

City of Riverside
Statement of Net Assets
June 30, 2009
(amounts expressed in thousands)

	Governmental	Business-type	
	Activities	Activities	Total
Assets			
Cash and investments	\$ 156,536	\$ 172,032	\$ 328,568
Receivables, net	106,008	55,074	161,082
Inventory	5,835	1,066	6,901
Nuclear material inventory	-	1,750	1,750
Prepaid items	1,741	6,248	7,989
Deferred charges	128,007	44,724	172,731
Internal balances	15,480	(15,480)	-
Land and improvements held for resale	84,102	-	84,102
Restricted assets:			
Cash and cash equivalents	-	38,696	38,696
Cash and investments at fiscal agent	169,609	250,264	419,873
Other	-	836	836
Capital leases receivable	24,940	-	24,940
Land and other capital assets not being depreciated	383,322	176,093	559,415
Capital assets (net of accumulated depreciation)	<u>731,492</u>	<u>971,700</u>	<u>1,703,192</u>
Total assets	<u>1,807,072</u>	<u>1,703,003</u>	<u>3,510,075</u>
Liabilities			
Accounts payable and other current liabilities	57,690	27,413	85,103
Accrued interest payable	9,010	5,610	14,620
Deferred revenue	1,776	1,740	3,516
Deposits	24,088	3,342	27,430
Current liabilities payable from restricted assets	-	3,329	3,329
Claims and judgments payable	24,958	-	24,958
Decommissioning liability	-	59,072	59,072
Noncurrent liabilities:			
Due within one year	57,666	27,239	84,905
Due in more than one year	<u>624,346</u>	<u>669,328</u>	<u>1,293,674</u>
Total liabilities	<u>799,534</u>	<u>797,073</u>	<u>1,596,607</u>
Net Assets			
Invested in capital assets, net of related debt	950,496	659,904	1,610,400
Restricted for:			
Expendable:			
Capital projects	41,374	-	41,374
Debt service	-	25,633	25,633
Economic development	23,190	-	23,190
Other purposes	-	2,975	2,975
Public works	8,439	-	8,439
Housing	24,627	-	24,627
Programs	-	10,013	10,013
Nonexpendable	1,273	-	1,273
Unrestricted	<u>(41,861)</u>	<u>207,405</u>	<u>165,544</u>
Total net assets	<u>\$ 1,007,538</u>	<u>\$ 905,930</u>	<u>\$ 1,913,468</u>

The notes to the financial statements are an integral part of this statement.

City of Riverside
Statement of Activities
For the fiscal year ended June 30, 2009
(amounts expressed in thousands)

Functions/Programs	Expenses	Indirect Expenses Allocation	Program Revenues			Net (Expense) Revenue and Changes in Net Assets			
			Charges for Services	Operating Grants and Contributions	Capital Grants and Contributions	Governmental Activities	Business type Activities	Total	
Governmental activities:									
General government	\$ 102,665	\$ (46,988)	\$ 13,691	\$ 11,622	\$ 27	\$ (30,337)		\$ (30,337)	
Public safety	127,350	22,554	8,414	4,202	1	(137,287)		(137,287)	
Highways and streets	18,731	16,446	14,391	6,315	69,639	55,168		55,168	
Culture and recreation	24,121	7,988	3,168	1,174	78	(27,689)		(27,689)	
Interest on long-term debt	34,361	-	-	-	-	(34,361)		(34,361)	
Total governmental activities	307,228	-	39,664	23,313	69,745	(174,506)		(174,506)	
Business type activities:									
Electric	269,209		314,164	-	7,060		\$ 52,015	52,015	
Water	53,931		54,923		7,199		8,191	8,191	
Sewer	34,853		23,247	-	-		(11,606)	(11,606)	
Refuse	18,425		18,394	168	-		137	137	
Airport	1,734		1,232	-	2,082		1,580	1,580	
Transportation	3,194		336	1,761	937		(160)	(160)	
Public parking	5,095		4,332	-	10		(753)	(753)	
Total business type activities	386,441		416,628	1,929	17,288		49,404	49,404	
Total	\$ 693,669		\$ 456,292	\$ 25,242	\$ 87,033		(174,506)	49,404	(125,102)
General revenues:									
Taxes:									
Sales									
						41,882	-	41,882	
Property									
						116,420	-	116,420	
Utility users									
						25,964	-	25,964	
Franchise									
						5,144	-	5,144	
Other									
						2,912	-	2,912	
Intergovernmental, unrestricted									
						4,569	-	4,569	
Investment income									
						15,941	23,402	39,343	
Miscellaneous									
						5,137	4,590	9,727	
Subtotal									
						217,969	27,992	245,961	
Transfers, net									
						42,087	(42,087)	-	
Total general revenues and transfers									
						260,056	(14,095)	245,961	
Change in net assets									
						85,550	35,309	120,859	
Net assets - beginning									
						921,988	870,621	1,792,609	
Net assets - ending									
						\$ 1,007,538	\$ 905,930	\$ 1,913,468	

The notes to the financial statements are an integral part of this statement.

City of Riverside
Balance Sheet
Governmental Funds
June 30, 2009
 (amounts expressed in thousands)

Assets	General Fund	Redevelopment Debt Service	Certificates of Participation Debt Service	Capital Outlay	Redevelopment Capital Projects	Other Governmental Funds	Total Governmental Funds
Cash and investments	\$ 48,202	\$ 15,716	\$ -	\$ -	\$ 39,553	\$ 43,109	\$ 146,580
Cash and investments at fiscal agent	12,355	7,426	16,094	31,127	97,919	4,688	169,609
Receivables (net of allowance for uncollectibles)							
Interest	255	156	-	50	190	340	991
Property taxes	5,389	-	-	-	-	-	5,389
Sales tax	6,295	-	-	-	-	-	6,295
Utility billed	764	-	-	-	-	-	764
Accounts	7,803	118	-	6,369	37	1,950	16,277
Intergovernmental	3,803	-	-	44,526	681	4,799	53,809
Notes	277	-	-	-	3,591	18,447	22,315
Capital lease receivable	-	24,940	-	-	-	-	24,940
Prepaid items	293	-	-	-	21	-	314
Deposits	-	-	-	176	1,241	-	1,417
Due from other funds	15,981	-	-	-	3	12,648	28,632
Advances to other funds	27,465	-	-	-	-	-	27,465
Land & improvements held for resale	-	-	-	-	73,511	10,591	84,102
Total assets:	<u>\$ 128,882</u>	<u>\$ 48,356</u>	<u>\$ 16,094</u>	<u>\$ 82,248</u>	<u>\$ 216,747</u>	<u>\$ 96,572</u>	<u>\$ 588,899</u>
Liabilities and fund balances							
Liabilities:							
Accounts payable	\$ 11,400	\$ 160	\$ 238	\$ 10,164	\$ 14,872	\$ 1,219	\$ 38,053
Accrued payroll	12,060	-	-	-	42	27	12,129
Retainage payable	44	-	-	44	2,049	3,668	5,805
Intergovernmental	140	-	-	-	-	-	140
Deferred revenue	3,580	24,940	-	1,037	3,497	18,526	51,580
Deposits	24,062	-	-	-	-	26	24,088
Due to other funds	-	3	-	22,790	-	3,040	25,833
Advances from other funds	217	-	-	-	21,549	598	22,364
Total liabilities:	<u>51,503</u>	<u>25,103</u>	<u>238</u>	<u>34,035</u>	<u>42,009</u>	<u>27,104</u>	<u>179,992</u>
Fund balances:							
Reserved	41,400	23,253	15,856	35,711	84,560	19,369	220,149
Unreserved, designated for economic contingencies	30,000	-	-	-	-	-	30,000
Unreserved, designated for future operations							
General fund	2,888	-	-	-	-	-	2,888
Special revenue	-	-	-	-	-	26,097	26,097
Capital project funds	-	-	-	12,502	79,612	11,919	104,033
Unreserved, undesignated							
General fund	3,091	-	-	-	-	-	3,091
Special revenue	-	-	-	-	-	2,949	2,949
Debt service	-	-	-	-	-	-	-
Capital project funds	-	-	-	-	10,566	9,134	19,700
Total fund balances	<u>77,379</u>	<u>23,253</u>	<u>15,856</u>	<u>48,213</u>	<u>174,738</u>	<u>69,468</u>	<u>408,907</u>
Total liabilities and fund balances	<u>\$ 128,882</u>	<u>\$ 48,356</u>	<u>\$ 16,094</u>	<u>\$ 82,248</u>	<u>\$ 216,747</u>	<u>\$ 96,572</u>	<u>\$ 588,899</u>

The notes to the financial statements are an integral part of this statement.

**CITY OF RIVERSIDE
RECONCILIATION OF THE BALANCE SHEET OF GOVERNMENTAL FUNDS
TO THE STATEMENT OF NET ASSETS
June 30, 2009
(amounts expressed in thousands)**

Total fund balances - governmental funds \$408,907

Amounts reported for governmental activities in the Statement of Net Assets are different because:

Capital assets net of accumulated depreciation used in governmental activities that are not current financial resources and, therefore, are not reported in the funds. 1,111,233

Issuance costs from issuing debt are expenditures at the fund level but are deferred and subject to capitalization and amortization in the Statement of Net Assets. 9,230

Pension contributions were expenditures at the fund level but are deferred as a net pension asset and subject to capitalization and amortization in the Statement of Net Assets. 117,173

Revenues that do not meet the "availability" criteria for revenue recognition and therefore, are deferred in the funds. 49,804

Accrued interest payable for the current portion of interest due on various debt issues has not been reported in the governmental funds. (9,010)

Long-term liabilities, as listed below, are not due and payable in the current period and therefore are not reported in the funds.

Bonds payable	\$ (436,635)	
Certificates of participation payable	(196,905)	
Notes payable	(8,749)	
Capital leases payable	(7,455)	
Bond premiums	(8,052)	
Net OPEB obligation	(3,722)	
Compensated absences	(20,494)	
	(682,012)	(682,012)

Internal service funds are used by management to charge the costs of insurance, centralized purchasing and fleet management to individual funds. The assets and liabilities of the internal service funds are included in the governmental activities in the Statement of Net Assets. 2,213

Net assets of governmental activities \$1,007,538

City of Riverside
Statement of Revenues, Expenditures, and Changes in Fund Balances
Governmental Funds
For the fiscal year ended June 30, 2009
(amounts expressed in thousands)

	General Fund	Redevelopment Debt Service	Certificates of Participation Debt Service	Capital Outlay	Redevelopment Capital Projects	Other Governmental Funds	Total Governmental Funds
Revenues							
Taxes	\$ 126,838	\$ 52,390	\$ -	\$ -	\$ -	\$ 13,094	\$ 192,322
Licenses and permits	6,381	-	-	-	-	987	7,368
Intergovernmental	10,802	200	-	57,211	827	17,833	86,873
Charges for services	9,003	-	-	-	-	96	9,099
Fines and forfeitures	4,649	-	-	-	-	1,564	6,213
Special assessments	4,235	-	-	195	-	1,001	5,431
Rental and investment income	3,635	2,660	764	3,067	5,278	3,216	18,620
Miscellaneous	5,857	280	488	-	393	578	7,596
Total revenues	<u>171,400</u>	<u>55,530</u>	<u>1,252</u>	<u>60,473</u>	<u>6,498</u>	<u>38,369</u>	<u>333,522</u>
Expenditures							
Current:							
General government	8,148	669	24	136	11,226	5,792	25,995
Public safety	145,802	-	-	-	-	-	145,802
Highways and streets	18,452	-	-	-	-	-	18,452
Culture and recreation	26,646	-	-	-	-	213	26,859
Capital outlay	4,836	-	-	105,309	47,411	22,838	180,394
Debt service:							
Principal	5,369	6,830	1,950	-	-	-	14,149
Interest	9,060	15,447	8,526	-	-	-	33,033
Bond issuance costs	259	-	-	-	-	-	259
Total expenditures	<u>218,572</u>	<u>22,946</u>	<u>10,500</u>	<u>105,445</u>	<u>58,637</u>	<u>28,843</u>	<u>444,943</u>
Excess (deficiency) of revenues over (under) expenditures	<u>(47,172)</u>	<u>32,584</u>	<u>(9,248)</u>	<u>(44,972)</u>	<u>(52,139)</u>	<u>9,526</u>	<u>(111,421)</u>
Other financing sources (uses):							
Transfers in	50,650	3,185	9,197	304	35,991	1,470	100,797
Transfers out	(7,776)	(36,235)	(2,207)	(7,837)	(414)	(4,241)	(58,710)
Issuance of long term debt	30,425	-	-	-	-	-	30,425
Payment to escrow account for advance refunding	(30,200)	-	-	-	-	-	(30,200)
Sales of capital assets	235	-	-	2	(1,354)	(4,681)	(5,798)
Total other financing sources and uses	<u>43,334</u>	<u>(33,050)</u>	<u>6,990</u>	<u>(7,531)</u>	<u>34,223</u>	<u>(7,452)</u>	<u>36,514</u>
Net change in fund balances	(3,838)	(466)	(2,258)	(52,503)	(17,916)	2,074	(74,907)
Fund balances - beginning	81,217	23,719	18,114	100,716	192,654	67,394	483,814
Fund balances - ending	<u>\$ 77,379</u>	<u>\$ 23,253</u>	<u>\$ 15,856</u>	<u>\$ 48,213</u>	<u>\$ 174,738</u>	<u>\$ 69,468</u>	<u>\$ 408,907</u>

The notes to the financial statements are an integral part of this statement.

**CITY OF RIVERSIDE
RECONCILIATION OF THE STATEMENT OF REVENUES,
EXPENDITURES, AND CHANGES IN FUND BALANCES OF GOVERNMENTAL FUNDS
TO THE STATEMENT OF ACTIVITIES
For the year ended June 30, 2009
(amounts expressed in thousands)**

Net change in fund balances-total governmental funds (\$74,907)

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

Governmental funds report capital outlays as expenditures. However, in the statement of activities the cost of those assets is allocated over their estimated useful lives and reported as depreciation expense. This is the amount by which capital outlays exceeded depreciation in the current period, as listed below:

Capital Asset additions	\$ 178,180	
Depreciation Expense	<u>(29,191)</u>	148,989

Revenues in the statement of activities that do not meet the "availability" criteria for revenue recognition and therefore are not reported as revenue in the funds. (2,855)

The amortization of the net pension asset reported in the statement of activities does not require the use of current financial resources and, therefore, is not reported as an expenditure in the governmental funds. (1,559)

The issuance of long-term debt (e.g., bonds, leases, notes) provides current financial resources to governmental funds, while the repayment of the principal of long-term debt consumes the current financial resources of governmental funds. Neither transaction, however, has any effect on net assets. Also, governmental funds immediately report the effect of issuance costs, premiums, discounts and similar items when debt is first issued, whereas these amounts are deferred and amortized in the statement of activities. The net effect of these differences in the treatment of long-term debt and related items is listed below:

Principal repayments	14,149	
Debt refunding	30,200	
Other post-employment benefit liabilities	(1,830)	
Compensated Absences	(128)	
Interest	(1,159)	
Premiums on the issuance of LTD	172	
Proceeds from LTD	<u>(30,425)</u>	10,979

Some expenses reported in the statement of activities do not require the use of current financial resources and, therefore, are not reported as expenditures in governmental funds. 757

Internal service funds are used by management to charge the costs of insurance, centralized purchasing and fleet management to individual funds. The net revenue of certain activities of internal service funds is reported with governmental activities. 4,146

Change in net assets of governmental activities \$ 85,550

The notes to the financial statements are an integral part of this statement.

City of Riverside
Statement of Revenues, Expenditures and Changes in Fund Balances - Budget and Actual
General Fund
For the year ended June 30, 2009
(amounts expressed in thousands)

	Budgeted Amounts		Actual Amounts	Variance with Final Budget		Budgeted Amounts		Actual Amounts	Variance with Final Budget
	Original	Final				Original	Final		
Revenues									
Taxes	\$ 142,677	\$ 142,724	\$ 126,838	\$ (15,886)	Public safety:				
Licenses and permits	7,733	7,733	6,381	(1,352)	Police	98,191	102,298	87,377	14,921
Intergovernmental	2,820	13,731	10,802	(2,929)	Fire	47,803	51,065	47,315	3,750
Charges for services	11,159	11,228	9,003	(2,225)	Animal regulation	3,345	4,125	3,977	148
Fines and forfeitures	4,710	4,710	4,649	(61)	Building and zoning inspection	2,891	3,025	2,658	367
Special assessments	3,543	3,543	4,235	692	Street lighting	4,239	4,251	4,475	(224)
Rental and investment income	2,996	3,009	3,635	626	Total public safety	156,469	164,764	145,802	18,962
Miscellaneous	4,769	6,497	5,857	(640)	Highways and streets	20,883	24,068	18,452	5,616
Total revenues	180,407	193,175	171,400	(21,775)	Culture and recreation	25,940	31,646	26,646	5,000
Expenditures					Capital Outlay	8,380	8,380	4,836	3,544
General government:					Debt service:				
Mayor	1,236	1,338	1,184	154	Principal	5,537	5,442	5,369	73
Council	1,158	1,174	1,104	70	Interest	9,164	9,164	9,060	104
Manager	10,449	11,619	9,524	2,095	Bond issuance costs	-	197	259	(62)
Attorney	3,942	4,018	4,040	(22)	Total debt service	14,701	14,803	14,688	115
Clerk	1,331	1,321	1,101	220	Total expenditures	235,642	252,930	218,572	34,358
Community Development	9,372	10,202	8,463	1,739	Deficiency of revenue under expenditures	(55,235)	(59,755)	(47,172)	12,583
Human Resources	3,508	3,698	2,917	781	Other financing sources (uses)				
General Services	8,708	13,131	7,172	5,959	Transfers in	34,553	34,859	50,650	15,791
Information System	12,134	14,992	12,386	2,606	Transfers out	-	-	(7,776)	(7,776)
Development	6,662	7,742	7,245	497	Issuance of long term debt	-	-	30,425	30,425
Subtotal	58,500	69,235	55,136	14,099	Payment to escrow account for advance refunding	-	-	(30,200)	(30,200)
Allocated expenditures	(49,231)	(59,966)	(46,988)	(12,978)	Sale of capital assets	40	2,195	235	(1,960)
Total general government	9,269	9,269	8,148	1,121	Total other financing sources	34,593	37,054	43,334	6,280
				continued	Net change in fund balances	(20,642)	(22,701)	(3,838)	18,863
					Fund balance, beginning	81,217	81,217	81,217	-
					Fund balance, ending	\$ 60,575	\$ 58,516	\$ 77,379	\$ 18,863

The notes to the financial statements are an integral part of this statement.

City of Riverside
Statement of Net Assets
Proprietary Funds
June 30, 3009
(amounts expressed in thousands)

Assets	Business-type Activities - Enterprise Funds					Governmental Activities-Internal Service Funds
	Electric	Water	Sewer	Other Enterprise Funds	Total Enterprise Funds	
Current assets:						
Cash and investments	\$ 134,883	\$ 29,679	\$ 2,038	\$ 5,432	\$ 172,032	\$ 9,956
Receivables (net allowances for uncollectibles)						
Interest	745	146	178	83	1,152	131
Utility billed	14,532	2,843	688	597	18,660	-
Utility unbilled	12,609	2,737	768	637	16,751	-
Accounts	10,757	2,402	1,932	402	15,493	22
Intergovernmental	112	2,284	50	572	3,018	15
Nuclear materials inventory	1,750	-	-	-	1,750	-
Inventory	-	-	1,066	-	1,066	5,835
Prepaid items	6,224	7	5	12	6,248	8
Restricted assets:						
Cash and cash equivalents	28,805	6,917	-	2,975	38,697	-
Cash and investments at fiscal agent	222,538	27,726	-	-	250,264	-
Public benefit programs receivable	686	-	-	-	686	-
Conservation & reclamation programs receivable	-	150	-	-	150	-
Total current assets	433,641	74,891	6,725	10,710	525,967	15,967
Non-current assets:						
Advances to other funds	5,918	-	10,018	-	15,936	12,616
Deferred charges	22,453	7,329	3,650	11,292	44,724	1,604
Capital assets:						
Land	7,612	16,824	2,698	13,701	40,835	-
Buildings	18,572	15,199	184,327	20,338	238,436	1,488
Accumulated depreciation - buildings	(4,280)	(3,392)	(74,653)	(3,795)	(86,120)	(151)
Improvements other than buildings	715,607	418,728	61,877	19,818	1,216,030	-
Accumulated depreciation - improvements other than buildings	(290,012)	(120,504)	(10,893)	(4,046)	(425,455)	-
Machinery and equipment	25,102	12,483	8,996	17,696	64,277	9,575
Accumulated depreciation - machinery and equipment	(12,907)	(7,656)	(5,200)	(9,705)	(35,468)	(7,331)
Construction in progress	106,200	24,407	-	4,651	135,258	-
Total non-current assets	594,265	363,418	180,820	69,950	1,208,453	17,801
Total assets	1,027,906	438,309	187,545	80,660	1,734,420	33,768

Continued

City of Riverside
Statement of Net Assets
Proprietary Funds
June 30, 3009
(amounts expressed in thousands)

Business-type Activities - Enterprise Funds

Liabilities	Electric	Water	Sewer	Other Enterprise Funds	Total Enterprise Funds	Governmental Activities-Internal Service Funds
Current liabilities:						
Accounts payable	13,858	4,588	1,877	1,168	21,491	865
Accrued payroll	4,364	1,461	1,070	720	7,615	533
Retainage payable	75	1,203	-	1	1,279	-
Intergovernmental	-	-	-	-	-	-
Claims and judgements	-	-	-	-	-	24,959
Unearned revenue	-	-	-	1,740	1,740	-
Deposits	2,780	561	-	1	3,342	-
Due to other funds	-	-	-	-	-	2,799
Capital leases - current	360	-	42	17	419	-
Water stock acquisitions - current	-	150	-	-	150	-
Landfill capping - current	-	-	-	300	300	-
Current liabilities payable from restricted assets:						
Revenue bonds	21,300	4,415	-	-	25,715	-
Accrued interest	4,454	1,156	-	-	5,610	-
Other payables	2,117	526	355	331	3,329	164
Total current liabilities	49,308	14,060	3,344	4,278	70,990	29,320
Non-current liabilities:						
Revenue bonds	506,208	142,723	-	-	648,931	-
Arbitrage payable	-	-	-	-	-	-
Notes payable	-	-	7,915	-	7,915	-
Other payables	-	-	-	-	-	-
Capital leases	2,073	-	-	81	2,154	-
Advances from other funds	12,979	5,584	3,572	9,282	31,417	2,235
Decommissioning liability	59,072	-	-	-	59,072	-
Water stock acquisitions	-	799	-	-	799	-
Landfill capping	-	-	-	7,212	7,212	-
Total non-current liabilities	580,332	149,106	11,487	16,575	757,500	2,235
Total liabilities	629,640	163,166	14,831	20,853	828,490	31,555
Net Assets						
Invested in capital assets, net of related debt	204,902	237,188	159,237	58,577	659,904	3,581
Restricted for debt service	20,477	5,156	-	-	25,633	-
Restricted for other purposes	-	-	-	2,975	2,975	-
Restricted for programs	8,125	1,888	-	-	10,013	-
Unrestricted	164,762	30,911	13,477	(1,745)	207,405	(1,368)
Total net assets	\$ 398,266	\$ 275,143	\$ 172,714	\$ 59,807	\$ 905,930	\$ 2,213

The notes to the financial statements are an integral part of this statement.

City of Riverside
Statement of Revenues, Expenses, and Changes in Fund Net Assets
Proprietary Funds
For the fiscal year ended June 30, 2009
(amounts expressed in thousands)

Business-type Activities - Enterprise Funds							Governmental Activities-Internal Service Funds
	Electric	Water	Sewer	Other Enterprise Funds	Total Enterprise Funds		
Operating revenues:							
Charges for services	\$ 314,164	\$ 54,923	\$ 23,247	\$ 24,294	\$ 416,628	\$	15,834
Operating expenses:							
Personal services	29,205	9,716	8,930	7,042	54,893		3,651
Contractual services	8,176	2,274	756	4,375	15,581		108
Maintenance and operation	170,533	9,530	8,380	6,486	194,929		1,513
General	13,203	13,582	5,253	3,988	36,026		1,733
Materials and supplies	725	1,041	2,730	940	5,436		13
Insurance	859	404	519	251	2,033		5,114
Depreciation and amortization	23,091	9,771	6,084	3,247	42,193		940
Total operating expenses	<u>245,792</u>	<u>46,318</u>	<u>32,652</u>	<u>26,329</u>	<u>351,091</u>		<u>13,072</u>
Operating income (loss)	<u>68,372</u>	<u>8,605</u>	<u>(9,405)</u>	<u>(2,035)</u>	<u>65,537</u>		<u>2,762</u>
Non-operating revenues (expenses):							
Operating grants	-	-	-	1,929	1,929		-
Interest income	17,625	3,169	2,018	590	23,402		1,468
Other	1,702	1,011	8	911	3,632		3
Gain (loss) on retirement of capital assets	210	(564)	16	(1,640)	(1,978)		(5)
Capital improvement fees	-	-	782	-	782		-
Interest expense and fiscal charges	(23,417)	(7,049)	(2,201)	(479)	(33,146)		(82)
Total non-operating revenues (expenses)	<u>(3,880)</u>	<u>(3,433)</u>	<u>623</u>	<u>1,311</u>	<u>(5,379)</u>		<u>1,384</u>
Income before capital contributions and transfers	64,492	5,172	(8,782)	(724)	60,158		4,146
Cash capital contributions	1,494	3,749	-	3,029	8,272		-
Noncash capital contributions	5,566	3,399	-	-	8,965		-
Transfers out	(29,583)	(11,664)	-	(840)	(42,087)		-
Change in net assets	41,969	656	(8,782)	1,465	35,308		4,146
Total net assets - beginning	356,297	274,487	181,496	58,342	870,622		(1,933)
Total net assets - ending	<u>\$ 398,266</u>	<u>\$ 275,143</u>	<u>\$ 172,714</u>	<u>\$ 59,807</u>	<u>\$ 905,930</u>	<u>\$</u>	<u>2,213</u>

City of Riverside
Proprietary Funds
Statement of Cash Flows
For the fiscal year ended June 30, 2009
(amounts expressed in thousands)

	Electric	Water	Sewer	Other Enterprise Funds	Total Enterprise Funds	Governmental Activities- Internal Service Funds
Cash flows from operating activities:						
Cash received from customers and users	\$ 315,095	\$ 54,046	\$ 22,759	\$ 23,933	\$ 415,833	\$ 15,894
Cash paid to employees for services	(30,265)	(10,044)	(9,058)	(7,143)	(56,510)	(3,777)
Cash paid to other suppliers of goods or services	(185,574)	(27,906)	(17,968)	(16,556)	(248,004)	(12,295)
Other receipts	1,702	1,011	8	911	3,632	3
Net cash provided (used) by operating activities	<u>100,958</u>	<u>17,107</u>	<u>(4,259)</u>	<u>1,145</u>	<u>114,951</u>	<u>(175)</u>
Cash flows from noncapital financing activities:						
Transfers to other funds	(29,583)	(11,664)	-	(840)	(42,087)	-
Operating grants	-	-	-	3,011	3,011	-
Advances to other funds	-	-	(10,018)	-	(10,018)	(12,620)
Repayments on advances to other funds	33,586	-	-	-	33,586	-
Cash received (repaid) on loans from other funds	(227)	(98)	(63)	(27)	(415)	(24)
Cash paid on amounts due to the General Fund	-	-	-	(645)	(645)	-
Net cash provided (used) by noncapital financing activities	<u>3,776</u>	<u>(11,762)</u>	<u>(10,081)</u>	<u>1,499</u>	<u>(16,568)</u>	<u>(12,644)</u>
Cash flows from capital and related financing activities:						
Purchase of capital assets	(72,900)	(37,714)	(9,361)	(7,076)	(127,051)	(698)
Purchase of nuclear fuel	(2,221)	-	-	-	(2,221)	-
Proceeds from the sale of capital assets	558	128	25	-	711	(5)
Principal paid on long-term obligations	(20,639)	(4,390)	(22,028)	-	(47,057)	-
Interest paid on long-term obligations	(23,950)	(6,584)	(2,757)	(478)	(33,769)	(82)
Capital improvement fees	-	-	782	-	782	-
Capital contributions	1,493	11,872	-	3,617	16,982	-
Net cash used for capital and related financing activities	<u>(117,659)</u>	<u>(36,688)</u>	<u>(33,339)</u>	<u>(3,937)</u>	<u>(191,623)</u>	<u>(785)</u>
Cash flows from investing activities:						
Purchase of investments	(4,186)	684	-	-	(3,502)	-
Income from investments	19,674	3,283	2,089	603	25,649	1,393
Net cash provided by investing activities	<u>15,488</u>	<u>3,967</u>	<u>2,089</u>	<u>603</u>	<u>22,147</u>	<u>1,393</u>
Net change in cash and cash equivalents	2,563	(27,376)	(45,590)	(690)	(71,093)	(12,211)
Cash and cash equivalents, ending (including \$212,733 for Electric, \$54,355 for Water and \$4,025 for Sewer in restricted accounts)						
	<u>291,420</u>	<u>83,932</u>	<u>47,628</u>	<u>9,097</u>	<u>432,077</u>	<u>22,167</u>
Cash and cash equivalents, ending (including \$159,100 for Electric and \$26,877 for Water in restricted accounts)						
	<u>\$ 293,983</u>	<u>\$ 56,556</u>	<u>\$ 2,038</u>	<u>\$ 8,407</u>	<u>\$ 360,984</u>	<u>\$ 9,956</u>

continued

City of Riverside
Proprietary Funds
Statement of Cash Flows
For the fiscal year ended June 30, 2009
(amounts expressed in thousands)

						continued
	Electric	Water	Sewer	Other Enterprise Funds	Total Enterprise Funds	Governmental Activities- Internal Service Funds
Reconciliation of operating income (loss) to net cash provided (used) by operating activities:						
Operating Income (loss)	\$ 68,372	\$ 8,605	\$ (9,405)	\$ (2,035)	\$ 65,537	\$ 2,762
Other receipts	1,702	1,011	8	911	3,632	3
Adjustments to reconcile operating income to net cash provided (used) by operating activities:						
Depreciation and amortization	23,091	9,771	6,084	3,247	42,193	940
Amortization of pension costs	179	77	49	33	338	22
Amortization (burn) of nuclear fuel	5,191	-	-	-	5,191	-
Decrease in utility billed receivables	1,946	57	104	61	2,168	-
Decrease in utility unbilled receivables	1,267	223	31	7	1,528	-
(Increase) in accounts receivable	(422)	(1,094)	(681)	(215)	(2,412)	20
(Increase) decrease in intergovernmental receivables	(4)	2	59	(218)	(161)	15
(Increase) decrease in prepaid items	786	(1)	(5)	(12)	768	17
Decrease in nuclear materials inventory	171	-	-	-	171	-
(Increase) in inventory	-	-	(77)	-	(77)	801
(Decrease) in accounts payable	(5,008)	(1,585)	(171)	(228)	(6,992)	(131)
(Decrease) in accrued payroll	(1,863)	(681)	(357)	(273)	(3,174)	(229)
Increase (decrease) in retainage payable	56	511	(78)	-	489	-
Increase in other payable	1,279	276	180	159	1,894	81
(Decrease) in intergovernmental receivables	(20)	-	-	-	(20)	-
(Decrease) in deposits	(314)	(65)	-	-	(379)	-
(Decrease) in due to other funds	-	-	-	-	-	(956)
(Decrease) in claims and judgments	-	-	-	-	-	(3,520)
Increase in decommissioning liability	4,549	-	-	-	4,549	-
(Decrease) in landfill capping	-	-	-	(292)	(292)	-
Net cash provided by operating activities	<u>\$ 100,958</u>	<u>\$ 17,107</u>	<u>\$ (4,259)</u>	<u>\$ 1,145</u>	<u>\$ 114,951</u>	<u>\$ (175)</u>
Schedule of noncash financing and investing activities:						
Contribution in aid	\$ 5,565	\$ 3,399	\$ -	\$ -	\$ 8,964	\$ -
Borrowing under capital lease	2,433	-	-	-	2,433	-

The notes to the financial statements are an integral part of this statement.

City of Riverside
Statement of Fiduciary Net Assets
Fiduciary Fund
June 30, 2009
 (amounts expressed in thousands)

	<u>Agency Funds</u>
Assets:	
Cash and investments	\$ 10,898
Cash and investments at fiscal agent	9,294
Interest receivable	61
Property tax receivables	<u>187</u>
Total assets	<u><u>\$ 20,440</u></u>
Liabilities:	
Accounts payable	\$ 21
Held for bond holders	<u>20,419</u>
Total liabilities	<u><u>\$ 20,440</u></u>

The notes to the financial statements are an integral part of this statement