

CITY OF SAN RAMON, CALIFORNIA

COMPREHENSIVE ANNUAL FINANCIAL REPORT



FOR THE FISCAL YEAR ENDED JUNE 30, 2012



"We provide efficient delivery of quality Public Services that are essential to those who live and work in San Ramon."



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CITY OF SAN RAMON, CALIFORNIA

Comprehensive Annual Financial Report

**FOR THE FISCAL YEAR ENDED
JUNE 30, 2012**



MAYOR

Bill Clarkson

MAYOR PRO TEMPORE

Dave Hudson

COUNCILMEMBERS

Jim Livingstone

Phil O'Loane

Scott Perkins

CITY MANAGER

Greg Rogers

Prepared by the Administrative Services Department, Finance Division

Eva Phelps

Director of Administrative Services



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CITY OF SAN RAMON, CALIFORNIA
COMPREHENSIVE ANNUAL FINANCIAL REPORT

Fiscal Year Ended June 30, 2012

T A B L E O F C O N T E N T S

	<i>Page</i>
INTRODUCTORY SECTION	
Letter of Transmittal	i
Certificate of Achievement for Excellence in Financial Reporting Awarded by the Government Finance Officers' Association of the United States and Canada	vii
Staff Directory	viii
Organization Chart	ix
 FINANCIAL SECTION	
Independent Auditors' Report.....	1
Management Discussion and Analysis	3
 Basic Financial Statements:	
Government-wide Financial Statements:	
Statement of Net Assets	16
Statement of Activities	17
Fund Financial Statements:	
Balance Sheet – Governmental Funds	20
Reconciliation of the Balance Sheet of Governmental Funds to the Statement of Net Assets	23
Statement of Revenues, Expenditures and Changes in Fund Balances – Governmental Funds	25
Reconciliation of the Statement of Revenues, Expenditures and Changes in Fund Balances of Governmental Funds to the Statement of Activities	26
Statement of Net Assets – Proprietary Funds.....	28
Statement of Revenues, Expenses and Changes in Fund Net Assets – Proprietary Funds.....	29
Statement of Cash Flows – Proprietary Funds	30
Statement of Fiduciary Assets and Liabilities	33
Statement of Changes in Fiduciary Net Assets	34
Notes to the Financial Statements	35
 Required Supplementary Information:	
Schedule of Revenues, Expenditures and Changes in Fund Balance – Budget and Actual General Fund	70
Dougherty Valley Special Revenue Fund	71
Note to Required Supplementary Information	72

CITY OF SAN RAMON, CALIFORNIA
COMPREHENSIVE ANNUAL FINANCIAL REPORT

Fiscal Year Ended June 30, 2012

T A B L E O F C O N T E N T S (C O N T I N U E D)

	<i>Page</i>
Supplementary Information:	
Major Funds:	
Schedule of Revenues, Expenditures and Changes in Fund Balance –	
Budget and Actual:	
COP # 9 Debt Service Fund	74
COP # 10 Debt Service Fund	75
Capital Improvement Capital Projects Fund.....	76
Nonmajor Governmental Funds:	
Descriptions of Nonmajor Governmental Funds	77
Combining Balance Sheet.....	78
Combining Statement of Revenues, Expenditures and Changes in	
Fund Balances	84
Nonmajor Funds:	
Schedule of Revenues, Expenditures and Changes in Fund Balance – Budget and Actual:	
Special Revenue Funds:	
Planning Cost Recovery.....	90
Development Mitigation.....	91
Gas Tax.....	92
Park Development.....	93
Crow Canyon Project.....	94
SCCJEPA	95
Street Maintenance/Improvement.....	96
Traffic Improvement.....	97
Tri-Valley Transportation	98
Public Education and Government.....	99
Citywide Lighting and Landscaping.....	100
Special Landscaping Zones	101
Canyon Park.....	102
Village Center Common Area.....	103
Solid Waste.....	104
GHAD.....	105
Non-Point Drainage District	106
Street Smarts	107
TDM Programs	108
Police Services Donation.....	109
Project Participation.....	110
Debt Service Funds:	
Pension Obligation Bonds.....	111
COP # 11.....	112
COP # 12.....	113
Internal Service Funds:	
Descriptions of Internal Service Funds.....	115
Combining Statement of Net Assets	116
Combining Statement of Revenues, Expenses and Changes in Fund	
Net Assets.....	118
Combining Statement of Cash Flows.....	120

CITY OF SAN RAMON, CALIFORNIA
COMPREHENSIVE ANNUAL FINANCIAL REPORT

Fiscal Year Ended June 30, 2012

T A B L E O F C O N T E N T S (C O N T I N U E D)

	<i>Page</i>
Fiduciary Funds:	
Descriptions of Agency Funds	125
Combining Balance Sheet – Agency Funds.....	126
Statement of Changes in Assets and Liabilities – Agency Funds.....	129
Combining Balance Sheet – Private-purpose Trust Funds.....	132
Statement of Revenues, Expenditures and Changes in Fund Balances – Private-Purpose Trust Funds.....	134
 STATISTICAL SECTION (Unaudited):	
Miscellaneous Statistical Section – Table of Contents	139
Government-Wide Revenues by Source – Last Ten Fiscal Years.....	140
Government-Wide Expenses by Function – Last Ten Fiscal Years.....	142
General Governmental Revenues by Source – Last Ten Fiscal Years	144
Tax Revenue by Source – Last Ten Fiscal Years	146
General Governmental Expenditures by Function – Last Ten Fiscal Years.....	148
Net Assets by Component – Last Ten Fiscal Years	150
Changes in Net Assets – Last Ten Fiscal Years	152
Fund Balances of Governmental Funds – Last Ten Fiscal Years	154
Changes in Fund Balances of Governmental Funds – Last Ten Fiscal Years	156
Assessed Value and Estimated Actual Value of Taxable Property – Last Ten Fiscal Years	158
Direct and Overlapping Property Tax Rates – Last Ten Fiscal Years.....	159
Principal Sales Tax Producers	160
Principal Property Taxpayers – Current Fiscal Year and Nine Years Ago	162
Property Tax Levies and Collections – Last Ten Fiscal Years.....	164
Ratios of Debt Outstanding – Last Nine Fiscal Years.....	165
Ratios of Outstanding Debt by Type – Last Ten Fiscal Years	166
Direct and Overlapping Debt.....	168
Legal Debt Margin Information – Last Ten Fiscal Years.....	169
Pledged-Revenue Coverage – Last Ten Fiscal Years.....	170
Demographics Statistics – Last Ten Fiscal Years.....	172
Annual Average Employment and Unemployment Rates – Last Ten Fiscal Years.....	174
Principal Employers – Current Fiscal Year and Nine Years Ago	175
Full-Time Equivalent City Government Employees by Function – Last Ten Fiscal Years	176
Operating Indicators by Function/Program – Last Ten Fiscal Years.....	178
Capital Assets Statistics by Function – Last Ten Fiscal Years	180
Miscellaneous Statistical Data.....	182



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CITY OF SAN RAMON

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SAN RAMON, CALIFORNIA 94583
PHONE: (925) 973-2500
WEB SITE: www.sanramon.ca.gov

December 31, 2012

To the Citizens of the City of San Ramon,
Honorable Mayor and Members of the
City Council

We are pleased to present the Comprehensive Annual Financial Report (CAFR) of the City of San Ramon (the City) for the fiscal year ended June 30, 2012 with the Independent Auditor's Report. The CAFR was prepared by the City's Finance Division of the Administrative Services Department. The information contained in this CAFR is based on a comprehensive framework of internal control established for this purpose. The objective is to provide reasonable assurance that the financial statements are free of material misstatements. Responsibility for both the accuracy of the data and the completeness and fairness of the presentation, including all disclosures, rests with City management. To the best of our knowledge and belief, the information as presented is accurate in all material respects, that the presentation fairly shows the financial position and the results of the City's operations as measured by the financial activity of the various funds, and that the included disclosures will provide the reader with an understanding of the City's financial affairs.

This report is published in accordance with State law requirements that financial statements be presented in conformity with accounting principles generally accepted in the United States of America and audited by a firm of licensed certified public accountants. The City has continued to comply with recent pronouncements of the Governmental Accounting Standards Board (GASB), which is the authoritative body in establishing U.S. generally accepted accounting principles (GAAP) for local governments.

This letter of transmittal is designed to complement the Management's Discussion and Analysis (MD&A) and should be read in conjunction with it. The MD&A provides a narrative introduction, overview and analysis of the Basic Financial Statements, and can be found immediately following the report of the independent auditors.

City of San Ramon Profile

The City of San Ramon, incorporated in 1983, is located in Contra Costa County, a growing area in the eastern portion of the San Francisco Bay Area. The City occupies a land and area of 18.56 square miles and serves a population of 74,378. San Ramon continues to show strength as a major employer and a community with high quality residential neighborhoods.

The City of San Ramon is a Charter City that operates under the Council-Manager form of government. Policy making and legislative authority are vested in the City Council, which consists of an elected Mayor for two-years and a four member Council elected to four-year terms. The governing Council is responsible for the City's ordinances, operation resolutions, adoption of the annual budget, appointing commissions and committees and hiring the City Manager and City Attorney.

The City Manager is responsible for implementing the policies, ordinances and directives of the City Council, for overseeing the day-to-day operations of the City and for appointing the Directors of City's departments. The City provides a number of services and activities summarized as follows:

- Police protection
- Maintenance of streets and roads
- Maintenance of parks and landscaping
- Recreation activities
- Senior activities
- Planning and building services
- Engineering
- Storm water and drainage services
- Economic development and redevelopment
- Other general government services

Financial Controls and Procedures

Budgeting Controls:

The City operates on a fiscal year basis, beginning July 1 and ending June 30. The budget is prepared under the supervision of the City Manager and transmitted to the City Council for deliberation and adoption prior to the beginning of the fiscal year.

Upon adoption by the City Council, the City maintains budgetary controls to ensure compliance with legal provisions embodied in the annual budget. Budget to actual comparisons are provided in this report for each individual governmental fund for which an appropriated annual budget has been adopted. The City's budgetary procedures are further discussed in the Notes to the Basic Financial Statements and can be found in the Financial Section of this report.

Activities of all funds of the City are included in the annual appropriated budget except for the capital projects fund, which adopts a project length budget. In addition, a five-year Capital Improvement Program is updated annually, at which time budgets for new projects and revisions for existing projects are adopted. The level of budgetary control is by fund, although budgets are adopted within funds at the department/division level in all operating funds and at the project level in the capital projects funds. Only the City Council has the authority to increase total appropriations subject only to the appropriation limitations established by State law. Budget appropriations lapse at the end of the fiscal year, with the exception of contract commitments and capital improvement projects, which are carried over until the commitment is met, or the project has been completed.

Financial Policies:

Throughout the years, the City has followed a fiscally conservative philosophy of building and maintaining healthy reserves. This practice has allowed the City to continue providing quality services to its residents in a time when many local agencies were being forced to cut back due to fiscal constraints. On an annual basis, the Council approves financial policies designed to promote sound financial management and ensure fiscal integrity over time. This CAFR reflects the implementation of these financial guidelines and presents all fund reserves and designations in an effort to define fund balance commitments and obligations as of the financial report date.

Internal Controls:

City management is responsible for establishing and maintaining fiscal internal controls designed to safeguard the assets of the government from loss, theft or misuse, and to ensure that accounting data is accurately compiled to allow for the preparation of financial statements in conformity with GAAP. In order to strengthen internal controls, the City formalized a fraud prevention policy which was adopted by the City Council. The intent of the policy is to facilitate the development of controls which will aid in the prevention and detection of fraud against the City of San Ramon.

Cash Management:

In order to maximize investment leverage, it is the City's practice to "pool" available cash from all funds for investment purposes. In accordance with the annually adopted investment policy, available cash is invested with the goal of safety, meaning protection of principal, as the first priority, ensuring adequate liquidity as the second priority and maximizing yield as the third priority. This past year continued to display historic lows in interest rates. This condition is expected to persist in the near term.

Factors Affecting Financial Condition

Local Economic Conditions:

The City of San Ramon economy has been negatively impacted by the weak national and State of California economies, but is in relatively better condition than most of the areas of California. Some examples of the relative strength of the local economy are as follows:

- The California statewide unemployment rate has exceeded 10% over the last 3 years, but the San Ramon residential unemployment rate that has been measured by the State Employment Development Department as of October 2012 was approximately 3.5%.
- San Ramon has a relatively high median household income level which was \$119,297 as estimated in the Bay Area Census 2010, which is nearly twice the State of California level.
- Positive growth in sales tax and transient occupancy taxes.

For the Future:

Although the City has performed relatively well this past year and maintained its target reserve levels, the City is in an economic climate and time replete with financial uncertainty and marked with historic nationwide and global challenges. As the City navigates FY 2012-2013 and beyond, staff remains constantly aware of the financial threats that face all municipalities. The existence of significant threats of the California State budget crisis and deepening national deficits prompts us to remain resourceful, effective and efficient as we develop our strategic and fiscal plans.

Other factors that impacted the City's budget for FY 2012-2013 and beyond are local area economies, increases in health and pension plan costs and the County level of governments' financial difficulties impacting the cost of contract services.

For FY 2012-2013, a budget was presented to City Council reflecting the continuation of a salary and hiring freeze, and 5 day furlough to offset projections of slow revenue growth. The hiring freeze, which was started in spring of 2008, has now led to a position vacancy rate of 18%. The hiring freeze has meant the City has continued to rely on additional contracting for services to cover the expansion of municipal services in the Dougherty Valley area of the City. During 2012-2013, service expansion includes: 2 acres of new parks, 8 acres of new landscaping, 3 curb miles of new roadways and 157 new street lights.

The City Council has been proactive in planning for an uncertain financial future by:

- Establishing and maintaining a 50% General Contingency Reserve Policy and moving these reserves to protected Special Purpose Funds.
- Setting aside funds to cover the future cost of retiree health benefits.
- Maintaining an internal service fund to accumulate funds for maintenance of publicly owned buildings.
- Fully funding vehicle and Information Technology replacement funds.

These types of actions help to preserve the financial health of the City and to provide the flexibility to make up for revenue shortfalls as the State and County put pressure on City resources. As a result of efforts to preserve the financial health of the City, long-term debt ratings for the General Fund were upgraded in 2008 to “AAA” by the Standard and Poor’s rating agency and reaffirmed in 2011.

Annual Audit

Burr Pilger Mayer, Inc., a firm of licensed certified public accountants, has audited the City’s financial statements. The goal of the independent audit was to provide reasonable assurance that the financial statements of the City of San Ramon for the fiscal year ended June 30, 2012 are free of material misstatement. The independent audit involved examining, on a test basis, evidence supporting the amounts and disclosures in the financial statements; assessing the accounting principles used and significant estimates made by management; and evaluating the overall financial statement presentation.

The independent auditor concluded that there was a reasonable basis for rendering an unqualified opinion that the City of San Ramon’s financial statements for the year ended June 30, 2012 are fairly presented in conformity with accounting principles generally accepted in the United States of America. The independent auditors’ report is presented as the first component of the financial section of this report.

The City of San Ramon is not required to undergo an annual single audit in conformity with the provisions of the Single Audit Act of 1984 and the U.S. Office of Management and Budget’s Circular A-133, *Audits of State and Local Governments*. The auditors report on the Basic Financial Statements, including the notes to the financial statements, however their opinion does not cover the combining and individual fund statements.

Awards for Excellence in Financial Reporting

The Government Finance Officers Association of the United States and Canada (GFOA) awarded a Certificate of Achievement for Excellence in Financial Reporting to the City of San Ramon for its Comprehensive Annual Financial Report (CAFR) for the fiscal year ended June 30, 2011. This is the eighth consecutive year that the City has received this award. The Certificate of Achievement is a prestigious national award recognizing conformance with the highest standards for preparation of state and local government financial reports.

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

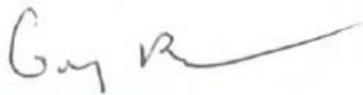
A Certificate of Achievement is valid for a period of one year only. We believe our current report continues to meet the Certificate of Achievement Program's requirements, and we are submitting it to GFOA to determine its eligibility for another certificate.

Acknowledgements

The preparation and development of the CAFR could not have been accomplished without the year-round efficiency and dedication of the Finance Division staff and their special efforts, working in conjunction with the City's independent auditors.

We would like to express our appreciation to all members of City staff who contributed to the final product. We want to thank Burr Pilger Mayer, our independent auditors, for their professionalism in performing this year-end financial audit. A special thanks and acknowledgment is due to Candace Daniels, Finance Division Manager and Marshall Yamamoto, Finance Analyst who devoted extensive time and energy preparing this report. We would also like to thank the Mayor and City Council for their interest and support in planning and conducting the financial operations of the City in a responsible and progressive manner.

Respectfully submitted,



Greg Rogers
City Manager



Eva Phelps
Administrative Services Director

Certificate of Achievement for Excellence in Financial Reporting

Presented to

City of San Ramon
California

For its Comprehensive Annual
Financial Report
for the Fiscal Year Ended
June 30, 2011

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.



Linda C. Danison

President

Jeffrey R. Emer

Executive Director

**CITY OF SAN RAMON
STAFF DIRECTORY**

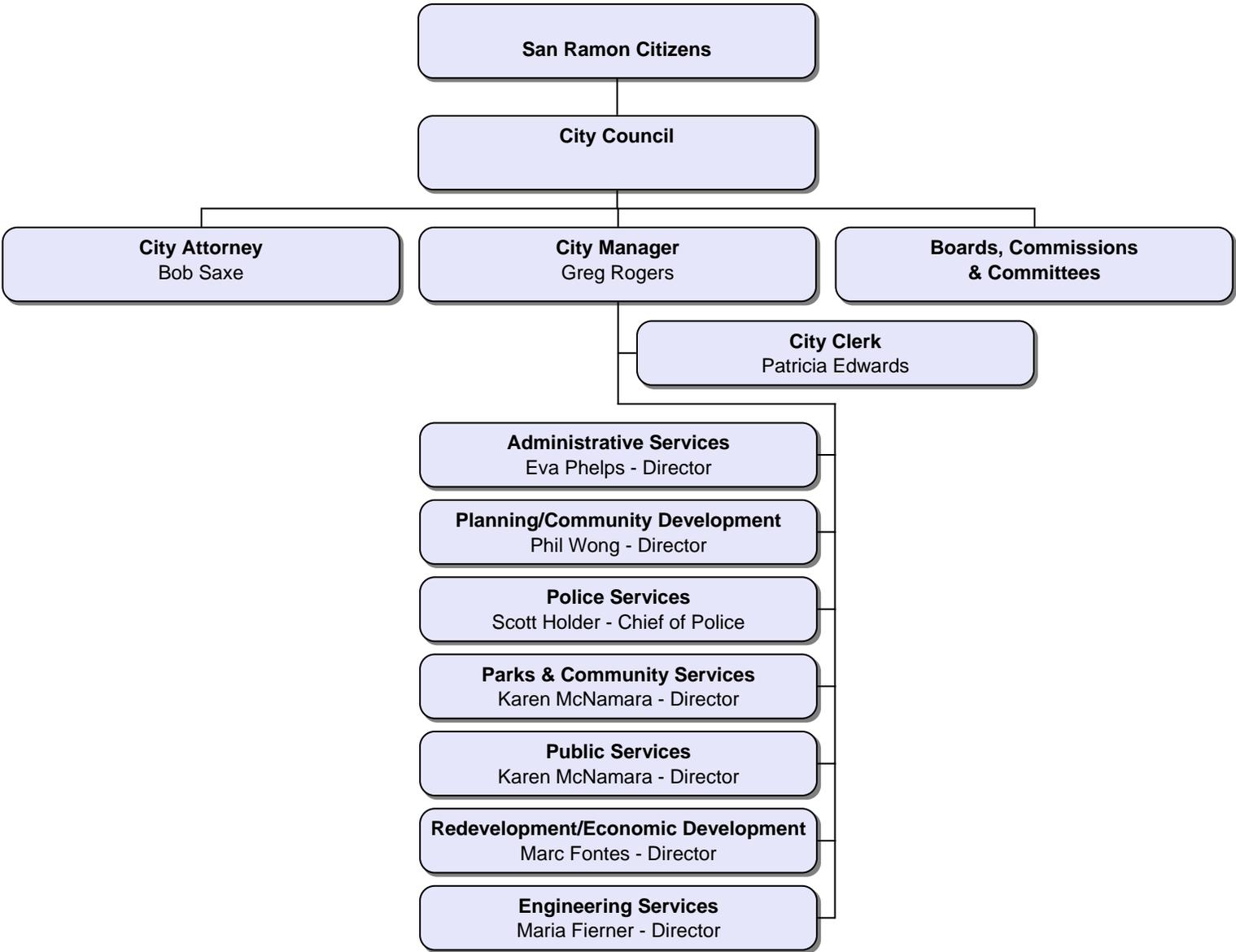
Executive Management

City Manager	Greg Rogers
City Attorney	Bob Saxe
City Clerk	Patricia Edwards
Director of Administrative Services	Eva Phelps
Director of Engineering	Maria Fierner
Director of Parks & Community Services/Public Services	Karen McNamara
Director of Planning	Phil Wong
Director of Economic Development	Marc Fontes
Chief of Police	Scott Holder

Finance Division

Finance Manager	Candace L. Daniels
Administrative Analyst	Marshall Yamamoto
Administrative Coordinator	Terry Castaneda
Administrative Coordinator	Julie Glaser
Administrative Coordinator	Carla Hayden
Accounting Technician (Temp)	Glenda Broadfoot
Accounting Technician (Temp)	Kristine Olsen

City of San Ramon Organization Chart





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FINANCIAL SECTION



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INDEPENDENT AUDITORS' REPORT

The Honorable City Council of
The City of San Ramon, California

We have audited the accompanying financial statements of the governmental activities, each major fund, and the aggregate remaining fund information of the City of San Ramon, California, (City) as of and for the year ended June 30, 2012, which collectively comprise the City's basic financial statements as listed in the table of contents. These financial statements are the responsibility of the management of the City of San Ramon. Our responsibility is to express opinions on these financial statements based on our audit.

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

In our opinion, the financial statements referred to above present fairly, in all material respects, the respective financial position of the governmental activities, each major fund, and the aggregate remaining fund information of the City of San Ramon as of June 30, 2012, and the respective changes in financial position and cash flows, where applicable, thereof for the year then ended in conformity with accounting principles generally accepted in the United States of America.

As discussed in Note 17 to the basic financial statements, the California State Legislature enacted legislation ABx1 26 that dissolved redevelopment agencies in the State of California as of February 1, 2012. On February 1, 2012, the City, as the Successor Agency to the Redevelopment Agency of the City of San Ramon, became responsible for overseeing the dissolution process and the wind down of redevelopment activity.

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

Our audit was conducted for the purpose of forming opinions on the financial statements that collectively comprise the City of San Ramon's basic financial statements. The combining and individual non-major fund financial statements and schedules are presented for purposes of additional analysis and are not a required part of the basic financial statements. Such information is the responsibility of management and was derived from and relates directly to the underlying accounting and other records used to prepare the financial statements. The information has been subjected to the auditing procedures applied in the audit of the basic financial statements and certain additional procedures, including comparing and reconciling such information directly to the underlying accounting and other records used to prepare the financial statements or to the financial statements themselves, and other additional procedures in accordance with auditing standards generally accepted in the United States of America. In our opinion, the information is fairly stated in all material respects in relation to the basic financial statements as a whole. The introductory section and statistical section are presented for purposes of additional analysis and are not a required part of the basic financial statements. Such information has not been subjected to the auditing procedures applied in the audit of the basic financial statements and, accordingly, we express no opinion or provide any assurance on it.

In accordance with *Government Auditing Standards*, we have also issued our report dated December 31, 2012 on our consideration of the City of San Ramon'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.

Burr Pilger Mayer, Inc.

San Jose, California
December 31, 2012

MANAGEMENT'S DISCUSSION AND ANALYSIS

This section of the City of San Ramon's (the City) Comprehensive Annual Financial Report presents an overview of the City's financial activities for the fiscal year ended June 30, 2012. To obtain a complete understanding of the City's financial condition, this document should be read in conjunction with the accompanying Transmittal Letter and Basic Financial Statements.

FINANCIAL HIGHLIGHTS

One of the key changes in fiscal year 2012 was the dissolution of the City's Redevelopment Agency (RDA) pursuant to AB1x26, which eliminated all redevelopment agencies statewide effective January 31, 2012. AB1x26 allowed the City, acting as the Successor Agency, to assume the remaining functions of the RDA. As such, deficit net assets totaling \$(50.3) million of the former RDA, previously reported in the governmental funds were transferred to a Successor Agency Trust Fund on February 1, 2012. The Successor Agency will be allowed to continue projects and pay off outstanding liabilities that have been determined to be "enforceable obligations" as defined by state law.

Other financial highlights include the following:

- The assets of the City exceeded its liabilities at the close of fiscal year 2012 by \$497.6 million (net assets). Of this amount, \$61.3 million represents unrestricted net assets, which may be used to meet the government's ongoing obligations to citizens and creditors. \$12.7 million is restricted for specific purposes, and \$423.6 million is invested in capital assets, net of related debt.
- The City's total net assets increased by \$44.3 million over the prior fiscal year due to the transfer of deficit net assets of \$(50.3) million from the former RDA to the Successor Agency. These funds are being presented separately as Successor Agency Private Purpose Trust Funds.
- The City's governmental funds reported combined ending fund balances of \$61.0 million, a decrease of \$19.6 million in comparison with the prior year, reflecting the removal of RDA funds.
- Long-term liabilities decreased \$79.5 million during the year reflecting annual principal debt service payments, refunding of two Certificates of Participation and transfer of the former RDA's debt to the Successor Agency Private Purpose Trust.
- The revenues available for expenditure were \$1.4 million more than the final budget in the General Fund reflecting better than anticipated property tax, sales tax and transient occupancy tax revenue. The City kept General Fund expenditures within spending limits by \$1.1 million.
- The available General Fund ending balance of \$8.9 million was \$2.6 million higher than estimated in the final budget.

THE FINANCIAL STATEMENTS

The City's basic financial statements are comprised of three components: 1) government-wide financial statements, 2) fund financial statements, and 3) notes to the financial statements. This report also includes supplementary information intended to furnish additional detail to support the Basic Financial Statements. Each of these components is discussed below.

Government-Wide Financial Statements are designed to provide readers with a broad overview of the City's finances, in a manner similar to a private-sector business. The statements present the financial picture of the City from the economic resources measurement focus using the accrual basis of accounting. They present governmental activities and business-type activities separately. Additionally, certain eliminations have occurred as prescribed by the GASB statements with regard to inter-fund activity, payables and receivables.

The *Statement of Net Assets* presents information on all of the City's assets and liabilities, with the difference between the two reported as *net assets*. Over time, increases or decreases in net assets may serve as an indicator of whether the financial health of the City of San Ramon is improving or deteriorating.

The *Statement of Activities* presents information showing how the City's net assets changed during the most recent fiscal year. All of the current year revenues and expenses are taken into account, regardless of the timing of related cash flows (accrual basis of accounting). In the statement of activities, we separate the City activities as follows:

- **Governmental activities** – Most of the City's basic services are reported in this category, including General Government (City Manager, City Clerk, Council, City Attorney and Administrative Services, etc), Community Development (Planning, Building and Transportation), Police Services, Public Works (streets, facilities, parks, engineering, etc), and Parks and Community Services (recreation and culture). These activities are generally financed by property and sales taxes, user fees, interest income, franchise fees, and State and Federal shared revenues and grants.

The City's governmental activities also include the activities of the San Ramon RDA, which are separate legal entities financially accountable to the City. Pursuant to AB1x26, all redevelopment agencies were eliminated statewide effective January 31, 2012.

The Government-wide Financial Statements can be found on pages 16 to 17 of this report.

Fund Financial Statements – A *fund* is a grouping of related accounts that is used to maintain control over resources that have been segregated for specific activities or objectives. The City, like other state and local governments, uses fund accounting to ensure and demonstrate compliance with finance-related legal requirements. All of the funds of the City can be divided into three categories of activities: governmental funds, proprietary funds and fiduciary 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 financials focus on near-term inflows and outflows of spendable resources, as well as on balances of spendable resources available at the end of the fiscal year. Such information may be useful in evaluating a government's near-term financing requirements.

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

The City maintains 35 individual governmental funds. Information is presented separately in the governmental fund balance sheet and in the governmental fund statement of revenues, expenditures, and changes in fund balances for the General Fund, Dougherty Valley Fund, COP#9, COP#10 and Capital Improvement Project Fund, all of which are considered to be major funds. Data from the other 30 governmental funds are combined into a single, aggregated presentation. Individual fund data for each of these non-major governmental funds is provided in the Supplemental section of this report.

An annual appropriated budget is adopted each year for each governmental fund. A budgetary comparison statement has been provided for several key governmental funds to demonstrate compliance with the budget.

The basic governmental fund financial statements can be found on pages 20 to 26 of this report

Proprietary funds – When the City charges customers for the services it provides, these services are generally reported in proprietary funds. Internal service funds are an accounting device used to accumulate costs internally among the City's various functions. The City uses internal service funds to account for its City's investments, equipment replacement, information systems replacement, insurance liability, healthcare, and building maintenance.

Proprietary fund financial statements provide the same type of information as the government-wide financial statements, only in more detail. All six internal service funds are combined into a single, aggregated presentation in the proprietary fund financial statements. Individual fund data for the internal service funds is provided in the form of combining statements elsewhere in this report.

The combining statements referred to earlier in connection with non-major governmental funds, proprietary and internal service funds are presented immediately following the notes to the financial statements. Combining and individual fund statements and schedules can be found on pages 70 to 135 of this report.

Fiduciary funds – The City is the trustee, or *fiduciary*, for certain funds held on behalf of developers and other community funds such as the Tri-Valley Business Improvement District Trust Fund. 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 is responsible for ensuring that the assets reported in these funds are used for their intended purposes.

Notes to the Financial Statements 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 can be found on pages 35 to 68 of this report.

Required Supplementary Information is in addition to the basic financial statements and accompanying notes. This report also presents certain “Required Supplementary Information” concerning the City’s budget-to-actual financial comparisons for the General Fund and other major Special Revenue funds which can be found on pages 70 to 72.

Supplementary Information includes information for Certificates of Participation, major capital project, non-major governmental, internal service, and agency funds, and is presented immediately following the required supplementary information pages 74 to 135.

GOVERNMENT-WIDE FINANCIAL ANALYSIS

The City has presented its financial statements under the reporting model required by Governmental Accounting Standards Board Statement No. 34 (GASB 34). The following analysis of the Government-Wide statements includes a comparison between current and prior year results of operations and year-end balances.

Statement of Net Assets

Table 1 below focuses on the net assets. The City’s combined net assets increased from \$453.2 million, by \$44.3 million, to \$497.5 million at June 30, 2012.

Table 1		
Statement of Net Assets		
As of June 30, 2012 and 2011		
<u>Governmental Activities</u>		
	<u>2012</u>	<u>2011</u>
Current and restricted assets	\$ 106,421,914	\$ 134,001,454
Capital assets	<u>436,818,836</u>	<u>447,320,497</u>
Total assets	<u>543,241,750</u>	<u>581,321,951</u>
Long-term liabilities outstanding	36,406,786	115,949,211
Other liabilities	<u>9,265,752</u>	<u>12,142,594</u>
Total liabilities	<u>45,672,538</u>	<u>128,091,805</u>
Invested in capital assets, net of related debt	423,613,403	367,121,799
Restricted	12,683,835	18,380,495
Unrestricted	<u>61,270,974</u>	<u>67,727,852</u>
Total net assets	<u>\$ 497,568,212</u>	<u>\$ 453,230,146</u>

The City's net assets are made-up of three components: Investment in Capital Assets, Net of Related Debt, Restricted Net Assets and Unrestricted Net Assets. Unrestricted net assets, the part of net assets that can be used to finance day-to-day operations, accounted for the majority of the City's governmental activities net assets. The City has conservatively budgeted revenues and expenditures in order to prevent a drawing down of reserve funds.

Total liabilities are \$45.7 million, the majority of which is non-current and due in more than one year. The non-current liability portion due in more than one year totals \$35.5 million and primarily consists of certificates of participation debt and pension obligation bonds.

Statement of Activities

The Statement of Net Assets provides a measure of the financial health of an entity at a specific date in time (i.e. year-end). In contrast, the Statement of Activities provides details of how net assets changed from the prior year. Generally, it indicates whether the financial health of the City as a whole is better at June 30, 2012, in relation to a year earlier. Table 2 below focuses on the changes in net assets.

Table 2		
Statement of Activities		
As of June 30, 2012 and 2011		
<u>Governmental Activities</u>		
	<u>2012</u>	<u>2011</u>
REVENUES:		
Program revenues:		
Charges for services	\$ 8,886,433	\$ 8,627,637
Operating contributions and grants	22,027,560	22,290,276
Capital contributions and grants	12,769,956	24,096,911
General revenues:		
Property tax	18,647,314	22,108,729
Sales tax	8,198,736	7,580,028
Transient occupancy tax	1,741,065	1,500,897
Franchise tax	3,978,051	3,719,999
Other taxes	439,705	469,732
Intergovernmental, unrestricted	68,725	795,738
Investment income	765,755	979,570
Miscellaneous	<u>658,223</u>	<u>408,728</u>
Total revenues	<u>78,181,523</u>	<u>92,578,245</u>
EXPENSES:		
General government	4,705,554	6,348,129
Community development	3,629,772	3,667,864
Police services	15,891,547	16,322,304
Public works	46,502,699	43,994,027

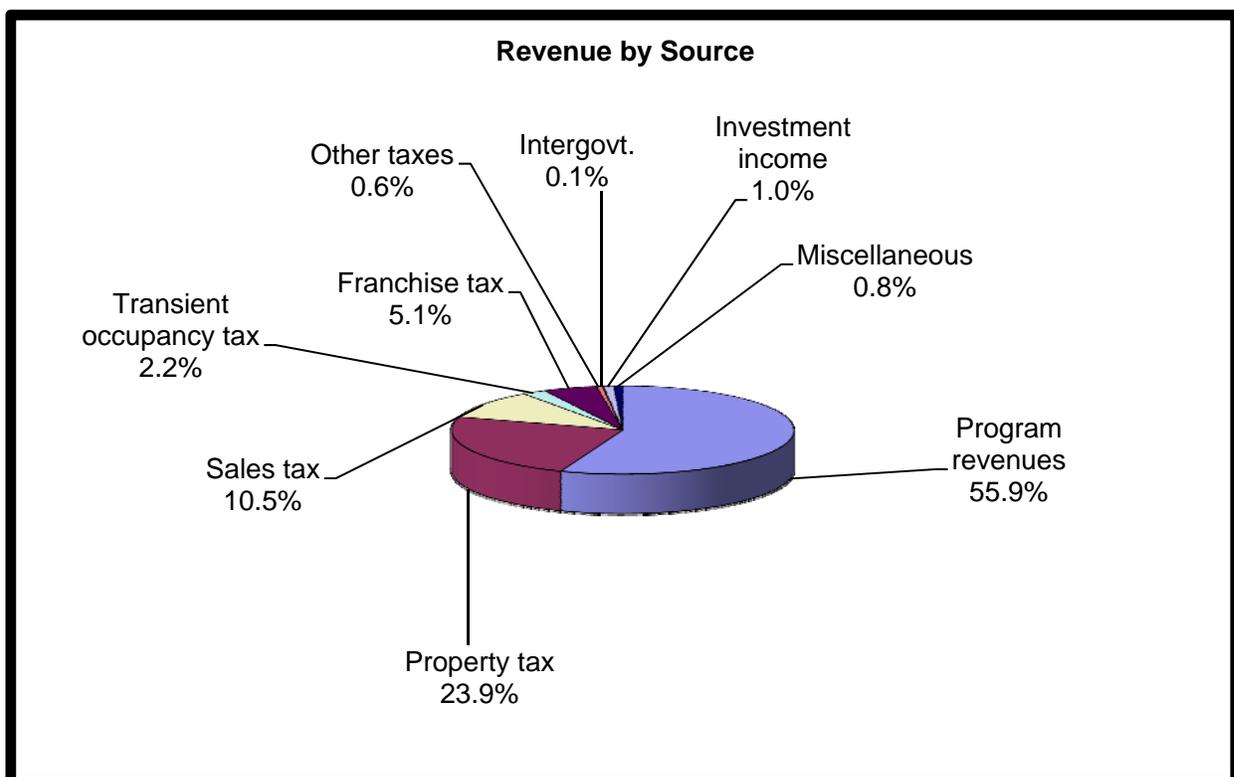
Parks and community service	8,257,793	8,429,240
Redevelopment	1,739,062	8,001,831
Interest	<u>3,430,515</u>	<u>5,595,791</u>
Total expenses	<u>84,156,942</u>	<u>92,359,186</u>
Increase (decrease) in net assets	(5,975,419)	219,059
Extraordinary gain on Dissolution of Redevelopment Agency	<u>50,313,485</u>	<u>-</u>
Change in net assets	44,338,066	219,059
Net Assets, July 1	<u>453,230,146</u>	<u>453,011,087</u>
Net Assets, June 30	<u>\$ 497,568,212</u>	<u>\$453,230,146</u>

Revenue Highlights

Total revenues for governmental activities were \$78.2 million, a decrease of \$14.4 million from prior year. Most of the decrease was accounted for by an \$11.3 million decline in capital contributions from annexed infrastructure. Program revenue includes charges for services, grants and contributions. Program revenue provided \$43.7 million (55.9% of the total). General revenues include taxes, intergovernmental revenues and investment income not restricted to specific programs. General revenues provided \$34.5 million (44.1% of the total).

The largest component of total revenue is property taxes at \$18.6 million, making up 23.9% of total revenue in the governmental funds. This is consistent with the nature and purpose of governmental funds, particularly in the General Fund, where programs are largely supported by general taxes. The highest tax revenues received by the General Fund include sales tax, property tax, franchise fees and transient occupancy tax.

The chart below presents revenue by source for Governmental Activities.

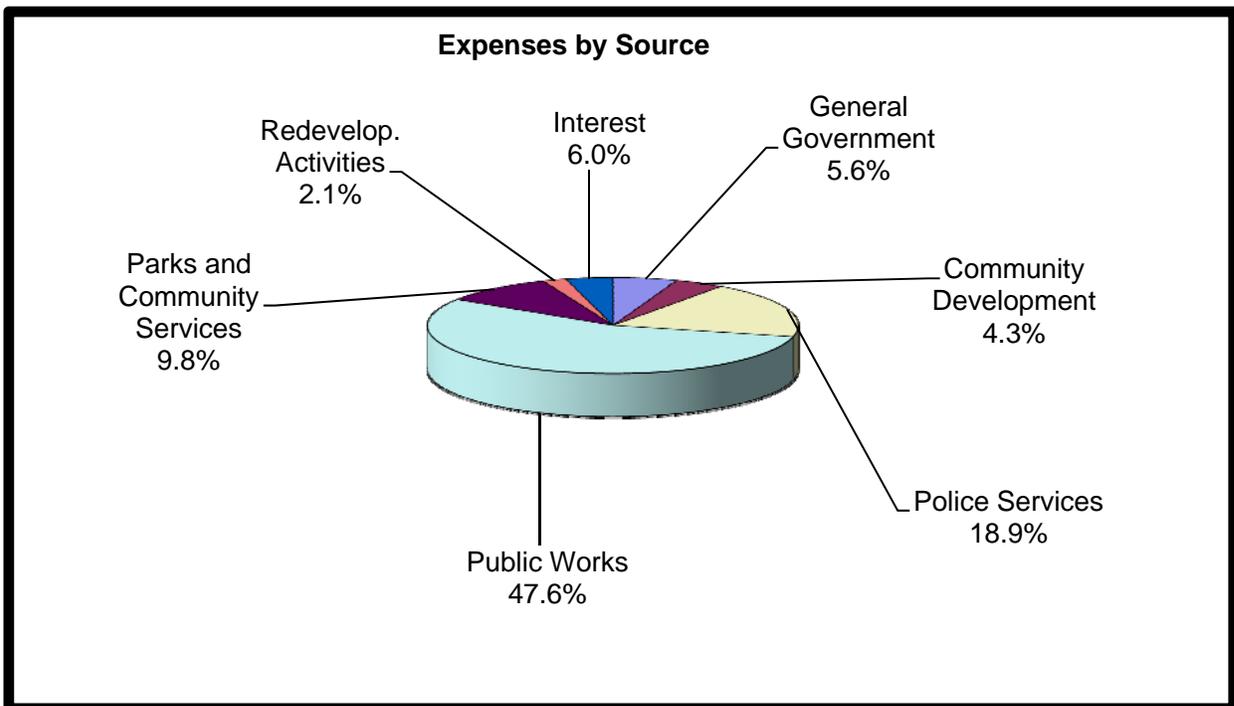


Expense Highlights

Functional expenses for the year totaled \$84.2 million, a decrease of \$8.2 million from the prior year. The decrease was largely due to the dissolution of the RDA.

The largest component of total expenses was for Public Works, representing \$46.5 million (47.6%) of the total. A large portion of Public Works costs are funded from general revenues, primarily taxes and restricted revenues, such as special assessments and operating contributions.

The chart below presents expenses by source of Governmental Activities.



FUND FINANCIAL ANALYSIS

The City uses fund accounting to segregate accounts for specific activities or objectives, including demonstrating finance-related legal compliance.

Governmental Funds – The focus of the City’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’s financing requirements. In particular, the unassigned fund balance may serve as a useful measure of a government’s net resources available for discretionary use, as they represent the portion of fund balance which has not yet been limited to use for a particular purpose by either an external party, the City itself, or a group or individual that has been delegated authority by assigning resources for use for a particular purpose by the City’s Council.

As of the end of the current fiscal year, the City’s governmental funds reported a combined ending fund balance of \$61.0 million, a decrease of \$19.6 million from the prior year. This total includes a General Fund balance of \$8.9 million. The General Fund balance increased by \$1.8 million from the prior year. The General Fund is \$2.6 million stronger than estimated due to higher revenue growth and keeping expenditures down.

Other major funds and non-major funds significant balance changes are noted below:

- The Dougherty Valley fund balance decreased by \$1.6 million due to a decrease of intergovernmental revenue received during the fiscal year.
- The 1996 Certificate of Participation Debt Service (COP #9) fund balance decreased by \$5.8 million due to a refunding in July 2011.
- The 2001 Certificate of Participation Debt Service (COP #10) fund balance decreased by \$10.4 million due to a refunding in July 2011.
- The Capital Improvement Projects (CIP) fund balance increased by \$1.5 million to fund approved CIP projects.
- The 2011 Certificate of Participation Debt Service (COP #12) fund balance increased by \$14.4 million due to a refunding of the 1996 and 2001 Certificates of Participation mentioned above.
- Due to the dissolution of the RDA, all funds of the RDA (Redevelopment Fund, Low/Mod Housing Income Fund, RDA Capital Projects Fund and the RDA Debt Service Funds) decreased for a total of \$19.3 million.

Proprietary Funds – The City’s proprietary funds statements provide the same type of information found in the Government-wide Financial Statements, but in more detail.

At the end of the fiscal year, total net assets were \$14.5 million. Of that, the unrestricted net assets were \$12.6 million and the amount invested in capital assets was \$1.9 million. Net assets of the proprietary funds increased \$0.1 million, reflecting investment earnings and transfers of funds to cover future equipment and building replacement costs.

GENERAL FUND BUDGETARY HIGHLIGHTS

The General Fund is the main operating fund of the City. At end of the fiscal year, fund balance of the General Fund was \$8.9 million, compared to \$7.2 million in the prior year. The fund balance has been classified as \$0.7 million nonspendable and \$8.2 million as unassigned.

Revenue

The General Fund revenues are primarily derived from taxes, charges for services, and licenses and permits. The General Fund revenues totaled \$37.0 million at year-end, which were \$1.4 million higher than the final budgeted revenues of \$35.6.

	<u>Budgeted Amounts</u>		<u>Actual</u>	<u>Variance from Final Budget</u>
	<u>Original</u>	<u>Final</u>		
Revenues:				
Taxes	\$ 26,814,359	\$ 26,814,359	\$ 28,303,157	\$ 1,488,798
Licenses and permits	1,137,160	1,137,160	1,039,144	(98,016)
Intergovernmental	479,963	479,963	254,549	(225,414)
Developer fees	25,000	25,000	43,876	18,876
Charges for services	4,577,536	4,577,536	4,579,523	1,987
Fines and forfeitures	478,800	478,800	372,578	(106,222)
Investment income	400,000	400,000	582,798	182,798
Miscellaneous	<u>1,702,197</u>	<u>1,702,197</u>	<u>1,855,103</u>	<u>152,906</u>
Total revenue	<u>\$ 35,615,015</u>	<u>\$ 35,615,015</u>	<u>\$ 37,030,728</u>	<u>\$ 1,415,713</u>

- Taxes were \$1.5 million above the budget, reflecting stronger property tax, sales tax, transient occupancy taxes and franchise fees.
- Licenses and permits were \$0.1 million below budget due to a decline in real estate permit activity.
- Intergovernmental revenue was \$0.2 million below budget due to the discontinuance of motor vehicle license fees by the State of California.
- Investment income was above budget by \$0.2 million as a result of positive market adjustments to the portfolio caused by the change in prevailing market interest rates.

Expenditures

The General Fund expenditures totaled \$36.1 million, which were \$1.1 million less than the final budget of \$37.3 million. There were minor changes in the original budget compared to the final budget during the year. The actual spending coming in below budget reflected an effort by the City to carefully control spending in a weaker economy, including the continuation of a hiring freeze throughout the year.

Table 4
SUMMARY OF GENERAL FUND EXPENDITURES
BUDGET AND ACTUAL
Fiscal Year Ended June 30, 2012

	<u>Budgeted Amounts</u>		<u>Actual</u>	<u>Variance from Final Budget</u>
	<u>Original</u>	<u>Final</u>		
Expenditures:				
General government	\$ 4,865,255	\$ 5,455,811	\$ 4,885,233	\$ 570,578
Community/Develop Redevelopment	3,022,466	3,030,554	3,070,700	(40,146)
Police services	237,976	253,651	242,824	10,827
Public works	10,319,879	10,306,424	10,299,491	6,933
Parks and community services	10,498,436	10,734,206	10,371,720	362,486
Total expenditures	<u>7,561,762</u>	<u>7,472,262</u>	<u>7,275,890</u>	<u>196,372</u>
	<u>\$ 36,505,774</u>	<u>\$ 37,252,908</u>	<u>\$ 36,145,858</u>	<u>\$ 1,107,050</u>

CAPITAL ASSET AND DEBT ADMINISTRATION

Capital Assets

Table 5 below summarizes the City's capital assets by class. Capital assets are reported at historical cost, net of accumulated depreciation. These amounts do not represent the market value or replacement cost of City assets, which would be significantly higher. Historical cost is used, pursuant to accounting standards, to provide an objective basis for reporting capital assets.

At the end of 2012, the City had \$436.8 million invested in a broad range of capital assets, including land, streets, bridges, drainage systems, traffic lights, parks, buildings, vehicles and equipment.

Table 5
CAPITAL ASSETS
As of June 30, 2012 and 2011

	<u>Governmental Activities</u>	
	<u>2012</u>	<u>2011</u>
Non Depreciable		
Land	\$ 40,219,586	\$ 45,996,051
Construction in progress	33,128,085	32,275,249
Depreciable, net of accumulated depreciation		
Park improvements	29,929,021	31,026,105
Buildings and improvements	43,294,245	44,538,709
Machinery, furniture and equipment	1,850,136	2,218,679
Infrastructure	<u>288,397,763</u>	<u>291,265,704</u>
Total Capital Assets	<u>\$ 436,818,836</u>	<u>\$ 447,320,497</u>

The City's FY 2012-2013 capital budget calls for spending \$5.9 million for capital projects. The majority of spending being for the construction of street improvements on San Ramon Valley Blvd., and other pavement management system projects. Most of the projects will be financed with funds that have been designated by an outside party for specific use. Additional information about the capital assets can be found in Note 6 in the Notes to the Financial Statements.

Debt Administration

At year-end, the City's governmental activities had \$36.4 million in bonds, notes, contracts, and compensated absences as shown in Table 6. This was \$79.5 million less than 2011, reflecting payments of annual principal on debt, refunding of debt and the transfer of \$80.4 million of RDA related debt to the Successor Agency. Additional information about the City's long-term obligations can be found in Note 7 in the Notes to the Financial Statements.

Table 6
OUTSTANDING DEBT AT YEAR-END

	<u>Governmental Activities</u>	
	<u>2012</u>	<u>2011</u>
Tax Allocation Bonds	\$ -	\$ 79,192,306
ERAF Tax Revenue Bonds	-	545,000
Certificates of Participation	13,026,747	14,705,000
Pension Obligation Bonds	17,315,000	17,425,000
Housing (HELP) Loan	-	750,000
Capital Lease	2,720,562	48,612
Compensated Absences	<u>3,344,477</u>	<u>3,283,293</u>
Total Debt	<u>\$ 36,406,786</u>	<u>\$ 115,949,211</u>

ECONOMIC FACTORS AND NEXT YEAR'S BUDGET

In preparing the budget for 2012-2013, management looked at the following economic factors:

- The weak real estate market and economy were major factors in preparing the budget. Although revenues are improving, the City continued a hiring freeze that had been implemented in the spring of 2008 and eliminated the funding of vacant positions in the budget to help bring expenditures in line with projected revenue growth. In addition, we have continued a pay freeze which was first implemented in July of 2010.
- State budget: Although local government gets some protection from the State revenue raids through Proposition 1-A, the City continues to be at risk. Proposition 1-A allows for a one-time “borrowing” of General Fund property tax revenues. However, the State used that option in FY 2009-2010 and it is off the table for the next several years. This City is not protected from State reducing revenues in other areas such as supplemental law enforcement funds, gas tax and booking fees.
- The State’s elimination of redevelopment agencies, which diverted funding for capital projects.
- Sales tax revenues are expected to show improvement. Local sales tax collections are projected to be higher in 2012-2013 than in the previous year.
- Continued expansion of the City into the Dougherty Valley area east of the current City limits will cause increases in special assessment revenues over the next few years, as well as cost increases for delivering services to the area.

The City budget plan will continue to maintain reserves in the General Fund and the special funds (Dougherty Valley, Bond Funds and Health Care Fund) well in excess of the 50% combined reserve policy level. The expenditure budget was developed to maintain core City services. This required expenditure adjustments in various categories to offset benefits increasing due to rising health care premiums. The most significant change impacting salary and benefit costs was removing funding from vacant positions as part of the continuation of a hiring freeze and salary freeze.

The City continues to grow with significant additions of land and population through annexations in the Dougherty Valley area. The 2012-2013 budget is a reflection of the City's commitment to the residents of San Ramon. The City's historically conservative approach of maintaining a high level of operating reserves has provided a cushion against economic uncertainties. For the 2012-2013 fiscal year, the City has made a commitment to allocate resources for public safety, cultural/social programs, and infrastructure improvements. A copy of the City's 2012-2013 budget can be obtained by contacting the City Administrative Services Department (see below) or via the City's website at www.ci.san-ramon.ca.us.

CONTACTING THE CITY'S FINANCIAL MANAGMENT

This Financial Report is designed to provide our citizens, taxpayers, customers, and investors and creditors with a general overview of the City's finances and to show the City's accountability for the money it receives. If you have questions about this report or need additional financial information, contact the Administrative Services Department, City of San Ramon, 2226 Camino Ramon, San Ramon, California 94583 or by calling (925) 973-2514.

CITY OF SAN RAMON, CALIFORNIA

STATEMENT OF NET ASSETS

June 30, 2012

	<u>Governmental Activities</u>
ASSETS	
Cash and investments (Note 3)	\$ 69,758,477
Restricted cash and investments (Note 3)	2,920,369
Receivables:	
Accounts	8,811,901
Interest	86,567
Notes and loans (Note 5)	7,416,978
Inventory	3,654
Prepays and deposits	16,873,573
Deferred charges	550,395
Capital assets, not depreciated (Note 6)	73,347,671
Capital assets, depreciated, net (Note 6)	<u>363,471,165</u>
Total assets	<u>543,240,750</u>
LIABILITIES	
Accounts payable and accrued expenses	6,107,107
Claims and judgments payable (Note 12)	970,760
Deposits payable	643,749
Interest payable	390,992
Unearned revenue	1,153,144
Noncurrent liabilities (Note 7):	
Due within one year	926,304
Due in more than one year	<u>35,480,482</u>
Total liabilities	<u>45,672,538</u>
NET ASSETS	
Invested in capital assets, net of related debt	423,613,403
Restricted for:	
Capital projects	12,683,835
Unrestricted	<u>61,270,974</u>
Total net assets	<u>\$ 497,568,212</u>

The accompanying notes are an integral part of these financial statements.

CITY OF SAN RAMON, CALIFORNIA

STATEMENT OF ACTIVITIES

Fiscal year ended June 30, 2012

		Program Revenues			Net (Expenses) Revenues and Change in Net Assets
	Expenses	Charges for Services	Operating Contributions and Grants	Capital Contributions and Grants	Governmental Activities 2012
Governmental activities:					
General government	\$ 4,705,554	\$ 275,495	\$ 1,108,775	\$ -	\$ (3,321,284)
Community development	3,629,772	1,773,623	736,076	-	(1,120,073)
Redevelopment	1,739,062	10,931	-	-	(1,728,131)
Police services	15,891,547	550,414	155,044	3,300	(15,182,789)
Public works	46,502,699	2,285,564	20,004,415	12,738,225	(11,474,495)
Parks and community service	8,257,793	3,990,406	23,250	28,431	(4,215,706)
Interest expense and other charges	3,430,515	-	-	-	(3,430,515)
Total governmental activities	<u>\$ 84,156,942</u>	<u>\$ 8,886,433</u>	<u>\$ 22,027,560</u>	<u>\$ 12,769,956</u>	<u>(40,472,993)</u>
General revenues:					
Taxes:					
Property					13,945,600
Property tax, redevelopment agency tax increment					4,701,714
Sales and use					8,198,736
Transient occupancy					1,741,065
Franchise					3,978,051
Other					439,705
Intergovernmental					68,725
Investment income					765,755
Miscellaneous					658,223
Total general revenues					<u>34,497,574</u>
Extraordinary gain (Note 17)					<u>50,313,485</u>
Change in net assets					44,338,066
Net assets at beginning of year					<u>453,230,146</u>
Net assets at end of year					<u>\$ 497,568,212</u>

The accompanying notes are an integral part of these financial statements.



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CITY OF SAN RAMON, CALIFORNIA

FUND FINANCIAL STATEMENTS

Major funds are defined generally as having significant activities or balances in the current year.

The funds described below were determined to be Major Funds by the City in fiscal year 2012. Individual non major funds may be found in the Supplemental section.

General Fund

Accounts for all financial resources of the City, except those required to be accounted for in another fund.

Dougherty Valley Special Revenue Fund

Accounts for revenue received from Contra Costa County as reimbursements for a variety of municipal services, including police protection, and street and park maintenance, to be provided by the City. Per a Memorandum of Understanding with the County, the City is required to separately track the costs of service provided in the Dougherty Valley Area and submit claims for reimbursements for costs to the County.

COP # 9

Accounts for debt service activity relating to the 1996 Certificates of Participation.

COP # 10

Accounts for debt service activity relating to the 2001 Certificates of Participation.

Capital Improvements Capital Projects Fund

Accounts for expenditures for major infrastructure improvements of roads; sidewalks; City facilities, including parks; as well as for the procurement of major pieces of equipment.

CITY OF SAN RAMON, CALIFORNIA

GOVERNMENTAL FUNDS

BALANCE SHEET

June 30, 2012

	General Fund	Special Revenue	Debt Service Funds	
		Dougherty Valley	COP #9	COP #10
ASSETS				
Cash and investments	\$ 9,816,474	\$ 3,060,989	\$ -	\$ -
Restricted cash and investments	-	-	-	-
Receivables:				
Accounts	2,627,854	5,534,439	-	-
Notes	7,412,053	-	-	-
Interest	10,303	4,567	-	-
Due from other funds (Note 4)	65,250	-	-	-
Advances to other funds (Note 4)	353,183	-	-	-
Inventory	3,654	-	-	-
Prepaid and deposits	199,673	4,917	-	-
	<hr/>	<hr/>	<hr/>	<hr/>
Total assets	\$ 20,488,444	\$ 8,604,912	\$ -	\$ -
	<hr/> <hr/>	<hr/> <hr/>	<hr/> <hr/>	<hr/> <hr/>
LIABILITIES AND FUND BALANCES				
Liabilities:				
Accounts payable	\$ 1,058,352	\$ 575,023	\$ -	\$ -
Accrued payroll	1,654,188	265,881	-	-
Due to other funds (Note 4)	-	-	-	-
Deferred revenue	8,433,219	-	-	-
Deposits payable	404,447	-	-	-
Advances from other funds (Note 4)	-	-	-	-
	<hr/>	<hr/>	<hr/>	<hr/>
Total liabilities	11,550,206	840,904	-	-
	<hr/>	<hr/>	<hr/>	<hr/>
Fund balances:				
Nonspendable	679,909	4,917	-	-
Restricted	-	7,759,091	-	-
Committed	-	-	-	-
Unassigned	8,258,329	-	-	-
	<hr/>	<hr/>	<hr/>	<hr/>
Total fund balances	8,938,238	7,764,008	-	-
	<hr/>	<hr/>	<hr/>	<hr/>
Total liabilities and fund balances	\$ 20,488,444	\$ 8,604,912	\$ -	\$ -
	<hr/> <hr/>	<hr/> <hr/>	<hr/> <hr/>	<hr/> <hr/>

The accompanying notes are an integral part of these financial statements.

<u>Capital Projects</u> <u>Capital</u> <u>Improvements</u>	<u>Nonmajor</u> <u>Governmental</u> <u>Funds</u>	<u>Total</u>
\$ 11,782,253	\$ 31,945,947	\$ 56,605,663
2,687,302	233,067	2,920,369
-	407,268	8,569,561
-	4,925	7,416,978
14,614	41,406	70,890
-	-	65,250
-	-	353,183
-	-	3,654
-	3,983	208,573
<u>\$ 14,484,169</u>	<u>\$ 32,636,596</u>	<u>\$ 76,214,121</u>
\$ 1,658,784	\$ 459,440	\$ 3,751,599
14,969	60,501	1,995,539
-	65,250	65,250
-	4,925	8,438,144
126,581	112,721	643,749
-	353,183	353,183
<u>1,800,334</u>	<u>1,056,020</u>	<u>15,247,464</u>
-	4,925	689,751
12,683,835	31,244,970	51,687,896
-	330,681	330,681
-	-	8,258,329
<u>12,683,835</u>	<u>31,580,576</u>	<u>60,966,657</u>
<u>\$ 14,484,169</u>	<u>\$ 32,636,596</u>	<u>\$ 76,214,121</u>

The accompanying notes are an integral part of these financial statements.



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CITY OF SAN RAMON, CALIFORNIA

GOVERNMENTAL FUNDS

RECONCILIATION OF THE BALANCE SHEET OF GOVERNMENTAL FUNDS
TO THE STATEMENT OF NET ASSETS

June 30, 2012

Fund balances of governmental funds	\$ 60,966,657
Amounts reported for governmental activities in the statement of net assets are different because:	
Capital assets have not been included as financial resources in governmental fund activity:	
Capital assets	635,359,749
Accumulated depreciation	(200,391,053)
Long-term debt, compensated absences and claims payable that have not been included in governmental fund activity:	
Bonds, loans, and leases payable	(33,062,309)
Compensated absences	(3,344,477)
Claims payable	(560,593)
Bond issuance costs	467,521
Other post-employment benefits	82,874
Prepayment to CalPERS	16,665,000
Accrued interest payable for the current portion of interest due on bonds payable has not been reported in the governmental funds.	(390,992)
Deferred revenue balances relating to certain receivables are not reported as liabilities in the Statement of Net Assets since revenue recognition is not based upon measurable and available criteria.	7,285,000
Internal service funds are used by management to charge the costs of certain activities, such as equipment management, to individual funds. The assets and liabilities of the internal service funds must be added to the statement of net assets.	<u>14,490,835</u>
Net assets of governmental activities	<u><u>\$ 497,568,212</u></u>

The accompanying notes are an integral part of these financial statements.

CITY OF SAN RAMON, CALIFORNIA

GOVERNMENTAL FUNDS

STATEMENT OF REVENUES, EXPENDITURES AND CHANGES IN FUND BALANCES

Fiscal year ended June 30, 2012

	General Fund	Special Revenue	Debt Service Funds	
		Dougherty Valley	COP #9	COP #10
Revenues:				
Taxes	\$ 28,303,157	\$ -	\$ -	\$ -
Licenses and permits	1,039,144	8	-	-
Intergovernmental revenues	254,549	10,947,415	-	-
Developer fees	43,876	-	-	-
Charges for services	4,579,523	-	-	-
Fines and forfeitures	372,578	-	-	-
Investment income	582,798	-	-	-
Special assessments	-	-	-	-
Miscellaneous	1,855,103	14,339	-	-
Total revenues	<u>37,030,728</u>	<u>10,961,762</u>	<u>-</u>	<u>-</u>
Expenditures:				
Current:				
General government	4,885,233	-	-	-
Community development	3,070,700	-	-	-
Redevelopment	242,824	-	-	-
Police services	10,299,491	5,781,739	-	-
Public works	10,371,720	6,724,164	-	-
Parks and community service	7,275,890	-	-	-
Capital outlay	-	-	-	-
Debt service:				
Principal	-	-	4,915,000	8,415,000
Interest and fees	-	-	122,875	241,338
Total expenditures	<u>36,145,858</u>	<u>12,505,903</u>	<u>5,037,875</u>	<u>8,656,338</u>
Excess (deficiency) of revenues over (under) expenditures	<u>884,870</u>	<u>(1,544,141)</u>	<u>(5,037,875)</u>	<u>(8,656,338)</u>
Other financing sources (uses):				
Issuance of bonds	-	-	-	-
Transfers in (Note 4)	2,886,064	-	5,048,500	8,825,232
Transfers out (Note 4)	(2,001,997)	(63,618)	(5,825,708)	(10,617,580)
Total other financing sources (uses)	<u>884,067</u>	<u>(63,618)</u>	<u>(777,208)</u>	<u>(1,792,348)</u>
Extraordinary loss	-	-	-	-
Net change in fund balances	1,768,937	(1,607,759)	(5,815,083)	(10,448,686)
Fund balances at beginning of year, as restated	7,169,301	9,371,767	5,815,083	10,448,686
Fund balances at end of year	<u>\$ 8,938,238</u>	<u>\$ 7,764,008</u>	<u>\$ -</u>	<u>\$ -</u>

The accompanying notes are an integral part of these financial statements.

<u>Capital Projects</u> Capital Improvements	Nonmajor Governmental Funds	Total
\$ -	\$ 4,887,881	\$ 33,191,038
-	4,065	1,043,217
1,376,629	3,180,572	15,759,165
-	535,119	578,995
-	187,435	4,766,958
-	660	373,238
63,662	119,295	765,755
-	5,666,933	5,666,933
-	1,431,390	3,300,832
1,440,291	16,013,350	65,446,131
-	-	4,885,233
-	493,695	3,564,395
-	1,468,106	1,710,930
-	16,546	16,097,776
-	4,023,564	21,119,448
-	-	7,275,890
7,714,332	2,108,101	9,822,433
-	340,000	13,670,000
-	3,430,856	3,795,069
7,714,332	11,880,868	81,941,174
(6,274,041)	4,132,482	(16,495,043)
-	14,896,857	14,896,857
8,432,681	34,041,447	59,233,924
(688,650)	(39,512,579)	(58,710,132)
7,744,031	9,425,725	15,420,649
-	(18,555,588)	(18,555,588)
1,469,990	(4,997,381)	(19,629,982)
11,213,845	36,577,957	80,596,639
\$ 12,683,835	\$ 31,580,576	\$ 60,966,657

The accompanying notes are an integral part of these financial statements.

CITY OF SAN RAMON, CALIFORNIA

GOVERNMENTAL FUNDS

RECONCILIATION OF THE STATEMENT OF REVENUES, EXPENDITURES, AND CHANGES IN FUND BALANCES OF GOVERNMENTAL FUNDS TO STATEMENT OF ACTIVITIES

Fiscal year ended June 30, 2012

Changes in fund balances of governmental funds \$ (19,629,982)

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

When capital assets that are to be used in governmental activities are purchased or constructed, the resources expended for those assets are reported as expenditures in governmental funds. However, in the Statement of Activities, the cost of those assets is allocated over their estimated useful lives and reported as depreciation expense. As a result, fund balance decreases by the amount of financial resources expenses, whereas net assets decrease by the amount of depreciation expense charged for the year.

Capital outlay	852,834
Donated capital assets	12,738,225
Depreciation expense	(17,863,815)

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 the repayment reduces long-term liabilities in the Statement of Net Assets.

Repayment of debt principal	13,703,948
Proceeds of capital lease	(2,687,302)
Issuance of bonds	(11,845,343)

The amounts below included in the Statements 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)

Claims liability	281,853
Compensated absences	(61,184)
Interest payable	342
Other post employment healthcare benefits	1,234
Bond issuance costs	(15,937)
Prepayment to CalPERS	(110,000)

Revenues that are measurable but not available are recorded as deferred revenue under the modified accrual basis of accounting. 9,646

Internal service funds are used by management to charge the costs of certain activities, such as equipment management, to individual funds. The net revenues (expenses) of the internal services funds is reported with governmental activities. 94,474

Extraordinary gain/(loss) in the Statement of Activities resulted from the increase and decrease of long term assests and liabilites which were not reported in the governmnetal funds. This was caused by the dissolution of the City of San Ramon Redevelopment Agency, see Note 17 for more details. 68,869,073

Changes in net assets of governmental activities \$ 44,338,066

The accompanying notes are an integral part of these financial statements.

CITY OF SAN RAMON, CALIFORNIA

INTERNAL SERVICE FUNDS

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

CITY OF SAN RAMON, CALIFORNIA

PROPRIETARY FUNDS

STATEMENT OF NET ASSETS

June 30, 2012

	<u>Governmental Activities Internal Service Funds</u>
ASSETS	
Current assets:	
Cash and investments	\$ 13,152,814
Accounts receivable	242,340
Interest receivable	<u>15,677</u>
Total current assets	13,410,831
Non-current assets:	
Capital assets, net of accumulated depreciation	<u>1,850,140</u>
Total assets	<u>15,260,971</u>
LIABILITIES	
Current liabilities:	
Accounts payable	355,641
Accrued payroll	4,328
Claims and judgments payable	<u>410,167</u>
Total liabilities	<u>770,136</u>
NET ASSETS	
Invested in capital assets	1,850,140
Unrestricted	<u>12,640,695</u>
Total net assets	<u>\$ 14,490,835</u>

The accompanying notes are an integral part of these financial statements.

CITY OF SAN RAMON, CALIFORNIA

PROPRIETARY FUNDS

STATEMENT OF REVENUES, EXPENSES AND CHANGES IN FUND NET ASSETS

Fiscal year ended June 30, 2012

	Governmental Activities
	<u>Internal Service Funds</u>
Operating revenues:	
Charges for services	\$ 9,241,636
Other	284,802
	<hr/>
Total operating revenues	9,526,438
	<hr/>
Operating expenses:	
Personnel services	557,952
Service and supplies	7,032,934
Claims and insurance	791,694
Depreciation	672,949
	<hr/>
Total operating expenses	9,055,529
	<hr/>
Operating income	470,909
	<hr/>
Nonoperating revenues:	
Investment income	81,872
Intergovernmental	65,485
	<hr/>
Income before transfers	147,357
	<hr/>
Transfers:	
Transfers in (Note 4)	357,618
Transfers out (Note 4)	(881,410)
	<hr/>
Total transfers	(523,792)
	<hr/>
Change in net assets	94,474
	<hr/>
Net assets at beginning of year	14,396,361
	<hr/>
Net assets at end of year	\$ 14,490,835
	<hr/> <hr/>

The accompanying notes are an integral part of these financial statements.

CITY OF SAN RAMON, CALIFORNIA

PROPRIETARY FUNDS

STATEMENT OF CASH FLOWS

Fiscal year ended June 30, 2012

	Governmental Activities
	<u>Internal Service Funds</u>
Cash flows from operating activities:	
Cash received from department users	\$ 9,461,634
Cash payments to suppliers for goods and services	(7,481,452)
Cash payments to employees for services	<u>(579,805)</u>
Net cash provided by operating activities	<u>1,400,377</u>
Cash flows from non-capital and related financing activities:	
Intergovernmental	65,485
Cash received from other funds	357,618
Cash paid to other funds	<u>(881,410)</u>
Net cash (used for) non-capital and related financing activities	<u>(458,307)</u>
Cash flows from capital and related financing activities:	
Acquisition of capital assets	<u>(304,409)</u>
Net cash (used for) capital and related financing activities	<u>(304,409)</u>
Cash flows from investing activities:	
Interest income	<u>81,872</u>
Net cash provided by investing activities	<u>81,872</u>
Net increase in cash and cash equivalents	719,533
Cash and cash equivalents at beginning of year	<u>12,433,281</u>
Cash and cash equivalents at end of year	<u>\$ 13,152,814</u>

The accompanying notes are an integral part of these financial statements.

CITY OF SAN RAMON, CALIFORNIA

PROPRIETARY FUNDS

STATEMENT OF CASH FLOWS, CONTINUED

Fiscal year ended June 30, 2012

	<u>Governmental Activities</u> <u>Internal Service Funds</u>
Reconciliation of operating income to net cash provided by operating activities:	
Operating income	\$ 470,909
Adjustments to reconcile operating income (loss) to net cash provided by operating activities:	
Depreciation	672,949
(Increase) decrease in accounts receivable	(65,960)
(Increase) decrease in interest receivable	508
Increase (decrease) in accounts payable	88,015
Increase (decrease) in accrued payroll	(21,205)
Increase (decrease) in claims and judgments payable	<u>255,161</u>
Net cash provided by operating activities	<u>\$ 1,400,377</u>

There were no significant noncash capital, investing or financing activities for the year ended June 30, 2012.

CITY OF SAN RAMON, CALIFORNIA

FIDUCIARY FUNDS

Private-purpose trust fund is used to account for monies received from the Contra Costa County Auditor Controller for the repayment of the enforceable obligations of the former San Ramon Redevelopment Agency. These funds are restricted for the sole purpose of payment of items on an approved Recognized Payment Obligation Schedule.

Agency funds are used to account for assets held by the City as an 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.

CITY OF SAN RAMON, CALIFORNIA

FIDUCIARY FUNDS

STATEMENT OF FIDUCIARY ASSETS AND LIABILITIES

June 30, 2012

	Private-purpose Trust Fund	Agency Funds
ASSETS		
Cash and investments (Note 3)	\$ 8,330,261	\$ 383,955
Cash and investments - restricted	5,984,876	-
Accounts receivable	572	39,364
Notes and loans	5,835,509	-
Interest receivable	5,593	196
Deferred charges	1,283,960	-
Land held for resale	3,092,668	-
Advances to other funds	3,483,624	-
Capital assets, not depreciated	5,860,365	-
	<u>\$ 33,877,428</u>	<u>\$ 423,515</u>
Total assets	<u>\$ 33,877,428</u>	<u>\$ 423,515</u>

LIABILITIES AND NET ASSETS (DEFICITS)

Liabilities:		
Accounts payable	\$ 750,913	\$ -
Accrued payroll	25,353	-
Interest payable	1,416,601	-
Advances from other funds	3,483,624	-
Due to bondholders	-	187,680
Due to other governments	-	235,835
Long-term debt	78,190,973	-
	<u>83,867,464</u>	<u>\$ 423,515</u>
Total liabilities	<u>83,867,464</u>	<u>\$ 423,515</u>
Net assets (deficit):		
Held in trust for other governments	(49,990,036)	
	<u>(49,990,036)</u>	
Total liabilities and net assets	<u>\$ 33,877,428</u>	

The accompanying notes are an integral part of these financial statements.

CITY OF SAN RAMON, CALIFORNIA

FIDUCIARY FUNDS

STATEMENT OF CHANGES IN FIDUCIARY NET ASSETS

Fiscal year ended June 30, 2012

	<u>Private-purpose Trust Fund</u>
Additions:	
Taxes	\$ 3,378,068
Investment earnings	15,211
Miscellaneous	<u>8,611</u>
Total additions	<u>3,401,890</u>
Deductions:	
Program expenses of former redevelopment agency	1,310,895
Interest and fiscal agency expenses of former redevelopment agency	<u>1,767,546</u>
Total deductions	3,078,441
Extraordinary loss (Note 17)	<u>(50,313,485)</u>
Change in net assets	(49,990,036)
Net assets - beginning	<u>-</u>
Net assets (deficit) - ending	<u><u>\$ (49,990,036)</u></u>

The accompanying notes are an integral part of these financial statements.

CITY OF SAN RAMON, CALIFORNIA

NOTES TO THE FINANCIAL STATEMENTS

Fiscal year ended June 30, 2012

1. Summary of Significant Accounting Policies

(a) Reporting Entity

The City of San Ramon (the City) was incorporated in 1983 as a Charter City and operates under a Council/Manager form of government. The Council is composed of five members. As required by generally accepted accounting principles, the financial statements present the government and its component units for which the government is considered financially accountable. Blended component units, although legally separate entities, are, in substance, part of the government's operations and so data from these units are combined with the data of the primary government. Each blended component unit as described below has a June 30 year end.

Blended Component Units

City of San Ramon Redevelopment Agency

The City of San Ramon Redevelopment Agency (Agency) was established in 1985 pursuant to the State of California Health and Safety Code, section 33000 entitled, "Community Redevelopment Law". Its purpose was to finance long-term capital improvements designed to eliminate physical and economical blight in a project area. The City Council acted as the Agency governing board and exerted significant influence over its operations. The funds of the Agency have been included in the governmental activities of the financial statements. Pursuant to the provisions of the Redevelopment Restructuring Bill, the San Ramon Successor Agency (Successor Agency) was created and all of the assets, liabilities and obligations of the City of San Ramon Redevelopment Agency were transferred to the Successor Agency on February 1, 2012. See Note 17 for additional details.

San Ramon Public Financing Authority

The San Ramon Public Financing Authority (the Authority) was formed in 1987 as a joint powers authority between the City and the Authority in order to provide financial assistance to the City and the Authority by issuing debt and financing the construction of public facilities. The members of the City Council also act as the governing board of the Authority. Separate financial statements are not issued for the Authority.

(b) Government-wide and Fund Financial Statements

The government-wide financial statements (i.e., the statement of net assets and the statement of activities) report information on all of the nonfiduciary activities of the primary government. For the most part, the effect of interfund activity has been removed from these statements and eliminations have been made to minimize the double counting of internal activities.

CITY OF SAN RAMON, CALIFORNIA

NOTES TO THE FINANCIAL STATEMENTS

Fiscal year ended June 30, 2012

1. Summary of Significant Accounting Policies, continued

(b) Government-wide and Fund Financial Statements, continued

The statement of activities demonstrates the degree to which the direct expenses of a given function or segment is offset by program revenues. Direct expenses are those that are clearly identifiable with a specific function or segment. Program revenues include 1) charges to customers or applicants who purchase, use or directly benefit from goods, services, or privileges provided by a given function or segment and 2) grants and contributions that are restricted to meeting the operational or capital requirements of a particular function or segment. Taxes and other items not properly included among program revenues are reported instead as general revenues.

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

(c) Measurement Focus, Basis of Accounting, and Financial Statement Presentation

The government-wide, proprietary and fiduciary fund financial statements are reported using the economic resources measurement focus and the accrual basis of accounting. Revenues are recorded when earned and expenses are recorded when the liability is incurred, regardless of the timing of the related cash flows. Property taxes are recognized as revenues in the year for which they are levied. Grants and similar items are recognized as revenue as soon as all eligibility requirements imposed by the provider have been met. Agency funds, however, are unlike all other fund types, reporting only assets and liabilities. They do, however, use the accrual basis of accounting to recognize receivables and payables.

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

CITY OF SAN RAMON, CALIFORNIA

NOTES TO THE FINANCIAL STATEMENTS

Fiscal year ended June 30, 2012

1. Summary of Significant Accounting Policies, continued

(c) Measurement Focus, Basis of Accounting, and Financial Statement Presentation, continued

Property taxes, franchise taxes, licenses, charges for services, intergovernmental revenue and interest associated with the current fiscal period are all considered to be susceptible to accrual and so have been recognized as revenues of the current fiscal period. Only the portion of special assessments receivable due within the current fiscal period is considered to be susceptible to accrual as revenue of the current period. All other revenue items are considered to be measurable and available only when cash is received by the government. Inventories are reported in the governmental funds using the purchase method. Inventories are valued on a first-in-first-out basis and since they are held for the City's own use, they are not adjusted to reflect changes in their market value.

The City reports the following major governmental funds:

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

The Dougherty Valley Special Revenue Fund is used to account for revenue received from Contra Costa County as reimbursements for a variety of municipal services, including police protection, and street and park maintenance, to be provided by the City. Per a Memorandum of Understanding with the County, the City is required to separately track the costs of service provided in the Dougherty Valley Area, and submit claims for reimbursements for costs to the County.

The COP # 9 Debt Service Fund is used to account for debt service activity related to the 1996 Certificates of Participation.

The COP # 10 Debt Service Fund is used to account for debt service activity related to the 2001 Certificates of Participation.

The Capital Improvement Capital Projects Fund is used to account for expenditures for major infrastructure improvements of roads, sidewalks, City facilities, including parks, as well as for the procurement of major pieces of equipment.

In addition, the City reports the following fund types:

Proprietary Fund Type

Internal Service Funds are used to account for the financing of goods or services provided by one department of the City to other departments on a cost-reimbursement basis. The City has six internal service funds – The investment fund is for investment management, the equipment replacement fund is for recording the equipment and depreciation thereon, the information systems replacement fund is for recording computer equipment, the insurance liability fund is used to provide for the general liability and other claims against the City, the healthcare fund is used for payment of medical, dental, vision premiums and claims, and the building maintenance fund is used for the cost of maintaining City buildings.

CITY OF SAN RAMON, CALIFORNIA

NOTES TO THE FINANCIAL STATEMENTS

Fiscal year ended June 30, 2012

1. Summary of Significant Accounting Policies, continued

(c) Measurement Focus, Basis of Accounting, and Financial Statement Presentation, continued

Fiduciary Fund Types

Private-purpose trust fund is used to account for monies received from the Contra Costa County Auditor Controller for repayment of the enforceable obligations of the former San Ramon Redevelopment Agency. These funds are restricted for the sole purpose of payment of items on an approved Recognized Payment Obligation Schedule.

Agency Funds are used to account for assets held by the City as an agent for individuals, private organizations, and/or - other governments, in accordance with the conditions of the agreements. Agency funds are purely custodial and thus do not involve measurement of results of operations. The City has seven agency funds – Fostoria Assessment District Fund, Cree Court Assessment District Fund, SCCJEP A Trust Fund, Tri-Valley Transportation Trust Fund, Helping Hands Program, Tri-Valley TBID Fund, and DV Performing Arts Theater Fund.

As a general rule the effect of interfund activity has been eliminated from the government-wide financial statements.

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

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

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

CITY OF SAN RAMON, CALIFORNIA

NOTES TO THE FINANCIAL STATEMENTS

Fiscal year ended June 30, 2012

1. Summary of Significant Accounting Policies, continued

(d) Cash and Investments

For purposes of the statement of cash flows of the proprietary funds, all cash and investments with an original maturity of 90 days or less are considered to be cash and cash equivalents. The City pools its investment funds for maximum return.

Investments are included within the financial statement classifications of “Cash and investments” and “Cash and investments – restricted” and are stated at fair value.

The City has adopted the provisions of Government Accounting Standards Board (GASB) Statement No. 31, *Accounting and Financial Reporting for Certain Investments and for External Pools* (GASB 31), which require governmental entities to report certain investments at fair value in the financial statements and recognize the corresponding change in the fair value of investments in the year in which the change occurred. In accordance with GASB 31, the City has adjusted certain investments to fair value.

(e) Receivables and Payables

Activity between funds that are representative of lending/borrowing arrangements outstanding at the end of the fiscal year are referred to as either “due to/from other funds” (i.e., the current portion of interfund loans) or “advances to/from other funds” (i.e., the noncurrent portion of interfund loans). All other outstanding balances between funds are reported as “due to/from other funds.”

(f) Capital Assets

Capital assets, which include land, machinery, equipment (vehicles, computers, etc.), buildings and improvements, and infrastructure assets (roads, bridges, etc.), are reported in the statement of net assets. Capital assets are defined by the City as all land and buildings; vehicles, and equipment with an initial individual cost of more than \$5,000; improvements and infrastructure assets with costs of more than \$100,000. Such assets are recorded at historical cost or estimated historical cost if purchased or constructed. Donated or annexed capital assets are recorded at estimated market value at the date of donation or annexation.

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

Buildings and improvements	25 to 50 years
Vehicles and equipment	3 to 10 years
Parks improvements	25 years
Infrastructure assets	10 to 100 years

GASB Statement No. 34, *Basic Financial Statements—and Management's Discussion and Analysis—for State and Local Governments* (GASB 34), requires the City to report and depreciate infrastructure assets. Infrastructure assets includes pavement/roads, storm drains, sidewalks, landscaping, curb and gutters, street lights, traffic signals, bridges, culverts, catch basins, retaining and sound walls, v-ditches, and fencing.

CITY OF SAN RAMON, CALIFORNIA

NOTES TO THE FINANCIAL STATEMENTS

Fiscal year ended June 30, 2012

1. Summary of Significant Accounting Policies, continued

(g) Long-term Obligations

In the government-wide statements long-term obligations are recorded as liabilities in the statement of net assets and are also shown in the proprietary fund statements.

(h) Employee Compensated Absences

City employees may receive from 12 to 22 days vacation time each year, depending upon length of service. An employee may accumulate earned vacation time up to a maximum of two years' worth of accrued vacation leave. Upon termination, employees are paid the full value of their unused vacation and compensatory time at their existing salary. City employees may accrue 12 days of sick leave each year. Upon termination, employees are paid 25-50 percent depending on length of service, of the value of their unused sick leave balance at their existing salary. There is no fixed payment schedule for employee compensated absences.

(i) Property Taxes

Property taxes are assessed, collected and allocated by the County of Contra Costa.

The duties of assessing and collecting property taxes are performed by the County of Contra Costa Assessor and Tax Collector, respectively. Under the County's "Teeter Plan," the County remits the entire amount levied and handles all delinquencies, retaining interest and penalties. Tax levies cover the period from July 1 to June 30 of each year. All tax liens attach annually on the first day in January proceeding the fiscal year for which the taxes are levied. Taxes are levied on both real and personal property, as it exists on that date.

Secured property taxes are levied against real property and are due and payable in two equal installments. The first installment is due on November 1 and becomes delinquent if not paid by December 10. The second installment is due on February 1 and becomes delinquent if not paid by April 10. Unsecured personal property taxes are due on July 1 each year.

(j) Claims and Judgments

When it is probable that a claim liability has been incurred, and the amount of the loss can be reasonably estimated, the City records the estimated loss, net of any insurance coverage under its self-insurance program. At June 30, 2012, in the opinion of the City Attorney, the City had no material claims, which require loss provisions in the financial statements. Small claims and judgments are recorded as expenditures when paid.

The City's self-insurance program is administered through the Municipal Pooling Authority (the MPA), which is described at Note (12)a. The MPA is a public entity risk pool, which is accounted for under the provisions of GASB Statement No. 10, *Accounting and Financial Reporting for Risk Financing and Related Insurance Issues* (GASB 10). Claim losses recorded in the MPA include both current claims and Incurred But Not Reported (IBNR) claims. Deposits to the MPA are recorded by the City as insurance expenditures in the General Fund when paid. These deposits are subject to retrospective adjustment. Favorable claims experience result in a refund of deposits from the MPA and such refunds, if any, are recorded as a reduction of insurance expenditures in the year received. Adverse claims experience result in the payment of additional deposits and such deposits, if any, are recorded as insurance expenditures when paid.

CITY OF SAN RAMON, CALIFORNIA

NOTES TO THE FINANCIAL STATEMENTS

Fiscal year ended June 30, 2012

1. Summary of Significant Accounting Policies, continued

(k) Allocation of Interest Income Among Funds

The City pools all nonrestricted cash for investment purchases and allocates interest income based on month-end cash balances. Funds that have restricted cash record interest income in the respective fund.

(l) Estimates

The preparation of financial statements in conformity with accounting principles generally accepted in the United States of America requires management to make estimates and assumptions that affect certain reported amounts and disclosures. Accordingly, actual results could differ from those estimates.

2. Stewardship, Compliance and Accountability

(a) Budgetary Accounting

The City Council adopts an Annual Budget, in accordance with generally accepted accounting principles, no later than the second meeting of June of each year for the fiscal year commencing the following July 1. The City follows these procedures in establishing the budgetary data reflected in the financial statements:

1. During May of each year, the City Manager submits to the City Council a proposed budget for the next fiscal year. Copies are made available to the public, the press, and staff members.
2. A series of Council work sessions are held at which the recommended budget is reviewed in detail and the departments (as requested) provide additional information.
3. After review by the City Council, a public hearing is conducted for the purpose of receiving public input on the recommended operating and capital budgets, the Redevelopment Agency budget, the Master Fee Schedule, and the Gann Appropriation Limit.
4. Upon completion of the hearings and modifications, if any, to the proposed budget, it is adopted, in late June, by the City Council through passage of appropriate resolutions.
5. Generally, the budget is amended in the middle of the year and at the end of the year. All approved additional appropriations are added to the adopted budget and an amended budget is presented to the City Council, which adopts it after due review. Expenditures may not exceed budgeted appropriations at the fund level.

Under Article XIII B of the California Constitution (the Gann Spending Limitation Initiative), the City is restricted as to the amount of annual appropriations from the proceeds of taxes, and if proceeds of taxes exceed allowed appropriations, the excess must either be refunded to the State Controller, returned to the taxpayers through revised tax rates or revised fee schedules, or an excess in one year may be offset against a deficit in the following year. For the fiscal year ended June 30, 2012, based on calculations by City Management, proceeds of taxes did not exceed related appropriations.

CITY OF SAN RAMON, CALIFORNIA

NOTES TO THE FINANCIAL STATEMENTS

Fiscal year ended June 30, 2012

2. Stewardship, Compliance and Accountability, continued

(b) Expenditures in Excess of Appropriations

The City had the following funds with expenditures in excess of appropriations for the year ended June 30, 2012:

Major funds:

COP #9	\$ (4,543,775)
COP #10	(7,568,812)

Nonmajor funds:

COP #12	\$ (515,748)
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3. Cash and Investments

Cash and investments as of June 30, 2012 are classified in the accompanying financial statements as follows:

Statement of net assets:

Cash and investments	\$ 69,758,477
Cash and investments - restricted	2,920,369

Fiduciary funds:

Cash and investments	8,714,216
Cash and investments - restricted	5,984,876

Total cash and investments \$ 87,377,938

Cash and investments as of June 30, 2012 consist of the following:

Cash on hand	\$ 5,325
Deposits with financial institutions	83,195
Investments	87,289,418

Total cash and investments \$ 87,377,938

CITY OF SAN RAMON, CALIFORNIA

NOTES TO THE FINANCIAL STATEMENTS

Fiscal year ended June 30, 2012

3. Cash and Investments, continued

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

The table below identifies the *investment types* that are authorized for the City by the California Government Code (or the City's investment policy, where more restrictive). The table also identifies certain provisions of the California Government Code (or the City's investment policy, where more restrictive) that address *interest rate risk*, *credit risk*, and *concentration of credit risk*. This table does not address investment 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; nor does the table address the investment of funds set aside for the payment of retiree health care benefits which are governed by a separate less restrictive section of the California Government Code.

Authorized Investment Type	Maximum Maturity	Minimum Credit Quality	Maximum Percentage of Portfolio*	Maximum Investment in One Issuer
U.S. Treasury Obligations	5 years	None	None	None
Federal Agency Securities	5 years	None	None	None
Commercial Paper	270 days	A1/P1/F1	25%	10%
Medium-Term Notes	5 years	AA	30%	None
Bankers' Acceptances	180 days	None	40%	10%
Negotiable Time Certificates of Deposit	5 years	AA	30%	None
Repurchase Agreements	30 days	None	None	None
Money Market Mutual Funds	5 years	AAAm	15%	None
Municipal Bonds	5 years	AA	None	None
Local Agency Bonds	5 years	AA	None	None
Local Agency Investment Fund (LAIF)	N/A	None	15%	None

* Excluding amounts held by bond trustee and funds invested for the payment of retiree health care benefits.

CITY OF SAN RAMON, CALIFORNIA

NOTES TO THE FINANCIAL STATEMENTS

Fiscal year ended June 30, 2012

3. Cash and Investments, continued

Investments Authorized by Debt Agreements

Investments of debt proceeds held by bond trustees are governed by provisions of the debt agreements, rather than the general provisions of the California Government Code or the City's investment policy. The table below identifies the investment types that are authorized for investments held by bond trustee. The table also identifies certain provisions of these debt agreements that address interest rate risk, credit risk, and concentration of credit risk.

Authorized Investment Type	Maximum Maturity	Maximum Percentage Allowed	Maximum Investment in One Issuer	Minimum Credit Quality
U.S. Treasury Obligations	None	None	None	None
Federal Securities	None	None	None	None
Federal Agency Obligations	3 years	None	None	AAA
Commercial Paper	270 days	None	None	A-1, AAA
Medium-Term Corporate Notes	5 years	None	None	None
Banker's Acceptance	366 days	None	None	A-1
Mortgage-backed Securities	None	None	None	None
Money Market Funds	N/A	None	None	AAAm
Municipal Bonds	None	None	None	AAA
Local Agency Bonds	None	None	None	None
Investment Agreements	30 years	None	None	None
Local Agency Investment Fund (LAIF)	N/A	None	None	None

CITY OF SAN RAMON, CALIFORNIA

NOTES TO THE FINANCIAL STATEMENTS

Fiscal year ended June 30, 2012

3. Cash and Investments, continued

Disclosures Relating to Interest Rate Risk

Interest rate risk is the risk that changes in market interest rates 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 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 maturities so that a portion of the portfolio is maturing or coming close to maturity evenly over time as necessary to provide the cash flow and liquidity needed for operations.

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

Investment Type	Remaining Maturity (in Months)				Total
	12 Months Or Less	13 to 24 Months	25-60 Months	More Than 60 Months	
Federal Agency Securities	\$ 18,023,940	\$ 22,037,580	\$ 20,043,440	\$ -	\$ 60,104,960
U.S. Treasury Notes	2,002,420	-	1,998,280	-	4,000,700
Money Market Funds	80,772	-	-	-	80,772
Commercial Paper	10,290,874	-	-	-	10,290,874
Local Agency Investment Fund (LAIF)	141,550	-	-	-	141,550
Held by bond trustee:					
Money Market Funds	10,630,040	-	-	-	10,630,040
Federal Agency Securities	2,040,522	-	-	-	2,040,522
Total Investments	\$ 43,210,118	\$ 22,037,580	\$ 22,041,720	\$ -	\$ 87,289,418
<i>Demand Deposits and Cash on Hand</i>					88,520
				<i>Total Cash and Investments</i>	\$ 87,377,938

CITY OF SAN RAMON, CALIFORNIA

NOTES TO THE FINANCIAL STATEMENTS

Fiscal year ended June 30, 2012

3. Cash and Investments, continued

Disclosures Relating to 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. This is measured by the assignment of a rating by a nationally recognized statistical rating organization. Presented below is the minimum rating required by (where applicable) the California Government Code, the City's investment policy, or debt agreements, and the actual rating as of yearend for each investment type.

Investment Type	Minimum Legal Rating	Exempt From Disclosure	Rating as of Year End				Total
			AAA	A+	A-1	Not Rated	
Federal Agency Securities	N/A	\$ -	\$ 64,105,660	\$ -	\$ -	\$ -	\$ 64,105,660
Money Market Funds	AAA	-	80,772	-	-	-	80,772
Commercial Paper	A-1	-	-	-	10,290,874	-	10,290,874
Local Agency Investment Fund (LAIF)	N/A	-	-	-	-	141,550	141,550
Held by bond trustee:							
Money Market Funds	AAA	-	10,630,040	-	-	-	10,630,040
Federal Agency Securities	N/A	-	1,588,717	451,805	-	-	2,040,522
		\$ -	\$ 76,405,189	\$ 451,805	\$ 10,290,874	\$ 141,550	\$ 87,289,418

Concentration of Credit Risk

The investment policy of the City contains no limitations on the amount that can be invested in any one issuer beyond that stipulated by the California Government Code. Investments in any one issuer (other than U.S. Treasury securities, mutual funds, and external investment pools) that represent 5% or more of *total City investments* are as follows:

Issuer	Investment Type	Amount
Federal Home Loan Bank Bonds	Federal Agency Securities	\$ 17,312,534
Federal Home Loan Mortgage Corporation	Federal Agency Securities	14,031,900
Federal National Mortgage Association	Federal Agency Securities	16,032,760
Federal Farm Credit Bank	Federal Agency Securities	22,024,920

CITY OF SAN RAMON, CALIFORNIA

NOTES TO THE FINANCIAL STATEMENTS

Fiscal year ended June 30, 2012

3. Cash and Investments, continued

Custodial Credit Risk

Custodial credit risk for deposits is the risk that, in the event of the failure of a depository financial institution, a government will not be able to recover its deposits or will not be able to recover collateral securities that are in the possession of an outside party. The custodial credit risk for investments is the risk that, in the event of the failure of the counterparty (e.g., broker-dealer) to a transaction, a government will not be able to recover the value of its investment or collateral securities that are in the possession of another party. The California Government Code and the City's policy do not contain legal or policy requirements that would limit the exposure to custodial credit risk for deposits or investments, other than the following provision for deposits: The California Government Code requires that a financial institution secure deposits made by state or local governmental units by pledging securities in an undivided collateral pool held by a depository regulated under state law (unless so waived by the governmental unit). The market value of the pledged securities in the collateral pool must equal at least 110% of the total amount deposited by the public agencies. California law also allows financial institutions to secure City deposits by pledging first trust deed mortgage notes having a value of 150% of the secured public deposits.

As of June 30, 2012, \$6,178,236 of the City's deposits with financial institutions in excess of Federal Depository Insurance Limits were held in collateralized amounts.

Investment in State Investment Pool

The City is a voluntary participant in the Local Agency Investment Fund (LAIF) that is regulated by California Government Code Section 16429 under the oversight of the Treasurer of the State of California. The book value of the City's investment in this pool is reported in the accompanying financial statements at amounts based upon the City's pro-rata share of the fair value provided by LAIF for the entire LAIF portfolio (in relation to the amortized cost of that portfolio). The balance available for withdrawal is based on the accounting records maintained by LAIF, which are recorded on an amortized cost basis.

The total amount invested by all public agencies in LAIF as of June 30, 2012 was \$21.9 billion. LAIF is a part of the California Pooled Money Investment Act (PMIA), which at June 30, 2012 had a balance of \$62.7 billion. Of that amount, 3.47% was invested in medium-term and short-term structured notes and asset backed securities. The average maturity of PMIA investments was 270 days as of June 30, 2012.

4. Interfund Transactions

(a) Interfund Balances

The purpose of the interfund receivables and payables is to make short-term loans from the General Fund to various funds. This interfund loans is to provide for operating cash flow.

Due From Fund	Due To Fund	Amount
General Fund	Nonmajor Governmental Fund	\$ 65,250
	Total	<u>\$ 65,250</u>

CITY OF SAN RAMON, CALIFORNIA

NOTES TO THE FINANCIAL STATEMENTS

Fiscal year ended June 30, 2012

4. Interfund Transactions, continued

(b) Interfund Advances

The City Council authorized a loan from the General Fund to the Citywide Lighting and Landscaping Special Revenue Fund for \$353,183 to assist in funding for the Citywide Lighting Upgrade project. The project is anticipated to be completed in February 2013. The advance is to be paid back to the General Fund upon receipt of the project rebate, in the amount of \$353,183, from Pacific Gas & Electric.

(c) Interfund Transfers

Interfund transfers for the year ended June 30, 2012 consisted of the following:

Transfer From	Transfer To	Amount	
General Fund	Capital Improvements Capital		
	Projects Fund	\$ 77,946	(b)
	Non-Major Governmental Funds	1,663,043	(a) (c)
	Internal Service Funds	<u>261,008</u>	(a)
		<u>2,001,997</u>	
Dougherty Valley Special Revenue Fund	Capital Improvements Capital		
	Projects Fund	60,254	(b)
	Internal Service Funds	<u>3,364</u>	(a)
		<u>63,618</u>	
COP #9 Debt Service Fund	Non-Major Governmental Funds	5,825,708	(c)
COP #10 Debt Service Fund	Non-Major Governmental Funds	10,617,580	(c)
Capital Improvements Capital Projects Fund	General Fund	63,642	(a)
	Non-Major Governmental Funds	624,318	(e)
	Internal Service Funds	<u>690</u>	(e)
		<u>688,650</u>	
Non-Major Governmental Funds	General Fund	2,390,612	(a) (c)
	COP #9 Debt Service Fund	5,048,500	(c)
	COP #10 Debt Service Fund	8,825,232	(c)
	Capital Improvements Capital		
	Projects Fund	7,857,481	(b)
	Non-Major Governmental Funds	15,306,723	(a) (d)
Internal Service Funds	<u>84,031</u>	(a) (c)	
		<u>39,512,579</u>	
Internal Service Funds	General Fund	431,810	(a) (d)
	Internal Service Funds	8,525	(d)
	Capital Improvements Capital		
	Projects Fund	437,000	(b)
	Non-Major Governmental Funds	<u>4,075</u>	(a)
		<u>881,410</u>	
		<u>\$ 59,591,542</u>	

Interfund transfers were principally used for the following purposes:

- (a) Transfers to fund operation expenditures
- (b) Transfers to fund capital improvements
- (c) Transfers to fund debt service
- (d) Transfers to fund administrative expenses
- (e) Transfers to return excess funds to source

CITY OF SAN RAMON, CALIFORNIA

NOTES TO THE FINANCIAL STATEMENTS

Fiscal year ended June 30, 2012

5. Notes Receivable

Notes receivable activity for the year ended June 30, 2012 is as follows:

	Balance at June 30, 2011 *	Additions	Deletions	Transfers to Successor Agency	Balance at June 30, 2012
Greystone Homes, Inc.	\$ 9,925	\$ -	\$ (5,000)	\$ -	\$ 4,925
American Baptist Homes	5,500,000	-	-	(5,500,000)	-
REHAB Loan Program	315,938	-	(3,705)	(312,233)	-
Sunset Development	7,285,000	-	-	-	7,285,000
Cree Court	133,740	-	(6,687)	-	127,053
Diablo Motors	-	20,000	(1,724)	(18,276)	-
Total notes receivable	<u>\$ 13,244,603</u>	<u>\$ 20,000</u>	<u>\$ (17,116)</u>	<u>\$ (5,830,509)</u>	<u>\$ 7,416,978</u>

* Certain reclassifications of additional note receivable balances have been made.

(a) Greystone Homes, Inc.

In January 1996, the Agency and the City entered into an Affordable Housing Agreement with Greystone Homes, Inc. The agreement provides for various restrictions on the project to facilitate the affordability of housing units to qualifying low and moderate-income residents. The agreement calls for the reduction of the purchase price of affordable units by \$5,000. Upon initial sale of each affordable unit, the homebuyer will execute a promissory note to the Agency for \$9,925, accruing annually compounded interest at 3 percent for a term not to exceed 30 years. The homebuyer agrees to repay the note upon sale or transfer of the affordable unit. For each note, \$4,925 represents the deferred payment of the San Ramon Valley Boulevard Widening Fee to the City. The amount of notes outstanding as of June 30, 2012 was \$4,925.

(b) Sunset Development

On July 1, 2008 the City and Sunset Development entered into a Mutual Release Agreement which states the City relinquishes its option to commence construction on the 7.56 acre parcel and thereby allows Sunset Development to exercise its option to purchase the property from the City, (which is part of the Bishop Ranch Agreement discussed in Note 13(a), in the amount of \$8,285,000. On July 2, 2008 the City sold the 7.56 acre parcel to Sunset Development. The City received \$1,000,000 in cash and the remaining amount was converted to a note with a maturity date of December 31, 2012. On December 15, 2009, the note was modified to extend the maturity date to January 1, 2015. Interest accrues at 6% annually and is paid quarterly. The outstanding balance as of June 30, 2012 was \$7,285,000.

(c) Cree Court

The City provided home improvement loans to three homeowners within the City. These individuals make principal and interest payments through their property taxes. See Developer Agreement Note 13(e) for additional information. The total amount of the notes outstanding as of June 30, 2012 was \$127,053.

CITY OF SAN RAMON, CALIFORNIA

NOTES TO THE FINANCIAL STATEMENTS

Fiscal year ended June 30, 2012

6. Capital Assets

The following table presents the capital assets activity for the year ended June 30, 2012:

<u>Governmental activities</u>	<u>Balances at June 30, 2011</u>	<u>Additions</u>	<u>Transfers/ Deletions</u>	<u>Balances at June 30, 2012</u>
Capital assets not being depreciated:				
Land	\$ 45,996,051	\$ 83,900	\$ (5,860,365)	\$ 40,219,586
Construction in progress	32,275,249	2,113,161	(1,260,325)	33,128,085
Total capital assets not being depreciated	<u>78,271,300</u>	<u>2,197,061</u>	<u>(7,120,690)</u>	<u>73,347,671</u>
Capital assets, being depreciated:				
Park improvements	47,162,702	713,100	-	47,875,802
Buildings and improvements	57,622,662	-	-	57,622,662
Machinery, furniture and equipment	9,832,880	335,729	(975,500)	9,193,109
Infrastructure:				
Pavement/roads	167,834,364	3,715,800	-	171,550,164
Curb and gutter	33,006,247	212,900	-	33,219,147
Sidewalks	47,070,517	516,700	-	47,587,217
Catch basins	10,361,063	238,000	-	10,599,063
Storm drains	67,902,683	2,368,400	-	70,271,083
V-Ditch	813,594	260,700	-	1,074,294
Street lights	26,740,092	462,000	-	27,202,092
Traffic signals	18,250,159	1,260,325	-	19,510,484
Bridge	13,537,191	125,400	-	13,662,591
Culvert	10,257,415	-	-	10,257,415
Retaining/soundwalls	4,246,667	78,600	-	4,325,267
Drainage structure	415,900	2,067,200	-	2,483,100
Fencing	443,009	292,800	-	735,809
Landscaping	43,693,490	342,400	-	44,035,890
Total capital assets being depreciated	<u>559,190,635</u>	<u>12,990,054</u>	<u>(975,500)</u>	<u>571,205,189</u>
Less accumulated depreciation for:				
Park improvements	(16,136,597)	(1,810,184)	-	(17,946,781)
Buildings and improvements	(13,083,953)	(1,244,464)	-	(14,328,417)
Machinery, furniture and equipment	(7,614,201)	(672,949)	944,179	(7,342,971)
Infrastructure:				
Pavement/roads	(70,255,706)	(7,247,301)	-	(77,503,007)
Curb and gutter	(9,168,630)	(532,738)	-	(9,701,368)
Sidewalks	(21,378,060)	(1,329,403)	-	(22,707,463)
Catch basins	(2,633,335)	(211,981)	-	(2,845,316)
Storm drains	(16,946,413)	(1,405,422)	-	(18,351,835)
V-Ditch	(286,633)	(19,453)	-	(306,086)
Street lights	(11,146,786)	(886,799)	-	(12,033,585)
Traffic signals	(10,704,464)	(656,066)	-	(11,360,530)
Bridge	(2,474,804)	(273,252)	-	(2,748,056)
Culvert	(466,966)	(205,148)	-	(672,114)
Retaining/soundwalls	(632,247)	(173,011)	-	(805,258)
Drainage structure	(8,318)	(49,662)	-	(57,980)
Fencing	(82,414)	(36,790)	-	(119,204)
Landscaping	(7,121,911)	(1,782,142)	-	(8,904,053)
Total accumulated depreciation	<u>(190,141,438)</u>	<u>(18,536,765)</u>	<u>944,179</u>	<u>(207,734,024)</u>
Total capital assets, being depreciated, net	<u>369,049,197</u>	<u>(5,546,711)</u>	<u>(31,321)</u>	<u>363,471,165</u>
Governmental activities capital assets, net	<u>\$ 447,320,497</u>	<u>\$ (3,349,650)</u>	<u>\$ (7,152,011)</u>	<u>\$ 436,818,836</u>

CITY OF SAN RAMON, CALIFORNIA

NOTES TO THE FINANCIAL STATEMENTS

Fiscal year ended June 30, 2012

6. Capital Assets, continued

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

Governmental activities:

General government	\$ 88,738
Community development	68,219
Public works	16,724,257
Parks and community services	982,602
Depreciation on capital assets held by the City's Internal Service Funds is charged to various functions based on their usage of the assets	672,949
Total depreciation expense - governmental activities	<u><u>\$ 18,536,765</u></u>

7. Long-Term Liabilities

Long-term liability activity for the year ended June 30, 2012 is as follows:

	Balance at June 30, 2011	Additions	Reductions	Transfers to Successor Agency	Balance at June 30, 2012	Due Within One Year
Tax allocation bonds:						
1998 Tax Allocation Bonds	\$ 20,380,000	\$ -	\$ -	\$ (20,380,000)	\$ -	\$ -
2004 Tax Allocation Bonds	6,045,000	-	-	(6,045,000)	-	-
2006 Tax Allocation Bonds A	31,866,570	-	-	(31,866,570)	-	-
2006 Tax Allocation Bonds B	20,370,000	-	-	(20,370,000)	-	-
Premium on Debt	530,736	-	-	(530,736)	-	-
Revenue bonds:						
2005 ERAF Tax Revenue Bonds	240,000	-	(27,500)	(212,500)	-	-
2006 ERAF Tax Revenue Bonds	305,000	-	(27,500)	(277,500)	-	-
Certificates of Participation:						
1996 COPS #9 Refunding Issue	4,915,000	-	(4,915,000)	-	-	-
2001 COPS #10 Refunding Issue	8,415,000	-	(8,415,000)	-	-	-
2003 COPS #11 Refunding Issue	1,375,000	-	(175,000)	-	1,200,000	180,000
2011 COPS #12 Refunding Issue	-	11,585,000	-	-	11,585,000	-
Premium on Debt	-	624,555	(44,611)	-	579,944	44,611
Deferred Loss on Refunding	-	(364,212)	26,015	-	(338,197)	26,015
Pension Obligation Bonds	17,425,000	-	(110,000)	-	17,315,000	145,000
HELP Loan	750,000	-	-	(750,000)	-	-
Bank of America Capital Lease	-	2,687,302	-	-	2,687,302	90,222
Capital lease	48,612	-	(15,352)	-	33,260	16,189
Compensated absences	3,283,293	485,451	(424,267)	-	3,344,477	424,267
	<u>\$ 115,949,211</u>	<u>\$ 15,018,096</u>	<u>\$ (14,128,215)</u>	<u>\$ (80,432,306)</u>	<u>\$ 36,406,786</u>	<u>\$ 926,304</u>

CITY OF SAN RAMON, CALIFORNIA

NOTES TO THE FINANCIAL STATEMENTS

Fiscal year ended June 30, 2012

7. Long-Term Liabilities, continued

(a) 2003 Certificates of Participation (COP #11)

On March 1, 2003, the City issued \$2,580,000 of refunding certificates of participation. These certificates were issued to advance refund the City's 1993 Certificates of Participation to take advantage of the substantially lower prevailing interest rates. The 1993 Certificates of Participation of \$3,000,000 was issued to refund a 1987 Certificate of Participation and restructure the debt for economic reasons. Interest on the certificates accrues at 2.50% to 4.40% and is payable semiannually on September 1 and March 1. Principal is payable each March 1.

The City is in compliance with the covenants contained in debt indentures, which require the establishment of certain specific accounts for the certificates of participation.

Debt service payments on the 2003 Certificates of Participation will be made from a non-major debt service fund. Annual debt service requirements to maturity are as follows:

Year Ending June 30,	2003 COP #11 Refunding		
	Principal	Interest	Total
2013	\$ 180,000	\$ 50,266	\$ 230,266
2014	190,000	43,066	233,066
2015	195,000	35,466	230,466
2016	205,000	27,423	232,423
2017	210,000	18,710	228,710
2018	220,000	9,680	229,680
Total	<u>\$ 1,200,000</u>	<u>\$ 184,611</u>	<u>\$ 1,384,611</u>

(b) 2011 Certificates of Participation (COP #12)

On July 12, 2011, the City issued \$11,585,000 of refunding certificates of participation. These certificates were issued to refund the City's 2001 Certificates of Participation in the amount of \$8,415,000 and the City's 1996 Certificates of Participation in the amount of \$4,915,000. As a result of this current refunding, the refunded bonds are considered to be defeased and the liability has been removed from the statement of net assets. Interest on the certificates accrues at 2.50% to 5.00% and is payable semiannually on June 1 and December 1. Principal is payable each June 1.

The reacquisition price exceeded the net carrying amount of the old debt by \$364,212. This amount is being netted against the new debt and amortized over the remaining life of the new debt, which is shorter than the life of the refunded debt. The refunding resulted in a decrease in debt service payments of \$3,224,749.

CITY OF SAN RAMON, CALIFORNIA

NOTES TO THE FINANCIAL STATEMENTS

Fiscal year ended June 30, 2012

7. Long-Term Liabilities, continued

(b) 2011 Certificates of Participation (COP #12), continued

The City is in compliance with the covenants contained in debt indentures, which require the establishment of certain specific accounts for the certificates of participation.

Debt service payments on the 2011 Certificates of Participation will be made from a non-major debt service fund. Annual debt service requirements to maturity are as follows:

Year Ending June 30,	2011 COP #12 Refunding		
	Principal	Interest	Total
2013	\$ -	\$ 430,950	\$ 430,950
2014	1,070,000	430,950	1,500,950
2015	1,180,000	393,500	1,573,500
2016	1,230,000	346,300	1,576,300
2017	1,260,000	315,550	1,575,550
2018 - 2022	5,925,000	862,775	6,787,775
2023 - 2024	920,000	64,800	984,800
Total	\$ 11,585,000	\$ 2,844,825	\$ 14,429,825

(c) Pension Obligation Bonds

On January 21, 2010, taxable pension obligation bonds in the amount of \$17,650,000 were issued to prepay the unfunded CALPERS pension obligation. Interest on the bonds accrues at 4 to 6.4 percent and is payable semiannually on June 1 and December 1. Principal is payable each June 1. Term bonds maturing February 1, 2039 are subject to mandatory sinking fund redemption at par commencing June 1, 2015. The total debt service amount for the bonds is \$37.1 million.

Cash and investments in the custody of the fiscal agent are restricted by the bond resolutions for payment of principal and interest on the tax allocation bonds. In addition, the bond resolutions require retention of funds held by the fiscal agent prior to use for other than debt service.

The City is in compliance with the covenants contained in debt indentures, which require the establishment of certain specific accounts for the pension obligation bonds.

CITY OF SAN RAMON, CALIFORNIA

NOTES TO THE FINANCIAL STATEMENTS

Fiscal year ended June 30, 2012

7. Long-Term Liabilities, continued

(c) Pension Obligation Bonds, continued

Debt service payments on the Pension Obligation Bonds will be made from a non-major debt service fund. Annual debt service requirements to maturity are as follows:

Year Ending June 30,	2010 Taxable Pension Obligation Bonds		
	Principal	Interest	Total
2013	\$ 145,000	\$ 1,081,833	\$ 1,226,833
2014	180,000	1,076,033	1,256,033
2015	215,000	1,068,833	1,283,833
2016	255,000	1,060,233	1,315,233
2017	305,000	1,045,912	1,350,912
2018 - 2022	2,030,000	4,926,294	6,956,294
2023 - 2027	2,755,000	4,208,320	6,963,320
2028 - 2032	3,765,000	3,206,080	6,971,080
2033 - 2037	5,125,000	1,836,800	6,961,800
2038 - 2039	2,540,000	246,400	2,786,400
Total	\$ 17,315,000	\$ 19,756,738	\$ 37,071,738

(d) Bank of America Capital Lease

On June 28, 2012, the City entered into a twelve year lease agreement in the amount of \$2,687,302 for the lease/purchase of LED lights for the Citywide lighting project. The total monthly payments range from \$18,105 to \$25,940 including interest at 2.34%. At June 30, 2012 the outstanding balance is \$2,687,302.

(e) Capital Lease

On July 10, 2006, the City entered into an eight year lease agreement in the amount of \$114,763 for the lease/purchase of an Elgin Air Sweeper. The total monthly payments are \$1,464 including interest at 5.32%. At June 30, 2012 the outstanding balance is \$33,260.

(f) Employee Compensated Absences

The long-term compensated absences balance at June 30, 2012 is \$3,344,477. The City's compensated absences policy is described in Note 1(h). Based on historical trends, \$424,267 of that amount is estimated to be used and/or paid out during fiscal year 2012-13. The liability will be paid from future resources primarily from the insurance liability internal service fund.

CITY OF SAN RAMON, CALIFORNIA

NOTES TO THE FINANCIAL STATEMENTS

Fiscal year ended June 30, 2012

8. Net Assets and Fund Balances

(a) Net Assets

The government-wide and proprietary fund financial statements utilize a net assets presentation. Net assets are categorized as invested in capital assets (net of related debt), restricted, and unrestricted.

- *Invested in Capital Assets, Net of Related Debt* groups all capital assets, including infrastructure, into one component of net assets. Accumulated depreciation and the outstanding balances of debt that are attributable to the acquisition, construction, or improvement of these assets reduce the balance in this category.
- *Restricted Net Assets* reflects net assets that are subject to constraints either (1) externally imposed by creditors, grantors, contributors, or laws or regulations of other governments, or (2) imposed by law through constitutional provisions or enabling legislation. Enabling legislation authorizes the City to assess, levy, charge, or otherwise mandate payment of resources and includes a *legally enforceable* requirement that those resources be used only for the specific purposes stipulated in the legislation. A legally enforceable enabling legislation restriction is one that a party external to a government – such as citizens, public interest groups, or the judiciary – can compel a government to honor.
- *Unrestricted Net Assets* represents net assets of the City that are not restricted for any project or purpose.

(b) Fund Balances

As prescribed by GASB Statement No. 54, *Fund Balance Reporting and Governmental Fund Type Definitions* (GASB 54), governmental funds report fund balance in classifications based primarily on the extent to which the City is bound to honor constraints on the specific purposes for which amounts in the funds can be spent. As of June 30, 2012, fund balances for government funds are made up of the following:

- *Nonspendable Fund Balance* – includes amounts that are (a) not in spendable form, or (b) legally or contractually required to be maintained intact. The “not in spendable form” criterion includes items that are not expected to be converted to cash, for example: inventories, prepaid amounts, and long-term notes receivable.
- *Restricted Fund Balance* – includes amounts that can be spent only for the specific purposes stipulated by external resource providers, constitutionally or through enabling legislation. Restrictions may effectively be changed or lifted only with the consent of resource providers.
- *Committed Fund Balance* – includes amounts that can only be used for the specific purposes determined by a formal action of the City’s highest level of decision-making authority, the City Council. Commitments may be changed or lifted only by the City taking the same formal action that imposed the constraint originally. As of June 30, 2012, the City has committed fund balance in the amount of \$330,681.

CITY OF SAN RAMON, CALIFORNIA

NOTES TO THE FINANCIAL STATEMENTS

Fiscal year ended June 30, 2012

8. Net Assets and Fund Balances, continued

(b) Fund Balances, continued

- *Assigned Fund Balance* – comprises amounts intended to be used by the City for specific purposes that are neither restricted nor committed. *Intent* is expressed by (1) the City Council or (b) a body (for example: a budget or finance committee) or official to which the City Council has delegated the authority to assign amounts to be used for specific purposes.
- *Unassigned Fund Balance* – is the residual classification for the General Fund and includes all amounts not contained in the other classifications. Unassigned amounts are technically available for any purpose.

In circumstances when an expenditure is made for a purpose for which amounts are available in multiple fund balance classifications, fund balance is generally depleted in the order of restricted, committed, assigned, and unassigned.

Fund balances for all the major and nonmajor governmental funds as of June 30, 2012, were distributed as follows:

	General Fund	Dougherty Valley Special Revenue Fund	Capital Project Fund	Nonmajor Governmental	Total
Nonspendable:					
Prepays	\$ 199,673	\$ 4,917	\$ -	\$ -	\$ 204,590
Notes and loans receivable	127,053	-	-	4,925	131,978
Advances	353,183	-	-	-	353,183
Total nonspendable	<u>679,909</u>	<u>4,917</u>	<u>-</u>	<u>4,925</u>	<u>689,751</u>
Restricted:					
Community development	-	-	-	88,428	88,428
Developer	-	-	-	646,448	646,448
Streets and roads	-	-	-	10,631,140	10,631,140
Debt Services	-	-	-	16,356,995	16,356,995
Park and facilities improvements	-	4,267,500	-	307,675	4,575,175
Lighting and landscape	-	-	-	2,987,714	2,987,714
Capital projects	-	-	12,683,835	-	12,683,835
Public safety	-	3,491,591	-	31,189	3,522,780
Solid waste	-	-	-	195,381	195,381
Total restricted	<u>-</u>	<u>7,759,091</u>	<u>12,683,835</u>	<u>31,244,970</u>	<u>51,687,896</u>
Committed	-	-	-	330,681	330,681
Unassigned	<u>8,258,329</u>	<u>-</u>	<u>-</u>	<u>-</u>	<u>8,258,329</u>
Total fund balances	<u>\$ 8,938,238</u>	<u>\$ 7,764,008</u>	<u>\$ 12,683,835</u>	<u>\$ 31,580,576</u>	<u>\$ 60,966,657</u>

(c) Fund Balance Classifications

In the fund financial statements, governmental funds report the following classifications: nonspendable, restricted, committed, assigned, and unassigned. The City Council, as the highest level of decision making authority for the City, has the ability to *commit* fund balances through the adoption of a formal resolution. The same action must be taken to modify or rescind the commitment. The City Council has approved a policy authorizing the City Manager to *assign* fund balances.

CITY OF SAN RAMON, CALIFORNIA

NOTES TO THE FINANCIAL STATEMENTS

Fiscal year ended June 30, 2012

8. Net Assets and Fund Balances, continued

(d) Policies

The City considers restricted amounts to have been spent first when an expenditure is incurred for purposes of which both restricted and unrestricted fund balance is available. Additionally, the City considers committed amounts to have been spent first, assigned amounts to have been spent second, and unassigned amounts to have been spent last when an expenditure is incurred for purposes of which committed, assigned, and unassigned fund balance is available.

9. Defined Benefit Pension Plan (PERS)

(a) Plan Description

The City's defined benefit pension plan provides retirement and disability benefits, annual cost-of-living adjustments, and death benefits to plan members and beneficiaries of the Miscellaneous Plan of the City of San Ramon. The Miscellaneous Plan is part of the Public Agency portion of the California Public Employees Retirement System (CalPERS), an agent single-employer plan administered by CalPERS, which acts as a common investment and administrative agent for participating public employers within the State of California. The City also contributes to the cost sharing multiple-employer public employee defined benefit pension plan for safety employees. CalPERS provides retirement and disability benefits, annual cost-of-living adjustments, and death benefits to plan members and beneficiaries of the Safety Police Plan of the City of San Ramon. A menu of benefit provisions, as well as other requirements are established by State statutes within the Public Employees' Retirement Law. The City selects optional benefit provisions from the benefit menu by contract with CalPERS and adopts those benefits through local ordinance. CalPERS issues a separate comprehensive annual financial report. Copies of the CalPERS' annual financial report may be obtained from the CalPERS Executive Office, 400 P Street, Sacramento, CA 95814.

(b) Funding Policy

Active plan members in the Miscellaneous Plan of the City are required to contribute 8% of their annual covered salary. For miscellaneous members, the City pays a 6% contribution for all permanent full-time and part-time positions and the employees contribute 2%. Active plan members in the safety plan of the City are required to contribute 9% of their annual covered salary. For safety employees, the City pays a 8% contribution for all permanent full-time and part-time positions and the employees contribute 1%. Additionally, the City is required to contribute the actuarially determined remaining amounts necessary to fund the benefits for its members based on the Entry Age Actuarial Cost Method. The actuarial methods and assumptions used are those adopted by the CalPERS Board of Administrations. The required employer contribution rate for fiscal year ended June 30, 2012 was 12.670% for miscellaneous employees and 25.821% for safety employees. The contribution requirements of the plan members are established by State statute and the employer contribution rate is established and may be amended by CalPERS.

CITY OF SAN RAMON, CALIFORNIA

NOTES TO THE FINANCIAL STATEMENTS

Fiscal year ended June 30, 2012

9. Defined Benefit Pension Plan (PERS), continued

(b) Funding Policy, continued

A summary of principle assumptions and methods used to determine the ARC is shown below:

	Miscellaneous Plan	Safety Plan
Valuation Date	June 30, 2009	June 30, 2009
Actuarial Cost Method	Entry Age Normal Cost Method	Entry Age Normal Cost Method
Amortization Method	Level Percent of Payroll	Level Percent of Payroll
Average Remaining Period	14 Years as of the Valuation Date	18 Years as of the Valuation Date
Asset Valuation Method	15 Year Smoothed Market	15 Year Smoothed Market
Actuarial Assumptions		
Investment Rate of Return	7.75% (net of administrative expenses)	7.75% (net of administrative expenses)
Projected Salary Increases	3.55% to 14.45% depending on Age, Service, and type of employment	3.55% to 14.45% depending on Age, Service, and type of employment
Inflation	3.00%	3.00%
Payroll Growth	3.25%	3.25%
Individual Salary Growth	A merit scale varying by duration of employment coupled with an assumed annual inflation growth of 3.00% and an annual production growth of 0.25%	A merit scale varying by duration of employment coupled with an assumed annual inflation growth of 3.00% and an annual production growth of 0.25%

Initial unfunded liabilities are amortized over a closed period that depends on the plan's date of entry into CalPERS. Subsequent plan amendments are amortized as a level percent of pay over a closed 20-year period. Gains and losses that occur in the operation of the plan are amortized over a rolling period, which results in an amortization of 10% of unamortized gains and losses each year. If the plan's accrued liability exceeds the actuarial value of plan assets, then the amortization payment on the total unfunded liability may not be lower than the payment calculated over a 30 year amortization period.

The Schedule of Funding Progress presented below, presents multiyear trend information about whether the actuarial value of the plan assets is increasing or decreasing over time relative to the actuarial accrued liability for benefits.

Required Supplementary Information – Miscellaneous

Valuation Date	Entry Age	Actuarial Value of Assets	Unfunded Liability (UAAL) (Excess Assets)	Funded Status	Annual Covered Payroll	UAAL
	Normal Accrued Liability					As a % of Payroll
6/30/09	67,747,289	47,393,405	20,353,884	70.0%	17,394,607	117.0%
6/30/10	75,560,466	70,403,783	5,156,683	93.2%	17,713,773	29.1%
6/30/11	83,570,990	77,182,318	6,388,672	92.4%	17,023,224	37.5%

CITY OF SAN RAMON, CALIFORNIA

NOTES TO THE FINANCIAL STATEMENTS

Fiscal year ended June 30, 2012

9. Defined Benefit Pension Plan (PERS), continued

(c) Annual Pension Cost

Annual Pension Cost (Employer Contribution)				
Fiscal Year	Safety	Miscellaneous	Percentage of APC Contributed	Net Pension Obligation
6/30/10	\$ 1,313,033	\$ 2,431,239	100%	-
6/30/11	1,476,043	1,771,596	100%	-
6/30/12	1,842,117	2,138,903	100%	-

10. Post Employment Health Care Benefits

The City provides certain health care benefits for Dougherty Regional Fire Authority retirees as required under contract signed with PERS and the dissolution agreement of the Authority. The cost of retiree health care benefits is recognized as expenditure as premiums are paid. For the year ended June 30, 2012, those cost totaled \$81,527 See Note 11 for additional disclosures on the City retiree health care benefits.

11. Post Employment Healthcare Plan

Plan Description: The City administers a single-employer defined benefit healthcare plan (the plan) which provides medical insurance benefits to eligible retirees and their spouses in accordance with various labor agreements. The City reports the financial activity of the plan as a trust fund, and no separate financial report is prepared.

Summary of Significant Accounting Policies: The Plan is reported using the economic resources measurement focus and the accrual basis of accounting. Revenues are recorded when earned and expenses are recorded when the liability is incurred, regardless of the timing of related cash flows.

The benefits and refunds of the plan are recognized when due and payable in accordance with the terms of the plan.

Eligibility: Employees are eligible for retiree health benefits if they retire from the City on or after age 50 with at least 4 years of service, and are eligible for a PERS pension. Membership of the plan consisted of the following at June 30, 2012, the date of the latest actuarial valuation:

Retirees and beneficiaries receiving benefits	57
Active plan members	<u>229</u>
Total	<u><u>286</u></u>

CITY OF SAN RAMON, CALIFORNIA

NOTES TO THE FINANCIAL STATEMENTS

Fiscal year ended June 30, 2012

11. Post Employment Healthcare Plan, continued

Funding Policy: The contribution requirements of plan members and the City are established and may be amended by the City Council. The required contribution is based on projected pay-as-you-go financing requirements, with an additional amount to prefund benefits as determined annually by the City Council. For fiscal year 2011-2012, the City contributed \$1,880,403 to the plan and \$422,041 for current premiums (100% of total premiums). Plan members receiving benefits contributed \$51,326 (approximately 12.16% of total premiums) through their required contribution. The City pays up to the entire cost of health benefits for eligible retirees and their spouses until age 65 subject to the City's vesting schedule. After age 65, the City pays up to \$350 per month for any health coverage, also subject to the vesting schedule.

Annual OPEB Cost and Net OPEB Obligation: The City's annual other post-employment benefit (OPEB) cost (expense) is calculated based on the annual required contribution of the employer (ARC), an amount actuarially determined in accordance with the parameters of GASB Statement No. 45. *Accounting and Financial Reporting by Employers for Postemployment Benefits Other Than Pensions* (GASB 45). The ARC represents a level of funding that, if paid on an ongoing basis, is projected to cover normal cost each year and amortize any unfunded actuarial liabilities (or funding excess) not to exceed thirty years. The following table shows the components of the City's annual OPEB cost for the year, the amount actually contributed to the plan, and changes in the City's net OPEB asset as of June 30, 2012:

Annual required contribution	\$ 1,880,403
Interest on net OPEB obligation	(5,715)
Adjustment to annual required contribution	<u>4,481</u>
Annual OPEB cost (expense)	1,879,169
Contributions made (including premiums paid)	<u>1,880,403</u>
Increase in net OPEB obligation (asset)	(1,234)
Net OPEB obligation (asset)—beginning of year	<u>(81,640)</u>
Net OPEB obligation (asset)—end of year	<u><u>\$ (82,874)</u></u>

The City's annual OPEB cost, the percentage of annual OPEB cost contributed to the plan, and the net OPEB Obligation/ (Asset) for 2012 and the two preceding years were as follows:

Fiscal Year End	Annual OPEB Cost	Percentage of Annual OPEB Cost Contributed	Net OPEB Obligation/ (Asset)
<u> </u>	<u> </u>	<u> </u>	<u> </u>
6/30/10	\$ 1,496,484	100%	\$ (181,641)
6/30/11	1,880,403	100%	(81,640)
6/30/12	1,879,169	100%	(82,874)

CITY OF SAN RAMON, CALIFORNIA

NOTES TO THE FINANCIAL STATEMENTS

Fiscal year ended June 30, 2012

11. Post Employment Healthcare Plan, continued

Funded Status and Progress: As of January 1, 2012, the most recent valuation date, the actuarial accrued liability for benefits was \$17.2 million, and the actuarial value of assets was \$10.1 million, resulting in an unfunded actuarial accrued liability (UAAL) of \$7.1 million and a funded ratio (actuarial value of assets as a percentage of the actuarial accrued liability) of 59%. The covered payroll (annual payroll of active employees covered by plan) was \$25.4 million, and the ratio of the UAAL to the covered payroll was 28%.

Valuation Date	Actuarial Value of Plan Assets	Actuarial Accrued Liability (AAL)	Unfunded Actuarial Accrued Liability (UAAL)	Funded Ratio	Annual Covered Payroll	UAAL As a % of Payroll
1/1/2008	4,599,036	9,669,389	5,070,353	48%	19,735,830	26%
1/1/2010	7,042,928	13,798,458	6,755,530	51%	21,610,054	31%
1/1/2012	10,164,507	17,225,823	7,061,316	59%	25,371,123	28%

Actuarial valuations of an ongoing plan involve estimates of the value of reported amounts and assumptions about the probability of occurrence of events far into the future. Examples include assumptions about future employment, mortality, and the healthcare cost trend. Amounts determined regarding the funded status of the plan and the annual required contributions of the employer are subject to continual revision as actual results are compared with past expectations and new estimates are made about the future. The schedule of funding progress, presented above, presents multi-year trend information about whether the actuarial value of plan assets is increasing or decreasing over time relative to the actuarial accrued liabilities for the benefits.

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

The actuarial cost method used for determining the benefit obligations is the Projected Unit Credit Cost Method. The actuarial assumptions included a 7 percent investment rate of return, which is a blended rate of the expected long-term investment returns on plan assets and on the City's own investments calculated based on the funded level of the plan at the valuation date, and an annual healthcare cost trend rate of 4 percent initially, reduced by decrements of .75% per year to an ultimate rate of 5 percent after the fifth year. Both rates included a 4.5 percent inflation assumption. The UAAL is being amortized as a level percentage of projected payrolls over 30 years. It is assumed the City's payroll will increase 3% per year.

CITY OF SAN RAMON, CALIFORNIA

NOTES TO THE FINANCIAL STATEMENTS

Fiscal year ended June 30, 2012

12. Risk Management

(a) Description of Participation in the Municipal Pooling Authority

The City is exposed to various risks of less related to torts; theft or damage to, and destruction of assets; natural disasters; errors and omissions; injury to employees; and unemployment claims. The City is a member of the Municipal Pooling Authority (MPA). MPA is comprised of over 19 California member cities and is organized under a Joint Powers Agreement pursuant to the California Government Code. The purpose of the MPA is to arrange and administer programs of insurance for the pooling of self-insured losses and to purchase excess insurance coverage. Each member city has a representative on the Board of Directors. The accounting methods used by the MPA are more fully described at Note 1.

The City pays an annual premium to the MPA for its Liability (\$29 million coverage, \$5,000 deductible), Fire and Property (\$1 billion coverage, \$5,000 deductible), Auto (\$250,000 coverage; police \$3,000 deductible; all others \$2,000), Workers' Compensation (\$50 million, zero deductible), boiler & machinery (\$87.5 million, \$5,000 deductible) and earthquake (\$50 million, 10 percent deductible). The Agreement provides that the MPA will be self-sustaining through member premiums and assessments. The MPA purchases commercial insurance in excess of those amounts covered by the MPA's self-insurance pool.

Audited financial information can be obtained from the MPA at 1911 San Miguel Drive, Walnut Creek, CA 94596. A summary of the latest annual financial information as of and for the year ended June 30, 2012 is as follows:

	<u>MPA</u>
Total assets	\$ 50,407,435
Total liabilities	\$ 38,222,096
Total equities	\$ 12,185,339
Total revenues	\$ 15,165,500
Total expenditures/expenses	\$ 21,232,294
Net (decrease) in net assets	\$ (6,066,794)

(b) Summary Disclosure of Self-Insurance Losses

The City currently reports all of its risk management activities in its Insurance Liability Internal Service Fund. The City is self insured for its health benefits. Excess coverage for health benefits is provided by Hartford Life Insurance Company. Excess coverage for health insurance is provided by a commercial insurance policy after payment of large deductibles, referred to as self-insurance retention. Self-insurance and commercial coverage limits are as follows:

<u>Type of coverage</u>	<u>Self-insurance</u>	<u>Commercial Coverage</u>
Health benefits	Up to \$60,000 per person Up to \$2,273,949 per group	\$50,000 to \$2,000,000 per occurrence

Amounts in excess of these limits are self-insured.

CITY OF SAN RAMON, CALIFORNIA

NOTES TO THE FINANCIAL STATEMENTS

Fiscal year ended June 30, 2012

12. Risk Management, continued

(b) Summary Disclosure of Self-Insurance Losses, continued

The unpaid claims liabilities include amounts for incurred but not reported (IBNR) claims. IBNR claims are claims that are incurred through the end of the fiscal year but not reported until after that date. Claim liabilities are calculated considering recent claim settlement trends, including frequency.

(c) Liability for Uninsured Claims

The City provides for the uninsured portion of claims and judgments in the General Fund and Healthcare Fund. Claims and Judgments, including a provision for claims incurred by not reported, are recorded when a loss is deemed probably of assertion and the amount of the loss is reasonably determinable. The City's liability for uninsured claims at June 30, 2012 was estimated by management and based on MPANC's claims experience, and was computed as follows:

	Workers' Compensation	General Liability	Healthcare	Total
Beginning claims payable	\$ 502,037	\$ 340,399	\$ 155,016	\$ 997,452
Claims incurred	471,711	2,240,818	-	2,712,529
Increase (decrease) in estimated liability	(892,053)	(44,643)	255,151	(681,545)
Claims paid	195,008	(2,252,684)	-	(2,057,676)
Ending claims payable balance	<u>\$ 276,703</u>	<u>\$ 283,890</u>	<u>\$ 410,167</u>	<u>\$ 970,760</u>

13. Developer Agreements

(a) Bishop Ranch Agreement

In November 1987, the City entered into an annexation and development agreement with Sunset Development Company (et al.) relative to the development known as Bishop Ranch. The agreement was subsequently amended seven different times (September 1991, September 1996, April 1998, May 2002, January 2008, December 2008, and December 2009). The agreement and amendments outline provisions for the development of the 585-acre business park community known as Bishop Ranch. The development included the installation of numerous public improvements that serve both the project and adjoining areas of the City.

In the Third Amendment dated April 14, 1998, the developer of Bishop Ranch agreed to dedicate 11.19 acres of land to the City when building permits are obtained for the fourth office building of the BR# 3 office project by June 30, 2001, whichever shall occur first. This transaction was consummated on June 29, 2001. The use of the property is restricted by the development agreement and limited to the development of public buildings. If the City elects to sell or transfer any or all of its interests in the property at any time before December 31, 2010, the developer has the right to purchase the property from the City for \$5,000,000 (with a consumer price index escalation clause) plus the actual out-of-pocket costs incurred by the City in constructing improvements to the property. If the City does not commence construction of a civic center complex on the property by December 31, 2010, the developer has until July 1, 2011 to repurchase the property under the same terms as the pre December 31, 2010 right to purchase clause.

CITY OF SAN RAMON, CALIFORNIA

NOTES TO THE FINANCIAL STATEMENTS

Fiscal year ended June 30, 2012

13. Developer Agreements, continued

(a) Bishop Ranch Agreement, continued

The Fifth Amendment dated January 25, 2008 was entered into in connection with the approval of the City Center Project, contained a termination clause if certain property transfers between the Bishop Ranch Ownership and the City for construction of the City Center Project did not occur prior to January 1, 2010.

In the Seventh Amendment dated December 15, 2009, the termination date was extended to January 1, 2015 and Sunset's right to exercise its option for reacquisition of the dedicated land was extended to July 1, 2015.

(b) Bishop Ranch Tax Exchange Agreement with Contra Costa County

The City entered into a Master Property Tax Exchange Agreement with Contra Costa County in June of 1986. This agreement was amended in December of 1987 and made specific provisions for the sharing of tax revenues in the 585-acre business park known as Bishop Ranch. The agreement provided that the property tax revenue allocation to the City for parcels in the Bishop Ranch business park would be reduced by 50% of the total sales and transient occupancy taxes collected in the Bishop Ranch area. The agreement limits the amount of property tax revenues transferred to the County to the amount of property taxes allocable to the City for the Bishop Ranch Area. The amount of property taxes received by the Contra Costa County under the agreement for the Bishop Ranch area during the year was \$1,251,633.

(c) Dougherty Valley Development Memorandum of Understanding

On October 15, 1997, the City entered into a Memorandum of Understanding with Contra Costa County, Shapell Industries, and Windermere Partners related to the development of Dougherty Valley, an area on the eastern borders of the City. The Memorandum of Understanding is an instrument of compliance with a May 11, 1994 settlement agreement. Under the Memorandum of Understanding, the City will be annexing land that will include up to approximately 11,000 housing units. Contra Costa County has established a County Service Area assessment district in Dougherty Valley that is intended to pay for a variety of municipal services including police protection, street and park maintenance. The City will be providing service in the area and under the agreement will be reimbursed for a portion of those services from the County Service Area Assessment. Under the agreement, the City is required to separately track the costs of services in the Dougherty Valley Area, and submit claims for reimbursements for costs from the County. On December 13, 2005, the City Council approved the formal reimbursement agreement.

(d) Assessment Districts Bond Issues

The Fostoria Parkway Assessment District issued special assessment bonds for the purpose of public improvements under the Municipal Improvement Acts of 1911 and 1913. These special assessment bonds were refinanced and refunded under the 1984 Refunding Act in July 2005. Neither the faith, credit, nor taxing power of the City is pledged to the repayment of the bonds. The City is only acting as an agent for the property owners and bondholders in collecting and forwarding the special assessment. Accordingly, the unretired principal at June 30, 2012 of \$241,800 has not been recorded as a long-term liability in the statement of net assets.

CITY OF SAN RAMON, CALIFORNIA

NOTES TO THE FINANCIAL STATEMENTS

Fiscal year ended June 30, 2012

13. Developer Agreements, continued

(e) Cree Court Assessment District

The Cree Court Assessment District has issued debt to finance infrastructure improvements and facilities within its boundaries. The City is the collecting and paying agent for the debt issued by this District, but has no direct or contingent liability or moral obligation for the payment of this debt. Accordingly, the unretired principal at June 30, 2012 of \$127,053 has not been recorded as a long-term liability in the statement of net assets.

14. Contingencies and Commitments

In the normal course of operations, the City has been named as a defendant in various claims and legal actions. In the opinion of management and legal counsel, the ultimate liability for these legal actions and claims will not have a material adverse effect on the City's basic financial statements.

The City participates in Federal and State grant programs. These programs are subject to 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 expected such amounts, if any, to be immaterial.

San Ramon Redevelopment Successor Agency

In accordance with Assembly Bill 1X 26 and AB 1434, all redevelopment agencies in the State of California were dissolved and ceased to operate as legal entities as of February 1, 2012 (see Note 17 for further disclosure and information regarding the dissolution). Prior to that date, the final seven months of activity for the Redevelopment Agency (RDA) are reported in the governmental funds of the City. After the date of dissolution, the assets, liabilities, and activities of the dissolved RDA are reported in the Successor Agency fiduciary fund (private-purpose trust fund) in the financial statements of the City. It is reasonably possible that the State Department of Finance could invalidate any of the obligations reported on the Successor Agency's Recognized Obligations Payment Schedule.

15. Related Party Agreement

In February 2011, the City entered into a lease with the San Ramon Redevelopment Agency for the lease of two separate Agency-owned properties within the San Ramon Redevelopment Project Area, for the purpose of developing affordable housing. Under the lease, the City will act as a master developer for the properties for a twenty (20) year term, during which time it will market the properties for affordable housing development, negotiate the terms of the redevelopment of the properties with developers selected by the City, and maintain and prepare the properties for development. The City will pay the Agency an annual lease payment of \$1. The lease also grants the City the option to purchase the properties for \$1. The nominal lease rate and purchase price are consistent with the restrictions on the development of these properties for low and moderate income housing and authorized by Health and Safety Code Section 33334.2.

CITY OF SAN RAMON, CALIFORNIA

NOTES TO THE FINANCIAL STATEMENTS

Fiscal year ended June 30, 2012

15. Related Party Agreement, continued

The suspension provisions of AB X1 26 declare agreements between an agency and the city or county that created it invalid if entered into after January 1, 2011, and those provisions require the State Controller to review any redevelopment agency activities to determine whether an asset transfer between an agency and any public body occurred on or after January 1, 2011, in which case the State Controller may order the return of such assets to the redevelopment agency. The lease between the City and the Agency described above falls within the scope of these provisions of AB X1 26.

16. Prior Period Adjustment

On July 1, 2010 the City adopted GASB 54, *Fund Balance Reporting and Governmental Fund Type Definitions*. At June 30, 2011, under GASB 54, the Project Cost Recovery Fund did not qualify as a special revenue fund type. On June 26, 2012, City Council adopted a resolution committing the Planning Cost Recovery Fund revenue, thereby qualifying it as a special revenue fund type for June 30, 2012. The City's restated General Fund and Nonmajor Governmental Funds beginning balances are as follows:

	General Fund	Nonmajor Governmental Funds
	<u> </u>	<u> </u>
Fund balance at July 1, 2011	\$ 7,311,786	\$ 50,281,822
Reclassification of Planning Cost fund balance	<u>(142,485)</u>	<u>142,485</u>
Fund balance at July 1, 2011, restated	<u><u>\$ 7,169,301</u></u>	<u><u>\$ 50,424,307</u></u>

17. Successor Agency Trust for Assets of Former Redevelopment Agency

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

The Bill provides that upon dissolution of a redevelopment agency, either the city or another unit of local government will agree to serve as the “Successor Agency” to hold the assets until they are distributed to other units of state and local government. On January 10, 2012, the City Council elected to become the Successor Agency for the former redevelopment agency in accordance with the Bill as part of City resolution number 2012-004.

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

CITY OF SAN RAMON, CALIFORNIA

NOTES TO THE FINANCIAL STATEMENTS

Fiscal year ended June 30, 2012

17. Successor Agency Trust for Assets of Former Redevelopment Agency, continued

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

The Bill directs the State Controller of the State of California to review the propriety of any transfers of assets between redevelopment agencies and other public bodies that occurred after January 1, 2011. If the public body that received such transfers is not contractually committed to a third party for the expenditure or encumbrance of those assets, the State Controller is required to order the available assets to be transferred to the public body designated as the successor agency by the Bill.

In accordance with the timeline set forth in the Bill (as modified by the California Supreme Court on December 29, 2011), all redevelopment agencies in the State of California were dissolved and ceased to operate as a legal entity as of February 1, 2012.

Prior to that date, the final seven months of the activity of the redevelopment agency continued to be reported in the governmental funds of the City. After the date of dissolution, the assets and activities of the dissolved redevelopment agency are reported in a fiduciary fund (private-purpose trust fund) in the financial statements of the City.

The transfer of the assets and liabilities of the former redevelopment agency as of February 1, 2012 (effectively the same date as January 31, 2012) from governmental funds of the City to fiduciary funds was reported in the governmental funds as an extraordinary loss (or gain) in the governmental fund financial statements. The receipt of these assets and liabilities as of January 31, 2012 was reported in the private-purpose trust fund as an extraordinary gain (or loss).

Because of the different measurement focus of the governmental funds (current financial resources measurement focus) and the measurement focus of the trust funds (economic resources measurement focus), the extraordinary loss (gain) recognized in the governmental funds was not the same amount as the extraordinary gain (loss) that was recognized in the fiduciary fund financial statements.

The difference between the extraordinary loss recognized in the fund financial statements and the extraordinary gain recognized in the fiduciary fund financial statements is reconciled as follows:

CITY OF SAN RAMON, CALIFORNIA

NOTES TO THE FINANCIAL STATEMENTS

Fiscal year ended June 30, 2012

17. Successor Agency Trust for Assets of Former Redevelopment Agency, continued

Total extraordinary loss reported in governmental funds - increase to net assets of the Successor Agency Trust Fund	\$ 18,555,588
Capital assets recorded in the government-wide financial statements - increase to net assets of the Successor Agency Trust Fund	5,860,365
Certain deferred revenue reported in the government-wide financial statements - increase to net assets of the Successor Agency Trust Fund	5,835,509
Accrued bond interest reported in the government-wide financial statements - decrease to net assets of the Successor Agency Trust Fund	(1,416,601)
Long-term debt reported in the government-wide financial statements - decrease to net assets of the Successor Agency Trust Fund	(80,432,306)
Bond issuance costs reported in the government-wide financial statements - increase to net assets of the Successor Agency Trust Fund	<u>1,283,960</u>
Net decrease to net assets of the Successor Agency Trust Fund as a result of initial transfers (equal to amount of extraordinary gain reported in the government-wide financial statements of the City)	<u><u>\$ (50,313,485)</u></u>

REQUIRED SUPPLEMENTARY INFORMATION

CITY OF SAN RAMON, CALIFORNIA

GENERAL FUND

**SCHEDULE OF REVENUES, EXPENDITURES AND
CHANGES IN FUND BALANCE - BUDGET AND ACTUAL**

Fiscal Year Ended June 30, 2012

	Budget		Actual	Variance with
	Original	Final		Final Budget
				Positive (Negative)
Revenues:				
Taxes	\$ 26,814,359	\$ 26,814,359	\$ 28,303,157	\$ 1,488,798
Licenses and permits	1,137,160	1,137,160	1,039,144	(98,016)
Intergovernmental	479,963	479,963	254,549	(225,414)
Developer fees	25,000	25,000	43,876	18,876
Charges for services	4,577,536	4,577,536	4,579,523	1,987
Fines and forfeitures	478,800	478,800	372,578	(106,222)
Investment income	400,000	400,000	582,798	182,798
Miscellaneous	1,702,197	1,702,197	1,855,103	152,906
Total revenues	<u>35,615,015</u>	<u>35,615,015</u>	<u>37,030,728</u>	<u>1,415,713</u>
Expenditures:				
Current:				
General government	4,865,255	5,455,811	4,885,233	570,578
Community development	3,022,466	3,030,554	3,070,700	(40,146)
Redevelopment activities	237,976	253,651	242,824	10,827
Police services	10,319,879	10,306,424	10,299,491	6,933
Public works	10,498,436	10,734,206	10,371,720	362,486
Parks and community services	7,561,762	7,472,262	7,275,890	196,372
Total expenditures	<u>36,505,774</u>	<u>37,252,908</u>	<u>36,145,858</u>	<u>1,107,050</u>
Excess (deficiency) of revenues over (under) expenditures	<u>(890,759)</u>	<u>(1,637,893)</u>	<u>884,870</u>	<u>2,522,763</u>
Other financing sources (uses):				
Transfers in	5,311,753	5,311,753	2,886,064	(2,425,689)
Transfers out	(4,393,766)	(4,471,712)	(2,001,997)	2,469,715
Total other financing sources (uses)	<u>917,987</u>	<u>840,041</u>	<u>884,067</u>	<u>44,026</u>
Net change in fund balance	27,228	(797,852)	1,768,937	2,566,789
Fund balance at beginning of year, as restated	<u>7,169,301</u>	<u>7,169,301</u>	<u>7,169,301</u>	<u>-</u>
Fund balance at end of year	<u>\$ 7,196,529</u>	<u>\$ 6,371,449</u>	<u>\$ 8,938,238</u>	<u>\$ 2,566,789</u>

CITY OF SAN RAMON, CALIFORNIA

DOUGHERTY VALLEY

**SCHEDULE OF REVENUES, EXPENDITURES AND
CHANGES IN FUND BALANCES - BUDGET AND ACTUAL**

Fiscal Year Ended June 30, 2012

	Budget		Actual	Variance with
	Original	Final		Final Budget Positive (Negative)
Revenues:				
Intergovernmental	\$ 10,450,000	\$ 10,450,000	\$ 10,947,415	\$ 497,415
Investment income	-	-	8	8
Miscellaneous	-	-	14,339	14,339
Total revenues	10,450,000	10,450,000	10,961,762	511,762
Expenditures:				
Police services	5,883,059	5,875,157	5,781,739	93,418
Public works	7,022,020	7,118,636	6,724,164	394,472
Total expenditures	12,905,079	12,993,793	12,505,903	487,890
Excess (deficiency) of revenues over (under) expenditures	(2,455,079)	(2,543,793)	(1,544,141)	999,652
Other financing sources (uses):				
Transfers in	473,079	473,079	-	(473,079)
Transfers out	18,000	60,254	(63,618)	(123,872)
Total other financing sources (uses)	491,079	533,333	(63,618)	(596,951)
Net change in fund balance	(1,964,000)	(2,010,460)	(1,607,759)	402,701
Fund balance at beginning of year	9,371,767	9,371,767	9,371,767	-
Fund balance at end of year	\$ 7,407,767	\$ 7,361,307	\$ 7,764,008	\$ 402,701

CITY OF SAN RAMON, CALIFORNIA

NOTE TO REQUIRED SUPPLEMENTARY INFORMATION

June 30, 2012

1. Budgets and Budgetary Accounting

The City Council adopts an Annual Budget, in accordance with generally accepted accounting principles, no later than the second meeting of June of each year for the fiscal year commencing the following July 1. The City follows these procedures in establishing the budgetary data reflected in the financial statements:

- 1) During May of each year, the City Manager submits to the City Council a proposed budget for the next following fiscal year. Copies are made available to the public, the press, and staff members.
- 2) A series of Council work sessions are held at which the recommended budget is reviewed in detail and the departments (as requested) provide additional information.
- 3) After review by the City Council, a public hearing is conducted for the purpose of receiving public input on the recommended operating and capital budgets, the Redevelopment Agency budget, the Master Fee Schedule, and the Gann Appropriation Limit.
- 4) Upon completion of the hearings and modifications, if any, to the proposed budget, it is adopted, in late June, by the City Council through passage of appropriate resolutions.
- 5) Generally, the budget is amended in the middle of the year and at the end of the year. All approved additional appropriations are added to the adopted budget and an amended budget is presented to the City Council, which adopts it after due review.

SUPPLEMENTARY INFORMATION

CITY OF SAN RAMON, CALIFORNIA

COP # 9

**SCHEDULE OF REVENUES, EXPENDITURES AND
CHANGES IN FUND BALANCE - BUDGET AND ACTUAL**

Fiscal year ended June 30, 2012

	Final Budget	Actual	Variance with Final Budget Positive (Negative)
	<u> </u>	<u> </u>	<u> </u>
Expenditures:			
Debt service:			
Principal	\$ 250,000	\$ 4,915,000	\$ (4,665,000)
Interest and fees	244,100	122,875	121,225
	<u> </u>	<u> </u>	<u> </u>
Total expenditures	494,100	5,037,875	(4,543,775)
	<u> </u>	<u> </u>	<u> </u>
Excess (deficiency) of revenues over (under) expenditures	(494,100)	(5,037,875)	(4,543,775)
	<u> </u>	<u> </u>	<u> </u>
Other financing sources (uses):			
Transfers in	-	5,048,500	5,048,500
Transfers out	-	(5,825,708)	(5,825,708)
	<u> </u>	<u> </u>	<u> </u>
Total other financing sources (uses)	-	(777,208)	(777,208)
	<u> </u>	<u> </u>	<u> </u>
Net change in fund balance	(494,100)	(5,815,083)	(5,320,983)
	<u> </u>	<u> </u>	<u> </u>
Fund balance at beginning of year	5,815,083	5,815,083	-
	<u> </u>	<u> </u>	<u> </u>
Fund balance at end of year	\$ 5,320,983	\$ -	\$ (5,320,983)
	<u> </u>	<u> </u>	<u> </u>

CITY OF SAN RAMON, CALIFORNIA

COP # 10

**SCHEDULE OF REVENUES, EXPENDITURES AND
CHANGES IN FUND BALANCE - BUDGET AND ACTUAL**

Fiscal year ended June 30, 2012

	Final Budget	Actual	Variance with Final Budget Positive (Negative)
	<u> </u>	<u> </u>	<u> </u>
Expenditures:			
Debt service:			
Principal	\$ 685,000	\$ 8,415,000	\$ (7,730,000)
Interest and fees	402,526	241,338	161,188
	<u> </u>	<u> </u>	<u> </u>
Total expenditures	1,087,526	8,656,338	(7,568,812)
	<u> </u>	<u> </u>	<u> </u>
Excess (deficiency) of revenues over (under) expenditures	(1,087,526)	(8,656,338)	(7,568,812)
	<u> </u>	<u> </u>	<u> </u>
Other financing sources (uses):			
Transfers in	150,000	8,825,232	8,675,232
Transfers out	-	(10,617,580)	(10,617,580)
	<u> </u>	<u> </u>	<u> </u>
Total other financing sources (uses)	150,000	(1,792,348)	(1,942,348)
	<u> </u>	<u> </u>	<u> </u>
Net change in fund balance	(937,526)	(10,448,686)	(9,511,160)
	<u> </u>	<u> </u>	<u> </u>
Fund balance at beginning of year	10,448,686	10,448,686	-
	<u> </u>	<u> </u>	<u> </u>
Fund balance at end of year	\$ 9,511,160	\$ -	\$ (9,511,160)
	<u> </u>	<u> </u>	<u> </u>

CITY OF SAN RAMON, CALIFORNIA

CAPITAL IMPROVEMENT

**SCHEDULE OF REVENUES, EXPENDITURES AND
CHANGES IN FUND BALANCE - BUDGET AND ACTUAL**

Fiscal year ended June 30, 2012

	Final Budget	Actual	Variance with Final Budget Positive (Negative)
Revenues:			
Intergovernmental	\$ 1,139,886	\$ 1,376,629	\$ 236,743
Investment income	250,000	63,662	(186,338)
	<hr/>	<hr/>	<hr/>
Total revenues	1,389,886	1,440,291	50,405
	<hr/>	<hr/>	<hr/>
Expenditures:			
Capital outlay	8,541,589	7,714,332	827,257
	<hr/>	<hr/>	<hr/>
Total expenditures	8,541,589	7,714,332	827,257
	<hr/>	<hr/>	<hr/>
Excess (deficiency) of revenues over (under) expenditures	(7,151,703)	(6,274,041)	877,662
	<hr/>	<hr/>	<hr/>
Other financing sources (uses):			
Transfers in	8,432,681	8,432,681	-
Transfers out	(250,000)	(688,650)	(438,650)
	<hr/>	<hr/>	<hr/>
Total other financing sources (uses)	8,182,681	7,744,031	(438,650)
	<hr/>	<hr/>	<hr/>
Net change in fund balance	1,030,978	1,469,990	439,012
	<hr/>	<hr/>	<hr/>
Fund balance at beginning of year	11,213,845	11,213,845	-
	<hr/>	<hr/>	<hr/>
Fund balance at end of year	\$ 12,244,823	\$ 12,683,835	\$ 439,012
	<hr/> <hr/>	<hr/> <hr/>	<hr/> <hr/>

CITY OF SAN RAMON, CALIFORNIA
DESCRIPTIONS OF NONMAJOR GOVERNMENTAL FUNDS

Special Revenue Funds

Special Revenue Funds are used to account for revenue which, by law or administrative action, is designed to finance particular projects and activities in the City's Capital Improvement Program. These funds are the Development Mitigation Funds, Gas Tax Fund, Park Development Fund, Crow Canyon Project Fund, SCCJEPF Fund, Street Maintenance/Improvement Fund, Traffic Improvement Fund, Tri-Valley Transportation Fund, Low/Moderate Housing Income Fund and the Redevelopment Fund.

The City has several special revenue funds which are funded by special assessments collected annually to pay for specific operating programs. These funds are Citywide Lighting and Landscaping Funds, Special Landscaping Zones Fund, Canyon Park Fund, Village Center Common Area Fund, Solid Waste Fund, Geologic Hazard Abatement District (GHAD) Fund, and Non-Point Drainage District Fund.

The City has set up separate special revenue funds for recording transactions for special projects and programs. These are the Street Smarts Fund, TDM Programs Fund, Police Services Donation Fund, Project Participation Fund, Planning Cost Recovery Fund and Public Education and Government Fund.

Debt Service Funds

The Debt Service Funds are used to account for the payment of principal and interest on long-term debt of the City and related entities.

The Pension Obligation Bonds Debt Service Fund is used to account for debt service activity related to the 2010 Taxable Pension Obligation Bonds.

The COP #11 Fund is used to account for debt service activity relating to the 2003 Certificates of Participation.

The COP #12 Fund is used to account for debt service activity relating to the 2011 Certificates of Participation.

The Redevelopment Tax Allocation Debt Service Fund is used to account for debt service activity relating to the 2004 Tax Allocation Revenue Bonds and the 1998 Tax Allocation Revenue Bonds.

The Redevelopment Tax Allocation 2006 Debt Service Fund is used to account for debt service activity relating to the 2006 Tax Allocation Revenue Bonds.

The ERAF Tax Bond Fund is used to account for debt service activity relating to the 2005 ERAF Taxable Revenue Bonds and the 2006 ERAF Taxable Revenue Bonds.

Capital Projects Fund

The City has also set up the Redevelopment Capital Projects Fund for recording major project developmental activities undertaken by the San Ramon Redevelopment Agency.

CITY OF SAN RAMON, CALIFORNIA

NONMAJOR GOVERNMENTAL FUNDS

COMBINING BALANCE SHEET

June 30, 2012

	Special Revenue Funds			
	Planning Cost Recovery	Development Mitigation	Gas Tax	Park Development
ASSETS				
Cash and investments	\$ 330,285	\$ 645,824	\$ 34,709	\$ 331,722
Cash and investments - restricted	-	-	-	-
Accounts receivable	-	65	208,245	-
Notes and loans	-	-	-	-
Interest receivable	396	559	1,099	374
Prepaid items	-	-	-	-
Total assets	\$ 330,681	\$ 646,448	\$ 244,053	\$ 332,096
LIABILITIES AND FUND BALANCES				
Liabilities:				
Accounts payable	\$ -	\$ -	\$ -	\$ -
Accrued payroll	-	-	-	-
Due to other funds	-	-	-	-
Deferred revenue	-	-	-	-
Deposits payable	-	-	-	24,421
Advances from other funds	-	-	-	-
Total liabilities	-	-	-	24,421
Fund balances:				
Nonspendable	-	-	-	-
Restricted	-	646,448	244,053	307,675
Committed	330,681	-	-	-
Total fund balances	330,681	646,448	244,053	307,675
Total liabilities and fund balances	\$ 330,681	\$ 646,448	\$ 244,053	\$ 332,096

Special Revenue Funds

Crow Canyon Project	SCCJEP Fund	Street Maintenance/ Improvement	Traffic Improvement	Tri-Valley Transportation	Public Education and Government
\$ 4,033	\$ 3,610,224	\$ 12,424	\$ 728,125	\$ 5,956	\$ 57,789
-	-	-	-	-	-
-	-	-	-	-	55,143
-	-	4,925	-	-	-
5	4,422	-	1,011	7	71
-	-	-	-	-	-
<u>\$ 4,038</u>	<u>\$ 3,614,646</u>	<u>\$ 17,349</u>	<u>\$ 729,136</u>	<u>\$ 5,963</u>	<u>\$ 113,003</u>
-	-	-	-	-	51,477
-	-	-	-	-	-
-	-	-	-	-	-
-	-	4,925	-	-	-
-	-	-	-	-	-
-	-	-	-	-	-
-	-	-	-	-	-
-	-	4,925	-	-	51,477
-	-	-	-	-	-
4,038	3,614,646	7,499	729,136	5,963	61,526
-	-	-	-	-	-
<u>4,038</u>	<u>3,614,646</u>	<u>12,424</u>	<u>729,136</u>	<u>5,963</u>	<u>61,526</u>
<u>\$ 4,038</u>	<u>\$ 3,614,646</u>	<u>\$ 17,349</u>	<u>\$ 729,136</u>	<u>\$ 5,963</u>	<u>\$ 113,003</u>

(continued)

CITY OF SAN RAMON, CALIFORNIA

NONMAJOR GOVERNMENTAL FUNDS

COMBINING BALANCE SHEET

June 30, 2012

	Special Revenue Funds			
	Citywide Lighting and Landscaping	Special Landscaping Zones	Canyon Park	Village Center Common Area
ASSETS				
Cash and investments	\$ 1,369,169	\$ 2,256,597	\$ 224,708	\$ 17,881
Cash and investments - restricted	-	-	-	-
Accounts receivable	25,829	4,849	-	3,003
Notes and loans	-	-	-	-
Interest receivable	2,027	2,325	273	22
Prepaid items	-	-	-	-
Total assets	\$ 1,397,025	\$ 2,263,771	\$ 224,981	\$ 20,906
LIABILITIES AND FUND BALANCES				
Liabilities:				
Accounts payable	\$ 131,152	\$ 163,750	\$ -	\$ 1,256
Accrued payroll	11,621	13,376	126	-
Due to other funds	-	-	-	-
Deferred revenue	-	-	-	-
Deposits payable	-	-	-	-
Advances from other funds	353,183	-	-	-
Total liabilities	495,956	177,126	126	1,256
Fund balances:				
Nonspendable	-	-	-	-
Restricted	901,069	2,086,645	224,855	19,650
Committed	-	-	-	-
Total fund balances	901,069	2,086,645	224,855	19,650
Total liabilities and fund balances	\$ 1,397,025	\$ 2,263,771	\$ 224,981	\$ 20,906

Special Revenue Funds

Solid Waste	GHAD	Non-Point Drainage District	Street Smarts	TDM Programs	Police Services Donation
\$ 197,664	\$ 5,324,799	\$ 304,832	\$ 90,048	\$ -	\$ 133,704
-	-	-	-	-	-
13,488	2,420	22,791	-	71,435	-
-	-	-	-	-	-
240	6,475	431	113	-	164
-	-	-	-	3,983	-
<u>\$ 211,392</u>	<u>\$ 5,333,694</u>	<u>\$ 328,054</u>	<u>\$ 90,161</u>	<u>\$ 75,418</u>	<u>\$ 133,868</u>
\$ 13,913	\$ 41,839	\$ 34,828	\$ 1,432	\$ 5,414	\$ 14,379
2,098	8,004	20,221	301	4,754	-
-	-	-	-	65,250	-
-	-	-	-	-	-
-	-	-	-	-	88,300
-	-	-	-	-	-
<u>16,011</u>	<u>49,843</u>	<u>55,049</u>	<u>1,733</u>	<u>75,418</u>	<u>102,679</u>
-	-	-	-	-	-
195,381	5,283,851	273,005	88,428	-	31,189
-	-	-	-	-	-
<u>195,381</u>	<u>5,283,851</u>	<u>273,005</u>	<u>88,428</u>	<u>-</u>	<u>31,189</u>
<u>\$ 211,392</u>	<u>\$ 5,333,694</u>	<u>\$ 328,054</u>	<u>\$ 90,161</u>	<u>\$ 75,418</u>	<u>\$ 133,868</u>

(continued)

CITY OF SAN RAMON, CALIFORNIA

NONMAJOR GOVERNMENTAL FUNDS

COMBINING BALANCE SHEET

June 30, 2012

	Special Revenue Funds			Debt
	Project Participation	Low/Mod Income Housing		Pension
		Set-Aside	Redevelopment	Obligation Bonds
ASSETS				
Cash and investments	\$ 162,719	\$ -	\$ -	\$ 342,150
Cash and investments - restricted	-	-	-	1
Accounts receivable	-	-	-	-
Notes and loans	-	-	-	-
Interest receivable	199	-	-	1,833
Prepaid items	-	-	-	-
Total assets	\$ 162,918	\$ -	\$ -	\$ 343,984
LIABILITIES AND FUND BALANCES				
Liabilities:				
Accounts payable	\$ -	\$ -	\$ -	\$ -
Accrued payroll	-	-	-	-
Due to other funds	-	-	-	-
Deferred revenue	-	-	-	-
Deposits payable	-	-	-	-
Advances from other funds	-	-	-	-
Total liabilities	-	-	-	-
Fund balances:				
Nonspendable	-	-	-	-
Restricted	162,918	-	-	343,984
Committed	-	-	-	-
Total fund balances	162,918	-	-	343,984
Total liabilities and fund balances	\$ 162,918	\$ -	\$ -	\$ 343,984

Debt Service Funds					Capital Projects Fund	
COP #11	COP #12	RDA Tax Allocation 1998/2004	RDA Tax Allocation 2006	Redevelopment ERAF	RDA Capital Projects	Total
\$ 1,364,903	\$ 14,395,682	\$ -	\$ -	\$ -	\$ -	\$ 31,945,947
233,066	-	-	-	-	-	233,067
-	-	-	-	-	-	407,268
-	-	-	-	-	-	4,925
1,677	17,683	-	-	-	-	41,406
-	-	-	-	-	-	3,983
<u>\$ 1,599,646</u>	<u>\$ 14,413,365</u>	<u>\$ -</u>	<u>\$ -</u>	<u>\$ -</u>	<u>\$ -</u>	<u>\$ 32,636,596</u>
\$ -	\$ -	\$ -	\$ -	\$ -	\$ -	\$ 459,440
-	-	-	-	-	-	60,501
-	-	-	-	-	-	65,250
-	-	-	-	-	-	4,925
-	-	-	-	-	-	112,721
-	-	-	-	-	-	353,183
-	-	-	-	-	-	1,056,020
-	-	-	-	-	-	4,925
1,599,646	14,413,365	-	-	-	-	31,244,970
-	-	-	-	-	-	330,681
<u>1,599,646</u>	<u>14,413,365</u>	<u>-</u>	<u>-</u>	<u>-</u>	<u>-</u>	<u>31,580,576</u>
<u>\$ 1,599,646</u>	<u>\$ 14,413,365</u>	<u>\$ -</u>	<u>\$ -</u>	<u>\$ -</u>	<u>\$ -</u>	<u>\$ 32,636,596</u>

CITY OF SAN RAMON, CALIFORNIA

NONMAJOR GOVERNMENTAL FUNDS

COMBINING STATEMENT OF REVENUES, EXPENDITURES AND CHANGES IN FUND BALANCES

Fiscal year ended June 30, 2012

	Special Revenue Funds			
	Planning Cost Recovery	Development Mitigation	Gas Tax	Park Development
Revenues:				
Taxes	\$ -	\$ -	\$ -	\$ -
Licenses and fees	-	-	-	-
Intergovernmental	-	-	2,043,821	-
Developer fees	-	91,062	-	-
Charges for services	186,671	454	-	-
Fines and forfeitures	-	-	-	-
Investment income	1,525	2,420	2,074	1,350
Special assessments	-	2,137	-	-
Miscellaneous	-	-	-	-
Total revenues	188,196	96,073	2,045,895	1,350
Expenditures:				
Current:				
Community development	-	-	-	-
Redevelopment	-	-	-	-
Police services	-	-	-	-
Public works	-	-	-	-
Capital outlay	-	-	-	-
Debt service:				
Principal	-	-	-	-
Interest and fees	-	-	-	-
Total expenditures	-	-	-	-
Excess (deficiency) of revenues over (under) expenditures	188,196	96,073	2,045,895	1,350
Other financing sources (uses):				
Issuance of bonds	-	-	-	-
Transfers in	-	49,773	258,960	137,031
Transfers out	-	(487,000)	(2,706,561)	(37,094)
Total other financing sources (uses)	-	(437,227)	(2,447,601)	99,937
Extraordinary loss (Note 17)	-	-	-	-
Net change in fund balances	188,196	(341,154)	(401,706)	101,287
Fund balances at beginning of year, as restated	142,485	987,602	645,759	206,388
Fund balances at end of year	\$ 330,681	\$ 646,448	\$ 244,053	\$ 307,675

Special Revenue Funds

Crow Canyon Project	SCCJEPA	Street Maintenance/ Improvement	Traffic Improvement	Tri-Valley Transportation	Public Education and Government
\$ -	\$ -	\$ -	\$ -	\$ -	\$ 186,167
-	-	-	-	-	-
-	-	681,126	-	-	-
-	425,527	-	8,596	1,908	-
-	-	-	-	-	-
1,257	19,640	649	3,746	47	166
-	-	-	-	-	-
-	-	-	500	-	-
<u>1,257</u>	<u>445,167</u>	<u>681,775</u>	<u>12,842</u>	<u>1,955</u>	<u>186,333</u>
-	-	-	-	-	-
-	-	-	-	-	-
-	-	-	-	-	-
-	-	-	-	-	51,120
-	-	-	-	-	-
-	-	-	-	-	-
<u>-</u>	<u>-</u>	<u>-</u>	<u>-</u>	<u>-</u>	<u>51,120</u>
<u>1,257</u>	<u>445,167</u>	<u>681,775</u>	<u>12,842</u>	<u>1,955</u>	<u>135,213</u>
-	-	-	-	-	-
-	-	985,135	165,567	-	-
(377,000)	(285,469)	(1,762,085)	(187,910)	-	(73,687)
<u>(377,000)</u>	<u>(285,469)</u>	<u>(776,950)</u>	<u>(22,343)</u>	<u>-</u>	<u>(73,687)</u>
-	-	-	-	-	-
(375,743)	159,698	(95,175)	(9,501)	1,955	61,526
<u>379,781</u>	<u>3,454,948</u>	<u>107,599</u>	<u>738,637</u>	<u>4,008</u>	<u>-</u>
<u>\$ 4,038</u>	<u>\$ 3,614,646</u>	<u>\$ 12,424</u>	<u>\$ 729,136</u>	<u>\$ 5,963</u>	<u>\$ 61,526</u>

(continued)

CITY OF SAN RAMON, CALIFORNIA

NONMAJOR GOVERNMENTAL FUNDS

COMBINING STATEMENT OF REVENUES, EXPENDITURES AND CHANGES IN FUND BALANCES

Fiscal year ended June 30, 2012

	Special Revenue Funds			
	Citywide Lighting and Landscaping	Special Landscaping Zones	Canyon Park	Village Center Common Area
Revenues:				
Taxes	\$ -	\$ -	\$ -	\$ -
Licenses and fees	-	-	-	-
Intergovernmental	-	-	-	-
Developer fees	8,026	-	-	-
Charges for services	-	-	-	-
Fines and forfeitures	-	-	-	-
Investment income	6,086	9,499	1,246	105
Special assessments	2,103,422	1,224,140	14,260	-
Miscellaneous	30,298	3,568	-	6,006
Total revenues	2,147,832	1,237,207	15,506	6,111
Expenditures:				
Current:				
Community development	-	-	-	-
Redevelopment	-	-	-	-
Police services	-	-	-	-
Public works	1,250,140	1,197,475	8,732	6,677
Capital outlay	-	-	-	-
Debt service:				
Principal	-	-	-	-
Interest and fees	-	-	-	-
Total expenditures	1,250,140	1,197,475	8,732	6,677
Excess (deficiency) of revenues over (under) expenditures	897,692	39,732	6,774	(566)
Other financing sources (uses):				
Issuance of bonds	2,687,302	-	-	-
Transfers in	-	364,825	-	4,073
Transfers out	(3,708,525)	(277,621)	(2,517)	-
Total other financing sources (uses)	(1,021,223)	87,204	(2,517)	4,073
Extraordinary loss (Note 17)	-	-	-	-
Net change in fund balances	(123,531)	126,936	4,257	3,507
Fund balances at beginning of year, as restated	1,024,600	1,959,709	220,598	16,143
Fund balances at end of year	\$ 901,069	\$ 2,086,645	\$ 224,855	\$ 19,650

Special Revenue Fund

Solid Waste	GHAD	Non-Point Drainage District	Street Smarts	TDM Programs	Police Services Donation
\$ -	\$ -	\$ -	\$ -	\$ -	\$ -
65	4,000	-	-	-	-
43,334	-	-	17,179	394,312	-
-	-	-	-	-	-
-	-	310	-	-	-
-	-	-	-	-	660
895	26,915	875	529	-	674
-	1,207,635	1,115,339	-	-	-
162,821	42,502	6,000	47,526	-	14,961
<u>207,115</u>	<u>1,281,052</u>	<u>1,122,524</u>	<u>65,234</u>	<u>394,312</u>	<u>16,295</u>
-	-	-	98,613	394,312	-
-	-	-	-	-	-
-	-	-	-	-	16,546
142,466	434,286	983,788	-	-	-
-	-	-	-	-	-
-	-	-	-	-	-
<u>142,466</u>	<u>434,286</u>	<u>983,788</u>	<u>98,613</u>	<u>394,312</u>	<u>16,546</u>
64,649	846,766	138,736	(33,379)	-	(251)
-	-	-	-	-	-
-	-	-	35,000	-	-
-	(64,568)	(292,485)	-	-	(10,344)
<u>-</u>	<u>(64,568)</u>	<u>(292,485)</u>	<u>35,000</u>	<u>-</u>	<u>(10,344)</u>
-	-	-	-	-	-
64,649	782,198	(153,749)	1,621	-	(10,595)
130,732	4,501,653	426,754	86,807	-	41,784
<u>\$ 195,381</u>	<u>\$ 5,283,851</u>	<u>\$ 273,005</u>	<u>\$ 88,428</u>	<u>\$ -</u>	<u>\$ 31,189</u>

(continued)

CITY OF SAN RAMON, CALIFORNIA

NONMAJOR GOVERNMENTAL FUNDS

COMBINING STATEMENT OF REVENUES, EXPENDITURES AND CHANGES IN FUND BALANCES

Fiscal year ended June 30, 2012

	Special Revenue Funds			Debt
	Project Participation	Low/Mod Income Housing	Redevelopment	Service Funds
		Set-Aside		Pension Obligation Bonds
Revenues:				
Taxes	\$ -	\$ 940,343	\$ 3,761,371	\$ -
Licenses and fees	-	-	-	-
Intergovernmental	-	800	-	-
Developer fees	-	-	-	-
Charges for services	-	-	-	-
Fines and forfeitures	-	-	-	-
Investment income	1,311	547	1,008	6,864
Special assessments	-	-	-	-
Miscellaneous	-	9,919	1,014	1,106,275
Total revenues	1,311	951,609	3,763,393	1,113,139
Expenditures:				
Current:				
Community development	-	-	-	-
Redevelopment	-	762,058	706,048	-
Police services	-	-	-	-
Public works	-	-	-	-
Capital outlay	-	-	-	-
Debt service:				
Principal	-	-	-	110,000
Interest and fees	-	-	-	1,092,313
Total expenditures	-	762,058	706,048	1,202,313
Excess (deficiency) of revenues over (under) expenditures	1,311	189,551	3,057,345	(89,174)
Other financing sources (uses):				
Issuance of bonds	-	-	-	-
Transfers in	-	4,915,159	2,138,940	1,628,043
Transfers out	(200,000)	(1,753,948)	(5,311,702)	(1,196,233)
Total other financing sources (uses)	(200,000)	3,161,211	(3,172,762)	431,810
Extraordinary loss (Note 17)	-	(9,135,780)	3,483,016	-
Net change in fund balances	(198,689)	(5,785,018)	3,367,599	342,636
Fund balances at beginning of year, as restated	361,607	5,785,018	(3,367,599)	1,348
Fund balances at end of year	\$ 162,918	\$ -	\$ -	\$ 343,984

		Debt Service Funds			Capital Projects Fund		
COP #11	COP #12	RDA Tax Allocation 1998/2004	RDA Tax Allocation 2006	Redevelopment ERAF	RDA Capital Projects	Total	
\$ -	\$ -	\$ -	\$ -	\$ -	\$ -	\$ 4,887,881	
-	-	-	-	-	-	4,065	
-	-	-	-	-	-	3,180,572	
-	-	-	-	-	-	535,119	
-	-	-	-	-	-	187,435	
-	-	-	-	-	-	660	
3	24	22,835	-	-	7,005	119,295	
-	-	-	-	-	-	5,666,933	
-	-	-	-	-	-	1,431,390	
<u>3</u>	<u>24</u>	<u>22,835</u>	<u>-</u>	<u>-</u>	<u>7,005</u>	<u>16,013,350</u>	
-	-	-	768	2	-	493,695	
-	-	-	-	-	-	1,468,106	
-	-	-	-	-	-	16,546	
-	-	-	-	-	-	4,023,564	
-	-	-	-	-	2,056,981	2,108,101	
175,000	-	-	-	55,000	-	340,000	
61,041	515,772	673,078	1,073,179	15,473	-	3,430,856	
<u>236,041</u>	<u>515,772</u>	<u>673,078</u>	<u>1,073,947</u>	<u>70,475</u>	<u>2,056,981</u>	<u>11,880,868</u>	
<u>(236,038)</u>	<u>(515,748)</u>	<u>(650,243)</u>	<u>(1,073,947)</u>	<u>(70,475)</u>	<u>(2,049,976)</u>	<u>4,132,482</u>	
-	12,209,555	-	-	-	-	14,896,857	
-	16,443,290	2,470,856	3,176,663	140,945	1,127,187	34,041,447	
-	(13,723,732)	-	(6,234,098)	-	(820,000)	(39,512,579)	
<u>-</u>	<u>14,929,113</u>	<u>2,470,856</u>	<u>(3,057,435)</u>	<u>140,945</u>	<u>307,187</u>	<u>9,425,725</u>	
<u>-</u>	<u>-</u>	<u>(6,764,474)</u>	<u>(3,060,622)</u>	<u>(71,286)</u>	<u>(3,006,442)</u>	<u>(18,555,588)</u>	
<u>(236,038)</u>	<u>14,413,365</u>	<u>(4,943,861)</u>	<u>(7,192,004)</u>	<u>(816)</u>	<u>(4,749,231)</u>	<u>(4,997,381)</u>	
<u>1,835,684</u>	<u>-</u>	<u>4,943,861</u>	<u>7,192,004</u>	<u>816</u>	<u>4,749,231</u>	<u>36,577,957</u>	
<u>\$ 1,599,646</u>	<u>\$ 14,413,365</u>	<u>\$ -</u>	<u>\$ -</u>	<u>\$ -</u>	<u>\$ -</u>	<u>\$ 31,580,576</u>	

CITY OF SAN RAMON, CALIFORNIA

PLANNING COST RECOVERY

**SCHEDULE OF REVENUES, EXPENDITURES AND CHANGES IN FUND BALANCE -
BUDGET AND ACTUAL**

Fiscal Year Ended June 30, 2012

	Final Budget	Actual	Variance with Final Budget Positive (Negative)
	<u> </u>	<u> </u>	<u> </u>
Revenues:			
Charges for services	\$ 83,300	\$ 186,671	\$ 103,371
Investment income	-	1,525	1,525
	<u> </u>	<u> </u>	<u> </u>
Total revenues	83,300	188,196	104,896
	<u> </u>	<u> </u>	<u> </u>
Excess (deficiency) of revenues over (under) expenditures	83,300	188,196	104,896
	<u> </u>	<u> </u>	<u> </u>
Net change in fund balance	83,300	188,196	104,896
	<u> </u>	<u> </u>	<u> </u>
Fund balance at beginning of year, as restated	142,485	142,485	-
	<u> </u>	<u> </u>	<u> </u>
Fund balance at end of year	\$ 225,785	\$ 330,681	\$ 104,896
	<u> </u>	<u> </u>	<u> </u>

CITY OF SAN RAMON, CALIFORNIA

DEVELOPMENT MITIGATION

**SCHEDULE OF REVENUES, EXPENDITURES AND CHANGES IN FUND BALANCE -
BUDGET AND ACTUAL**

Fiscal Year Ended June 30, 2012

	Final Budget	Actual	Variance with Final Budget Positive (Negative)
	<u> </u>	<u> </u>	<u> </u>
Revenues:			
Developer fees	\$ 21,378	\$ 91,062	\$ 69,684
Charges for services	48,705	454	(48,251)
Investment income	-	2,420	2,420
Special assessments	57,409	2,137	(55,272)
	<u> </u>	<u> </u>	<u> </u>
Total revenues	127,492	96,073	(31,419)
	<u> </u>	<u> </u>	<u> </u>
Excess (deficiency) of revenues over (under) expenditures	127,492	96,073	(31,419)
	<u> </u>	<u> </u>	<u> </u>
Other financing sources (uses):			
Transfers in	-	49,773	49,773
Transfers out	(487,000)	(487,000)	-
	<u> </u>	<u> </u>	<u> </u>
Total other financing sources (uses)	(487,000)	(437,227)	49,773
	<u> </u>	<u> </u>	<u> </u>
Net change in fund balance	(359,508)	(341,154)	18,354
	<u> </u>	<u> </u>	<u> </u>
Fund balance at beginning of year	987,602	987,602	-
	<u> </u>	<u> </u>	<u> </u>
Fund balance at end of year	\$ 628,094	\$ 646,448	\$ 18,354
	<u> </u>	<u> </u>	<u> </u>

CITY OF SAN RAMON, CALIFORNIA

GAS TAX

**SCHEDULE OF REVENUES, EXPENDITURES AND CHANGES IN FUND BALANCE -
BUDGET AND ACTUAL**

Fiscal Year Ended June 30, 2012

	Final Budget	Actual	Variance with Final Budget Positive (Negative)
	<u> </u>	<u> </u>	<u> </u>
Revenues:			
Intergovernmental	\$ 2,196,210	\$ 2,043,821	\$ (152,389)
Investment income	-	2,074	2,074
	<u> </u>	<u> </u>	<u> </u>
Total revenues	2,196,210	2,045,895	(150,315)
	<u> </u>	<u> </u>	<u> </u>
Excess (deficiency) of revenues over (under) expenditures	2,196,210	2,045,895	(150,315)
	<u> </u>	<u> </u>	<u> </u>
Other financing sources (uses):			
Transfers in	-	258,960	258,960
Transfers out	(1,721,425)	(2,706,561)	(985,136)
	<u> </u>	<u> </u>	<u> </u>
Total other financing sources (uses)	(1,721,425)	(2,447,601)	(726,176)
	<u> </u>	<u> </u>	<u> </u>
Net change in fund balance	474,785	(401,706)	(876,491)
	<u> </u>	<u> </u>	<u> </u>
Fund balance at beginning of year	645,759	645,759	-
	<u> </u>	<u> </u>	<u> </u>
Fund balance at end of year	\$ 1,120,544	\$ 244,053	\$ (876,491)
	<u> </u>	<u> </u>	<u> </u>

CITY OF SAN RAMON, CALIFORNIA

PARK DEVELOPMENT

**SCHEDULE OF REVENUES, EXPENDITURES AND CHANGES IN FUND BALANCE -
BUDGET AND ACTUAL**

Fiscal Year Ended June 30, 2012

	Final Budget	Actual	Variance with Final Budget Positive (Negative)
Revenues:			
Investment income	\$ -	\$ 1,350	\$ 1,350
Total revenues	-	1,350	1,350
Excess (deficiency) of revenues over (under) expenditures	-	1,350	1,350
Other financing sources (uses):			
Transfers in	-	137,031	137,031
Transfers out	(37,094)	(37,094)	-
Total other financing sources (uses)	(37,094)	99,937	137,031
Net change in fund balance	(37,094)	101,287	138,381
Fund balance at beginning of year	206,388	206,388	-
Fund balance at end of year	\$ 169,294	\$ 307,675	\$ 138,381

CITY OF SAN RAMON, CALIFORNIA

CROW CANYON PROJECT

**SCHEDULE OF REVENUES, EXPENDITURES AND CHANGES IN FUND BALANCE -
BUDGET AND ACTUAL**

Fiscal Year Ended June 30, 2012

	Final Budget	Actual	Variance with Final Budget Positive (Negative)
Revenues:			
Investment income	\$ -	\$ 1,257	\$ 1,257
Total revenues	-	1,257	1,257
Excess (deficiency) of revenues over (under) expenditures	-	1,257	1,257
Other financing sources (uses):			
Transfers out	(377,000)	(377,000)	-
Total other financing sources (uses)	(377,000)	(377,000)	-
Net change in fund balance	(377,000)	(375,743)	1,257
Fund balance at beginning of year	379,781	379,781	-
Fund balance at end of year	\$ 2,781	\$ 4,038	\$ 1,257

CITY OF SAN RAMON, CALIFORNIA

SCCJEPa

**SCHEDULE OF REVENUES, EXPENDITURES AND CHANGES IN FUND BALANCE -
BUDGET AND ACTUAL**

Fiscal Year Ended June 30, 2012

	Final Budget	Actual	Variance with Final Budget Positive (Negative)
Revenues:			
Developer fees	\$ 746,297	\$ 425,527	\$ (320,770)
Investment income	10,000	19,640	9,640
Total revenues	<u>756,297</u>	<u>445,167</u>	<u>(311,130)</u>
Other financing sources (uses):			
Transfers out	<u>(285,469)</u>	<u>(285,469)</u>	<u>-</u>
Total other financing sources (uses)	<u>(285,469)</u>	<u>(285,469)</u>	<u>-</u>
Net change in fund balance	470,828	159,698	(311,130)
Fund balance at beginning of year	<u>3,454,948</u>	<u>3,454,948</u>	<u>-</u>
Fund balance at end of year	<u><u>\$ 3,925,776</u></u>	<u><u>\$ 3,614,646</u></u>	<u><u>\$ (311,130)</u></u>

CITY OF SAN RAMON, CALIFORNIA

STREET MAINTENANCE/IMPROVEMENT

**SCHEDULE OF REVENUES, EXPENDITURES AND CHANGES IN FUND BALANCE -
BUDGET AND ACTUAL**

Fiscal Year Ended June 30, 2012

	Final Budget	Actual	Variance with Final Budget Positive (Negative)
Revenues:			
Intergovernmental	\$ 1,207,339	\$ 681,126	\$ (526,213)
Investment income	-	649	649
	<hr/>	<hr/>	<hr/>
Total revenues	1,207,339	681,775	(525,564)
	<hr/>	<hr/>	<hr/>
Excess (deficiency) of revenues over (under) expenditures	1,207,339	681,775	(525,564)
	<hr/>	<hr/>	<hr/>
Other financing sources (uses):			
Transfers in	-	985,135	985,135
Transfers out	(1,762,085)	(1,762,085)	-
	<hr/>	<hr/>	<hr/>
Total other financing sources (uses)	(1,762,085)	(776,950)	985,135
	<hr/>	<hr/>	<hr/>
Net change in fund balance	(554,746)	(95,175)	459,571
	<hr/>	<hr/>	<hr/>
Fund balance at beginning of year	107,599	107,599	-
	<hr/>	<hr/>	<hr/>
Fund balance at end of year	\$ (447,147)	\$ 12,424	\$ 459,571
	<hr/> <hr/>	<hr/> <hr/>	<hr/> <hr/>

CITY OF SAN RAMON, CALIFORNIA

TRAFFIC IMPROVEMENT

**SCHEDULE OF REVENUES, EXPENDITURES AND CHANGES IN FUND BALANCE -
BUDGET AND ACTUAL**

Fiscal Year Ended June 30, 2012

	Final Budget	Actual	Variance with Final Budget Positive (Negative)
	<u> </u>	<u> </u>	<u> </u>
Revenues:			
Developer fees	\$ 96,659	\$ 8,596	\$ (88,063)
Investment income	-	3,746	3,746
Miscellaneous	-	500	500
	<u> </u>	<u> </u>	<u> </u>
Total revenues	96,659	12,842	(83,817)
	<u> </u>	<u> </u>	<u> </u>
Excess (deficiency) of revenues over (under) expenditures	96,659	12,842	(83,817)
	<u> </u>	<u> </u>	<u> </u>
Other financing sources (uses):			
Transfers in	-	165,567	165,567
Transfers out	(187,910)	(187,910)	-
	<u> </u>	<u> </u>	<u> </u>
Total other financing sources (uses)	(187,910)	(22,343)	165,567
	<u> </u>	<u> </u>	<u> </u>
Net change in fund balance	(91,251)	(9,501)	81,750
	<u> </u>	<u> </u>	<u> </u>
Fund balance at beginning of year	738,637	738,637	-
	<u> </u>	<u> </u>	<u> </u>
Fund balance at end of year	\$ 647,386	\$ 729,136	\$ 81,750
	<u> </u>	<u> </u>	<u> </u>

CITY OF SAN RAMON, CALIFORNIA

TRI-VALLEY TRANSPORTATION

**SCHEDULE OF REVENUES, EXPENDITURES AND CHANGES IN FUND BALANCE -
BUDGET AND ACTUAL**

Fiscal Year Ended June 30, 2012

	Final Budget	Actual	Variance with Final Budget Positive (Negative)
Revenues:			
Developer fees	\$ 63,677	\$ 1,908	(61,769)
Investment income	-	47	47
	<hr/>	<hr/>	<hr/>
Total revenues	63,677	1,955	(61,722)
	<hr/>	<hr/>	<hr/>
Excess (deficiency) of revenues over (under) expenditures	63,677	1,955	(61,722)
	<hr/>	<hr/>	<hr/>
Net change in fund balance	63,677	1,955	(61,722)
	<hr/>	<hr/>	<hr/>
Fund balance at beginning of year	4,008	4,008	-
	<hr/>	<hr/>	<hr/>
Fund balance at end of year	\$ 67,685	\$ 5,963	\$ (61,722)
	<hr/> <hr/>	<hr/> <hr/>	<hr/> <hr/>

CITY OF SAN RAMON, CALIFORNIA

PUBLIC EDUCATION AND GOVERNMENT

**SCHEDULE OF REVENUES, EXPENDITURES AND CHANGES IN FUND BALANCE -
BUDGET AND ACTUAL**

Fiscal Year Ended June 30, 2012

	<u>Final Budget</u>	<u>Actual</u>	<u>Variance with Final Budget Positive (Negative)</u>
Revenues:			
Property taxes	\$ 150,000	\$ 186,167	\$ 36,167
Investment income	-	166	166
	<hr/>	<hr/>	<hr/>
Total revenues	150,000	186,333	36,333
	<hr/>	<hr/>	<hr/>
Expenditures:			
Capital outlay	83,920	51,120	32,800
	<hr/>	<hr/>	<hr/>
Total expenditures	83,920	51,120	32,800
	<hr/>	<hr/>	<hr/>
Excess (deficiency) of revenues over (under) expenditures	66,080	135,213	69,133
	<hr/>	<hr/>	<hr/>
Other financing sources (uses):			
Transfers out	-	(73,687)	(73,687)
	<hr/>	<hr/>	<hr/>
Total other financing sources (uses)	-	(73,687)	(73,687)
	<hr/>	<hr/>	<hr/>
Net change in fund balance	66,080	61,526	(4,554)
	<hr/>	<hr/>	<hr/>
Fund balance at beginning of year	-	-	-
	<hr/>	<hr/>	<hr/>
Fund balance at end of year	\$ 66,080	\$ 61,526	\$ (4,554)
	<hr/> <hr/>	<hr/> <hr/>	<hr/> <hr/>

CITY OF SAN RAMON, CALIFORNIA

CITYWIDE LIGHTING AND LANDSCAPING

**SCHEDULE OF REVENUES, EXPENDITURES AND CHANGES IN FUND BALANCE -
BUDGET AND ACTUAL**

Fiscal Year Ended June 30, 2012

	Final Budget	Actual	Variance with Final Budget Positive (Negative)
	<u> </u>	<u> </u>	<u> </u>
Revenues:			
Special assessments	\$ 2,122,080	\$ 2,103,422	\$ (18,658)
Developer fees	8,100	8,026	(74)
Investment income	-	6,086	6,086
Miscellaneous	-	30,298	30,298
	<u> </u>	<u> </u>	<u> </u>
Total revenues	2,130,180	2,147,832	17,652
	<u> </u>	<u> </u>	<u> </u>
Expenditures:			
Current:			
Public works	1,410,347	1,250,140	160,207
	<u> </u>	<u> </u>	<u> </u>
Total expenditures	1,410,347	1,250,140	160,207
	<u> </u>	<u> </u>	<u> </u>
Excess (deficiency) of revenues over (under) expenditures	719,833	897,692	177,859
	<u> </u>	<u> </u>	<u> </u>
Other financing sources (uses):			
Capital lease agreement	2,687,302	2,687,302	-
Transfers out	(3,780,842)	(3,708,525)	72,317
	<u> </u>	<u> </u>	<u> </u>
Total other financing sources (uses)	(1,093,540)	(1,021,223)	72,317
	<u> </u>	<u> </u>	<u> </u>
Net change in fund balance	(373,707)	(123,531)	250,176
	<u> </u>	<u> </u>	<u> </u>
Fund balance at beginning of year	1,024,600	1,024,600	-
	<u> </u>	<u> </u>	<u> </u>
Fund balance at end of year	\$ 650,893	\$ 901,069	\$ 250,176
	<u> </u>	<u> </u>	<u> </u>

CITY OF SAN RAMON, CALIFORNIA

SPECIAL LANDSCAPING ZONES

**SCHEDULE OF REVENUES, EXPENDITURES AND CHANGES IN FUND BALANCE -
BUDGET AND ACTUAL**

Fiscal Year Ended June 30, 2012

	Final Budget	Actual	Variance with Final Budget Positive (Negative)
Revenues:			
Investment income	\$ -	\$ 9,499	\$ 9,499
Special assessments	1,224,167	1,224,140	(27)
Miscellaneous	-	3,568	3,568
Total revenues	<u>1,224,167</u>	<u>1,237,207</u>	<u>13,040</u>
Expenditures:			
Current:			
Public works	1,394,051	1,197,475	196,576
Total expenditures	<u>1,394,051</u>	<u>1,197,475</u>	<u>196,576</u>
Excess (deficiency) of revenues over (under) expenditures	<u>(169,884)</u>	<u>39,732</u>	<u>209,616</u>
Other financing sources (uses):			
Transfers in	364,825	364,825	-
Transfers out	<u>(277,621)</u>	<u>(277,621)</u>	<u>-</u>
Total other financing sources (uses)	<u>87,204</u>	<u>87,204</u>	<u>-</u>
Net change in fund balance	(82,680)	126,936	209,616
Fund balance at beginning of year	<u>1,959,709</u>	<u>1,959,709</u>	<u>-</u>
Fund balance at end of year	<u><u>\$ 1,877,029</u></u>	<u><u>\$ 2,086,645</u></u>	<u><u>\$ 209,616</u></u>

CITY OF SAN RAMON, CALIFORNIA

CANYON PARK

**SCHEDULE OF REVENUES, EXPENDITURES AND CHANGES IN FUND BALANCE -
BUDGET AND ACTUAL**

Fiscal Year Ended June 30, 2012

	Final Budget	Actual	Variance with Final Budget Positive (Negative)
	<u> </u>	<u> </u>	<u> </u>
Revenues:			
Investment income	\$ -	\$ 1,246	\$ 1,246
Special assessments	36,534	14,260	(22,274)
	<u> </u>	<u> </u>	<u> </u>
Total revenues	36,534	15,506	(21,028)
	<u> </u>	<u> </u>	<u> </u>
Expenditures:			
Current:			
Public works	15,908	8,732	7,176
	<u> </u>	<u> </u>	<u> </u>
Total expenditures	15,908	8,732	7,176
	<u> </u>	<u> </u>	<u> </u>
Excess (deficiency) of revenues over (under) expenditures	20,626	6,774	(13,852)
	<u> </u>	<u> </u>	<u> </u>
Other financing sources (uses):			
Transfers out	(2,517)	(2,517)	-
	<u> </u>	<u> </u>	<u> </u>
Total other financing sources (uses)	(2,517)	(2,517)	-
	<u> </u>	<u> </u>	<u> </u>
Net change in fund balance	18,109	4,257	(13,852)
	<u> </u>	<u> </u>	<u> </u>
Fund balance at beginning of year	220,598	220,598	-
	<u> </u>	<u> </u>	<u> </u>
Fund balance at end of year	\$ 238,707	\$ 224,855	\$ (13,852)
	<u> </u>	<u> </u>	<u> </u>

CITY OF SAN RAMON, CALIFORNIA

VILLAGE CENTER COMMON AREA

**SCHEDULE OF REVENUES, EXPENDITURES AND CHANGES IN FUND BALANCE -
BUDGET AND ACTUAL**

Fiscal Year Ended June 30, 2012

	Final Budget	Actual	Variance with Final Budget Positive (Negative)
Revenues:			
Investment income	\$ -	\$ 105	\$ 105
Miscellaneous	6,187	6,006	(181)
Total revenues	<u>6,187</u>	<u>6,111</u>	<u>(76)</u>
Expenditures:			
Current:			
Public works	10,260	6,677	3,583
Total expenditures	<u>10,260</u>	<u>6,677</u>	<u>3,583</u>
Excess (deficiency) of revenues over (under) expenditures	<u>(4,073)</u>	<u>(566)</u>	<u>3,507</u>
Other financing sources (uses):			
Transfers in	4,073	4,073	-
Total other financing sources (uses)	<u>4,073</u>	<u>4,073</u>	<u>-</u>
Net change in fund balance	-	3,507	3,507
Fund balance at beginning of year	<u>16,143</u>	<u>16,143</u>	<u>-</u>
Fund balance at end of year	<u><u>\$ 16,143</u></u>	<u><u>\$ 19,650</u></u>	<u><u>\$ 3,507</u></u>

CITY OF SAN RAMON, CALIFORNIA

SOLID WASTE

**SCHEDULE OF REVENUES, EXPENDITURES AND CHANGES IN FUND BALANCE -
BUDGET AND ACTUAL**

Fiscal Year Ended June 30, 2012

	Final Budget	Actual	Variance with Final Budget Positive (Negative)
Revenues:			
Licenses and permits	\$ -	\$ 65	\$ 65
Intergovernmental	-	43,334	43,334
Investment income	-	895	895
Miscellaneous	157,000	162,821	5,821
	<hr/>	<hr/>	<hr/>
Total revenues	157,000	207,115	50,115
	<hr/>	<hr/>	<hr/>
Expenditures:			
Current:			
Public works	188,563	142,466	46,097
	<hr/>	<hr/>	<hr/>
Total expenditures	188,563	142,466	46,097
	<hr/>	<hr/>	<hr/>
Excess (deficiency) of revenues over (under) expenditures	(31,563)	64,649	96,212
	<hr/>	<hr/>	<hr/>
Net change in fund balance	(31,563)	64,649	96,212
	<hr/>	<hr/>	<hr/>
Fund balance at beginning of year	130,732	130,732	-
	<hr/>	<hr/>	<hr/>
Fund balance at end of year	\$ 99,169	\$ 195,381	\$ 96,212
	<hr/> <hr/>	<hr/> <hr/>	<hr/> <hr/>

CITY OF SAN RAMON, CALIFORNIA

GHAD

**SCHEDULE OF REVENUES, EXPENDITURES AND CHANGES IN FUND BALANCE -
BUDGET AND ACTUAL**

Fiscal Year Ended June 30, 2012

	Final Budget	Actual	Variance with Final Budget Positive (Negative)
Revenues:			
Licenses and permits	\$ 3,500	\$ 4,000	\$ 500
Investment income	40,582	26,915	(13,667)
Special assessments	1,211,133	1,207,635	(3,498)
Miscellaneous	39,319	42,502	3,183
Total revenues	<u>1,294,534</u>	<u>1,281,052</u>	<u>(13,482)</u>
Expenditures:			
Current:			
Public works	498,479	434,286	64,193
Total expenditures	<u>498,479</u>	<u>434,286</u>	<u>64,193</u>
Excess (deficiency) of revenues over (under) expenditures	<u>796,055</u>	<u>846,766</u>	<u>50,711</u>
Other financing sources (uses):			
Transfers out	<u>(64,568)</u>	<u>(64,568)</u>	<u>-</u>
Total other financing sources (uses)	<u>(64,568)</u>	<u>(64,568)</u>	<u>-</u>
Net change in fund balance	731,487	782,198	50,711
Fund balance at beginning of year	<u>4,501,653</u>	<u>4,501,653</u>	<u>-</u>
Fund balance at end of year	<u><u>\$ 5,233,140</u></u>	<u><u>\$ 5,283,851</u></u>	<u><u>\$ 50,711</u></u>

CITY OF SAN RAMON, CALIFORNIA

NON-POINT DRAINAGE DISTRICT

**SCHEDULE OF REVENUES, EXPENDITURES AND CHANGES IN FUND BALANCE -
BUDGET AND ACTUAL**

Fiscal Year Ended June 30, 2012

	Final Budget	Actual	Variance with Final Budget Positive (Negative)
Revenues:			
Charges for services	\$ -	\$ 310	\$ 310
Investment income	2,000	875	(1,125)
Special assessments	1,159,045	1,115,339	(43,706)
Miscellaneous	6,000	6,000	-
Total revenues	<u>1,167,045</u>	<u>1,122,524</u>	<u>(44,521)</u>
Expenditures:			
Current:			
Public works	1,029,244	983,788	45,456
Total expenditures	<u>1,029,244</u>	<u>983,788</u>	<u>45,456</u>
Excess (deficiency) of revenues over (under) expenditures	<u>137,801</u>	<u>138,736</u>	<u>935</u>
Other financing sources (uses):			
Transfers out	<u>(292,485)</u>	<u>(292,485)</u>	<u>-</u>
Total other financing sources (uses)	<u>(292,485)</u>	<u>(292,485)</u>	<u>-</u>
Net change in fund balance	(154,684)	(153,749)	935
Fund balance at beginning of year	<u>426,754</u>	<u>426,754</u>	<u>-</u>
Fund balance at end of year	<u><u>\$ 272,070</u></u>	<u><u>\$ 273,005</u></u>	<u><u>\$ 935</u></u>

CITY OF SAN RAMON, CALIFORNIA

STREET SMARTS

**SCHEDULE OF REVENUES, EXPENDITURES AND CHANGES IN FUND BALANCE -
BUDGET AND ACTUAL**

Fiscal Year Ended June 30, 2012

	Final Budget	Actual	Variance with Final Budget Positive (Negative)
Revenues:			
Intergovernmental	\$ 112,850	\$ 17,179	\$ (95,671)
Investment income	-	529	529
Miscellaneous	30,000	47,526	17,526
Total revenues	<u>142,850</u>	<u>65,234</u>	<u>(77,616)</u>
Expenditures:			
Current:			
Community development	142,850	98,613	44,237
Total expenditures	<u>142,850</u>	<u>98,613</u>	<u>44,237</u>
Excess (deficiency) of revenues over (under) expenditures	<u>-</u>	<u>(33,379)</u>	<u>(33,379)</u>
Other financing sources (uses):			
Transfers in	35,000	35,000	-
Total other financing sources (uses)	<u>35,000</u>	<u>35,000</u>	<u>-</u>
Net change in fund balance	35,000	1,621	(33,379)
Fund balance at beginning of year	<u>86,807</u>	<u>86,807</u>	<u>-</u>
Fund balance (deficit) at end of year	<u><u>\$ 121,807</u></u>	<u><u>\$ 88,428</u></u>	<u><u>\$ (33,379)</u></u>

CITY OF SAN RAMON, CALIFORNIA

TDM PROGRAMS

**SCHEDULE OF REVENUES, EXPENDITURES AND CHANGES IN FUND BALANCE -
BUDGET AND ACTUAL**

Fiscal Year Ended June 30, 2012

	Final Budget	Actual	Variance with Final Budget Positive (Negative)
	<u> </u>	<u> </u>	<u> </u>
Revenues:			
Intergovernmental	\$ 702,810	\$ 394,312	\$ (308,498)
	<u> </u>	<u> </u>	<u> </u>
Total revenues	702,810	394,312	(308,498)
	<u> </u>	<u> </u>	<u> </u>
Expenditures:			
Current:			
Community development	702,810	394,312	308,498
	<u> </u>	<u> </u>	<u> </u>
Total expenditures	702,810	394,312	308,498
	<u> </u>	<u> </u>	<u> </u>
Excess (deficiency) of revenues over (under) expenditures	-	-	-
	<u> </u>	<u> </u>	<u> </u>
Net change in fund balance	-	-	-
	<u> </u>	<u> </u>	<u> </u>
Fund balance at beginning of year	-	-	-
	<u> </u>	<u> </u>	<u> </u>
Fund balance at end of year	\$ -	\$ -	\$ -
	<u> </u>	<u> </u>	<u> </u>

CITY OF SAN RAMON, CALIFORNIA

POLICE SERVICES DONATION

**SCHEDULE OF REVENUES, EXPENDITURES AND CHANGES IN FUND BALANCE -
BUDGET AND ACTUAL**

Fiscal Year Ended June 30, 2012

	Final Budget	Actual	Variance with Final Budget Positive (Negative)
Revenues:			
Fines and forfeitures	\$ -	\$ 660	\$ 660
Investment income	-	674	674
Miscellaneous	-	14,961	14,961
Total revenues	-	16,295	16,295
Expenditures:			
Current:			
Police services	33,583	16,546	17,037
Total expenditures	33,583	16,546	17,037
Excess (deficiency) of revenues over (under) expenditures	(33,583)	(251)	33,332
Other financing sources (uses):			
Transfers out	-	(10,344)	(10,344)
Total other financing sources (uses)	-	(10,344)	(10,344)
Net change in fund balance	(33,583)	(10,595)	22,988
Fund balance at beginning of year	41,784	41,784	-
Fund balance at end of year	\$ 8,201	\$ 31,189	\$ 22,988

CITY OF SAN RAMON, CALIFORNIA

PROJECT PARTICIPATION

**SCHEDULE OF REVENUES, EXPENDITURES AND CHANGES IN FUND BALANCE -
BUDGET AND ACTUAL**

Fiscal Year Ended June 30, 2012

	Final Budget	Actual	Variance with Final Budget Positive (Negative)
Revenues:			
Investment income	\$ -	\$ 1,311	\$ 1,311
Total revenues	-	1,311	1,311
Excess (deficiency) of revenues over (under) expenditures	-	1,311	1,311
Other financing sources (uses):			
Transfers out	(200,000)	(200,000)	-
Total other financing sources (uses)	(200,000)	(200,000)	-
Net change in fund balance	(200,000)	(198,689)	1,311
Fund balance at beginning of year	361,607	361,607	-
Fund balance at end of year	\$ 161,607	\$ 162,918	\$ 1,311

CITY OF SAN RAMON, CALIFORNIA

PENSION OBLIGATION BONDS FUND

**SCHEDULE OF REVENUES, EXPENDITURES AND CHANGES IN FUND BALANCE -
BUDGET AND ACTUAL**

Fiscal Year Ended June 30, 2012

	Final Budget	Actual	Variance with Final Budget Positive (Negative)
Revenues:			
Investment income	\$ -	\$ 6,864	\$ 6,864
Miscellaneous	789,673	1,106,275	316,602
Total revenues	789,673	1,113,139	323,466
Expenditures:			
Debt Service:			
Principal	110,000	110,000	-
Interest and fees	1,092,632	1,092,313	319
Total expenditures	1,202,632	1,202,313	319
Excess (deficiency) of revenues over (under) expenditures	(412,959)	(89,174)	323,785
Other financing sources (uses):			
Transfers in	1,628,043	1,628,043	-
Transfers out	(1,196,233)	(1,196,233)	-
Total other financing sources (uses)	431,810	431,810	-
Net change in fund balance	18,851	342,636	323,785
Fund balance at beginning of year	1,348	1,348	-
Fund balance at end of year	\$ 20,199	\$ 343,984	\$ 323,785

CITY OF SAN RAMON, CALIFORNIA

COP #11

**SCHEDULE OF REVENUES, EXPENDITURES AND CHANGES IN FUND BALANCE -
BUDGET AND ACTUAL**

Fiscal Year Ended June 30, 2012

	Final Budget	Actual	Variance with Final Budget Positive (Negative)
Revenues:			
Investment income	\$ -	\$ 3	\$ 3
Total revenues	<u>-</u>	<u>3</u>	<u>3</u>
Expenditures:			
Debt service:			
Principal	175,000	175,000	-
Interest and fees	61,266	61,041	225
Total expenditures	<u>236,266</u>	<u>236,041</u>	<u>225</u>
Excess (deficiency) of revenues over (under) expenditures	<u>(236,266)</u>	<u>(236,038)</u>	<u>228</u>
Net change in fund balance	(236,266)	(236,038)	228
Fund balance at beginning of year	<u>1,835,684</u>	<u>1,835,684</u>	-
Fund balance at end of year	<u><u>\$ 1,599,418</u></u>	<u><u>\$ 1,599,646</u></u>	<u><u>\$ 228</u></u>

CITY OF SAN RAMON, CALIFORNIA

COP #12

**SCHEDULE OF REVENUES, EXPENDITURES AND CHANGES IN FUND BALANCE -
BUDGET AND ACTUAL**

Fiscal Year Ended June 30, 2012

	Final Budget	Actual	Variance with Final Budget Positive (Negative)
	<u> </u>	<u> </u>	<u> </u>
Revenues:			
Investment income	\$ -	\$ 24	\$ 24
	<u> </u>	<u> </u>	<u> </u>
Total revenues	-	24	24
	<u> </u>	<u> </u>	<u> </u>
Expenditures:			
Debt service:			
Interest and fees	-	515,772	(515,772)
	<u> </u>	<u> </u>	<u> </u>
Total expenditures	-	515,772	(515,772)
	<u> </u>	<u> </u>	<u> </u>
Excess (deficiency) of revenues over (under) expenditures	-	(515,748)	(515,748)
	<u> </u>	<u> </u>	<u> </u>
Other financing sources (uses):			
Issuance of bonds	-	12,209,555	12,209,555
Transfers in	-	16,443,290	16,443,290
Transfers out	-	(13,723,732)	(13,723,732)
	<u> </u>	<u> </u>	<u> </u>
Total other financing sources (uses)	-	14,929,113	14,929,113
	<u> </u>	<u> </u>	<u> </u>
Net change in fund balance	-	14,413,365	14,413,365
	<u> </u>	<u> </u>	<u> </u>
Fund balance at beginning of year	-	-	-
	<u> </u>	<u> </u>	<u> </u>
Fund balance at end of year	\$ -	\$ 14,413,365	\$ 14,413,365
	<u> </u>	<u> </u>	<u> </u>



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CITY OF SAN RAMON, CALIFORNIA
DESCRIPTIONS OF INTERNAL SERVICE FUNDS

Internal Service Funds are used to account for the financing of goods and services provided by one City department or agency to other departments or agencies of the City, or to other governmental units on a cost-reimbursement basis (including depreciation).

The Investment Fund is used to account for the management of investments.

The Equipment Replacement Fund is used to account for replacement of major equipment and vehicles. Revenues are derived from allocated charges to the department's general fund.

The Information System Replacement Fund is used to account for replacement of computer related equipment.

The Insurance Liability Fund is used to administer the City employee's leave payouts, retiree medical benefits, general insurance, and safety programs with the goals of reducing insurance-related costs, maintain appropriate levels of coverage and to build contingent loss reserves.

The Healthcare Fund is used to account for City employee's healthcare premiums and claims.

The Building Maintenance Fund is used to account for the cost of maintaining City buildings.

CITY OF SAN RAMON, CALIFORNIA

INTERNAL SERVICE FUNDS

COMBINING STATEMENT OF NET ASSETS

June 30, 2012

	Investment Fund	Equipment Replacement Fund	Information System Replacement Fund
	<u> </u>	<u> </u>	<u> </u>
ASSETS			
Current assets:			
Cash and investments	\$ 7,797	\$ 3,076,179	\$ 838,206
Accounts receivable	-	-	-
Interest receivable	-	3,783	1,026
	<u> </u>	<u> </u>	<u> </u>
Total current assets	7,797	3,079,962	839,232
	<u> </u>	<u> </u>	<u> </u>
Noncurrent assets:			
Capital assets, net of accumulated depreciation	-	1,850,140	-
	<u> </u>	<u> </u>	<u> </u>
Total assets	7,797	4,930,102	839,232
	<u> </u>	<u> </u>	<u> </u>
LIABILITIES			
Current liabilities:			
Accounts payable	6,292	48,111	14,263
Accrued payroll	1,505	-	-
Claims and judgments payable	-	-	-
	<u> </u>	<u> </u>	<u> </u>
Total liabilities	7,797	48,111	14,263
	<u> </u>	<u> </u>	<u> </u>
NET ASSETS			
Net assets:			
Invested in capital assets	-	1,850,140	-
Unrestricted	-	3,031,851	824,969
	<u> </u>	<u> </u>	<u> </u>
Total net assets	\$ -	\$ 4,881,991	\$ 824,969
	<u> </u>	<u> </u>	<u> </u>

Insurance Liability Fund	Healthcare Fund	Building Maintenance Fund	Total
\$ 3,451,122	\$ 5,137,455	\$ 642,055	\$ 13,152,814
11,336	231,004	-	242,340
4,070	6,027	771	15,677
<u>3,466,528</u>	<u>5,374,486</u>	<u>642,826</u>	<u>13,410,831</u>
-	-	-	1,850,140
<u>3,466,528</u>	<u>5,374,486</u>	<u>642,826</u>	<u>15,260,971</u>
6,801	280,174	-	355,641
2,823	-	-	4,328
-	410,167	-	410,167
<u>9,624</u>	<u>690,341</u>	<u>-</u>	<u>770,136</u>
-	-	-	1,850,140
<u>3,456,904</u>	<u>4,684,145</u>	<u>642,826</u>	<u>12,640,695</u>
<u>\$ 3,456,904</u>	<u>\$ 4,684,145</u>	<u>\$ 642,826</u>	<u>\$ 14,490,835</u>

CITY OF SAN RAMON, CALIFORNIA

INTERNAL SERVICE FUNDS

COMBINING STATEMENT OF REVENUES, EXPENSES AND CHANGES IN FUND NET ASSETS

Fiscal Year Ended June 30, 2012

	Investment Fund	Equipment Replacement Fund	Information System Replacement Fund
Operating revenues:			
Charges for services	\$ -	\$ 708,239	\$ 176,707
Other	-	243,863	-
Total operating revenues	<u>-</u>	<u>952,102</u>	<u>176,707</u>
Operating expenses:			
Personnel services	-	-	-
Services and supplies	40,570	209,063	44,682
Claims and insurance	-	-	-
Depreciation	-	672,949	-
Total operating expenses	<u>40,570</u>	<u>882,012</u>	<u>44,682</u>
Operating income (loss)	<u>(40,570)</u>	<u>70,090</u>	<u>132,025</u>
Nonoperating revenues (expenses):			
Investment income (expense)	40,570	(14,937)	4,417
Intergovernmental	-	-	-
Total nonoperating revenues	<u>40,570</u>	<u>(14,937)</u>	<u>4,417</u>
Income (loss) before transfers	<u>-</u>	<u>55,153</u>	<u>136,442</u>
Transfers:			
Transfers in	-	99,284	-
Transfers out	-	-	(8,527)
Total transfers	<u>-</u>	<u>99,284</u>	<u>(8,527)</u>
Change in net assets	-	154,437	127,915
Net assets at beginning of year	<u>-</u>	<u>4,727,554</u>	<u>697,054</u>
Net assets at end of year	<u><u>\$ -</u></u>	<u><u>\$ 4,881,991</u></u>	<u><u>\$ 824,969</u></u>

Insurance Liability Fund	Healthcare Fund	Building Maintenance Fund	Total
\$ 2,267,099	\$ 6,076,691	\$ 12,900	\$ 9,241,636
40,939	-	-	284,802
<u>2,308,038</u>	<u>6,076,691</u>	<u>12,900</u>	<u>9,526,438</u>
557,952	-	-	557,952
79,619	6,659,000	-	7,032,934
791,694	-	-	791,694
-	-	-	672,949
<u>1,429,265</u>	<u>6,659,000</u>	<u>-</u>	<u>9,055,529</u>
<u>878,773</u>	<u>(582,309)</u>	<u>12,900</u>	<u>470,909</u>
17,414	30,656	3,752	81,872
65,485	-	-	65,485
<u>82,899</u>	<u>30,656</u>	<u>3,752</u>	<u>147,357</u>
<u>961,672</u>	<u>(551,653)</u>	<u>16,652</u>	<u>618,266</u>
57,644	-	200,690	357,618
(431,809)	-	(441,074)	(881,410)
<u>(374,165)</u>	<u>-</u>	<u>(240,384)</u>	<u>(523,792)</u>
587,507	(551,653)	(223,732)	94,474
<u>2,869,397</u>	<u>5,235,798</u>	<u>866,558</u>	<u>14,396,361</u>
<u>\$ 3,456,904</u>	<u>\$ 4,684,145</u>	<u>\$ 642,826</u>	<u>\$ 14,490,835</u>

CITY OF SAN RAMON, CALIFORNIA
INTERNAL SERVICE FUNDS
COMBINING STATEMENT OF CASH FLOWS
Fiscal Year Ended June 30, 2012

	<u>Investment Fund</u>	<u>Equipment Replacement Fund</u>
Cash flows from operating activities:		
Cash received from department users	\$ -	\$ 959,421
Cash payments to suppliers of goods and services	(40,570)	(193,320)
Cash payments to employees for services	(648)	-
	(41,218)	766,101
Cash flows from non-capital financing activities:		
Intergovernmental	-	-
Cash received from other funds	-	99,284
Cash paid to other funds	-	-
	-	99,284
Cash flows from capital and related financing activities:		
Acquisition of capital assets	-	(304,409)
	-	(304,409)
Cash flows from investing activities:		
Interest	40,570	(14,937)
	40,570	(14,937)
Net increase (decrease) in cash and cash equivalents	(648)	546,039
Cash and cash equivalents at beginning of year	8,445	2,530,140
Cash and cash equivalents at end of year	\$ 7,797	\$ 3,076,179

Information System Replacement Fund	Insurance Liability Fund	Healthcare Fund	Building Maintenance Fund	Total
\$ 176,643	\$ 2,309,873	\$ 6,002,440	\$ 13,257	\$ 9,461,634
(72,585)	(884,236)	(6,290,741)	-	(7,481,452)
-	(579,157)	-	-	(579,805)
104,058	846,480	(288,301)	13,257	1,400,377
-	65,485	-	-	65,485
-	57,644	-	200,690	357,618
(8,527)	(431,809)	-	(441,074)	(881,410)
(8,527)	(308,680)	-	(240,384)	(458,307)
-	-	-	-	(304,409)
-	-	-	-	(304,409)
4,417	17,414	30,656	3,752	81,872
4,417	17,414	30,656	3,752	81,872
99,948	555,214	(257,645)	(223,375)	719,533
738,258	2,895,908	5,395,100	865,430	12,433,281
\$ 838,206	\$ 3,451,122	\$ 5,137,455	\$ 642,055	\$ 13,152,814

CITY OF SAN RAMON, CALIFORNIA
INTERNAL SERVICE FUNDS
COMBINING STATEMENT OF CASH FLOWS
Fiscal Year Ended June 30, 2012

	Investment Fund	Equipment Replacement Fund
	<u> </u>	<u> </u>
Reconciliation of operating income to net cash provided by operating activities:		
Operating income (loss)	\$ (40,570)	\$ 70,090
Adjustments to reconcile operating income (loss) to net cash provided by operating activities:		
Depreciation	-	672,949
(Increase) decrease in accounts receivable	(648)	7,805
(Increase) decrease in interest receivable	-	(486)
Increase (decrease) in accounts payable	-	15,743
Increase (decrease) in accrued payroll	-	-
Increase (decrease) in claims and judgments payable	-	-
	<u> </u>	<u> </u>
Net cash provided by (used for) operating activities	<u>\$ (41,218)</u>	<u>\$ 766,101</u>

Information System Replacement Fund	Insurance Liability Fund	Healthcare Fund	Building Maintenance Fund	Total
\$ 132,025	\$ 878,773	\$ (582,309)	\$ 12,900	\$ 470,909
-	-	-	-	672,949
-	2,136	(75,253)	-	(65,960)
(64)	(301)	1,002	357	508
(27,903)	(12,923)	113,098	-	88,015
-	(21,205)	-	-	(21,205)
-	-	255,161	-	255,161
<u>\$ 104,058</u>	<u>\$ 846,480</u>	<u>\$ (288,301)</u>	<u>\$ 13,257</u>	<u>\$ 1,400,377</u>



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CITY OF SAN RAMON, CALIFORNIA

DESCRIPTIONS OF AGENCY FUNDS

Agency Funds account for assets held by the governmental unit in the capacity of agent for individuals, governmental entities, and non-public organizations.

The Agency Funds used to account for monies held by the City in a fiduciary capacity are as follows:

The Fostoria Assessment District Fund is used to account for the special assessment bonds issued for the purpose of public improvements by the Fostoria Parkway Assessment District.

The Cree Court Assessment District Fund is used to account for the debt issued to finance infrastructure improvements and facilities within its boundaries.

The SCCJEPA Trust Fund and the Tri-Valley Transportation (TVTC) Trust Fund are the other funds used to account for activities for which the City is acting only as an agent.

The Helping Hands Program is used to account for donations for Hurricane Katrina victims.

The Tri-Valley TBID Fund is used to account for the collection of Tri-Valley Tourism Business Improvement District assessment on lodging businesses for which the City is acting only as an agent.

The DV Performing Arts Theater Fund is used to account for funds related to cultural and theater arts.

CITY OF SAN RAMON, CALIFORNIA

AGENCY FUNDS

COMBINING BALANCE SHEET

June 30, 2012

	Fostoria Assessment District Fund	Cree Court Assessment District Fund	SCCJEP Trust Fund
	<u> </u>	<u> </u>	<u> </u>
ASSETS			
Cash and investments	\$ 122,286	\$ 65,292	\$ 7
Accounts receivable	-	-	-
Interest receivable	114	80	-
	<u> </u>	<u> </u>	<u> </u>
Total assets	<u>\$ 122,400</u>	<u>\$ 65,372</u>	<u>\$ 7</u>
LIABILITIES			
Due to bondholders	\$ 122,308	\$ 65,372	\$ -
Due to other governments	92	-	7
	<u> </u>	<u> </u>	<u> </u>
Total liabilities	<u>\$ 122,400</u>	<u>\$ 65,372</u>	<u>\$ 7</u>

<u>TVTC Trust Fund</u>	<u>Helping Hands Program</u>	<u>Tri-Valley TBID Fund</u>	<u>DV Performing Arts Theater</u>	<u>Total</u>
\$ -	\$ 1,823	\$ 67,830	\$ 126,717	\$ 383,955
-	-	39,364	-	39,364
-	2	-	-	196
<u>\$ -</u>	<u>\$ 1,825</u>	<u>\$ 107,194</u>	<u>\$ 126,717</u>	<u>\$ 423,515</u>
\$ -	\$ -	\$ -	\$ -	\$ 187,680
-	1,825	107,194	126,717	235,835
<u>\$ -</u>	<u>\$ 1,825</u>	<u>\$ 107,194</u>	<u>\$ 126,717</u>	<u>\$ 423,515</u>



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CITY OF SAN RAMON, CALIFORNIA

AGENCY FUNDS

STATEMENT OF CHANGES IN ASSETS AND LIABILITIES

Fiscal Year Ended June 30, 2012

	Balance June 30, 2011	Additions	Deletions	Balance June 30, 2012
<i>Fostoria Assessment District Fund</i>				
ASSETS				
Cash and investments	\$ 117,701	\$ 4,585	\$ -	\$ 122,286
Interest receivable	119	-	5	114
Total assets	<u>\$ 117,820</u>	<u>\$ 4,585</u>	<u>\$ 5</u>	<u>\$ 122,400</u>
LIABILITIES				
Due to other governments	\$ -	\$ 92	\$ -	\$ 92
Due to bondholders	117,820	4,493	5	122,308
Total liabilities	<u>\$ 117,820</u>	<u>\$ 4,585</u>	<u>\$ 5</u>	<u>\$ 122,400</u>
<i>Cree Court Assessment District Fund</i>				
ASSETS				
Cash and investments	\$ 65,166	\$ 126	\$ -	\$ 65,292
Interest receivable	85	-	5	80
Total assets	<u>\$ 65,251</u>	<u>\$ 126</u>	<u>\$ 5</u>	<u>\$ 65,372</u>
LIABILITIES				
Due to bondholders	\$ 65,251	\$ 126	\$ 5	\$ 65,372
Total liabilities	<u>\$ 65,251</u>	<u>\$ 126</u>	<u>\$ 5</u>	<u>\$ 65,372</u>
<i>SCCJEP A Trust Fund</i>				
ASSETS				
Cash and investments	\$ 39	\$ -	\$ 32	\$ 7
Total assets	<u>\$ 39</u>	<u>\$ -</u>	<u>\$ 32</u>	<u>\$ 7</u>
LIABILITIES				
Due to other governments	\$ 39	\$ -	\$ 32	\$ 7
Total liabilities	<u>\$ 39</u>	<u>\$ -</u>	<u>\$ 32</u>	<u>\$ 7</u>

CITY OF SAN RAMON, CALIFORNIA

AGENCY FUNDS

STATEMENT OF CHANGES IN ASSETS AND LIABILITIES (CONTINUED)

Fiscal Year Ended June 30, 2012

	Balance June 30, 2011	Additions	Deletions	Balance June 30, 2012
<i>TVTC Trust Fund</i>				
ASSETS				
Cash and investments	\$ 1,509,423	\$ -	\$ 1,509,423	\$ -
Interest receivable	1,965	-	1,965	-
Total assets	<u>\$ 1,511,388</u>	<u>\$ -</u>	<u>\$ 1,511,388</u>	<u>\$ -</u>
LIABILITIES				
Due to other governments	\$ 1,511,388	\$ -	\$ 1,511,388	\$ -
Total liabilities	<u>\$ 1,511,388</u>	<u>\$ -</u>	<u>\$ 1,511,388</u>	<u>\$ -</u>
<i>Helping Hands Program</i>				
ASSETS				
Cash and investments	\$ 1,812	\$ 11	\$ -	\$ 1,823
Interest receivable	2	-	-	2
Total assets	<u>\$ 1,814</u>	<u>\$ 11</u>	<u>\$ -</u>	<u>\$ 1,825</u>
LIABILITIES				
Due to other governments	\$ 1,814	\$ 11	\$ -	\$ 1,825
Total liabilities	<u>\$ 1,814</u>	<u>\$ 11</u>	<u>\$ -</u>	<u>\$ 1,825</u>
<i>Tri-Valley TBID</i>				
ASSETS				
Cash and investments	\$ 76,490	\$ -	\$ 8,660	\$ 67,830
Accounts receivable	-	39,364	-	39,364
Total assets	<u>\$ 76,490</u>	<u>\$ 39,364</u>	<u>\$ 8,660</u>	<u>\$ 107,194</u>
LIABILITIES				
Due to other governments	\$ 76,490	\$ 39,364	\$ 8,660	\$ 107,194
Total liabilities	<u>\$ 76,490</u>	<u>\$ 39,364</u>	<u>\$ 8,660</u>	<u>\$ 107,194</u>

CITY OF SAN RAMON, CALIFORNIA

AGENCY FUNDS

STATEMENT OF CHANGES IN ASSETS AND LIABILITIES (CONTINUED)

Fiscal Year Ended June 30, 2012

	Balance June 30, 2011	Additions	Deletions	Balance June 30, 2012
<i>DV Performing Arts Theater</i>				
ASSETS				
Cash and investments	\$ 108,499	\$ 18,218	\$ -	\$ 126,717
Total assets	\$ 108,499	\$ 18,218	\$ -	\$ 126,717
LIABILITIES				
Due to other governments	\$ 108,499	\$ 18,218	\$ -	\$ 126,717
Total liabilities	\$ 108,499	\$ 18,218	\$ -	\$ 126,717
<i>Total Agency Funds</i>				
ASSETS				
Cash and investments	\$ 1,879,130	\$ 22,940	\$ 1,518,115	\$ 383,955
Accounts receivable	-	39,364	-	39,364
Interest receivable	2,171	-	1,975	196
Total assets	\$ 1,881,301	\$ 62,304	\$ 1,520,090	\$ 423,515
LIABILITIES				
Due to bondholders	\$ 183,071	\$ 4,619	\$ 10	\$ 187,680
Due to other governments	1,698,230	57,685	1,520,080	235,835
Total liabilities	\$ 1,881,301	\$ 62,304	\$ 1,520,090	\$ 423,515

CITY OF SAN RAMON, CALIFORNIA

PRIVATE PURPOSE TRUST FUNDS

COMBINING BALANCE SHEET

Fiscal Year Ended June 30, 2012

	Special Revenue Funds		Debt Service Funds	
	Low/Mod Income Housing Set-Aside	Redevelopment	RDA Tax Allocation 1998/2004	RDA Tax Allocation 2006
ASSETS				
Cash and investments	\$ 25,656	\$ 3,766,429	\$ 1,248,519	\$ 685,638
Cash and investments - restricted	2,029,172	-	3,687,958	267,746
Accounts receivable	350	222	-	-
Notes and loans	5,817,233	18,276	-	-
Interest receivable	-	-	1,530	840
Deferred charges	-	-	-	-
Land held for resale	3,092,668	-	-	-
Advances to other funds	3,483,624	-	-	-
Capital assets, not depreciated	-	-	-	-
Total assets	\$ 14,448,703	\$ 3,784,927	\$ 4,938,007	\$ 954,224
LIABILITIES AND FUND BALANCES				
Liabilities:				
Accounts payable	\$ 6,864	\$ 714,331	\$ -	\$ -
Accrued payroll	23,249	-	-	-
Deferred revenue	5,817,233	18,276	-	-
Interest payable	-	-	-	-
Advances from other funds	-	3,483,624	-	-
Long-term debt	-	-	-	-
Total liabilities	5,847,346	4,216,231	-	-
Fund balances (deficit):				
Restricted	8,601,357	(431,304)	4,938,007	954,224
Total fund balances (deficit)	8,601,357	(431,304)	4,938,007	954,224
Total liabilities and fund balances	\$ 14,448,703	\$ 3,784,927	\$ 4,938,007	\$ 954,224

Debt Service Fund		Capital Projects Fund			
Redevelopment ERAF	RDA Capital Projects	Total	Conversion to Full Accrual	Total	
\$ 853	\$ 2,603,166	\$ 8,330,261	\$ -	\$ 8,330,261	
-	-	5,984,876	-	5,984,876	
-	-	572	-	572	
-	-	5,835,509	-	5,835,509	
1	3,222	5,593	-	5,593	
-	-	-	1,283,960	1,283,960	
-	-	3,092,668	-	3,092,668	
-	-	3,483,624	-	3,483,624	
-	-	-	5,860,365	5,860,365	
<u>\$ 854</u>	<u>\$ 2,606,388</u>	<u>\$ 26,733,103</u>	<u>\$ 7,144,325</u>	<u>\$ 33,877,428</u>	
\$ -	\$ 29,718	\$ 750,913	\$ -	\$ 750,913	
-	2,104	25,353	-	25,353	
-	-	5,835,509	(5,835,509)	-	
-	-	-	1,416,601	1,416,601	
-	-	3,483,624	-	3,483,624	
-	-	-	78,190,973	78,190,973	
-	31,822	10,095,399	73,772,065	83,867,464	
854	2,574,566	16,637,704	(66,627,740)	(49,990,036)	
854	2,574,566	16,637,704	(66,627,740)	(49,990,036)	
<u>\$ 854</u>	<u>\$ 2,606,388</u>	<u>\$ 26,733,103</u>	<u>\$ 7,144,325</u>	<u>\$ 33,877,428</u>	

CITY OF SAN RAMON, CALIFORNIA

PRIVATE PURPOSE TRUST FUNDS

COMBINING STATEMENT OF REVENUES, EXPENDITURES AND CHANGES IN FUND BALANCES

Fiscal Year Ended June 30, 2012

	Special Revenue Funds		Debt Service Funds	
	Low/Mod Income Housing Set-Aside	Redevelopment	RDA Tax Allocation 1998/2004	RDA Tax Allocation 2006
	Revenues:			
Taxes	\$ -	\$ 3,378,068	\$ -	\$ -
Intergovernmental	-	-	-	-
Investment income	1,297	-	-	3,143
Miscellaneous	7,887	724	-	-
Total revenues	9,184	3,378,792	-	3,143
Expenditures:				
Current:				
Redevelopment	543,607	327,080	18,932	-
Capital outlay	-	-	-	-
Debt service:				
Principal	-	-	1,130,000	1,035,000
Interest and fees	-	-	677,535	1,074,541
Total expenditures	543,607	327,080	1,826,467	2,109,541
Excess (deficiency) of revenues over (under) expenditures	(534,423)	3,051,712	(1,826,467)	(2,106,398)
Extraordinary gain (loss)	9,135,780	(3,483,016)	6,764,474	3,060,622
Net change in fund balances	8,601,357	(431,304)	4,938,007	954,224
Fund balances at beginning of year	-	-	-	-
Fund balances (deficit) at end of year	\$ 8,601,357	\$ (431,304)	\$ 4,938,007	\$ 954,224

Debt Service Fund		Capital Projects Fund			
Redevelopment ERAF	RDA Capital Projects	Total	Conversion to Full Accrual	Total	
\$ -	\$ -	\$ 3,378,068	-	3,378,068	
-	-	-	-	-	
38	10,733	15,211	-	15,211	
-	-	8,611	-	8,611	
38	10,733	3,401,890	-	3,401,890	
-	-	889,619	(21,333)	868,286	
-	442,609	442,609	-	442,609	
55,000	-	2,220,000	(2,220,000)	-	
15,470	-	1,767,546	-	1,767,546	
70,470	442,609	5,319,774	(2,241,333)	3,078,441	
(70,432)	(431,876)	(1,917,884)	2,241,333	323,449	
71,286	3,006,442	18,555,588	(68,869,073)	(50,313,485)	
854	2,574,566	16,637,704	(66,627,740)	(49,990,036)	
-	-	-	-	-	
\$ 854	\$ 2,574,566	\$ 16,637,704	\$ (66,627,740)	\$ (49,990,036)	



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STATISTICAL SECTION



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CITY OF SAN RAMON, CALIFORNIA

MISCELLANEOUS STATISTICAL DATA

June 30, 2012

This part of the City of San Ramon Comprehensive Annual Financial Report presents detailed information as a context for understanding what the information in the financial statements, note disclosures, and required supplementary information says about the government’s overall financial health.

C O N T E N T S

	<i>Page(s)</i>
Financial Trends	
These schedules contain trend information to help the reader understand how the government’s financial performance and well-being have changed over time.	140 - 157
Revenue Capacity	
These schedules contain trend information to help the reader assess the government’s most significant current local revenue source, the property tax.	158 - 164
Debt Capacity	
These schedules contain present information to help the reader assess the affordability of the government’s current levels of outstanding debt and the government’s ability to issue additional debt in the future.	165 - 171
Demographic and Economic Information	
These schedules offer demographic and economic indicators to help the reader understand the environment within which the government’s financial activities take place.	172 - 177
Operating Information	
These schedules contain service and infrastructure data to help the reader understand how the information in the government’s financial report relates to the services the government provides and the activities it performs.....	178 - 182

**CITY OF SAN RAMON
GOVERNMENT-WIDE REVENUES BY SOURCE
Last Ten Fiscal Years**

Fiscal Year	Program Revenues			General Revenues
	Charges for Service	Operating Grants and Contribution	Capital Grants and Contributions	Taxes
2003	\$ 5,087,937	\$ 2,108,757	\$ 7,395,709	\$ 28,318,416
2004	4,610,184	7,863,622	-	30,634,673
2005	8,557,192	7,423,584	-	29,248,700
2006	7,532,215	19,862,455	16,850,513	31,206,365
2007	8,413,504	22,226,351	20,011,852	36,700,878
2008	8,427,787	20,157,260	83,368,962	37,425,269
2009	8,772,167	18,686,921	63,437,561	43,657,423
2010	7,801,868	25,564,895	41,818,078	36,641,877
2011	8,627,637	22,290,276	24,096,911	35,379,385
2012	8,886,433	22,027,560	12,769,956	33,004,871

Source: City of San Ramon Finance Department.

General Revenues

Grants and Contributions not Restricted to Specific Programs	Unrestricted Investment Earnings	Miscellaneous	Total
\$ -	\$ 2,769,029	\$ 121,128	\$ 45,800,976
-	580,225	634,249	44,322,953
1,254,093	1,222,168	325,160	48,030,899
366,736	1,631,989	3,573,450	81,023,723
663,381	5,776,976	3,926,129	97,719,071
349,903	6,899,560	354,417	156,983,158
296,468	4,366,204	2,435,411	141,652,155
615,652	1,571,949	815,954	114,830,273
795,738	979,570	408,728	92,578,245
68,725	765,755	658,223	78,181,523

CITY OF SAN RAMON
GOVERNMENT-WIDE EXPENSES BY FUNCTION
Last Ten Fiscal Years

Fiscal Year	General Government	Community Development	Redevelopment Activities	Police Services
2003	\$ 5,721,358	\$ 2,803,230	\$ 1,831,538	\$ 7,612,274
2004	4,984,152	3,980,696	3,537,654	7,860,626
2005	6,561,353	2,480,184	2,738,552	8,916,523
2006	10,171,862	2,752,098	3,337,071	10,735,267
2007	8,872,067	3,398,890	7,399,338	13,252,963
2008	6,171,414	3,621,282	4,541,600	13,447,852
2009	5,788,545	3,668,601	5,606,182	15,060,970
2010	4,752,394	5,046,559	7,409,543	15,752,533
2011	6,348,129	3,667,864	8,001,831	16,322,304
2012	4,705,554	3,629,772	1,739,062	15,891,547

Source: City of San Ramon Finance Department.

<u>Public Works</u>	<u>Parks & Community Services</u>	<u>Debt Service</u>	<u>Total</u>
\$ 13,122,523	\$ 5,292,684	\$ 2,804,477	\$ 39,188,084
6,364,292	8,289,863	2,947,245	37,964,528
13,926,655	5,763,481	2,688,557	43,075,305
22,049,699	6,725,942	2,592,406	58,364,345
21,932,969	9,493,124	3,522,550	67,871,901
36,268,552	8,157,575	4,924,869	77,133,144
39,132,983	8,745,298	4,818,092	82,820,671
44,650,311	7,756,449	6,323,261	91,691,050
43,994,027	8,429,240	5,595,791	92,359,186
46,502,699	8,257,793	3,430,515	84,156,942

CITY OF SAN RAMON
GENERAL GOVERNMENTAL REVENUES BY SOURCE
Last Ten Fiscal Years

Fiscal Year	Taxes	Licenses and Permits	Inter-governmental	Charges for Services	Fines and Forfeitures
2003	\$ 22,647,675	\$ 792,698	\$ 9,857,042	\$ 2,792,547	\$ 452,187
2004	24,163,790	903,976	5,374,327	3,342,586	390,746
2005	29,248,700	1,089,540	6,095,602	3,778,252	436,972
2006	31,206,365	1,319,273	8,904,169	4,731,119	485,682
2007	37,346,861	1,481,633	10,546,945	5,217,517	584,705
2008	37,425,270	1,379,798	11,840,753	4,958,357	479,942
2009	43,657,423	836,242	12,248,364	5,303,292	500,815
2010	34,329,295	973,817	18,470,532	6,000,557	443,864
2011	35,379,385	833,665	16,697,696	4,633,575	405,786
2012	33,191,038	1,043,217	15,759,165	4,766,958	373,238

Source: City of San Ramon Finance Department.

<u>Investment Income</u>	<u>Developer Fees</u>	<u>Special Assessments</u>	<u>Miscellaneous</u>	<u>Total Revenues</u>
\$ 3,073,929	\$ 1,909,791	\$ 3,186,778	\$ 1,150,800	\$ 45,863,447
564,783	5,659,443	3,579,965	1,798,222	45,777,838
1,222,178	842,444	3,952,965	1,364,246	48,030,899
1,632,655	7,289,744	4,120,349	2,781,321	62,470,677
5,432,436	4,023,010	4,723,624	1,580,120	70,936,851
6,532,710	3,173,952	5,062,682	2,026,250	72,879,714
5,229,847	1,099,258	5,367,469	2,353,447	76,596,157
1,569,096	1,419,413	5,447,926	4,338,019	72,992,519
979,570	826,865	5,554,986	3,381,455	68,692,983
765,755	578,995	5,666,933	3,300,832	65,446,131

**CITY OF SAN RAMON
TAX REVENUE BY SOURCE
Last Ten Fiscal Years**

Fiscal Year	Property	Sales & Use	Transient Occupancy	Franchise	Property Transfer	Total Revenues
2003	\$ 11,340,876	\$ 7,798,202	\$ 1,595,508	\$ 1,456,157	\$ 456,932	\$ 22,647,675
2004	12,228,181	7,930,474	1,497,744	1,822,788	684,603	24,163,790
2005	15,366,081	8,838,140	1,673,075	2,482,431	888,973	29,248,700
2006	16,848,973	8,519,497	1,796,136	2,953,202	1,088,557	31,206,365
2007	22,337,358	9,279,509	1,998,354	2,892,311	839,329	37,346,861
2008	22,305,788	9,241,599	1,979,708	3,233,907	664,267	37,425,269
2009	23,364,635	14,870,719	1,566,201	3,416,994	438,874	43,657,423
2010	22,388,243	6,657,222	1,247,315	3,498,870	537,645	34,329,295
2011	22,108,729	7,580,028	1,500,897	3,719,999	469,732	35,379,385
2012	18,647,314	8,198,736	1,741,065	3,978,051	439,705	33,004,871
Change 2003-2012	64.4%	5.1%	9.1%	173.2%	-3.8%	45.7%

Source: City of San Ramon Finance Department.



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**CITY OF SAN RAMON
GENERAL GOVERNMENTAL EXPENDITURES BY FUNCTION
Last Ten Fiscal Years**

Fiscal Year	General Government	Community Development	Police Services	Public Works
2003	\$ 5,682,995	\$ 2,721,909	\$ 7,602,660	\$ 12,833,695
2004	4,666,852	2,013,374	7,488,081	11,878,771
2005	4,432,084	2,382,249	8,675,067	12,996,749
2006	5,764,422	2,644,053	10,508,407	14,403,182
2007	4,947,159	2,989,056	12,393,830	16,376,909
2008	5,366,166	3,545,656	13,438,237	18,634,385
2009	5,249,193	3,592,975	15,051,354	20,685,827
2010	5,541,732	4,911,940	15,561,712	21,106,497
2011	5,155,152	3,555,625	16,437,146	21,253,741
2012	4,885,233	3,564,395	16,097,776	21,119,448

Source: City of San Ramon Finance Department.

<u>Parks & Community Services</u>	<u>Redevelopment</u>	<u>Capital Projects</u>	<u>Debt Service</u>	<u>Total</u>
\$ 4,909,669	\$ 1,831,540	\$ 7,829,651	\$ 4,251,759	\$ 47,663,878
4,844,394	3,922,297	4,064,885	4,386,783	43,265,437
5,248,041	2,737,762	6,717,023	4,784,687	47,973,662
5,992,324	2,516,281	4,525,437	4,561,571	50,915,677
6,713,338	8,042,285	18,253,987	6,582,194	76,298,758
7,255,301	4,541,600	14,164,296	7,196,023	74,141,664
7,813,864	5,624,588	19,955,868	7,381,467	85,355,136
7,615,877	7,365,258	16,507,061	8,722,374	87,332,451
7,466,692	7,907,665	11,201,291	8,862,861	81,840,173
7,275,890	1,710,930	9,822,433	17,465,069	81,941,174

CITY OF SAN RAMON
NET ASSETS BY COMPONENT
Last Ten Fiscal Years
(accrual basis of accounting)

	June 30,			
	2003	2004	2005	2006
Governmental activities:				
Invested in capital assets, net of related debt	\$ 27,140,679	\$ 36,458,512	\$ 40,721,363	\$ 54,623,748
Restricted	9,477,932	9,483,553	9,904,740	10,472,821
Unrestricted	58,599,450	56,298,824	57,181,868	65,370,780
Total governmental activities net assets	<u>\$ 95,218,061</u>	<u>\$ 102,240,889</u>	<u>\$ 107,807,971</u>	<u>\$ 130,467,349</u>

June 30,

<u>2007</u>	<u>2008</u>	<u>2009</u>	<u>2010</u>	<u>2011</u>	<u>2012</u>
\$ 161,185,738	\$ 308,079,659	\$ 364,411,397	\$ 355,683,194	\$ 367,121,799	\$ 423,613,403
56,678,279	44,630,931	41,080,968	13,478,801	18,380,495	12,683,835
73,326,349	18,329,790	24,379,499	83,849,092	67,727,852	61,270,974
<u>\$ 291,190,366</u>	<u>\$ 371,040,380</u>	<u>\$ 429,871,864</u>	<u>\$ 453,011,087</u>	<u>\$ 453,230,146</u>	<u>\$ 497,568,212</u>

CITY OF SAN RAMON
CHANGES IN NET ASSETS
Last Ten Fiscal Years
(accrual basis of accounting)

	June 30,			
	2003	2004	2005	2006
Expenses:				
Governmental activities:				
General government	\$ 5,721,358	\$ 4,984,152	\$ 6,561,353	\$ 10,171,862
Community development	2,803,230	3,980,696	2,480,184	2,752,098
Redevelopment activities	1,831,538	3,537,654	2,738,552	3,337,071
Police services	7,612,274	7,860,626	8,916,523	10,735,267
Public services	13,122,523	6,364,292	13,926,655	22,049,699
Parks and community service	5,292,684	8,289,863	5,763,481	6,725,942
Interest on long-term debt	2,804,477	2,947,245	2,688,557	2,592,406
Total governmental activities expenses	<u>39,188,084</u>	<u>37,964,528</u>	<u>43,075,305</u>	<u>58,364,345</u>
Program revenues:				
Governmental activities:				
Charges for services:				
General government	289,652	333,963	400,596	412,303
Community development	1,263,157	1,539,782	1,836,333	2,334,610
Redevelopment activities	163,245		5,524	890
Police services	602,334	2,584	648,746	681,056
Public services	396,007	259,092	2,786,545	742,147
Park and community service	2,373,542	2,474,763	2,879,448	3,361,209
Operating grants and contributions	2,108,757	7,863,622	7,423,584	19,862,455
Capital grants and contributions	7,395,709	-	-	16,850,513
Total governmental activities program revenues	<u>14,592,403</u>	<u>12,473,806</u>	<u>15,980,776</u>	<u>44,245,183</u>
Net revenues (expenses):	<u>(24,595,681)</u>	<u>(25,490,722)</u>	<u>(27,094,529)</u>	<u>(14,119,162)</u>
General revenues and other changes in net assets:				
Governmental activities:				
Taxes:				
Property tax, levied for general purpose	6,860,195	10,848,832	10,279,625	11,508,092
Property tax, Redevelopment Agency tax increment	4,192,294	3,067,792	5,086,456	5,340,881
Transient occupancy tax	1,595,508	1,497,744	1,673,075	1,796,136
Franchise tax	1,456,157	1,822,788	2,482,431	2,953,202
Sales tax	7,798,202	7,930,474	8,838,140	8,519,497
Property transfer tax	-	-	888,973	1,088,557
Intergovernmental, unrestricted	-	-	1,254,093	366,736
Motor vehicle in lieu	2,772,350	2,072,853	-	-
Other taxes	3,643,710	3,394,190	325,160	-
Investment income	2,769,029	580,225	1,222,168	1,631,989
Other general revenues	121,128	634,249	-	3,573,450
Total governmental activities	<u>31,208,573</u>	<u>31,849,147</u>	<u>32,050,121</u>	<u>36,778,540</u>
Extraordinary Gain - Successor Agency Trust for Assets of Former Redevelopment Agency				
Changes in net assets	<u>\$ 6,612,892</u>	<u>\$ 6,358,425</u>	<u>\$ 4,955,592</u>	<u>\$ 22,659,378</u>

June 30,					
2007	2008	2009	2010	2011	2012
\$ 8,872,067	\$ 6,171,414	\$ 5,788,545	\$ 4,752,394	\$ 6,348,129	\$ 4,705,554
3,398,890	3,621,282	3,668,601	5,046,559	3,667,864	3,629,772
7,399,338	4,541,600	5,606,182	7,409,543	8,001,831	1,739,062
13,252,963	13,447,852	15,060,970	15,752,533	16,322,304	15,891,547
21,932,969	36,268,552	39,132,983	44,650,311	43,994,027	46,502,699
9,493,124	8,157,575	8,745,298	7,756,449	8,429,240	8,257,793
3,522,550	4,924,869	4,818,092	6,323,261	5,595,791	3,430,515
<u>67,871,901</u>	<u>77,133,144</u>	<u>82,820,671</u>	<u>91,691,050</u>	<u>92,359,186</u>	<u>84,156,942</u>
680,714	564,543	249,447	261,797	286,768	275,495
2,805,636	2,584,480	1,528,803	1,565,754	1,322,217	1,773,623
1,909	-	1,347,142	3,525	200,640	10,931
762,755	682,255	713,969	668,991	556,565	550,414
312,491	435,807	539,834	846,281	2,242,878	2,285,564
3,849,999	4,160,702	4,392,972	4,455,520	4,018,569	3,990,406
22,226,351	20,157,260	18,686,921	25,564,895	22,290,276	22,027,560
20,011,852	83,368,962	63,437,561	41,818,078	24,096,911	12,769,956
<u>50,651,707</u>	<u>111,954,009</u>	<u>90,896,649</u>	<u>75,184,841</u>	<u>55,014,824</u>	<u>43,683,949</u>
<u>(17,220,194)</u>	<u>34,820,865</u>	<u>8,075,978</u>	<u>(16,506,209)</u>	<u>(37,344,362)</u>	<u>(40,472,993)</u>
14,039,077	14,345,904	14,525,239	13,930,189	14,038,722	13,945,600
7,652,298	7,959,884	8,839,396	8,458,054	8,070,007	4,701,714
1,998,354	1,979,708	1,566,201	1,247,315	1,500,897	1,741,065
2,892,311	3,233,907	3,416,994	3,498,870	3,719,999	3,978,051
9,279,509	9,241,599	14,870,719	8,969,804	7,580,028	8,198,736
839,329	664,267	438,874	537,645	469,732	439,705
663,381	349,903	296,468	615,652	795,738	68,725
-	-	-	-	-	-
-	-	-	-	-	-
5,776,976	6,899,560	4,366,204	1,571,949	979,570	765,755
3,926,129	354,417	2,435,411	815,954	408,728	658,223
<u>47,067,364</u>	<u>45,029,149</u>	<u>50,755,506</u>	<u>39,645,432</u>	<u>37,563,421</u>	<u>34,497,574</u>
					<u>50,313,485</u>
<u>\$ 29,847,170</u>	<u>\$ 79,850,014</u>	<u>\$ 58,831,484</u>	<u>\$ 23,139,223</u>	<u>\$ 219,059</u>	<u>\$ 44,338,066</u>

CITY OF SAN RAMON
FUND BALANCES OF GOVERNMENTAL FUNDS
Last Ten Fiscal Years
(modified accrual basis of accounting)

	June 30,			
	2003	2004	2005	2006
General fund:				
Reserved:				
Nonspendable	\$ -	\$ -	\$ -	\$ -
Restricted	-	-	-	-
Unassigned	-	-	-	-
Reserved	-	-	213,267	398,085
Unreserved	28,474,575	21,501,069	26,007,402	30,246,227
	<u>28,474,575</u>	<u>21,501,069</u>	<u>26,007,402</u>	<u>30,246,227</u>
 Total general fund	 <u>\$ 28,474,575</u>	 <u>\$ 21,501,069</u>	 <u>\$ 26,220,669</u>	 <u>\$ 30,644,312</u>
 All other governmental funds:				
Reserved :				
Nonspendable	\$ -	\$ -	\$ -	\$ -
Restricted	-	-	-	-
Committed	-	-	-	-
Unassigned	-	-	-	-
Encumbrances	-	-	-	-
Advances to other funds	-	-	-	-
Housing set-aside	3,701,111	3,771,110	4,005,258	2,039,079
Housing-capital projects	-	-	-	2,407,526
Land held for resale	-	-	-	1,750,000
Debt Service	5,723,938	5,712,443	5,899,482	6,026,216
Prepaid and deposits	-	-	-	-
Special revenue funds	-	-	304,137	1,458,753
Unreserved, reported in:				
Special revenue funds	25,470,282	22,213,799	20,046,598	19,363,080
Debt Service	-	-	-	-
Capital projects funds	943,955	8,442,244	6,738,595	11,324,824
	<u>943,955</u>	<u>8,442,244</u>	<u>6,738,595</u>	<u>11,324,824</u>
 Total all other governmental funds	 <u>\$ 35,839,286</u>	 <u>\$ 40,139,596</u>	 <u>\$ 36,994,070</u>	 <u>\$ 44,369,478</u>

June 30,					
2007	2008	2009	2010	2011	2012
\$ -	\$ -	\$ -	\$ -	\$ 55,522	\$ 679,909
-	-	-	-	-	-
-	-	-	-	7,256,264	8,258,329
319,276	626,839	220,964	173,074	-	-
35,354,146	35,646,047	37,039,609	7,632,904	-	-
<u>\$ 35,673,422</u>	<u>\$ 36,272,886</u>	<u>\$ 37,260,573</u>	<u>\$ 7,805,978</u>	<u>\$ 7,311,786</u>	<u>\$ 8,938,238</u>
\$ -	\$ -	\$ -	\$ -	\$ 3,788,639	\$ 9,842
-	-	-	-	72,834,287	51,687,896
-	-	-	-	-	330,681
-	-	-	-	(3,338,073)	-
-	-	-	2,644,177	-	-
-	-	-	2,888,859	-	-
2,343,700	1,379,634	298,497	662,851	-	-
6,565,554	2,389,945	4,915,912	-	-	-
1,750,000	1,750,000	1,750,000	3,091,868	-	-
48,703,794	43,644,891	34,936,559	16,941,528	-	-
-	-	-	9,713	-	-
333,470	229,898	201,466	-	-	-
-	-	-	-	-	-
23,053,905	19,847,931	15,213,218	23,143,275	-	-
-	-	-	17,526,136	-	-
5,398,576	15,973,609	16,004,090	19,051,477	-	-
<u>\$ 88,148,999</u>	<u>\$ 85,215,908</u>	<u>\$ 73,319,742</u>	<u>\$ 85,959,884</u>	<u>\$ 73,284,853</u>	<u>\$ 52,028,419</u>

CITY OF SAN RAMON
CHANGES IN FUND BALANCES OF GOVERNMENTAL FUNDS
Last Ten Fiscal Years
(modified accrual basis of accounting)

	June 30,			
	2003	2004	2005	2006
Revenues:				
Taxes	\$ 22,647,675	\$ 24,163,790	\$ 29,248,700	\$ 31,206,365
Licenses and permits	792,698	903,976	1,089,540	1,319,273
Fines and forfeitures	452,187	390,746	436,972	485,682
Investment income	3,073,929	564,783	1,222,178	1,632,655
Intergovernmental	9,857,042	5,374,327	6,095,602	8,904,169
Developer fees	1,909,791	5,659,443	842,444	7,289,744
Charges for services	2,792,547	3,342,586	3,778,252	4,731,119
Special district assessments	3,186,778	3,579,965	3,952,965	4,120,349
Miscellaneous	1,150,800	1,798,222	1,364,246	2,781,321
Total revenues	<u>45,863,447</u>	<u>45,777,838</u>	<u>48,030,899</u>	<u>62,470,677</u>
Expenditures				
Current:				
General government	5,683,004	4,666,852	4,432,084	5,764,422
Community development	2,721,909	2,013,374	2,382,249	2,644,053
Police Services	7,602,659	7,488,081	8,675,067	10,508,407
Public works	12,833,691	11,878,771	12,996,749	14,403,182
Parks & community services	4,909,669	4,844,394	5,248,041	5,992,324
Redevelopment	1,831,538	3,922,297	2,737,762	2,516,281
Capital Outlay	7,829,647	4,064,885	6,717,023	4,525,437
Debt service:				
Principal retirement	1,325,000	1,515,000	1,510,000	1,805,000
Interest and fees	2,926,758	2,871,783	3,748,925	2,756,571
Total expenditures	<u>47,663,875</u>	<u>43,265,437</u>	<u>48,447,900</u>	<u>50,915,677</u>
Excess (deficiency) of revenues over (under) expenditures	<u>(1,800,428)</u>	<u>2,512,401</u>	<u>(417,001)</u>	<u>11,555,000</u>
Other financing sources (uses):				
Transfers in	17,217,506	20,053,533	17,316,805	29,592,630
Transfers out	(17,224,219)	(25,903,533)	(17,316,805)	(29,878,579)
Issuance of bonds	2,583,468	-	8,615,347	530,000
Payment to bond escrow agent	(2,576,928)	-	(7,235,762)	-
Total other financing sources (uses)	<u>(173)</u>	<u>(5,850,000)</u>	<u>1,379,585</u>	<u>244,051</u>
Extraordinary loss				
Net change in fund balances	<u>\$ (1,800,601)</u>	<u>\$ (3,337,599)</u>	<u>\$ 962,584</u>	<u>\$ 11,799,051</u>
Debt service as a percentage of noncapital expenditures				

June 30,

2007	2008	2009	2010	2011	2012
\$ 37,346,861	\$ 37,425,270	\$ 43,657,423	\$ 34,329,295	\$ 35,379,385	\$ 33,191,038
1,481,633	1,379,798	836,242	973,817	833,665	1,043,217
584,705	6,532,710	500,815	443,864	405,786	373,238
5,432,436	11,840,753	5,229,847	1,569,096	979,570	765,755
10,546,945	3,173,952	12,248,364	18,470,532	16,697,696	15,759,165
4,023,010	4,958,357	1,099,258	1,419,413	826,865	578,995
5,217,517	479,942	5,303,292	6,000,557	4,633,575	4,766,958
4,723,624	5,062,682	5,367,469	5,447,926	5,554,986	5,666,933
1,580,120	2,026,250	2,353,447	4,338,019	3,381,455	3,300,832
<u>70,936,851</u>	<u>72,879,714</u>	<u>76,596,157</u>	<u>72,992,519</u>	<u>68,692,983</u>	<u>65,446,131</u>
4,947,159	5,366,166	5,249,193	5,541,732	5,155,152	4,885,233
2,989,056	3,545,656	3,592,975	4,911,940	3,555,625	3,564,395
12,393,830	4,541,600	15,051,354	15,561,712	16,437,146	16,097,776
16,376,909	13,438,237	20,685,827	21,106,497	21,253,741	21,119,448
6,713,338	18,634,385	7,813,864	7,615,877	7,466,692	7,275,890
8,042,285	7,255,301	5,624,588	7,365,258	7,907,665	1,710,930
18,253,987	14,164,296	19,955,868	16,507,061	11,201,291	9,822,433
1,914,911	2,270,000	2,560,000	2,980,000	3,195,000	13,670,000
4,667,283	4,926,023	4,821,467	5,742,374	5,667,861	3,795,069
<u>76,298,758</u>	<u>74,141,664</u>	<u>85,355,136</u>	<u>87,332,451</u>	<u>81,840,173</u>	<u>81,941,174</u>
(5,361,907)	(1,261,950)	(8,758,979)	(14,339,932)	(13,147,190)	(16,495,043)
34,729,686	41,981,839	51,574,276	73,873,057	28,874,981	59,233,924
(35,727,718)	(43,053,516)	(53,723,776)	(76,997,578)	(28,897,014)	(58,710,132)
55,168,571	-	-	17,380,247	-	14,896,857
-	-	-	(17,000,000)	-	-
<u>54,170,539</u>	<u>(1,071,677)</u>	<u>(2,149,500)</u>	<u>(2,474,521)</u>	<u>(22,033)</u>	<u>15,420,649</u>
					<u>(18,555,588)</u>
<u>\$ 48,808,632</u>	<u>\$ (2,333,627)</u>	<u>\$ (10,908,479)</u>	<u>\$ (16,814,453)</u>	<u>\$ (13,169,223)</u>	<u>\$ (19,629,982)</u>
17%	11%	11%	11%	11%	22%

CITY OF SAN RAMON
ASSESSED VALUE AND ESTIMATED ACTUAL VALUE OF TAXABLE PROPERTY
Last Ten Fiscal Years

Fiscal Year ended June 30,	Secured	Unsecured	Taxable Assessed Value	Total Direct Tax Rate
2003	\$ 7,259,480,059	\$ 369,599,559	\$ 7,629,079,618	0.166%
2004	7,900,522,510	381,689,462	8,282,211,972	0.166%
2005	9,191,578,847	327,981,765	9,519,560,612	0.153%
2006 *	10,281,208,947	317,172,631	10,598,381,578	0.148%
2007 *	12,724,401,220	374,659,666	13,099,060,886	0.136%
2008 *	14,043,096,208	401,846,354	14,444,942,562	0.132%
2009 *	14,657,651,750	414,927,856	15,072,579,606	0.077%
2010 *	14,281,273,168	396,128,906	14,677,402,074	0.077%
2011 *	14,089,635,186	373,466,330	14,463,101,516	0.077%
2012 *	14,279,958,445	372,954,042	14,652,912,487	0.077%

Source: Contra Costa County Auditor-Controller's Office - Certificate of Assessed Valuation

* The 2006-2012 Taxable Assessed Valuation is the Total Gross Assessed Valuation less Homeowner's exemptions. 2002-2005 is the Total Gross Assessed Valuation less the Homeowner's and other exemptions.

Note:

In 1978 the voters of the State of California passed Proposition 13 which limited property taxes to a maximum rate of 1% based upon the assessed value of the property being taxed. Each year, the assessed value of property may be increased by an "inflation factor" (limited to a maximum increase of 2%). With few exceptions, property is only reassessed at the time that it is sold to a new owner. At that point, the new assessed value is reassessed at the purchase price of the property sold. The assessed valuation data shown above represents the only data currently available with respect to the actual market value of taxable property and is subject to the limitations described above.

**CITY OF SAN RAMON
DIRECT AND OVERLAPPING PROPERTY TAX RATES
Last Ten Fiscal Years**

Fiscal Year	City of San Ramon Direct Rate	Overlapping Rates				Subtotal Overlapping Rate	TOTAL DIRECT RATE
		Bay Area Rapid Transit	East Bay Regional Park	San Ramon Unified School District	Contra Costa County Community Colleges		
2003	0.1660	0.0000	0.0065	0.0001	0.0040	0.0106	0.1766
2004	0.1660	0.0000	0.0057	0.0361	0.0038	0.0456	0.2116
2005	0.1530	0.0000	0.0057	0.0517	0.0042	0.0616	0.2146
2006	0.1484	0.0048	0.0057	0.0514	0.0047	0.0666	0.2150
2007	0.1357	0.0050	0.0085	0.0533	0.0043	0.0661	0.2018
2008	0.1317	0.0076	0.0080	0.0517	0.0108	0.0625	0.1942
2009	0.0771	0.009	0.0100	0.0519	0.0066	0.0090	0.0861
2010	0.0772	0.0057	0.0108	0.0587	0.0126	0.0878	0.1650
2011	0.0814	0.0041	0.0071	0.0664	0.0144	0.0920	0.1734
2012	0.0780	0.0043	0.0051	0.0705	0.0087	0.0886	0.1666

Source: Contra Costa County Auditors Controller's Office

**CITY OF SAN RAMON
PRINCIPAL SALES TAX PRODUCERS
For the Year Ended June 30, 2012**

FIRM	BUSINESS DESCRIPTION
AT&T MOBILITY	SPECIALTY STORES
CHEVRON SERVICE STATIONS	SERVICE STATIONS
CTI-CONTROLTECH	HEAVY INDUSTRY
CVS PHARMACY	DRUG STORES
DEVIL MOUNTAIN WHOLESALE NURSERY	NURSERY
ELEASE RETURNS	USED CAR SALES
ENGS LEASE PLAN	LEASING
FUEL & MARINE MARKETING	OIL & GAS PRODUCTS
HELLER JEWELERS	JEWELRY STORES
HOME DEPOT	BUILDING MATERIALS STORE
INTERFORM COMMERCIAL DESIGNERS	OFFICE EQUIPMENT STORES
MARRIOTT HOTEL	HOTEL
MORGAN'S MASONRY SUPPLY	BUILDING MATERIALS WHOLESALE
NETEXPERTS	OFFICE EQUIPMENT STORES
OFFICE DEPOT	OFFICE EQUIPMENT STORES
OKONITE COMPANY	ELECTRONIC EQUIPMENT
ORCHARD SUPPLY HARDWARE	HARDWARE STORES
PCF SERVICE STATIONS	SERVICE STATIONS
SAFEWAY STORES	SUPERMARKETS
SAVE MART SUPERMARKETS	SUPERMARKETS
SHELL SERVICE STATIONS	SERVICE STATIONS
TARGET STORES	DEPARTMENT STORES
TOYOTA MOTOR DISTRIBUTORS	VEHICLE PARTS MANUFACTURER
VALERO SERVICE STATIONS	SERVICE STATIONS
WHOLE FOODS MARKET	SUPERMARKETS

Source: MBIA MuniServices Company



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**CITY OF SAN RAMON
 PRINCIPAL PROPERTY TAXPAYERS
 CURRENT FISCAL YEAR AND NINE YEARS AGO
 June 30, 2012**

Taxpayer	2012		
	2012 Assessed Valuation	Rank	Percentage of Total Taxable Assessed Value
Sunset Building Co. LLC/Sunset Land Co. LLC	\$ 368,623,158	1	2.58%
Chevron USA Inc.	357,552,811	2	2.50%
Essex Portfolio LP/ Essex S.R.Partners LP	215,866,398	3	1.51%
Shapell Industries Inc.	204,817,662	4	1.43%
SDC 7	156,140,766	5	1.09%
Annabel Investment Company	152,016,184	6	1.06%
Alexander Properties Company	93,608,495	7	0.66%
Legacy III SR Crow Canyon LLC	88,171,066	8	0.62%
San Ramon Regional Medical Center	62,231,446	9	0.44%
Wittschen Capital Resources LP	59,576,300	10	0.42%
Total	\$ 1,758,604,286		

* 2003 data was not available

2011-2012 Assessed Valuation: \$ 14,274,606,517 **
 2002-2003 Assessed Valuation: \$

** Local Secured Assessed Valuation

Source: California Municipal Statistics, Inc.

2003

Taxpayer	2003 Assessed Valuation	Rank	Percentage of Total Taxable Assessed Value
*			*
*			*
*			*
*			*
*			*
*			*
*			*
*			*
*			*
*			*

\$0

**CITY OF SAN RAMON
PROPERTY TAX LEVIES & COLLECTIONS
Last Ten Fiscal Years**

Fiscal Year Ended June 30,	Total Tax Levy for Fiscal Year	Collected within the Fiscal Year of the Levy		Total Collections to Date	
		Amount	Percentage of Levy	Amount	Percentage of Levy
2003	\$ 12,694,582	\$ 12,694,582	100.00%	\$ 12,694,582	100.00%
2004	13,773,806	13,773,806	100.00%	13,773,806	100.00%
2005	14,597,017	14,597,017	100.00%	14,597,017	100.00%
2006	15,722,845	15,722,845	100.00%	15,722,845	100.00%
2007	17,781,503	17,781,503	100.00%	17,781,503	100.00%
2008	19,017,674	19,017,674	100.00%	19,017,674	100.00%
2009	11,624,667	11,624,667	100.00%	11,624,667	100.00%
2010	11,332,451	11,332,451	100.00%	11,332,451	100.00%
2011	11,169,305	11,169,305	100.00%	11,169,305	100.00%
2012	11,345,100	11,345,100	100.00%	11,345,100	100.00%

Source: Contra Costa County Auditor-Controller's Office.

CITY OF SAN RAMON
RATIOS OF DEBT OUTSTANDING
LAST TEN FISCAL YEARS

Fiscal Year Ended June 30,	Outstanding Debt				Percent of Assessed Value	Percent of Personal Income	Per Capita
	Certificates of Participation	Tax Allocation Bonds *	Pension Obligation Bonds	Total			
2003	\$ 22,125,000	\$ 33,325,000	\$ -	\$ 55,450,000	0.7268%	3.8329%	\$ 1,181
2004	21,320,000	32,615,000	-	53,935,000	0.6512%	3.6014%	1,110
2005	20,480,000	32,340,000	-	52,820,000	0.5549%	3.3654%	1,035
2006	19,610,000	31,445,000	-	51,055,000	0.4817%	3.1278%	961
2007	18,705,000	85,667,338	-	104,372,338	0.7968%	5.8988%	1,798
2008	17,760,000	84,411,105	-	102,171,105	0.7073%	5.6835%	1,732
2009	16,780,000	82,904,872	-	99,684,872	0.6614%	5.2018%	1,578
2010	15,765,000	81,163,539	17,505,000	114,433,539	0.7797%	5.8201%	1,764
2011	14,705,000	79,192,306	17,425,000	111,322,306	0.7697%	5.0871%	1,523
2012	12,785,000	-	17,315,000	30,100,000	0.2054%	1.3525%	405

Source: City of San Ramon Finance Department

* The balance of Tax Allocation Bonds was transferred to the Successor Agency as of February 1, 2012

CITY OF SAN RAMON
RATIOS OF OUTSTANDING DEBT BY TYPE
Last Ten Fiscal Years

Fiscal Year Ended June 30,	Governmental Activities				
	Certificates of Participation (1)	Tax Allocation Bonds (1)	Revenue Bonds (1)	Pension Obligation Bonds	Capital lease (1)
2003	\$ 22,125,000	\$ 33,325,000	*		**
2004	21,320,000	32,615,000	*		**
2005	20,480,000	32,340,000	510,347		**
2006	19,610,000	31,445,000	1,015,000		**
2007	18,705,000	85,667,338	935,000		102,483
2008	17,760,000	84,411,105	845,000		90,068
2009	16,780,000	82,904,872	750,000		76,976
2010	15,765,000	81,183,539	650,000	17,505,000	63,170
2011	14,705,000	79,192,306	545,000	17,425,000	48,612
2012	12,785,000	-	-	17,315,000	2,720,562

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

The City is expressing total outstanding debt as a percentage of taxable assessed property values as provided by the Contra Costa County Auditor-Controller's Office.

The balance of Tax Allocation Bonds, Tax Revenue Bonds and HELP Loan was transferred to the Successor Agency as of February 1, 2012

- Source: (1) City of San Ramon Finance Department
(2) Contra Costa County Auditor-Controller's Office
(3) Bureau of Economic Analysis/State of California Franchise Tax Board
* The City issued revenue bonds in fiscal years 2005 and 2006
** The City entered into a lease agreement on July 10,2006
*** In April 2007 the Redevelopment Agency received a Housing Enabled by Local Partnership ("HELP") loan from the California Housing Finance Agency ("CalHFA").

Governmental Activities					
Notes Payable (1)	Total Governmental Activities	Total Primary Government	Percentage of Assessed Value of Property (2)	Percentage of Personal Income (3)	Debt Per Capita
***	\$ 55,450,000	\$ 55,450,000	0.73%	3.83%	\$ 1,181
***	53,935,000	53,935,000	0.51%	3.60%	1,110
***	53,330,347	53,330,347	0.56%	3.40%	1,045
***	52,070,000	52,070,000	0.49%	3.19%	980
750,000	106,159,821	106,159,821	0.81%	6.00%	1,829
750,000	103,856,173	103,856,173	0.72%	5.78%	1,760
750,000	101,261,848	101,261,848	0.67%	5.28%	1,603
750,000	115,916,709	115,916,709	0.79%	5.90%	1,787
750,000	112,665,918	112,665,918	0.78%	5.15%	1,541
-	32,820,562	32,820,562	0.22%	1.47%	441

CITY OF SAN RAMON
DIRECT AND OVERLAPPING DEBT
June 30, 2012

2011-12 Assessed Valuation:	\$ 14,645,619,075
Redevelopment Incremental Valuation	843,797,496
Adjusted Assessed Valuation:	<u>\$ 13,801,821,579</u>

<u>OVERLAPPING TAX AND ASSESSMENT DEBT:</u>	Total Debt 6/30/2012	% Applicable (1)	City's Share of Debt 6/30/12
Bay Area Rapid Transit District	\$ 412,540,000	3.165%	\$ 13,056,891
Contra Costa Community College District	223,985,000	10.714	23,997,753
Chabot-Las Positas Community College District	445,918,869	0.602	2,684,432
San Ramon Valley Unified School District	269,513,252	41.939	113,031,163
East Bay Regional Park District	129,525,000	4.917	6,368,744
ABAG Windemere Ranch Community Facilities District No. 2004-	41,406,255	100	41,406,255
ABAG Windemere Ranch 1915 Act Bonds	92,701,794	100	92,701,794
City of San Ramon 1915 Act Bonds	200,400	100	200,400
Contra Costa County Assessment District No. 1993-3	521,916	100	521,916
TOTAL OVERLAPPING TAX AND ASSESSMENT DEBT			<u>293,969,348</u>

Ratios to 2011-12 Assessed Valuation:
Total Overlapping Tax and Assessment Debt..... 2.01%

<u>DIRECT AND OVERLAPPING GENERAL FUND DEBT:</u>			
Contra Costa County General Fund Obligations:	301,690,976	11.038%	33,300,650
Contra Costa County Pension Obligations	358,495,000	11.038	39,570,678
Contra Costa Community College District Certificates of Participation	855,000	10.714	91,605
Chabot-Las Positas Community College General Fund Obligation:	4,320,000	0.602	26,006
San Ramon Valley Unified School District General Fund Obligation:	24,640,000	41.939	10,333,770
City of San Ramon Certificates of Participation	12,785,000	100	12,785,000
City of San Ramon Pension Obligation	17,315,000	100	17,315,000
San Ramon Valley Fire Protection District Certificates of Participation	13,630,000	42.174	5,748,316
GROSS DIRECT OVERLAPPING GENERAL FUND DEBT			<u>119,171,025</u>
Less: Contra Costa County Obligations supported from revenue funds			12,502,499
NET COMBINED TOTAL DEBT			\$ 106,668,526

TOTAL DIRECT DEBT	\$ 30,100,000
TOTAL GROSS OVERLAPPING DEBT	\$ 383,040,373
TOTAL NET OVERLAPPING DEBT	\$ 370,537,874
 GROSS COMBINED TOTAL DEBT	 \$ 413,140,373 (2)
NET COMBINED TOTAL DEBT	\$ 400,637,874

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

<u>Ratios to Adjusted Assessed Valuation:</u>	
Combined Direct Debt (\$30,100,000).....	0.22%
Gross Combined Total Debt.....	2.99%
Net Combined Total Debt.....	2.90%

STATE SCHOOL BUILDING AID REPAYABLE AS OF 6/30/12: \$0

Source: California Municipal Statistics, Inc.

CITY OF SAN RAMON
LEGAL DEBT MARGIN INFORMATION
Last Ten Fiscal Years

	June 30,									
	2012	2011	2010	2009	2008	2007	2006	2005	2004	2003
Debt limit	\$ 536,457,471	\$ 556,371,294	\$ 550,402,578	\$ 565,221,735	\$ 541,685,346	\$ 491,244,419	\$ 397,439,309	\$ 356,983,523	\$ 310,582,949	\$ 286,090,486
Total net debt applicable to limit	13,026,747	14,705,000	15,765,000	16,780,000	17,760,000	18,705,000	19,610,000	20,480,000	21,320,000	22,125,000
Legal debt margin	<u>\$ 523,430,724</u>	<u>\$ 541,666,294</u>	<u>\$ 534,637,578</u>	<u>\$ 548,441,735</u>	<u>\$ 523,925,346</u>	<u>\$ 472,539,419</u>	<u>\$ 377,829,309</u>	<u>\$ 336,503,523</u>	<u>\$ 289,262,949</u>	<u>\$ 263,965,486</u>
Total net debt applicable to the limit as a percentage of debt limit	2.4%	2.6%	2.9%	3.0%	3.3%	3.8%	4.9%	5.7%	6.9%	7.7%

Legal Debt Margin Calculation for Fiscal Year 2012:

Assessed value	\$ 3,663,228,122
Debt limit (15% of assessed value)	<u>549,484,218</u>
Debt applicable to limit:	
Certificates of Participation	13,026,747
Legal debt margin	<u>\$ 536,457,471</u>

The Government Code of the State of California provides for a legal debt limit of 15% of gross assessed valuation. However, this provision was enacted when assessed valuation was based upon 25% of market value. Effective with the 1981-82 fiscal year, each parcel is now assessed at 100% of market value (as of the most recent change in ownership for that parcel). Although the statutory debt limit has not been amended by the State since this change, the percentages presented in the above computations have been proportionately modified to 3.75% (25% of 15%) for the purpose of this calculation in order to be consistent with the computational effect of the debt limit at the time of the state's establishment of the limit.

Source: City Finance Department

CITY OF SAN RAMON
PLEDGED-REVENUE COVERAGE
Last Ten Fiscal Years

Fiscal Year Ended June 30,	Tax Allocation Bonds				Coverage
	Tax Increment	Debt Service			
		Principal *	Interest *		
2003	\$ 5,424,208	\$ 675,000	\$ 1,885,196	2.12	
2004	6,070,248	710,000	1,850,712	2.37	
2005	6,410,349	755,000	1,813,752	2.50	
2006	6,712,089	895,000	1,579,570	2.71	
2007	7,652,298	925,000	2,149,905	2.49	
2008	7,959,885	1,256,233	3,774,252	1.58	
2009	8,839,396	1,506,233	3,722,083	1.69	
2010	8,458,054	1,741,233	3,655,270	1.57	
2011	8,070,007	1,971,233	3,576,160	1.45	
2012	4,701,714	-	1,741,259	2.70	

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

* The balance of the Tax Allocation Bonds was transferred to the Successor Agency as of February 1, 2012. Principal and interest payments are recorded through January 31, 2012.

Source: City Finance Department



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**CITY OF SAN RAMON
DEMOGRAPHICS STATISTICS
Last Ten Fiscal Years**

Fiscal Year	City of San Ramon Population (1)	Percent Change In Population	City of San Ramon Personal Income (2) **	City of San Ramon Per Capita Income (3)
2003	\$ 46,950	2.3%	\$ 1,446,691	\$ 45,368
2004	48,600	3.4%	1,497,609	46,911
2005	51,027	4.8%	1,569,494	49,163
2006	53,137	4.0%	1,632,274	51,129
2007	58,035	8.4%	1,769,385	55,424
2008	59,002	1.6%	1,797,695	56,311
2009	63,176	6.6%	1,916,343	60,027
2010	64,860	2.6%	1,966,168	61,588
2011	73,109	11.3%	2,188,345	68,547
2012	74,378	1.7%	2,225,547	69,713

Note: City of San Ramon personal income for years 2005-2012 and City of San Ramon per capita income for 2008- 2012 are estimates based upon the percent of change in population as of provided by the Department of Commerce, Bureau Economic Analysis.

Source: (1) State of California Department of Finance
(2) Bureau of Economic Analysis/ State of California Franchise Tax Board
(3) State of California Employment Development Department
* Information was not available for 2009, 2010, 2011 and 2012
** In Thousands

City of San Ramon Unemployment Rates (3)	Contra Costa County Population (1)	Contra Costa County Per Capita Income (2)
2.3	992,700	\$ 43,957
2.0	1,008,944	46,211
2.0	1,020,898	48,618
1.6	1,029,377	52,730
1.8	1,042,341	37,036
2.2	1,051,674	38,074
3.7	1,060,435	*
5.1	1,073,055	*
4.7	1,056,064	*
3.9	1,065,117	*

**CITY OF SAN RAMON
ANNUAL AVERAGE EMPLOYMENT
AND UNEMPLOYMENT RATES
Last Ten Fiscal Years**

Fiscal Year	City of San Ramon Labor Force	Annual Average Unemployment Rates		
		City of San Ramon Unemployment Rates	Contra Costa County Unemployment Rates	State of California Unemployment Rates
2003	28,000	2.3	6.1	6.7%
2004	28,000	2.0	5.4	6.8%
2005	28,100	2.0	5.3	6.3%
2006	28,500	1.6	4.5	5.3%
2007	29,200	1.8	4.5	5.3%
2008	29,200	2.2	5.4	6.4%
2009	28,800	3.7	9.0	10.6%
2010	27,700	5.1	12.1	13.2%
2011	26,300	4.7	11.2	12.7%
2012	28,500	3.9	9.4	10.7%

Source: State of California Employment Development Department.

**CITY OF SAN RAMON
PRINCIPAL EMPLOYERS
Current Fiscal Year and Nine Years Ago**

Employer	June 30,			
	2012		2003	
	Number of Employees	Percent of Total Employment	Number of Employees	Percent of Total Employment
Chevron USA Inc	3,500	12.28%	*	*
AT&T	1,753	6.15%	*	*
Bank of the West	1,600	5.61%	*	*
Robert Half International Inc.	1,100	3.86%	*	*
Accenture	750	2.63%	*	*
PG&E	604	2.12%	*	*
San Ramon Regional Medical Center	500	1.75%	*	*
General Electric Company	500	1.75%	*	*
Primed Management Consulting	413	1.45%	*	*
IBM Corporation	408	1.43%	*	*

Source: City of San Ramon Finance Department

* Labor Force data was not available for 2003.

CITY OF SAN RAMON
FULL-TIME EQUIVALENT CITY GOVERNMENT EMPLOYEES BY FUNCTION
Last Ten Fiscal Years

<u>Function/Program</u>	June 30,			
	<u>2012</u>	<u>2011</u>	<u>2010</u>	<u>2009</u>
General Government				
Management Services	9.00	9.00	8.00	7.00
Finance *				
Human Resources *				
Administrative Services *	18.00	18.00	19.00	20.00
Community Development				
Planning Services	8.00	8.00	8.00	8.00
Building Services	12.50	12.50	12.50	12.50
Transportation Services	4.00	4.00	4.00	4.00
Public Works				
Engineering Services	24.00	24.00	24.00	24.00
Public Services	77.90	77.90	77.90	77.90
Public Safety				
Sworn	58.00	58.00	57.00	56.00
Non-Sworn	19.50	19.50	19.50	19.50
Parks and Community Services	33.60	33.60	33.60	33.60
Economic Development/Redevelopment	1.00	4.00	4.00	4.00
	<u>265.50</u>	<u>268.50</u>	<u>267.50</u>	<u>266.50</u>

Source: Various City Departments

* In 2003, the Administrative Services department was reorganized to form the Finance and Human Resources departments. There was another reorganization in 2008 combining Finance and Human Resources into Administrative Services.

June 30,

<u>2008</u>	<u>2007</u>	<u>2006</u>	<u>2005</u>	<u>2004</u>	<u>2003</u>
7.00	7.00	5.00	5.50	6.50	6.45
	16.00	14.00	14.00	15.00	14.00
	4.00	3.00	3.00	3.00	3.00
20.00					
8.00	9.00	9.00	10.00	10.00	12.75
12.50	10.50	10.50	10.50	10.50	10.50
4.00	4.00	4.00	4.00	3.00	3.00
24.00	24.00	23.00	23.00	24.00	22.00
76.60	72.60	70.10	67.60	67.60	66.26
56.00	53.00	50.00	47.00	43.00	44.00
19.50	18.50	14.50	13.50	13.50	13.50
33.60	33.60	33.60	28.60	28.60	28.60
4.00	4.00	3.00	2.50	2.50	2.75
265.20	256.20	239.70	229.20	227.20	226.81
265.20	256.20	239.70	229.20	227.20	226.81

CITY OF SAN RAMON
OPERATING INDICATORS BY FUNCTION/PROGRAM
Last Ten Fiscal Years

	June 30,			
	2012	2011	2010	2009
<u>Function/Program</u>				
Police				
Arrests	458	513	532	596
Non-Moving Courtesy				
Warning/parking violations	2,072	4,022	4,387	5,141
Moving traffic violations	7,315	7,437	7,428	7,413
Patrol Activity	73,743	70,596	72,070	56,519
Public Services				
Street resurfacing (miles)	*	*	*	*
Potholes repaired	137	197	172	161
Light/Signal repairs	131	204	191	186
USA inspections	1,560	512	506	528
Street light Repairs	403	842	811	752
Sign repair	173	298	302	283
Sidewalk repairs	120	148	139	128
Graffiti abatement	76	162	151	137
Trim notices	362	204	196	201
Vehicle lube, oil, filter	250	258	261	252
Irrigation repairs	9,061	6,532	6,395	5,712
Encroachment Permits	312	311	378	553
Parks and Community Services				
Swimming pool admissions	74,907	70,166	78,879	65,126
Leisure class participants	25,370	27,696	29,023	36,261
Library books circulated	790,029	822,611	799,846	768,623
Youth sport league participants **	7,556	4,606	7,310	5,935
Adult sport league teams ***	250	641	514	279
Senior center drop in participants	45,956	44,829	41,000	36,600
Community center facility rentals	439	334	462	580
Planning				
Building permits	6,051	5,069	5,049	5,159
Home Occupation permits	221	277	305	310
Building applications processed	2,256	1,961	1,808	2,015
Planning applications processed	403	422	450	464
Code enforcement cases	671	554	790	889
Inspections	14,226	11,380	12,010	12,794

Source: Various City Departments

* Information was not available.

** Does not include sports camps as in previous years; sports camps are included in leisure class participants.

*** Only includes PCS Adult sport league teams as of 2011-12

June 30,					
2008	2007	2006	2005	2004	2003
746	784	767	642	586	690
5,730	5,666	5,704	5,828	6,062	6,315
6,868	6,485	5,446	6,706	6,207	6,097
81,828	72,789	67,016	61,461	60,529	65,582
*	*	*	*	9.82	3.71
143	136	116	110	105	110
164	178	163	765	747	735
514	532	500	205	199	200
506	881	871	810	798	795
236	276	266	210	192	201
89	133	121	109	99	82
126	154	129	85	74	68
186	191	190	110	104	95
248	232	174	395	392	360
5,086	4,354	4,177	1,630	1,592	1,566
613	994	930	765	756	727
51,827	58,229	65,683	58,090	56,220	59,945
28,714	17,354	12,320	13,130	12,053	13,834
669,242	551,286	435,073	365,187	336,855	341,346
4,040	6,241	6,029	5,074	4,797	4,720
243	323	303	254	217	213
37,709	29,566	19,142	11,653	11,284	11,052
540	599	501	796	804	808
6,721	8,853	9,388	6,969	6,970	7,646
454	325	324	451	461	509
2,553	3,118	2,268	2,764	2,819	3,076
648	817	508	602	611	693
558	457	315	245	323	*
14,577	15,386	13,432	16,647	16,920	*

CITY OF SAN RAMON
CAPITAL ASSETS STATISTICS BY FUNCTION
Last Ten Fiscal Years

Function	June 30,				
	2012	2011	2010	2009	2008
Police					
Stations	2	2	2	2	2
Patrol units	59	62	59	56	57
Public Services					
Streets (miles)	249	248	241	236	220
Catch basins	4,200	3,670	3,500	3,380	2,983
Streetlights	6,900	6,839	6,599	6,412	5,960
Traffic signals	97	95	95	95	91
Landscape acreage	426	424	412	371	340
Parks	57	57	57	54	52
Parks acreage	427	371	366	359	354
Open space/trails acreage	210	210	206	190	190
Fountains	7	7	7	7	7
Pools	5	5	5	5	5
Vehicles	71	71	71	71	67
Parks and Community Services					
Swimming pools	2	2	2	2	2
Tennis courts	24	24	24	24	24
Community centers	3	3	3	3	3
Community gymnasiums	2	2	2	2	2
Libraries	2	2	2	2	2
Historic properties	1	1	1	1	1
Skate parks	1	1	1	1	1
Theaters	2	2	2	2	2

Source: Various City Departments

June 30,				
2007	2006	2005	2004	2003
2	2	2	1	1
56	50	49	45	47
192	186	180	175	170
2,712	2,511	2,459	2,400	2,326
5,915	5,460	4,999	4,802	4,607
84	80	80	70	68
286	248	240	240	231
43	40	34	33	32
298	291	258	248	244
190	178	178	178	178
6	6	6	6	6
3	3	3	3	3
64	58	49	49	45
2	1	1	1	1
24	15	15	13	13
3	3	3	2	2
2	2	2	2	2
2	2	2	1	1
1	1	1	1	1
1	1	1	1	1
2	1	1	1	1

**CITY OF SAN RAMON
MISCELLANEOUS STATISTICAL DATA
June 30, 2012**

Date of Incorporation	July 1, 1983
Form of Government	Council/City Manager (Charter City)
Population	74,378
Number of Authorized City Employees	265.5
Median Age	37
Median Household Income	119,297
Registered Voters	32,813
Area in Square Miles	18.56
 Miles of Streets:	
Lane Miles	435
Center miles	214
 Fire Protection:	
San Ramon Valley Fire Protection District	
Number of Stations	4
 Police Protection:	
Number of Stations	2
Number of Sworn Personnel	58
 Education:	
Elementary Schools	11
Middle Schools	4
High Schools	2
Community College	1
 Libraries: (Contracted with Contra Costa County)	
Number of Libraries	2
Number of Volumes	154,529
 Recreation and Culture:	
Park Sites	57
Park Acreage	427
 Community Facilities:	
San Ramon Community Center	1
Senior Center	1
Dougherty Valley Station Community Center	1
Performing Arts Theater	2
Hospital	1
 Building Permits Issued:	 6,051

Source: Various City of San Ramon Department Records