
2009	1,304,949,038	9,775,000	1,295,174,038	0.75%

CITY OF ALAMEDA
SEWER FUND DEBT COVERAGE
LAST TEN FISCAL YEARS

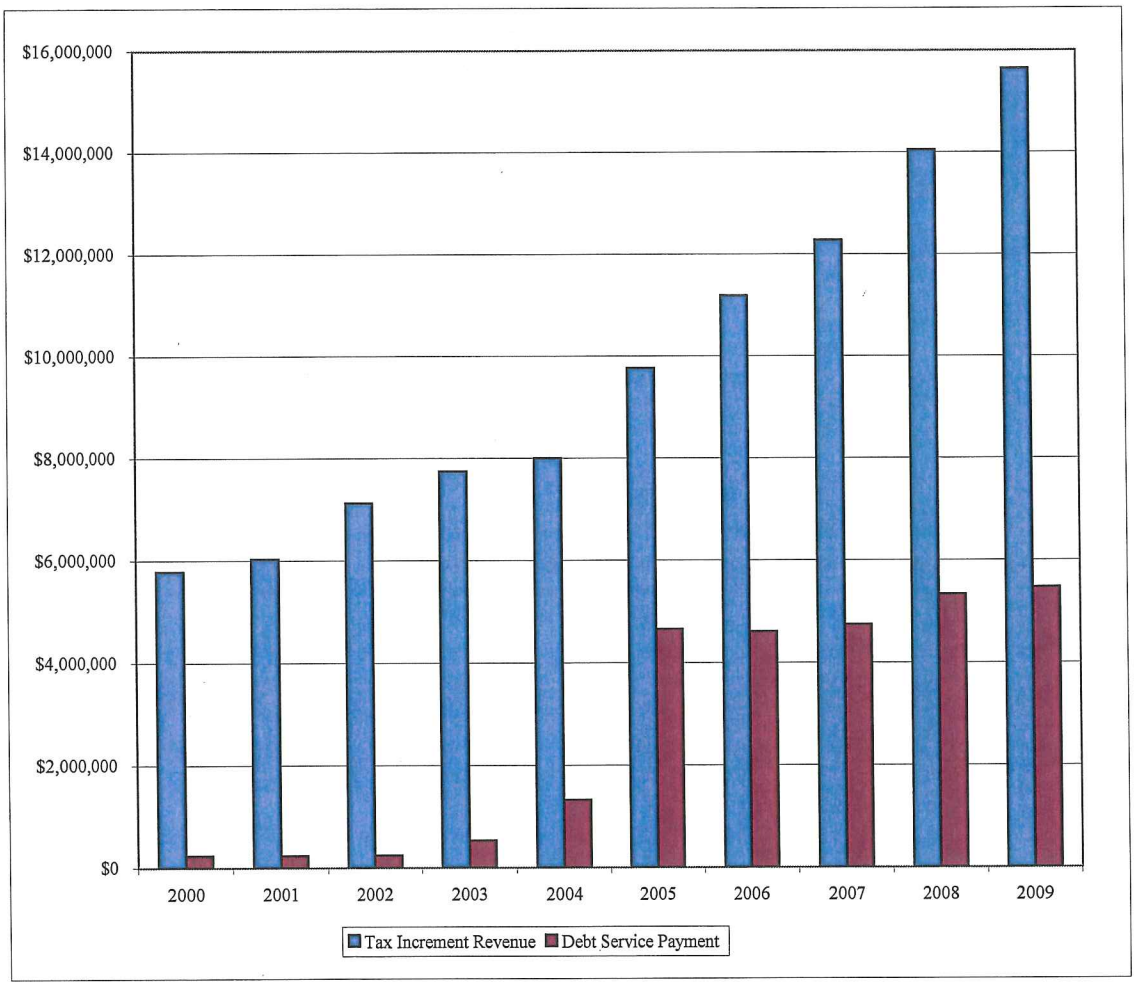


Fiscal Year	Gross Revenue (1)	Operating Expenses (2)	Net Revenue Available for Debt Service	Debt Service Requirements			Coverage
				Principal	Interest	Total	
2000	$4,397,860	$1,574,600	$2,823,260	$369,832	$382,641	$752,473	3.75
2001	4,969,937	1,489,305	3,480,632	426,779	390,061	816,840	4.26
2002	5,145,229	1,644,439	3,500,790	431,222	382,551	813,773	4.30
2003	5,375,026	2,303,181	3,071,845	448,038	367,356	815,394	3.77
2004	5,200,564	2,676,271	2,524,293	464,930	351,415	816,345	3.09
2005	5,358,572	2,352,626	3,005,946	557,150	361,729	918,879	3.27
2006	5,510,703	2,610,725	2,899,978	563,839	354,612	918,451	3.16
2007	6,557,677	3,284,973	3,272,704	588,054	334,260	922,314	3.55
2008	6,802,936	3,344,067	3,458,869	607,573	312,675	920,248	3.76
2009	6,540,313	3,432,587	3,107,726	632,247	322,293	954,540	3.26

Notes: (1) Includes all Sewer Operating Revenues, Non-operating Interest Revenue, Connection Fees and other Non-operating Revenue
(2) Includes all Sewer Operating Expenses less Depreciation and Interest

Source: City of Alameda Annual Financial Statements

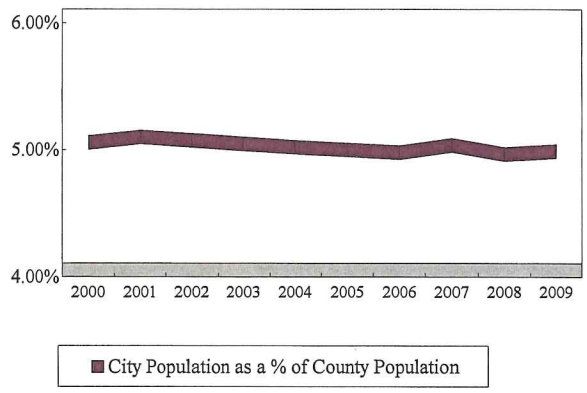
CITY OF ALAMEDA
BONDED DEBT PLEDGED REVENUE COVERAGE
CIC REVENUE BONDS AND TAX ALLOCATION BONDS
LAST TEN FISCAL YEARS

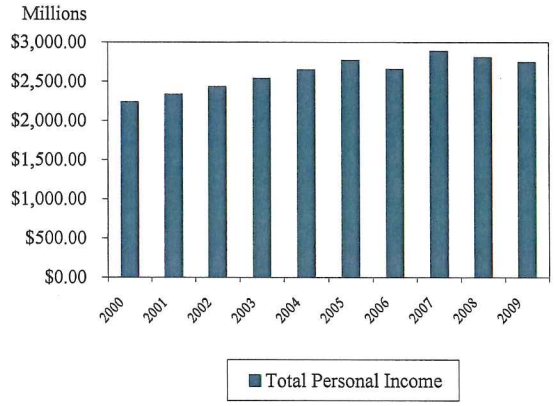


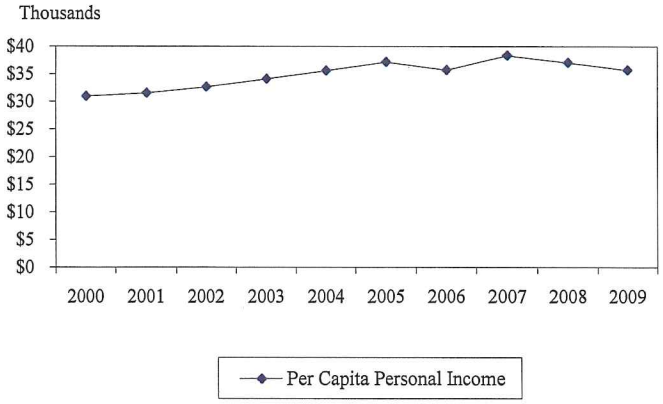
Fiscal Year	Tax Increment Revenue	Debt Service Requirements			Coverage
		Principal	Interest	Total	
2000	$5,775,291	$75,000	$155,044	$230,044	25.11
2001	6,025,497	80,000	150,394	230,394	26.15
2002	7,115,468	90,000	145,394	235,394	30.23
2003	7,739,233	90,000	437,771	527,771	14.66
2004	7,993,280	95,000	1,223,210	1,318,210	6.06
2005	9,753,286	650,000	3,997,104	4,647,104	2.10
2006	11,178,320	640,000	3,957,871	4,597,871	2.43
2007	12,266,563	805,000	3,928,195	4,733,195	2.59
2008	14,037,684	1,190,000	4,137,493	5,327,493	2.63
2009	15,634,394	1,300,000	4,165,670	5,465,670	2.86

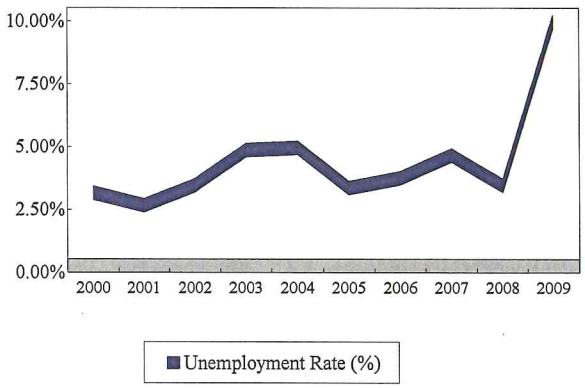
Source: City of Alameda Annual Financial Statements

CITY OF ALAMEDA
DEMOGRAPHIC AND ECONOMIC STATISTICS
LAST TEN FISCAL YEARS









Fiscal Year	City Population	Total Personal Income	Per Capita Personal Income	Unemployment Rate (%)	Alameda County Population	City Population % of County
2000	72,259	$2,238,728,338	$30,982	2.9%	1,443,939	5.00%
2001	73,974	2,335,665,275	31,574	2.4%	1,465,508	5.05%
2002	74,495	2,436,799,581	32,711	3.2%	1,483,311	5.02%
2003	74,473	2,542,313,003	34,137	4.6%	1,491,209	4.99%
2004	74,356	2,652,395,156	35,672	4.7%	1,496,968	4.97%
2005	74,581	2,774,114,876	37,196	3.1%	1,507,500	4.95%
2006	74,405	2,659,309,105	35,741	3.5%	1,510,303	4.93%
2007	75,254	2,889,453,000	38,396	4.4%	1,509,981	4.98%
2008	75,823	2,810,758,610	37,070	3.2%	1,543,000	4.91%
2009	76,824	2,749,211,967	35,786	9.7%	1,556,657	4.94%

Source: California State Department of Finance

Note: (A) Information not available

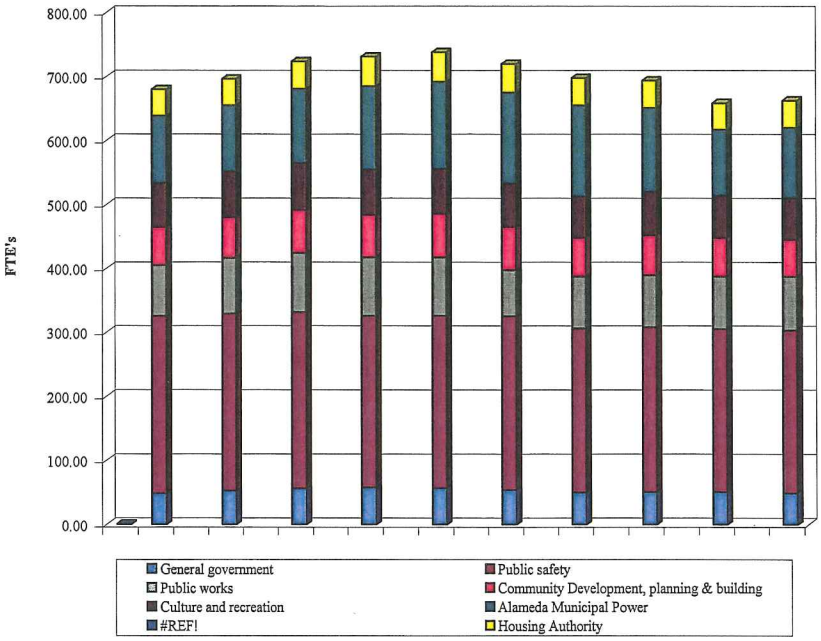
CITY OF ALAMEDA
Principal Employers
Current Year and Nine Years Ago

	2008-09			1999-2000		
Employer	Number of Employees	Rank	Percentage of Total City Employment	Number of Employees	Rank	Percentage of Total City Employment
U.S. Coast Guard	2,200	1	2.86%	(A)	(A)	(A)
Alameda Unified School District	1,068	2	1.39%	(A)	(A)	(A)
Abbot Diabetes Care, Inc.	900	3	1.17%	(A)	(A)	(A)
Alameda Hospital	692	4	0.90%	(A)	(A)	(A)
City of Alameda	620	5	0.81%	(A)	(A)	(A)
Wind River Systems	400	6	0.52%	(A)	(A)	(A)
Bay Ship & Yacht Company	370	7	0.48%	(A)	(A)	(A)
College of Alameda	358	8	0.47%	(A)	(A)	(A)
Safeway Stores	345	9	0.45%	(A)	(A)	(A)
Celera	330	10	0.43%	(A)	(A)	(A)
Subtotal	7,283		9.480%			
Total City Day Population	76,824					

Source: City of Alameda Community Development Department and City of Alameda Business License Records

(A) Employment information not available

CITY OF ALAMEDA
Full-Time Equivalent City Government Employees by Function
Last Ten Fiscal Years



	2000	2001	2002	2003	2004	2005	2006	2007	2008	2009
Function										
General government	48.00	52.50	56.25	57.50	56.50	53.50	49.50	50.50	50.50	48.50
Public safety	277.00	276.00	275.00	268.00	269.00	271.00	256.00	257.00	254.00	254.00
Public works	80.00	88.00	93.00	92.00	92.00	73.00	82.00	82.00	83.00	85.00
Community Development, planning & building	59.00	63.00	67.00	66.00	68.00	67.00	60.00	62.00	60.00	57.00
Culture and recreation	69.50	72.50	73.50	71.50	70.50	68.50	65.50	68.50	66.50	65.50
Alameda Municipal Power	105.00	103.00	116.00	130.00	136.00	142.00	142.00	131.00	103.00	110.00
Housing Authority	41.30	41.30	42.90	46.20	46.20	44.70	42.70	42.70	41.70	42.70
Total	679.80	696.30	723.65	731.20	738.20	719.70	697.70	693.70	658.70	662.70

Note:
Wastewater and Solid Waste are included in Public Works
Culture & Recreation includes Library, Recreation and Park, and Golf

Source: City of Alameda

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CITY OF ALAMEDA
Operating Indicators by Function/Program
Last Ten Fiscal Years

	Fiscal Year					
	2000	**2001**	**2002**	**2003**	**2004**	**2005**
General Information						
Incorporation date	4/19/1854	4/19/1854	4/19/1854	4/19/1854	4/19/1854	4/19/1854
Form of government	Council/ Manager	Council/ Manager	Council/ Manager	Council/ Manager	Council/ Manager	Council/ Manager
Area in square miles	10.1	10.1	10.1	10.1	10.1	22.7
Number of registered voters	35,320	38,123	37,055	39,780	39360	40,968
Number of Hospitals	1	1	1	1	1	1
Education:						
Student enrollment	(A)	(A)	(A)	(A)	(A)	10,383
Elementary schools	12	12	12	12	12	12
Junior high schools	3	3	3	3	3	3
High schools	2	2	2	2	2	2
Continuation schools	1	1	1	1	1	1
Independent study	1	1	1	1	1	1
Teachers (full & part time)	526	526	526	528	637	650
Function/Program						
Fire:						
Fire calls for service	5,340	5,608	5,712	6,070	6,003	(A)
Primary fire inspections conducted	(A)	(A)	(A)	(A)	1,700	3,050
Environmental safety inspections conducted	(A)	(A)	(A)	(A)	270	270
Police:						
Police calls for Service	59,350	66,047	73,484	72,584	65,535	66,634
Law violations:						
Part I and Part II crimes	7,282	7,739	7,893	7,897	6,741	6,128
Physical arrests (adult and juvenile)	3,598	4,039	4,638	5,530	4,712	4,036
Traffic violations	14,368	12,269	16,643	16,845	15,370	16,154
Animal Shelter:						
Animals adopted	509	520	397	475	480	437
Public works:						
Street resurfacing (miles)	(A)	(A)	(A)	(A)	(A)	(A)
Sewer						
Storm drain inlets	(A)	(A)	(A)	(A)	(A)	(A)
Sewer service connections	(A)	(A)	(A)	(A)	(A)	(A)
Solid Waste						
Refuse Landfill (tons per year)	(A)	(A)	(A)	(A)	(A)	(A)
Recyclables Processed (tons per year)	(A)	(A)	(A)	(A)	(A)	(A)

2006	2007	2008	2009
4/19/1854 Council/ Manager	4/19/1854 Council/ Manager	4/19/1854 Council/ Manager	4/19/1854 Council/ Manager
22.7	22.7	22.7	22.7
41,755	37,307	40,238	42,547
1	1	1	1
9,975	9,975	10,260	9,770
10	11	10	10
3	3	3	3
3	3	3	3
1	1	1	1
1	1	1	1
621	650	514 FTE	638
(A)	(A)	(A)	4,360
3,215	3,215	(A)	2,485
114	114	(A)	158
67,816	6,883	69,272	(A)
6,479	5,824	5,705	(A)
4,441	3,574	3,461	(A)
16,205	11,721	12,058	(A)
364	372	357	(A)
6	6.6	6.3	0
2,100	2,100	2,280	2,280
29,789	29,789	30,525	30,525
35,504	39,584	36,640	31,485.53
10,936	14,354	20,816	18,864.14

CITY OF ALAMEDA
Operating Indicators by Function/Program
Last Ten Fiscal Years
(Continued)

	Fiscal Year					
	2000	2001	2002	2003	2004	2005
Planning & Building:						
Number of Building Permits issued	6,253	7,273	4,182	4,964	5,131	7,011
Recreation and Parks:						
Youth & Teens:						
Number of youth programs	82	85	80	89	90	92
Number of youth attendees	19,334	19,375	20,183	22,259	28,479	33,550
Seniors:						
Number of senior programs	60	64	70	75	79	81
Number of senior attendees	58,683	57,753	70,197	117,099	161,216	160,762
Number of meal served	16,708	14,124	14,064	14,435	14,243	12,154
Number of Mastick Senior Center attendees	58,683	57,753	70,197	117,099	161,216	160,762
Golf:						
Number of rounds played	223,972	222,212	206,977	198,113	178,937	151,607
Library:						
Volumes in Collection (thousands)	186	179	181	184	189	198
Total Volumes Borrowed (thousands)	389	457	492	517	508	499
Finance:						
Number of Business Licenses issued	(A)	(A)	8,075	8,295	8,732	9,038
Alameda Power and Telecom:						
Number of electric customers	32,595	32,765	32,853	32,957	33,059	33,188
Number of kilowatt hours sold	374,217,039	383,124,513	366,835,346	367,521,970	379,852,595	378,328,730
Reliability rate	99.98	99.99	99.99	99.99	99.99	99.99
Number of telecom customers			5,755	8,708	12,001	15,462
Housing Authority:						
Number of Section 8 vouchers	1,632	1,632	1,632	1,583	1,625	1,625
Number of managed units	559	559	559	559	559	559

Source: City of ALAMEDA

Note: (A) Information not available
(B) Telecom sold in November 2008

2006	2007	2008	2009
6,197	5,979	5,297	5,231
98	102	110	148
22,915	23,831	26,766	29,596
84	96	101	110
167,269	166,788	169,552	151,065
12,209	11,203	51,962	9,512
167,269	166,788	169,352	151,065
134,114	144,811	133,250	121,250
193	224	203	200
494	483	573	591
9,283	10,251	(A)	9,462
33,869	33,892	34,030	34,272
377,792,038	389,286,575	392,955,223	387,847,929
99.99	99.99	99.99	99.99
16,770	16,374	16,316	(B)
1,675	1,675	1,675	1,675
559	559	559	559

CITY OF ALAMEDA
Capital Asset Statistics by Function/Program
Last Ten Fiscal Years

	2000	2001	2002	2003
Function/Program				
Fire:				
Fire stations	5	5	5	5
Police:				
Police stations	1	1	1	1
Public works:				
Miles of streets	(A)	(A)	(A)	(A)
Miles of bike lanes	(A)	(A)	(A)	(A)
Traffic Signals	(A)	(A)	(A)	(A)
Wastewater				
Miles of sanitary sewers	(A)	(A)	(A)	(A)
Miles of storm sewers	(A)	(A)	(A)	(A)
Recreation and Parks:				
City parks	29	29	29	29
City parks acreage	141	141	141	141
Playgrounds	11	11	11	11
City trails/Bike paths	(A)	(A)	(A)	(A)
Community centers	12	12	12	12
Senior centers	1	1	1	1
Sports centers				
Performing arts centers				
Swimming pools (owned by AUSD but	5	5	5	5
Tennis courts (16 owned by City and 3	19	19	19	19
Baseball/softball diamonds	*15	*15	*15	*15
Soccer/football fields	**2	**2	**2	**2

*14 baseball fields in City parks with three owned by College of Alameda
** 1 Dedicated soccer field in City Parks with one not owned by City at Alameda Point

Golf:				
Acres of Greens	(A)	5.39	5.39	5.39
Number of electric golf carts	(A)	(A)	(A)	(A)
Library:				
City Libraries	3	3	3	3
Alameda Power and Telecom:				
Miles of lines	162	166	237	239
Street lights	(A)	(A)	(A)	(A)

Source: City of Alameda

Note: (A) Information not available

Fiscal Year					
2004	2005	2006	2007	2008	2009
5	5	5	5	5	4
1	1	1	1	1	1
135	135	135	138	141	141
(A)	10	10	10	12	15
(A)	78	78	78	78	78
(A)	(A)	160	160	165.4	165.4
(A)	(A)	41	41	41	41
29	31	31	31	31	32
141	149	149	149.31	152.06	155.76
11	11	11	11	11	11
(A)	10	10	10	10	10
12	12	12	12	13	13
1	1	1	1	1	1
5	5	5	5	5	5
19	19	19	19	19	19
*15	*15	*15	*15	*15	*15
**2	**2	**2	**2	**2	**3
5.39	5.39	5.39	5.39	5.39	5.39
(A)	150	150	150	120	120
3	3	3	3	3	3
2,456	245	147	256	257	257
(A)	(A)	6,359	6,365	6,370	6,440

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