

City of Antioch, California

**Comprehensive Annual
Financial Report**



**For the Fiscal Year Ended
June 30, 2011**

CITY OF ANTIOCH, CALIFORNIA

Comprehensive Annual Financial Report

For the Fiscal Year Ended

June 30, 2011

Prepared By

Department of Finance

City of Antioch Comprehensive Annual Financial Report

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P.O. Box 5007, Antioch, CA 94531-5007

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December 15, 2011

To the Honorable Mayor, Members of the City Council, and Citizens of the City of Antioch:

State law requires that every general-purpose local government publish within six months of the close of each fiscal year a complete set of audited financial statements. This report is published to fulfill that requirement for the fiscal year ended June 30, 2011.

Management assumes full responsibility for the completeness and reliability of the information contained in this report, based upon a comprehensive framework of internal control that it has established for this purpose. Because the cost of internal control should not exceed anticipated benefits, the objective is to provide reasonable, rather than absolute, assurance that the financial statements are free of any material misstatements.

Caporicci & Larson, Certified Public Accountants, have issued an unqualified (“clean”) opinion on the City of Antioch’s financial statements for the year ended June 30, 2011. The independent auditor’s report is presented as the first component of the financial section of this report.

Management’s discussion and analysis (MD&A) immediately follows the independent auditor’s report and provides a narrative introduction, overview, and analysis of the basic financial statements. MD&A complements this letter of transmittal and should be read in conjunction with it.

Profile of the Government

The City of Antioch, incorporated in 1872, is located in the western part of the state and is the third largest city in Contra Costa County. California State Highway 4, connecting San Francisco-Oakland with Stockton and Central Valley points, bisects the City. Connecting with this freeway east of Antioch is State Highway 160, running north to Sacramento, across the Nejedly Bridge, offering access to Solano County and the Sacramento area. The City of Antioch currently occupies a land area of approximately 29 square miles and serves a population of about 103,054 residents. The City of Antioch receives property taxes levied on real and personal properties located within its boundaries. It also is empowered by state statute to extend its corporate limits by annexation, which it has done from time-to-time.

The City of Antioch has operated under the Council-Manager form of government since 1872. Policy-making and legislative authority are vested in a City Council consisting of the Mayor and four other Council members. The four Council members are elected to four-year overlapping terms. The Mayor, who sits on the Council, is elected directly by the people and serves a term of four years. The City Clerk and City Treasurer are also elected for terms of four years. The City Council is responsible, among other duties, for passing ordinances, adopting the budget, appointing committees, and hiring both the City Manager and City Attorney. The Antioch’s City Manager is responsible for carrying out the policies and ordinances of the City Council and all management functions of the City, including the budget, delivery of services, hiring of all Department Directors, and implementation of capital projects.

The City of Antioch provides a wide range of municipal services, including police protection; recreational activities; community and economic development; street improvements and maintenance services; parks maintenance; water; sewer; general administrative and support services. The City does not provide fire services.

The annual budget serves as the foundation for the City of Antioch's financial planning and control. All departments of the City of Antioch are required to submit requests for appropriations to the City Manager by April 1. The City Manager uses these requests as the starting point for developing a proposed budget. The City Manager then presents the proposed budget to the City Council for review prior to June 30. The City Council is required to hold public hearings on the proposed budget and to adopt a final budget by no later than June 30, the close of the City of Antioch's fiscal year. At mid-period of the budget cycle, the City Council reviews the budget and makes adjustments as needed to the appropriations.

The appropriated budget is prepared by fund, function (e.g., public safety), and department (e.g., police). Department managers may make transfers of appropriations within a department. The level of budgetary control, that is, the level at which expenditures cannot legally exceed the appropriated amount, is established at the individual fund level. Expenditures above the appropriated amount require the special approval of the City Council.

Local economy: Overall, the local economy continues to slow down after multiple years of rapid growth in the retail and employment sectors. Vacancies in many of the strip malls and the City's downtown business core continue to increase. A positive sign, however, is the Lakeview Center on the NW corner of Lone Tree Way at Golf Course Rd., which is located on the drive-side for commuters returning home along the heavily-traveled Lone Tree corridor. This development project by Reynolds & Brown – which also recently completed its Bluerock Business Center across the street – has resulted in the completion of a CVS and upcoming construction of a Fresh & Easy Neighborhood Market, a chain owned by the British grocer Tesco. On the SW corner adjacent to Lakeview Center, Fresh Choice Restaurant opened in an existing building, which has added yet another attractive dimension to the burgeoning area.

Continuing through 2015, the more than \$1 billion from various sources will continue to be spent on the current Highway 4 widening and the approved eBART project at the Hillcrest Station area in Antioch. The Water Emergency Transportation Authority is nearing completion of its environmental assessment, with the report slated to be complete in 2012, of the proposed Ferry Terminal station location in Downtown Antioch in a project envisioned to connect commuters to San Francisco, with a potential stop in Martinez and/or Hercules.

The Contra Costa County region, which includes the City of Antioch, has a civilian unemployment rate of 11% while the City's unemployment rate is 12.50%. Antioch's population grew about 10.62% between 2001 and 2011 while the overall Contra Costa County growth rate during this corresponding time period was about 9.48%.

Current period financial information: The City continues to be challenged by the economic uncertainties felt nationwide and throughout the world. The City has experienced significant declines in General Fund revenue: Property tax 27.5% over two years; Sales tax 6% over two years; and Development fees 8% from prior period. The City continues to face the task of bringing significantly reduced revenues in line with General Fund Budget expenditures to address the budgetary difficulties brought on by the struggling economy. Some of the ways in which the City has addressed this issue include: utilization of one-time revenues; successful pursuit of grant monies; concessions from employee bargaining units; workforce reductions; furloughs; mandatory reductions in departmental supplies, services and training budgets; and use of reserve funds. The City's steadfast goal is to reduce expenditures and align those costs with the existing revenue stream, which will allow the City to provide a basic level of services and continue to maintain General Fund reserves that meet City Council policy.

Long-term financial planning: Job development and expansion of the City's retail sales tax base are important factors for Antioch's economic health. With further declines in property and sales taxes projected in the upcoming fiscal year, the City has continued its efforts to attract companies with high-paying jobs. Employment within the City is estimated to consist of approximately 22,680 jobs.

The City Council recognizes the importance of maintaining a serviceable network of local and regional roads. Like most cities in the state, Antioch is dependent on a combination of local, state and federal revenue to support that work. An analysis of the current condition of all roads in Antioch, along with a recommendation regarding the level at which the roads can be maintained in the long term, is an annual undertaking that maintains our eligibility for continued federal road-repair funding; in addition to federal funding, other funding sources are continually being reviewed and sought after when appropriate.

In addition to the City's roads, water processing and distribution facilities, sidewalks, parks, medians, trails, open space, sanitary sewers, storm water sewers, street lights, traffic signals, fiber optic cabling, marina, the Prewett Water Park and other public buildings provide the framework and infrastructure that contributes to Antioch's quality of life. The better-maintained and adequately sized they are, the greater the opportunity for commerce, health, recreation and mobility within the community. Budgets include contributions toward the maintenance of these facilities and staff continues to look for new opportunities for funding of maintenance and replacement of infrastructure.

The most fundamental expectation of any community is public safety for its people and their property. An adequately staffed, well-trained and equipped police department is one of the keys to meeting that expectation. Historically, the Police Department has accounted for the most significant expenditure of General Fund revenues.

Strategies for increasing revenues and reducing expenditures in the General Fund are under continuous development and review. The City will aggressively focus on these strategies in the upcoming fiscal year as the state and nation face a turbulent financial crisis that ultimately trickles down to all local agencies.

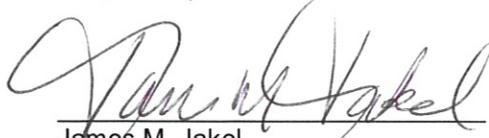
Awards and Acknowledgements

The Government Finance Officers Association of the United States and Canada (GFOA) awarded a Certificate of Achievement for Excellence in Financial Reporting to the City of Antioch for its comprehensive annual financial report (CAFR) for the fiscal year ended June 30, 2010; this was the twenty-first consecutive year that the government has received this prestigious award. In order to be awarded a Certificate of Achievement, a government must publish an easily readable and efficiently organized CAFR report. This report must satisfy both generally accepted accounting principles and applicable legal requirements.

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

The preparation of this report would not have been possible without the efficient and dedicated services of the entire staff of the finance department, particularly Dawn Merchant and Jo Castro. I would like to express our appreciation to all members of the department who assisted and contributed to the preparation of this report. Credit also must be given to the Mayor and the City Council for their unfailing support for maintaining the highest standards of professionalism in the financial management of the City of Antioch.

Respectfully submitted,



James M. Jakel
City Manager



Dawn Merchant
Finance Director

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**CITY OF ANTIOCH
COMPREHENSIVE ANNUAL FINANCIAL REPORT
FOR THE FISCAL YEAR ENDED JUNE 30, 2011**

**ELECTED OFFICIALS AND
ADMINISTRATIVE PERSONNEL**

JUNE 30, 2011

ELECTED OFFICIALS

**Jim D. Davis, Mayor
Wade Harper, Mayor Pro-Tem
Brian Kalinowski, Council Member
Mary Helen Rocha, Council Member
Gary Agopian, Council Member
Donna Conley, City Treasurer
Jolene Martin, City Clerk**

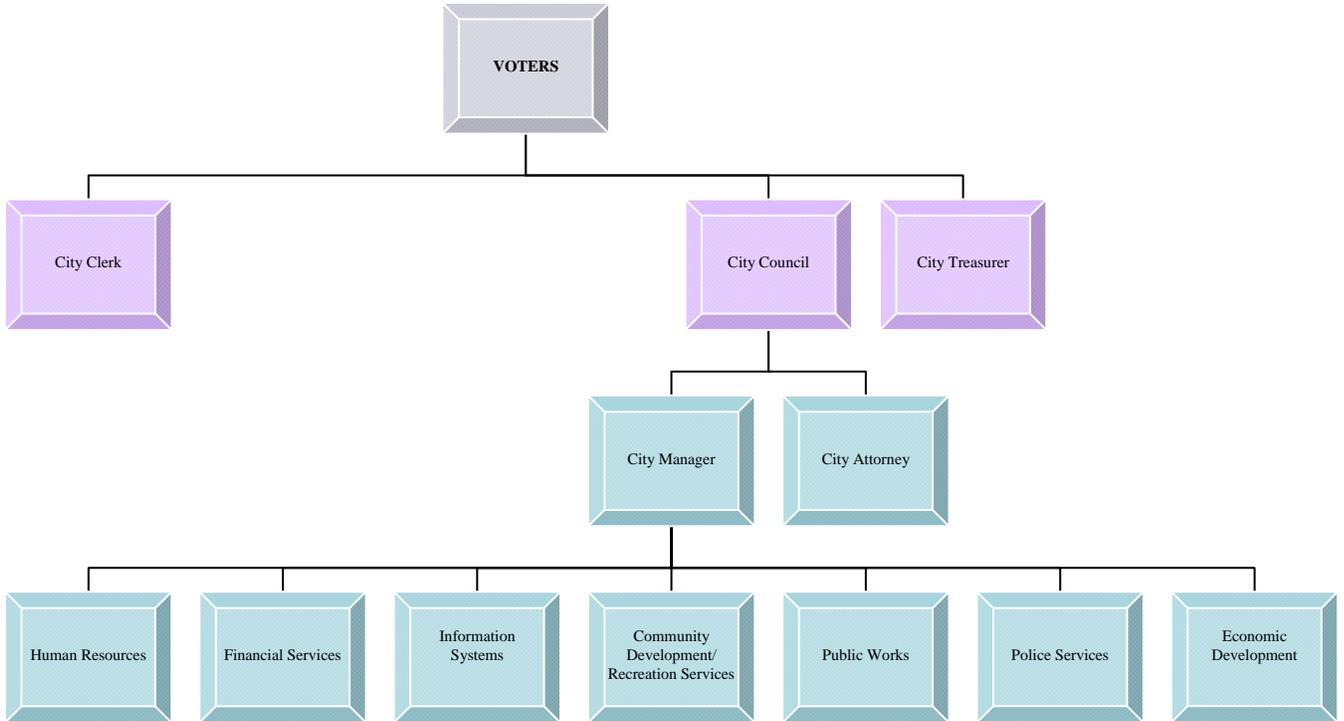
ADMINISTRATIVE PERSONNEL

City Manager
City Attorney
Capital Improvement Director
Acting Chief of Police
Community Development Director
Finance Director
Human Resources Director
Information Services Director
Public Works Director

James M. Jakel
Lynn Tracy Nerland
Phil Harrington
Allan Cantando
Tina Wehrmeister
Dawn Merchant
Deborah McHenry
Bill Gegg
Ron Bernal

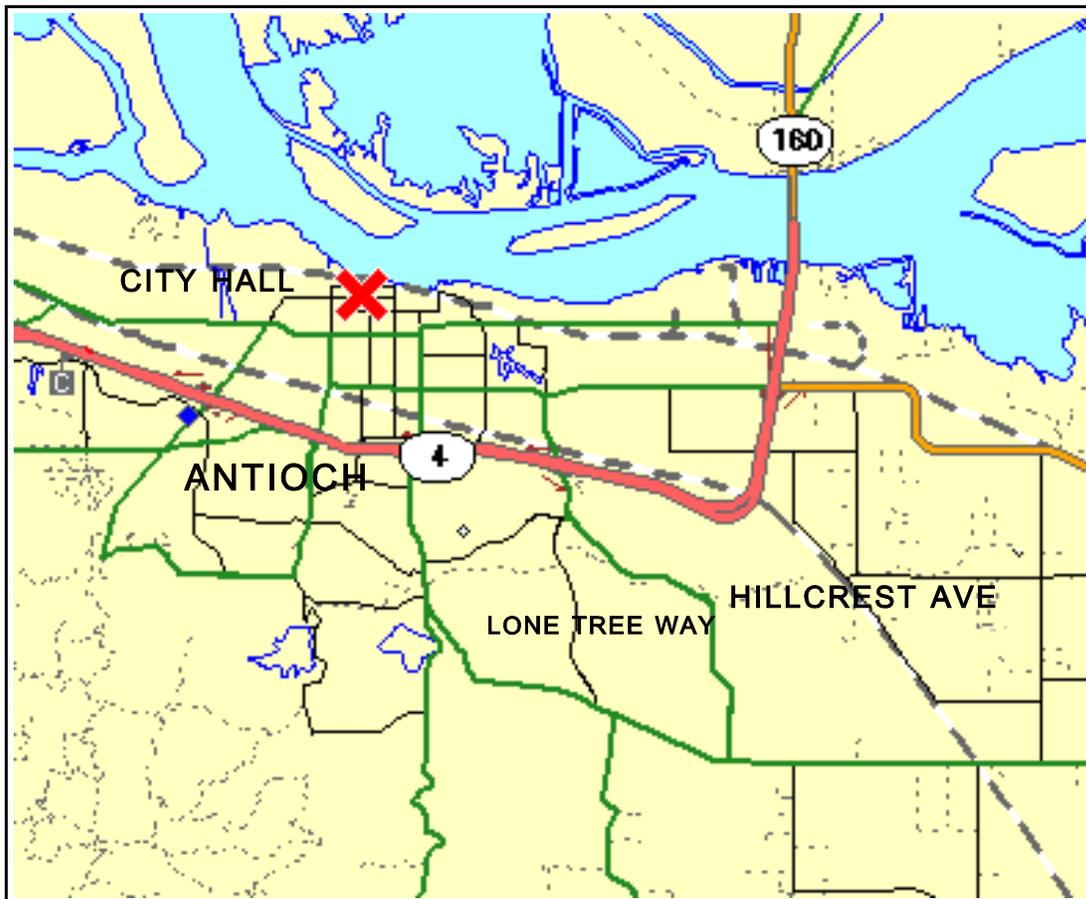
City of Antioch
Third & "H" Streets, P.O. Box 5007
Antioch, California 94531-5007
www.ci.antioch.ca.us

City of Antioch-Organization of City Government





Location Map



Area Map

Certificate of Achievement for Excellence in Financial Reporting

Presented to

City of Antioch
California

For its Comprehensive Annual
Financial Report
for the Fiscal Year Ended
June 30, 2010

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. Davidson

President

Jeffrey R. Egan

Executive Director



Caporicci & Larson, Inc.
A Subsidiary of Marcum LLP
Certified Public Accountants

INDEPENDENT AUDITORS' REPORT

To the Honorable Mayor and Members of the City Council
of the City of Antioch
Antioch, California

We have audited the accompanying financial statements of the governmental activities, the business-type activities, each major fund, and the aggregate remaining fund information of the City of Antioch, California (City), as of and for the year ended June 30, 2011, which collectively comprise the City's basic financial statements as listed in the table of contents. These financial statements are the responsibility of the City's management. Our responsibility is to express an opinion on these financial statements based on our audit.

We 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 includes consideration of internal control over financial reporting as a basis for designing audit procedures that are appropriate in the circumstances, but not for the purpose of expressing an opinion on the effectiveness of the City's internal control over financial reporting. Accordingly, we express no such opinion. 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, based on our audit, the financial statements referred to above present fairly, in all material respects, the financial position of the governmental activities, the business-type activities, each major fund, and the aggregate remaining fund information of the City as of June 30, 2011, and the respective changes in financial position and cash flows, where applicable, thereof for the year then ended in conformity with generally accepted accounting principles in the United States of America.

As explained further in note 15 to the basic financial statements, the California State Legislature has enacted legislation that is intended to provide for the dissolution of redevelopment agencies in the State of California. The effects of this legislation are uncertain pending the result of certain lawsuits that have been initiated to challenge the constitutionality of this legislation.

In accordance with *Government Auditing Standards*, we have also issued our report dated December 16, 2011 on our consideration of the City's internal control over financial reporting and on our tests of its compliance with certain provisions of laws, regulations, contracts, and grants. 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.

Accounting principles generally accepted in the United States of America require that the management's discussion and analysis and budgetary comparison information on pages 3 through 10 and 75 through 81 be presented to supplement the basic financial statements. Such information, although not a part of the basic financial statements, is required by the Governmental Accounting Standards Board, who considers it to be an essential part of financial reporting for placing the basic financial statements in an appropriate operational, economic, or historical context. We have applied certain limited procedures to the required supplementary information in accordance with auditing standards generally accepted in the United States of America, which consisted of inquiries of management about the methods of preparing the information and comparing the information for consistency with management's responses to our inquiries, the basic financial statements, and other knowledge we obtained during our audit of the basic financial statements. We do not express an opinion or provide any assurance on the information because the limited procedures do not provide us with sufficient evidence to express an opinion or provide any assurance.

Our audit was conducted for the purpose of forming opinions on the financial statements that collectively comprise the City's financial statements as a whole. The introductory section, combining and individual nonmajor fund financial statements, and statistical section, are presented for purposes of additional analysis and are not a required part of the financial statements. The combining and individual nonmajor fund financial statements are the responsibility of management and were derived from and relate 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 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 financial statements as a whole. The introductory and statistical sections have not been subjected to the auditing procedures applied in the audit of the basic financial statements and, accordingly, we do not express an opinion or provide any assurance on it.

Caporicci & Larson, Inc.

Caporicci & Larson, Inc.
A Subsidiary of Marcum LLP
Certified Public Accountants
San Francisco, California
December 16, 2011

CITY OF ANTIOCH
Management's Discussion and Analysis
For the Fiscal Year Ended June 30, 2011

As management of the City of Antioch, we offer readers of the City of Antioch's financial statements this narrative overview and analysis of the financial activities of the City of Antioch for the fiscal year ended June 30, 2011. We encourage readers to consider the information presented here in conjunction with additional information that we have furnished in our letter of transmittal, which can be found on pages i-ix of this report.

Financial Highlights

- The assets of the City of Antioch exceeded its liabilities at the close of the most recent fiscal year by \$541,724,960 (net assets). Of this amount, \$45,866,045 (unrestricted net assets) may be used to meet the government's ongoing obligations to citizens and creditors.
- The government's total net assets increased by \$8,742,577 due mainly to lower than anticipated expenditures.
- As of the close of the current fiscal year, the City of Antioch's governmental funds reported ending fund balances of \$39,669,839, a decrease of \$2,034,621 in comparison with the prior year.
- At the end of the current fiscal year, unassigned fund balance for the General Fund was \$6,556,743, or 16.83% of total General Fund expenditures, and 17.68% of total General Fund revenues.
- The City of Antioch's total long-term obligations for governmental activities decreased by \$247,980 and total long-term obligations for business-type activities decreased by \$814,293.

Overview of the Financial Statements

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

Government-wide financial statements. The government-wide financial statements are designed to provide readers with a broad overview of the City of Antioch's finances, in a manner similar to a private-sector business.

The statement of net assets presents information on all of the City of Antioch'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 a useful indicator of whether the financial position of the City of Antioch is improving or deteriorating.

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

Both of the government-wide financial statements distinguish functions of the City of Antioch that are principally supported by taxes and intergovernmental revenues (governmental activities) from other functions that are intended to recover all or a significant portion of their costs through user fees and charges (business-type activities). The governmental activities of the City of Antioch include general government, public works, public safety, parks and recreation and community development. The business-type activities of the City of Antioch include water and sewer utilities; a marina and a water park facility.

The government-wide financial statements include not only the City of Antioch itself (known as the primary government), but also a legally separate development agency and a legally separate public financing authority. Financial information for these component units is blended with the financial information presented for the primary government itself. The government-wide financial statements can be found on pages 13-17 of this report.

CITY OF ANTIOCH
Management's Discussion and Analysis, Continued
For the Fiscal Year Ended June 30, 2011

Fund financial statements. A fund is a grouping of related accounts that is used to maintain control over resources that have been segregated for specific activities or objectives. The City of Antioch, 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 of Antioch can be divided into three categories: governmental funds, proprietary funds, and fiduciary funds.

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

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

The City of Antioch maintains fifty-five individual funds. Information is presented separately in the governmental funds balance sheet and in the governmental funds statement of revenues, expenditures, and changes in fund balances for the general fund, one special revenue fund (Housing and Community Development and two capital projects funds (Low and Moderate Income Housing and ADA Project #1) all of which are considered to be major funds. Data from the other governmental funds are combined into a single, aggregated presentation. Individual fund data for each of these non-major governmental funds is provided in the form of combining statements elsewhere in this report.

The governmental fund financial statements can be found on pages **21-28** of this report.

The City of Antioch adopts an annual appropriated budget for all its funds. A budgetary comparison schedule has been provided for the general fund and major special revenue funds to demonstrate compliance with this budget.

Proprietary funds. The City of Antioch maintains two different types of proprietary funds. Enterprise funds are used to report the same functions presented as business-type activities in the government-wide financial statements. The City of Antioch uses enterprise funds to account for its Water, Sewer, Marina and Prewett Water Park funds. Internal service funds are an accounting device used to accumulate and allocate costs internally among the City of Antioch's various functions. The City of Antioch uses internal service funds to account for its vehicle repair and replacement, office equipment replacement, post employment medical benefits and loss control functions. Because all of these services predominantly benefit governmental rather than business-type functions, they have been included within governmental activities in the government-wide financial statements.

Proprietary funds provide the same type of information as the government-wide financial statements, only in more detail. The proprietary fund financial statements provide separate information for the Water, Sewer, Marina and Prewett Water Park funds. The Water, Sewer, Marina and Prewett Water Park funds are considered to be major funds of the City of Antioch. All 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 proprietary fund financial statements can be found on pages **29-34** of this report.

Fiduciary funds. Fiduciary funds are used to account for resources held for the benefit of parties outside the government. Fiduciary funds are not reflected in the government-wide financial statements because the resources of those funds are not available to support the City of Antioch's own programs. The accounting used for fiduciary funds is much like that used for proprietary funds.

The fiduciary fund financial statements can be found on page **36** of this report.

CITY OF ANTIOCH
Management's Discussion and Analysis, Continued
For the Fiscal Year Ended June 30, 2011

Notes to the basic financial statements. The notes provide additional information that is essential to a full understanding of the data provided in the government-wide and fund financial statements. The notes to the financial statements can be found on pages **37-72** of this report.

Government-wide Financial Analysis

As noted earlier, net assets may serve over time as a useful indicator of a government's financial position. In the case of the City of Antioch, assets exceeded liabilities by \$541,724,960 at the close of the most recent fiscal year.

By far the largest portion of the City of Antioch's net assets (82%) reflects its investment in capital assets (e.g., infrastructure (including water and sewer pipes), land, structures and improvements and equipment), less any related debt used to acquire those assets that are still outstanding. The City of Antioch uses these capital assets to provide services to citizens; consequently, these assets are *not* available for future spending. Although the City of Antioch's investment in its capital assets is reported net of related debt, it should be noted that the resources needed to repay this debt must be provided from other sources since the capital assets themselves cannot be used to liquidate these liabilities.

	Governmental Activities		Business-type Activities		TOTAL	
	2011	2010	2011	2010	2011	2010
Current and other assets	\$ 72,577,605	\$ 77,378,630	\$ 35,782,711	\$ 29,892,045	\$ 108,360,316	\$ 107,270,675
Capital assets	338,980,121	335,497,185	155,638,224	155,644,821	494,618,345	491,142,006
Total assets	411,557,726	412,875,815	191,420,935	185,536,866	602,978,661	598,412,681
Current and other liabilities	7,397,854	10,059,840	2,013,244	2,364,116	9,411,098	12,423,956
Long-term obligations	45,775,200	46,124,646	6,067,403	6,881,696	51,842,603	53,006,342
Total liabilities	53,173,054	56,184,486	8,080,647	9,245,812	61,253,701	65,430,298
Net assets:						
Invested in capital assets,						
net of related debt	295,764,119	292,425,967	150,007,843	149,207,021	445,771,962	441,632,988
Restricted	48,610,708	44,811,598	1,476,245	1,672,961	50,086,953	46,484,559
Unrestricted	14,009,845	19,453,764	31,856,200	25,411,072	45,866,045	44,864,836
Total net assets	\$ 358,384,672	\$ 356,691,329	\$ 183,340,288	\$ 176,291,054	\$ 541,724,960	\$ 532,982,383

An additional portion of the City of Antioch's net assets (9.24%) represents resources that are subject to external restrictions on how they may be used. The remaining balance of *unrestricted net assets* (\$45,866,045) may be used to meet the government's ongoing obligations to citizens and creditors.

The government's total net assets increased by \$8,742,577 due mainly to lower than anticipated expenditures. At the end of the current fiscal year, the City of Antioch is able to report positive balances in all three categories of net assets, both for the government as a whole, as well as for its business-type activities.

Current and other assets increased by \$1,089,641 primarily due to increases in loan receivable balances.

Current and other liabilities decreased by \$3,012,858 due mainly to decreased accounts payable and unearned revenue.

Long-term obligations decreased \$1,163,739 due to scheduled debt service payments.

Governmental and Business-Type Activities. Governmental activities increased the City of Antioch's net assets by \$1,693,343. There was an increase of \$7,049,234 in net assets reported in connection with the City of Antioch's business-type activities.

CITY OF ANTIOCH
Management's Discussion and Analysis, Continued
For the Fiscal Year Ended June 30, 2011

CHANGE IN NET ASSETS

	Governmental Activities		Business-type Activities		TOTAL	
	2011	2010	2011	2010	2011	2010
Revenue:						
Program revenues:						
Charges for services	\$ 7,706,301	\$ 9,016,495	\$ 27,704,814	\$ 24,981,422	\$ 35,411,115	\$ 33,997,917
Operating grants and contributions	9,845,834	5,970,603	-	-	9,845,834	5,970,603
Capital grants and contributions	8,567,822	17,425,327	2,163,621	1,632,176	10,731,443	19,057,503
General revenues:						
Property tax	14,425,200	15,380,757	-	-	14,425,200	15,380,757
Sales tax	9,340,439	9,476,301	-	-	9,340,439	9,476,301
Motor vehicle in lieu	5,822,731	5,928,414	-	-	5,822,731	5,928,414
Other	8,611,551	8,238,841	2,060,489	1,190,593	10,672,040	9,429,434
Total revenues	64,319,878	71,436,738	31,928,924	27,804,191	96,248,802	99,240,929
Expenses:						
General government	6,640,163	7,378,374	-	-	6,640,163	7,378,374
Public works	16,147,160	13,305,297	-	-	16,147,160	13,305,297
Public safety	26,376,173	28,228,276	-	-	26,376,173	28,228,276
Parks and recreation	4,203,244	4,397,403	-	-	4,203,244	4,397,403
Community development	7,012,771	8,051,979	-	-	7,012,771	8,051,979
Interest on long-term debt	2,315,654	2,206,292	-	-	2,315,654	2,206,292
Water	-	-	18,947,222	20,371,405	18,947,222	20,371,405
Sewer	-	-	3,117,614	3,464,522	3,117,614	3,464,522
Marina	-	-	1,005,859	1,011,647	1,005,859	1,011,647
Prewett Water Park	-	-	1,740,365	2,083,597	1,740,365	2,083,597
Total expenses	62,695,165	63,567,621	24,811,060	26,931,171	87,506,225	90,498,792
Increase in net assets-before transfer	1,624,713	7,869,117	7,117,864	873,020	8,742,577	8,742,137
Transfers	68,630	2,667	(68,630)	(2,667)	-	-
Increase in net assets	1,693,343	7,871,784	7,049,234	870,353	8,742,577	8,742,137
Net assets - July 1	356,691,329	348,819,545	176,291,054	175,420,701	532,982,383	524,240,246
Net assets - June 30	\$ 358,384,672	\$ 356,691,329	\$ 183,340,288	\$ 176,291,054	\$ 541,724,960	\$ 532,982,383

Governmental activities. General Fund and Antioch Development Agency property tax revenues decreased due to lower assessed valuations (assessed valuation is \$7,069,814,738, a 4.93% decrease from the prior year). Capital grants and contributions decreased significantly due to less reimbursement received from the Antioch Area Public Facilities Financing Agency for the Prewett Community Center Project than in prior year.

Business-type activities. Business-type activities increased the City of Antioch's net assets by \$7,049,234 accounting for growth in the government's net assets. The increase was mainly attributable to approved water and sewer rate increases that took effect July 1, 2010 as well as savings in personnel costs and contractual services.

Financial Analysis of the Government's Funds

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

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

CITY OF ANTIOCH
Management's Discussion and Analysis, Continued
For the Fiscal Year Ended June 30, 2011

As of the end of the current fiscal year, the City of Antioch's governmental funds reported combined ending fund balances of \$39,669,839, a decrease of \$2,034,621 in comparison with the prior year. About 10.25% of this total amount, \$4,144,487, constitutes *unassigned fund balance*, which is available for spending at the government's discretion. The remainder of fund balance is segregated into the following components: 1) *nonspendable* to indicate that it is not available for new spending because of its form (\$3,596,139) 2) *restricted* to indicate restrictions on use imposed by external parties, including enabling legislation (\$21,493,846) 3) *committed* to indicate restrictions on use as approved by the City Council (\$5,667,665), or 4) *assigned* for a variety of other purposes (\$4,767,702).

The following table presents the amount of revenues from various sources as well as increases or decreases from the prior year.

Revenues Classified by Source
Governmental Funds

Revenue by Source	FY 2010/2011		FY 2009/2010		Increase (Decrease)	
	Amount	Percent of Total	Amount	Percent of Total	Amount	Percent Change
Taxes	\$ 37,383,875	55.3%	\$ 37,744,231	50.8%	\$ (360,356)	(1.0)%
Licenses and permits	797,729	1.2%	856,569	1.2%	(58,840)	(6.9)%
Fines and penalties	188,803	0.3%	306,185	0.4%	(117,382)	(38.3)%
Investment income and rentals	1,063,848	1.6%	1,380,353	1.9%	(316,505)	(22.9)%
Revenue from other agencies	14,699,639	21.8%	20,601,599	27.7%	(5,901,960)	(28.6)%
Current service charges	8,391,107	12.4%	9,418,430	12.7%	(1,027,323)	(10.9)%
Special assessment revenue	2,775,559	4.1%	2,793,163	3.8%	(17,604)	(0.6)%
Other	2,252,513	3.3%	1,160,697	1.6%	1,091,816	94.1 %
Total	\$ 67,553,073	100.0%	\$ 74,261,227	100.0%	\$ (6,708,154)	-9.0%

The following provides an explanation of revenues by source that changed significantly over the prior year.

- Fines and penalties decreased significantly due to less vehicle code fines and non-traffic fines being collected than last year.
- Investment income and rentals decreased significantly due to lower interest earnings compared to last year.
- Revenue from other agencies decreased significantly over the prior year due to less reimbursements received from the Antioch Area Public Facilities Financing Agency for the Prewett Park Community Center project as a result of decreased project costs from prior year.
- Other revenues increased significantly due to a couple of factors: program income received on two Community Development Block Grant Neighborhood Stabilization Program projects which began during the fiscal year; one time revenues received under a re-negotiated franchise agreement.

The following table presents the amount of expenditures by function as well as increases or decreases from the prior year.

CITY OF ANTIOCH
Management's Discussion and Analysis, Continued
For the Fiscal Year Ended June 30, 2011

Expenditures by Function
Governmental Funds

Expenditures by Function	FY 2010/11		FY 2009/10		Increase (Decrease)	
	Amount	Percent of Total	Amount	Percent of Total	Amount	Percent Change
Current						
General government	\$ 6,073,438	8.5%	\$ 6,971,173	8.6%	\$ (897,735)	(12.88%)
Public works	8,586,852	12.0%	7,159,144	8.9%	1,427,708	19.9%
Public safety	26,927,692	37.8%	29,339,659	36.3%	(2,411,967)	(8.22%)
Parks and recreation	3,594,294	5.0%	3,775,799	4.7%	(181,505)	(4.81%)
Community development	8,856,026	12.4%	9,684,728	12.0%	(828,702)	(8.56%)
Capital outlay	13,183,073	18.5%	20,331,463	25.2%	(7,148,390)	(35.16%)
Debt service	4,073,413	5.7%	3,521,526	4.4%	551,887	15.7%
Total	\$ 71,294,788	100.0%	\$ 80,783,492	100.0%	\$ (9,488,704)	-11.7%

The following provides an explanation of the expenditures by function that changed significantly over the prior year.

- General government expenditures decreased due to decreased personnel and contractual costs.
- Public works expenditures increased mainly due to a payment to the Contra Costa Transportation Authority for the widening of Highway 4.
- Capital outlay expenditures decreased due to less being spent on the construction of the Prewett Community Park project.
- Debt service expenditures increased as a result of scheduled debt service payments.

The General Fund is the chief operating fund of the City of Antioch. At the end of the current fiscal year, unassigned fund balance of the General Fund was \$6,556,743, while total fund balance was \$6,785,056. As a measure of the General Fund's liquidity, it may be useful to compare both unassigned fund balance and total fund balance to total fund expenditures. Unassigned fund balance represents 16.83% of total General Fund expenditures, while total fund balance represents 17.42%.

The fund balance of the City of Antioch's General Fund increased by \$1,038,047 during the current fiscal year. This increase is primarily attributable to higher than projected revenues (primarily motor vehicle in lieu and sales tax) and lower than anticipated expenditures (primarily contractual services).

The fund balance of the Antioch Development Agency's Project Area #1 decreased by \$2,283,738 during the current fiscal year. This decrease is primarily due to the \$403,332 take away of redevelopment funds by the State of California and funds contributed towards the Markley Creek Culvert Crossing project.

Proprietary funds. The City of Antioch's proprietary funds provide the same type of information found in the government-wide financial statements, but in more detail.

Unrestricted net assets of the Water Fund at the end of the year amounted to \$20,987,552 and those of the Sewer Fund amounted to \$11,474,155. Unrestricted net assets of the Marina Fund at the end of the year amounted to \$1,025,565 and unrestricted net assets of the Prewett Water Park Fund amounted to \$5,818.

- Water Fund total net assets increased \$3,944,674 during the current fiscal year, which is mainly due to decreased operating expenditures and increased charges for services.
- Sewer Fund total net assets increased \$1,960,256 during the current fiscal year, which is mainly due to the net of increased charges for services and decreased operating expenditures for contractual services.
- Marina Fund total net assets increased \$1,867,386 during the current fiscal year, which is mainly due to increased revenue from other agencies for grant reimbursements for the Marina Launch Ramp project.

CITY OF ANTIOCH
Management's Discussion and Analysis, Continued
For the Fiscal Year Ended June 30, 2011

Other factors concerning the finances of these four funds have already been addressed in the discussion of the City of Antioch's business-type activities.

General Fund Budgetary Highlights

Differences between the final amended budget and the actual results resulted in \$8,765 higher revenues than projected and \$1,079,483 variance from appropriations and can be briefly summarized as follows:

- \$312,622 more in taxes revenue than projected due mainly to unanticipated motor vehicle license fees from the State and higher than anticipated sales tax revenues.
- \$168,285 less in current service charges than projected due mainly to decreased charges to departments under the City's cost allocation plan.
- \$112,939 less in transfers in than budgeted due to a couple of factors: the transfer from the Pollution Elimination fund was based on projected project work to be completed during the year which was not realized; the transfers from the Supplementary Law Enforcement and Traffic Safety were based upon projected revenues to be received in those funds, which were not met.
- \$196,555 under budget in general government activities due mainly to decreased personnel costs and operating expenditures.
- \$245,516 under budget for public works due decreased contractual expenditures.
- \$170,593 under budget for public safety due to lower than anticipated personnel costs and operating expenditures.
- \$142,122 under budget for community development due savings in contractual expenditures.
- \$324,608 under budget for parks for transfers out mainly due to reduced operating subsidies to the Recreation and Water Park Funds needed.

Capital Asset and Debt Administration

Capital assets. The City of Antioch's investment in capital assets for its governmental and business-type activities as of June 30, 2011, amounts to \$494,618,345 (net of accumulated depreciation). This investment in capital assets includes land, infrastructure (including water and sewer pipes), structures and improvements, and equipment. The total net increase in the City of Antioch's investment in capital assets for the current fiscal year was \$3,476,339.

Major capital asset events during the current fiscal year included the following:

- A variety of street construction projects in residential developments and widening and expansion projects for existing streets as well as completion of the new Prewett Community Center construction; construction in progress for governmental activities as of the end of the current fiscal year had reached \$5,204,214.
- Various building and system additions and improvements were completed in the Water, Sewer, Marina and Prewett Water Park funds at a cost of \$1,575,168. Work continued on the Marina Launch Ramp and various water system improvement projects causing construction in progress for business type activities at a cost of \$4,954,540 as of the end of the current fiscal year.
- Acceptance of donated infrastructure at an estimated value of \$1,101,472.

For government-wide financial statement presentation, all depreciable capital assets were depreciated from acquisition date to the end of the current fiscal year. Fund financial statements record capital asset purchases as expenditures.

CITY OF ANTIOCH
Management's Discussion and Analysis, Continued
For the Fiscal Year Ended June 30, 2011

Capital assets for the governmental and business-type activities are presented below to illustrate changes from the prior year.

	Governmental Activities		Business-type Activities		Total		Increase/ Decrease
	2011	2010	2011	2010	2011	2010	
Land	\$ 14,019,971	\$ 13,418,547	\$ 3,558,467	\$ 3,558,467	\$ 17,578,438	\$ 16,977,014	\$ 601,424
Construction in Progress	5,204,214	27,849,023	4,954,540	2,321,895	10,158,754	30,170,918	(20,012,164)
Infrastructure Structures and Improvements	257,514,608	262,257,932	101,124,769	101,221,157	358,639,377	363,479,089	(4,839,712)
Equipment	58,426,635	28,023,725	45,531,193	48,028,757	103,957,828	76,052,482	27,905,346
Total	3,814,693	3,947,958	469,255	514,545	4,283,948	4,462,503	(178,555)
	\$ 338,980,121	\$ 335,497,185	\$ 155,638,224	\$ 155,644,821	\$ 494,618,345	\$ 491,142,006	\$ 3,476,339

Construction Commitments. Among the significant construction commitments were \$2.9 million towards the Marina Launch Ramp and Markley Creek Culvert projects.

Additional information on the City of Antioch's capital assets can be found in Note 7 on page 53.

Long-term debt. At the end of the current fiscal year, the City of Antioch had total debt outstanding of \$48,992,561. Of this amount, \$30,710,000 represents bonds secured solely by specified revenue sources (i.e., revenue bonds), \$10,980,498 represents tax allocation bonds, \$3,435,545 represents loans payable and \$3,866,518 represents leases payable.

The City of Antioch's total long-term obligations for governmental activities decreased by \$247,980, and total long-term obligations for business-type activities decreased by \$814,293 during the current fiscal year.

State statutes limit the amount of general obligation debt a governmental entity may issue to 15% of its total assessed valuation. The current debt limitation for the City of Antioch is \$1,182,332,531. The City of Antioch has no outstanding general obligation debt.

Additional information on the City of Antioch's long-term debt can be found in Note 8 on pages 55-58 of this report.

Economic Factors and Next Year's Budget

- The unemployment rate for the City of Antioch is currently 12.50%. This is higher than the state's average unemployment rate of 12.10% and the national average rate of 9.30%
- The housing market continues to experience a slump, and foreclosure rates continue to rise.
- Assessed values in the City have declined approximately 7.14% for the 2011-12 tax year.
- AB 1x26 and AB 1x27 passed by the State legislature abolishing redevelopment agencies and creating a voluntary program to keep them intact. The City has opted in to the voluntary program, but the bills are being challenged as unconstitutional. There is currently a stay in place by the courts until the case is settled.

All of these factors were considered in preparing the City of Antioch's budget for the 2011-2012 fiscal year.

During the current fiscal year, General Fund net assets increased by \$1,038,047. The City of Antioch has appropriated \$92,420 of General Fund assigned fund balance for spending in the 2011-2012 fiscal year budget.

Requests for Information

This financial report is designed to provide a general overview of the City of Antioch's finances for all those with an interest in the government's finances. Questions concerning any of the information provided in this report or requests for additional financial information should be addressed to the Office of the Finance Director, City of Antioch, P. O. Box 5007, Antioch, CA 94531-5007.

BASIC FINANCIAL STATEMENTS

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GOVERNMENT-WIDE FINANCIAL STATEMENTS

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City of Antioch
Statement of Net Assets
June 30, 2011

	Primary Government		
	Governmental Activities	Business-Type Activities	Total
ASSETS			
Cash and investments	\$ 38,598,258	30,773,311	\$ 69,371,569
Receivables (net):			
Accounts	5,099,873	4,820,756	9,920,629
Taxes	2,712,772	-	2,712,772
Interest	249,112	6	249,118
Materials, parts and supplies	48,442	274,659	323,101
Internal balances	1,636,890	(1,636,890)	-
Prepaid items	154,136	35,918	190,054
Restricted cash and investments, held by fiscal agents	1,624,573	1,476,245	3,100,818
Loans receivable, net	20,124,158	-	20,124,158
Deferred bond issuance costs	701,180	38,706	739,886
Net OPEB asset	1,628,211	-	1,628,211
Capital assets:			
Nondepreciable	19,224,185	8,513,007	27,737,192
Depreciable, net	319,755,936	147,125,217	466,881,153
Total assets	411,557,726	191,420,935	602,978,661
LIABILITIES			
Accounts payable	1,855,778	1,435,715	3,291,493
Accrued payroll	844,205	206,407	1,050,612
Interest payable	950,012	180,410	1,130,422
Deposits	3,201,889	145,971	3,347,860
Unearned revenue	198,374	44,741	243,115
Long-term obligations:			
Due within one year	2,654,944	882,382	3,537,326
Due beyond one year	43,120,256	5,185,021	48,305,277
Net pension obligation	206,083	-	206,083
Net OPEB obligation	141,513	-	141,513
Total liabilities	53,173,054	8,080,647	61,253,701
NET ASSETS			
Invested in capital assets, net of related debt	295,764,119	150,007,843	445,771,962
Restricted for:			
Debt service	1,347,023	1,476,245	2,823,268
Housing	26,217,827	-	26,217,827
Public safety	380,335	-	380,335
Public and capital facilities	3,230,952	-	3,230,952
Roads	13,061,786	-	13,061,786
Other	4,372,785	-	4,372,785
Total restricted net assets	48,610,708	1,476,245	50,086,953
Unrestricted net assets	14,009,845	31,856,200	45,866,045
Total net assets	\$ 358,384,672	\$ 183,340,288	\$ 541,724,960

See accompanying notes to the basic financial statements.

City of Antioch
Statement of Activities
For the Fiscal Year Ended June 30, 2011

Functions / Programs	Expenses	Indirect Costs	Program Revenues		
			Charges for Services	Operating Grants and Contributions	Capital Grants and Contributions
Primary government:					
General government	\$ 6,640,163	\$ 961,229	\$ 398,979	\$ 288,166	\$ -
Public works	16,147,160	330,168	3,038,837	3,546,672	8,567,822
Public safety	26,376,173	1,750	1,268,352	989,871	-
Parks and recreation	4,203,244	-	560,218	1,042,251	-
Community development	7,012,771	-	1,146,768	3,978,874	-
Interest on long-term liabilities	2,315,654	-	-	-	-
Total governmental activities	62,695,165	1,293,147	6,413,154	9,845,834	8,567,822
Business-type activities:					
Water	17,855,592	(1,091,630)	21,686,765	-	1,159,206
Sewer	2,962,942	(154,672)	4,320,410	-	1,004,415
Marina	959,014	(46,845)	657,885	-	-
Prewett Water Park	1,740,365	-	1,039,754	-	-
Total business-type activities	23,517,913	(1,293,147)	27,704,814	-	2,163,621
Total primary government	\$ 86,213,078	\$ -	\$ 34,117,968	\$ 9,845,834	\$ 10,731,443

General Revenues:

- Taxes:
 - Property taxes
 - Transient lodging tax
 - Franchise
 - Business license taxes based on gross receipts
 - Property transfer taxes
 - Sales and use tax
 - Other
- Motor vehicle in lieu
- Park in lieu
- Investment income not restricted to specific programs
- Other
- Transfers

Total general revenues and transfers

Change in net assets

Net assets - beginning of year

Net assets - end of year

Net (Expense) Revenue
and Changes in Net Assets

Governmental Activities	Business-Type Activities	Total
\$ (4,991,789)	\$ -	\$ (4,991,789)
(663,661)	-	(663,661)
(24,116,200)	-	(24,116,200)
(2,600,775)	-	(2,600,775)
(1,887,129)	-	(1,887,129)
(2,315,654)	-	(2,315,654)
(36,575,208)	-	(36,575,208)
-	3,898,749	3,898,749
-	2,207,211	2,207,211
-	(347,974)	(347,974)
-	(700,611)	(700,611)
-	5,057,375	5,057,375
(36,575,208)	5,057,375	(31,517,833)
14,425,200	-	14,425,200
79,988	-	79,988
3,900,623	-	3,900,623
1,009,869	-	1,009,869
254,557	-	254,557
9,340,439	-	9,340,439
-	1,711,530	1,711,530
5,822,731	-	5,822,731
45,470	-	45,470
453,848	348,959	802,807
2,867,196	-	2,867,196
68,630	(68,630)	-
38,268,551	1,991,859	40,260,410
1,693,343	7,049,234	8,742,577
356,691,329	176,291,054	532,982,383
\$ 358,384,672	\$ 183,340,288	\$ 541,724,960

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MAJOR GOVERNMENTAL FUNDS

General Fund - The General Fund is used to account for all of the general revenues of the City not specifically levied or collected for other City funds and the related expenditures. The General Fund accounts for all financial resources of the City which are not accounted for in another fund. For the City, the General Fund includes such activities as general government, public works, public safety, parks and recreation and community development.

Housing and Community Development Fund - This fund accounts for grant funds received from the Federal government for the purpose of developing viable urban communities.

Low and Moderate Income Housing Fund - This fund was established by the Antioch Development Agency to account for tax allocations set aside for the purpose of increasing or improving the City's supply of low or moderate income housing.

ADA Project Area #1 Fund was established by the Antioch Development Agency to account for acquisition, demolition and construction of Development Agency Project Area #1 of the City of Antioch. Financing is provided by property tax increments and bond proceeds.

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GOVERNMENTAL FUND FINANCIAL STATEMENTS

City of Antioch
Balance Sheet
Governmental Funds
June 30, 2011

	General Fund	Special Revenue		
		Funds		Capital Projects Funds
		Housing and Community Development	Low and Moderate Income Housing	ADA Project #1
ASSETS				
Cash and investments	\$ 4,952,441	\$ 18,080	\$ 2,552,855	\$ 1,132,666
Receivables (net):				
Accounts	583,631	1,923,900	2,800	-
Taxes	2,138,656	-	-	-
Interest	249,106	-	-	-
Due from other funds	3,257,865	-	-	-
Prepaid items	32,773	-	-	865
Restricted cash and investments	-	-	-	-
Loans receivable	1,122,165	6,407,743	14,324,019	199,397
Advances to other funds	-	-	3,537,849	-
Total assets	\$ 12,336,637	\$ 8,349,723	\$ 20,417,523	\$ 1,332,928
LIABILITIES				
Accounts payable	\$ 915,131	\$ 254,904	\$ 49,981	\$ 1,019
Accrued payroll	706,905	2,212	2,286	6,054
Deposits	2,724,415	-	-	-
Due to other funds	-	1,632,433	-	-
Deferred revenue	1,205,130	6,407,743	14,324,018	199,397
Advances from other funds	-	-	-	3,537,849
Total liabilities	5,551,581	8,297,292	14,376,285	3,744,319
FUND BALANCES				
Nonspendable	34,393	-	3,537,849	865
Restricted	-	52,431	2,503,389	-
Committed	101,500	-	-	-
Assigned	92,420	-	-	-
Unassigned	6,556,743	-	-	(2,412,256)
Total fund balances	6,785,056	52,431	6,041,238	(2,411,391)
Total liabilities and fund balances	\$ 12,336,637	\$ 8,349,723	\$ 20,417,523	\$ 1,332,928

See accompanying notes to the basic financial statements.

City of Antioch
Balance Sheet
Governmental Funds
June 30, 2011

	Non-major Governmental Funds	Total
ASSETS		
Cash and investments	\$ 27,577,980	\$ 36,234,022
Receivables (net):		
Accounts	2,268,434	4,778,765
Taxes	574,116	2,712,772
Interest	6	249,112
Due from other funds	-	3,257,865
Prepaid items	22,732	56,370
Restricted cash and investments	1,624,573	1,624,573
Loans receivable	37,201	22,090,525
Advances to other funds	-	3,537,849
Total assets	\$ 32,105,042	\$ 74,541,853
LIABILITIES		
Accounts payable	\$ 551,051	\$ 1,772,086
Accrued payroll	95,969	813,426
Deposits	477,474	3,201,889
Due to other funds	1,625,432	3,257,865
Deferred revenue	152,611	22,288,899
Advances from other funds	-	3,537,849
Total liabilities	2,902,537	34,872,014
FUND BALANCES		
Nonspendable	23,032	3,596,139
Restricted	18,938,026	21,493,846
Committed	5,566,165	5,667,665
Assigned	4,675,282	4,767,702
Unassigned	-	4,144,487
Total fund balances	29,202,505	39,669,839
Total liabilities and fund balances	\$ 32,105,042	\$ 74,541,853

See accompanying notes to the basic financial statements.

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City of Antioch
Reconciliation of the Governmental Funds Balance Sheet to the
Government-Wide Statement of Net Assets - Governmental Activities
June 30, 2011

Fund Balances - Total Governmental Funds	\$ 39,669,839
<hr/>	
Amounts reported for governmental activities in the Statement of Net Assets were different because:	
Capital assets used in governmental activities are not current financial resources. Therefore they were not reported in the Governmental Funds Balance Sheet. Capital assets, net of Internal Service Funds assets \$1,778,580	<u>337,201,541</u>
Loans receivables are not available to pay for current-period expenditures and therefore are reported as deferred revenue in the fund financial statements, net of allowance.	<u>20,124,158</u>
Bond issuance costs are an expenditure in the governmental funds but are capitalized and amortized over the life of the bonds in the government-wide financial statements.	<u>701,180</u>
Internal service funds are used by management to charge the costs of vehicle repair and maintenance, stores, office equipment and replacement, printing and mail service, compensated absences, cash management, financial services, and post employment medical benefits to individual funds. The assets and liabilities are included in governmental activities in the statement of net assets.	<u>7,548,084</u>
Certain liabilities, including bonds payable, are not due and payable in the current period and therefore are not reported in the governmental fund financial statements:	
Long-term debt:	
Due in one year, net of internal service funds liability of \$7,117	(2,647,827)
Due in more than one year, net of internal service funds liability of \$64,048	(43,056,208)
Net pension obligation	(206,083)
Accrued interest payable	<u>(950,012)</u>
Total long-term liabilities	<u>(46,860,130)</u>
Net Assets of Governmental Activities	\$ 358,384,672

City of Antioch
Statement of Revenues, Expenditures and Changes in Fund Balances
Governmental Funds
For the Fiscal Year Ended June 30, 2011

	Special Revenue					Total	
	General Fund	Funds		Capital Projects Funds			Non-major Governmental Funds
		Housing and Community Development	Low and Moderate Income Housing	ADA Project #1			
REVENUES:							
Taxes	\$ 26,025,840	\$ -	\$ -	\$ 4,453,447	\$ 6,904,588	\$ 37,383,875	
Licenses & permits	797,729	-	-	-	-	797,729	
Fines and penalties	102,170	-	-	-	86,633	188,803	
Investment income and rentals	431,132	512	29,363	14,497	588,344	1,063,848	
Revenue from other agencies	1,002,567	3,913,910	-	-	9,783,162	14,699,639	
Current service charges	7,376,864	-	-	-	1,014,243	8,391,107	
Special assessment revenue	-	-	-	-	2,775,559	2,775,559	
Other	1,346,089	273,191	6,300	-	626,933	2,252,513	
Total revenues	37,082,391	4,187,613	35,663	4,467,944	21,779,462	67,553,073	
EXPENDITURES:							
Current:							
General government	6,070,536	-	-	-	2,902	6,073,438	
Public works	5,147,120	-	-	-	3,439,732	8,586,852	
Public safety	25,992,459	-	-	-	935,233	26,927,692	
Parks and recreation	14,202	-	-	-	3,580,092	3,594,294	
Community development	1,732,803	3,813,104	1,140,660	967,057	1,202,402	8,856,026	
Capital outlay	-	265,908	-	601,424	12,315,741	13,183,073	
Debt service:							
Principal retirement	-	-	-	-	1,763,825	1,763,825	
Interest and fiscal charges	-	-	-	-	2,309,588	2,309,588	
Total expenditures	38,957,120	4,079,012	1,140,660	1,568,481	25,549,515	71,294,788	
REVENUES OVER (UNDER) EXPENDITURES	(1,874,729)	108,601	(1,104,997)	2,899,463	(3,770,053)	(3,741,715)	
OTHER FINANCING SOURCES (USES):							
Transfers in	3,652,148	-	1,469,746	-	6,141,679	11,263,573	
Transfers (out)	(739,372)	(56,789)	-	(5,183,201)	(5,450,577)	(11,429,939)	
Proceeds from capital lease obligations	-	-	-	-	1,873,460	1,873,460	
Total other financing sources (uses)	2,912,776	(56,789)	1,469,746	(5,183,201)	2,564,562	1,707,094	
Net change in fund balances	1,038,047	51,812	364,749	(2,283,738)	(1,205,491)	(2,034,621)	
FUND BALANCES:							
Beginning of year	5,747,009	619	5,676,489	(127,653)	30,407,996	41,704,460	
End of year	\$ 6,785,056	\$ 52,431	\$ 6,041,238	\$ (2,411,391)	\$ 29,202,505	\$ 39,669,839	

See accompanying notes to the basic financial statements.

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City of Antioch

Reconciliation of the Statement of Revenues, Expenditures, and Changes in Fund Balances of Governmental Funds to the Government-Wide Statement of Activities - Governmental Activities For the Fiscal Year Ended June 30, 2011

Net Change in Fund Balances - Total Governmental Funds	\$	(2,034,621)
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Amounts reported for governmental activities in the Statement of Activities are different because:

Governmental funds report acquisition of capital assets as part of capital outlay as expenditures. However, in the Government-Wide Statement of Activities, the cost of those assets were allocated over their estimated useful lives as depreciation expense.

Capital outlay		13,183,073
Depreciation, net of internal service funds depreciation of \$523,745		(9,569,944)

In the Statement of Activities, capital assets donated to the City are reported as general revenue, whereas in the governmental funds, capital assets donated do not increase financial resources. Thus, the change in net assets differs from the change in fund balances by the value of the asset donated.

1,101,472

Interest on deferred loans in the Statement of Activities do not provide current financial resources and are not reported as revenues in the funds.

308,825

Repayment of loans is reported as a revenue in governmental funds, and thus, has the effect of increasing fund balance because current financial resources have been received. For the City as a whole, however, the loan payments reduce the receivables in the Statement of Net Assets and do not result as a revenue in the Statement of Activities. The City's loan receivable was reduced because loan payments were received.

(457,741)

Governmental funds report expenditures pertaining to the establishment of certain deferred revenue related to long-term loans made. These deferred credits are not reported on the Statement of Net Assets and, therefore, the corresponding expense is not reported on the Statement of Activities.

1,347,737

Long term debt proceeds are reported as financing sources in governmental funds and thus contribute to the change in fund balances. However, issuing debt increases the long-term liabilities in the statement of net assets and does not affect the statement of activities. Proceeds were received from:

Capital lease obligations		(1,873,460)
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Bonds issuance cost are expensed on the fund statements. However, in the government-wide statement of activities, the bonds issuance cost are allocated over the life of the bonds. This amount represent the current year amortization of the bond issuance cost.

(35,790)

Repayment of debt principal is an expenditure in the governmental funds, but the repayment reduces long-term liabilities in the Statement of Net Assets.

Lease revenue bonds		420,000
Capital lease obligations		183,482
Tax allocation bonds		1,160,343

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. In addition, interest on long-term debt is not recognized under the modified accrual basis of accounting until due, rather than as it accrues.

Decrease in long-term claims liability		237,252
Decrease in long-term compensated absences		94,040
Amortization of debt premium		10,375
Amortization of debt discount		(4,342)
Amortization of advance refunding difference		(41,182)
Increase in net pension obligation		(104,617)
Decrease in accrued interest payable		29,083

Internal service funds are used by management to charge the costs of certain activities to individual funds. The net expense of certain activities of the internal service funds is reported with governmental activities.

(1,210,436)

Change in Net Assets of Governmental Activities	\$	1,693,343
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See accompanying notes to the basic financial statements.

PROPRIETARY FUND FINANCIAL STATEMENTS

Water Fund - This fund accounts for the operation of the City's water utility, a self-supporting activity which provides services on a user charge basis to residences and businesses.

Sewer Fund - This fund accounts for the maintenance of the City's sewer lines and related facilities. It is a self-supporting activity which provides services on a user charge basis to residences and businesses.

Marina Fund - This fund accounts for the operation of the City's Marina, which includes renting berths and fueling boats.

Prewett Water Park - This fund accounts for the operation of the Prewett Water Park, an aquatic recreational park.

Internal Service Funds - These funds account for the maintenance and replacement of vehicles and equipment; the operation, maintenance, and replacement of office equipment used by City departments; charges for workers' compensation expenses; charges for post retirement medical benefits and charges for loss control, on a cost-reimbursement basis.

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City of Antioch
Statement of Fund Net Assets
Proprietary Funds
June 30, 2011

	Business-type Activities - Enterprise Funds					Governmental
	Water	Sewer	Marina	Non-major	Total	Activities
				Prewett Water Park		Internal Service Funds
ASSETS						
Current assets:						
Cash and investments	\$ 19,041,502	\$ 11,143,865	\$ 464,413	\$ 123,531	\$ 30,773,311	\$ 2,364,236
Accounts receivables, net	3,397,153	557,569	765,946	100,088	4,820,756	321,108
Interest receivables	6	-	-	-	6	-
Due from other funds	-	-	-	-	-	290,870
Materials, parts and supplies	247,990	-	26,669	-	274,659	48,442
Prepaid items	19,217	13,912	-	2,789	35,918	97,766
Deferred bond issuance costs	38,706	-	-	-	38,706	-
Restricted cash and investments	1,476,245	-	-	-	1,476,245	-
Total current assets	24,220,819	11,715,346	1,257,028	226,408	37,419,601	3,122,422
Noncurrent assets:						
Capital assets:						
Nondepreciable:						
Land	1,002,231	14,553	469,953	2,071,730	3,558,467	-
Construction in progress	1,666,994	635,815	2,651,731	-	4,954,540	-
Depreciable:						
Water and sewer pipes	62,318,209	61,216,808	-	-	123,535,017	-
Structures and improvements	51,227,489	9,215,275	9,728,377	14,854,236	85,025,377	-
Vehicles and equipment	2,946,608	255,543	137,082	400,139	3,739,372	10,271,250
Less accumulated depreciation	(37,294,167)	(13,008,545)	(6,272,162)	(8,599,675)	(65,174,549)	(8,492,670)
Total capital assets	81,867,364	58,329,449	6,714,981	8,726,430	155,638,224	1,778,580
Total assets	106,088,183	70,044,795	7,972,009	8,952,838	193,057,825	6,529,213
LIABILITIES						
Current liabilities:						
Accounts payable	1,165,245	164,670	35,356	70,444	1,435,715	83,692
Accrued payroll	109,446	28,702	6,657	61,602	206,407	30,779
Interest payable	38,694	-	141,716	-	180,410	-
Deposits	73,662	25	43,250	29,034	145,971	-
Due to other funds	-	-	-	-	-	290,870
Deferred revenue	-	-	-	44,741	44,741	-
Compensated absences - due within one year	36,997	4,779	448	1,777	44,001	7,117
Water revenue bonds - due within one year	699,918	-	-	-	699,918	-
Marina loans payable - due within one year	-	-	138,463	-	138,463	-
Total current liabilities	2,123,962	198,176	365,890	207,598	2,895,626	412,458
Noncurrent liabilities:						
Compensated absences - due in more than one year	332,978	43,015	4,036	12,992	393,021	64,048
Net OPEB obligation	-	-	-	-	-	141,513
Water revenue bonds - due in more than one year	1,494,918	-	-	-	1,494,918	-
Marina loans - due in more than one year	-	-	3,297,082	-	3,297,082	-
Total noncurrent liabilities	1,827,896	43,015	3,301,118	12,992	5,185,021	205,561
Total liabilities	3,951,858	241,191	3,667,008	220,590	8,080,647	618,019
NET ASSETS						
Invested in capital assets, net of related debt	79,672,528	58,329,449	3,279,436	8,726,430	150,007,843	1,778,580
Restricted for debt service	1,476,245	-	-	-	1,476,245	-
Unrestricted	20,987,552	11,474,155	1,025,565	5,818	33,493,090	4,132,614
Total net assets	\$ 102,136,325	\$ 69,803,604	\$ 4,305,001	\$ 8,732,248	184,977,178	\$ 5,911,194

Some amounts reported for business-type activities in the statement of net assets are different because certain internal service fund assets and liabilities are included with business-type activities.

(1,636,890)
Net assets of business-type activities \$ 183,340,288

See accompanying notes to the basic financial statements

City of Antioch
Statement of Revenues, Expenses and Changes in Fund Net Assets
Proprietary Funds
For the Fiscal Year Ended June 30, 2011

	Business-type Activities - Enterprise Funds				Total
	Water	Sewer	Marina	Non-major Prewett Water Park	
OPERATING REVENUES:					
Charges for services	\$ 21,686,765	\$ 4,320,410	\$ 657,885	\$ 1,039,754	\$ 27,704,814
Revenue from other agencies	100,000	-	1,472,004	-	1,572,004
Other revenue	99,640	4,968	30,295	4,623	139,526
Total operating revenues	21,886,405	4,325,378	2,160,184	1,044,377	29,416,344
OPERATING EXPENSES:					
Wages and benefits	3,923,290	1,205,516	242,192	675,519	6,046,517
Utilities	1,590,379	-	31,286	160,173	1,781,838
Contractual services	7,496,980	490,952	156,306	92,307	8,236,545
Tools and supplies	3,484,500	175,932	100,250	179,684	3,940,366
Depreciation	2,146,307	1,192,300	306,497	569,306	4,214,410
Repairs and maintenance	113,788	7,586	113	53,617	175,104
Total operating expenses	18,755,244	3,072,286	836,644	1,730,606	24,394,780
OPERATING INCOME (LOSS)	3,131,161	1,253,092	1,323,540	(686,229)	5,021,564
NONOPERATING REVENUES (EXPENSES):					
Gain (loss) from sale of capital assets	-	-	-	-	-
Investment income	217,060	130,247	-	1,652	348,959
Investment (expense)	(97,470)	-	(161,508)	-	(258,978)
Total nonoperating revenues (expenses)	119,590	130,247	(161,508)	1,652	89,981
INCOME (LOSS) BEFORE CAPITAL CONTRIBUTIONS AND TRANSFERS					
CONTRIBUTIONS AND TRANSFERS	3,250,751	1,383,339	1,162,032	(684,577)	5,111,545
Capital contribution - developer	749,550	801,195	-	-	1,550,745
Capital contribution - connection fees	409,656	203,220	-	-	612,876
Transfers in	-	-	706,458	125,000	831,458
Transfers (out)	(465,283)	(427,498)	(1,104)	(6,203)	(900,088)
CHANGE IN NET ASSETS	3,944,674	1,960,256	1,867,386	(565,780)	7,206,536
NET ASSETS:					
Beginning of year	98,191,651	67,843,348	2,437,615	9,298,028	
End of year	<u>\$ 102,136,325</u>	<u>\$ 69,803,604</u>	<u>\$ 4,305,001</u>	<u>\$ 8,732,248</u>	

Some amounts reported for business-type activities in the statement of activities are different because the net revenue (expense) of certain internal service funds is reported with business-type activities.

	(157,302)
Change in net assets of business-type activities	<u>\$ 7,049,234</u>

See accompanying notes to the basic financial statements.

Governmental
Activities
Internal
Service
Funds

\$ 4,471,081
-
53,776
4,524,857

2,233,536
-
2,461,635
645,438
523,745
312,251
6,176,605
(1,651,748)

15,554
33,459
-
49,013

(1,602,735)

-
-
313,193
(78,197)
(1,367,739)

7,278,933
\$ 5,911,194

City of Antioch
Statement of Cash Flows
Proprietary Funds
For the Fiscal Year Ended June 30, 2011

	Business-type Activities - Enterprise Funds					Governmental
	Water	Sewer	Marina	Non-major Prewett Water Park	Total	Internal Service Funds
CASH FLOWS FROM OPERATING ACTIVITIES:						
Cash receipt from customers	\$ 21,726,620	\$ 4,236,643	\$ 1,451,531	\$ 1,038,093	\$ 28,452,887	\$ -
Cash receipt from other funds	-	-	-	-	-	5,299,436
Cash paid to suppliers for goods and services	(13,002,565)	(577,330)	(294,642)	(540,928)	(14,415,465)	(3,419,614)
Cash paid to employees for services	(3,884,823)	(1,251,234)	(244,570)	(682,349)	(6,062,976)	(2,299,896)
Net cash provided by (used in) operating activities	4,839,232	2,408,079	912,319	(185,184)	7,974,446	(420,074)
CASH FLOWS FROM NONCAPITAL FINANCING ACTIVITIES:						
Transfers in	-	-	706,458	125,000	831,458	313,193
Transfers (out)	(465,283)	(427,498)	(1,104)	(6,203)	(900,088)	(78,197)
Net cash provided by (used in) noncapital financing activities	(465,283)	(427,498)	705,354	118,797	(68,630)	234,996
CASH FLOWS FROM CAPITAL AND RELATED FINANCING ACTIVITIES:						
Capital asset additions	(158,978)	(524,740)	(1,973,350)	-	(2,657,068)	(342,286)
Capital contributions	409,656	203,220	-	-	612,876	-
Proceeds from sale of capital assets	-	-	-	-	-	15,554
Principal paid on bonds	(695,000)	-	(132,501)	-	(827,501)	-
Interest paid on bonds	(68,460)	-	(166,974)	-	(235,434)	-
Net cash provided by (used in) capital and related financing activities	(512,782)	(321,520)	(2,272,825)	-	(3,107,127)	(326,732)
CASH FLOWS FROM INVESTING ACTIVITIES:						
Interest received	217,054	130,247	-	1,652	348,953	33,459
Net cash provided by (used in) investing activities	217,054	130,247	-	1,652	348,953	33,459
Net change in cash and cash equivalents	4,078,221	1,789,308	(655,152)	(64,735)	5,147,642	(478,351)
CASH AND CASH EQUIVALENTS:						
Beginning of year	16,439,526	9,354,557	1,119,565	188,266	27,101,914	2,842,587
End of year	<u>\$ 20,517,747</u>	<u>\$ 11,143,865</u>	<u>\$ 464,413</u>	<u>\$ 123,531</u>	<u>\$ 32,249,556</u>	<u>\$ 2,364,236</u>
RECONCILIATION OF OPERATING INCOME (LOSS) TO NET CASH PROVIDED BY (USED IN) OPERATING ACTIVITIES:						
Operating income (loss)	\$ 3,131,161	\$ 1,253,092	\$ 1,323,540	\$ (686,229)	\$ 5,021,564	\$ (1,651,748)
Adjustments to reconcile operating income (loss) to cash flows from operating activities:						
Depreciation	2,146,307	1,192,300	306,497	569,306	4,214,410	523,745
Decrease (increase) in:						
Accounts receivable	(142,052)	(88,735)	(708,503)	60,866	(878,424)	(301,408)
Materials, parts, and supplies	(16,251)	-	(21,520)	-	(37,771)	(26,361)
Other post employment benefit obligation	-	-	-	-	-	914,419
Prepaid items	(636)	(3,261)	19	400	(3,478)	13,353
Increase (decrease) in:						
Accounts payable	(300,031)	100,401	14,814	(55,547)	(240,363)	12,718
Accrued payroll	4,677	(5,808)	(3,267)	(5,187)	(9,585)	(4,889)
Deposits	13,629	-	(150)	3,609	17,088	-
Deferred revenue	(31,362)	-	-	(70,759)	(102,121)	-
Accrued compensated absences	33,790	(39,910)	889	(1,643)	(6,874)	(61,471)
Net cash provided by (used in) operating activities	\$ 4,839,232	\$ 2,408,079	\$ 912,319	\$ (185,184)	\$ 7,974,446	\$ (420,074)
SUPPLEMENTAL DISCLOSURE OF NONCASH CAPITAL AND RELATED FINANCING ACTIVITIES:						
Capital assets contributed by developers	\$ 749,550	\$ 801,195	\$ -	\$ -	\$ 1,550,745	\$ -
Total noncash capital and related financing activities	\$ 749,550	\$ 801,195	\$ -	\$ -	\$ 1,550,745	\$ -

See accompanying notes to the basic financial statements.

FIDUCIARY FUND FINANCIAL STATEMENTS

City of Antioch
Statement of Fiduciary Fund Assets and Liabilities
Agency Funds
June 30, 2011

ASSETS

Cash and investments	\$	1,572,442
Accounts receivable		13
Assessment receivable		338,582
Interest receivable		57,371
Restricted cash and investments		<u>8,886,114</u>
Total assets	\$	<u><u>10,854,522</u></u>

LIABILITIES

Accounts payable	\$	50,019
Due to others		<u>10,804,503</u>
Total liabilities	\$	<u><u>10,854,522</u></u>

See accompanying notes to the basic financial statements.

CITY OF ANTIOCH

Notes to the Basic Financial Statements For the Fiscal Year Ended June 30, 2011

NOTE 1 - THE FINANCIAL REPORTING ENTITY

(a) Reporting Entity

The City of Antioch, California (the "City"), operates under the Council-Manager form of government and provides the following services: police, highways and streets, sanitation, health services, culture-recreation, public improvements, planning and zoning, general administration services, water, and redevelopment through the Antioch Development Agency.

The governmental reporting entity consists of the City (Primary Government) and its component units. Component units are legally separate organizations for which the City is financially accountable or other organizations whose nature and significant relationship with the City are such that exclusion would cause the City's financial statements to be misleading or incomplete. Financial accountability is defined as the appointment of a voting majority of the component unit's board, and (1) either the City's ability to impose its will on the organization or (ii) there is potential for the organization to provide a financial benefit to or impose a financial burden on the City.

The basic financial statements include blended component units. The blended component units, although legally separate entities are, in substance, part of the City's operations and so data from these units are combined with data of the primary government.

For financial reporting purposes, the City's basic financial statements include all financial activities that are controlled by or are dependent upon actions taken by the City's Council. The financial statements of the individual component units may be obtained by writing to the City of Antioch, Finance Department, P.O. Box 5007, Antioch, CA 94531-5007.

(b) Blended Component Units

Antioch Development Agency

The Antioch Development Agency (Agency) was created to prepare and implement plans for improvement, rehabilitation and development of certain areas within the City. The Agency and the City have a financial and operational relationship, which requires that the Agency's basic financial statements be blended into the City's basic financial statements. The Agency's Board consists exclusively of all five members of the City Council.

Antioch Public Financing Authority

The Antioch Public Financing Authority (APFA) was formed for the purpose of financing the Water Treatment Plant Expansion, the Police Facilities Projects and other infrastructure improvements. The APFA and the City have a financial and operational relationship, which requires that the APFA's financial statements be blended into the City's financial statements. The APFA's Board consists exclusively of all five members of the City Council.

NOTE 2 - SUMMARY OF SIGNIFICANT ACCOUNTING POLICIES

(a) Basis of Presentation

Government-wide Financial Statements

The statement of net assets and statement of activities display information about the primary government (the City) and its component units. These statements include the financial activities of the overall government, except for fiduciary activities. Eliminations have been made to minimize the double counting of internal activities. These statements distinguish between the *governmental* and *business-type activities* of the City. Governmental activities, which normally are supported by taxes and intergovernmental revenues and other non exchange transactions, are reported separately from business-type activities, which rely to a significant extent on fees charged to external parties.

CITY OF ANTIOCH

Notes to the Basic Financial Statements For the Fiscal Year Ended June 30, 2011

The statement of activities presents a comparison between direct expenses and program revenues for each segment of the business-type activities of the City and for each function of the City's governmental activities. Direct expenses are those that are specifically associated with a program or function; and, therefore, are clearly identifiable to a particular function. Program revenues include 1) fees, fines and charges paid by the recipients of goods or services offered by the programs and 2) grants and contributions that are restricted to meeting the operational or capital requirements of a particular program. Revenues that are not classified as program revenues, including all taxes, are presented instead as general revenues.

Fund Financial Statements

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

Proprietary funds distinguish operating revenues and expenses and non operating items. Operating revenues and expenses generally result from providing services in connection with the fund's principal ongoing operations. The principal operating revenues of the City's enterprise and internal service funds are charges for customer services including: water and sewer charges, marina and water park fees, equipment maintenance and usage fees, and support charges. Operating expenses for enterprise funds and internal service funds include the cost of services, administrative expenses and depreciation on capital assets. All other revenues and expenses not meeting this definition are reported as non operating revenues and expenses.

The City reports the following major governmental funds:

- The *General Fund* is used to account for all of the general revenues of the City not specifically levied or collected for other City funds and the related expenditures. The General Fund accounts for all financial resources of the City which are not accounted for in another fund. For the City, the General Fund includes such activities as general government, public works, public safety, parks and recreation and community development.
- The *Housing and Community Development Fund* accounts for grant funds received from the Federal government for the purpose of developing viable urban communities.
- The *Low and Moderate Income Housing Fund* was established by the Antioch Development Agency to account for tax allocations set aside for the purpose of increasing or improving the City's supply of low or moderate income housing.
- The *ADA Project #1 Fund* was established by the Antioch Development Agency to account for acquisition, demolition and construction of Development Agency Project Area #1 of the City of Antioch. Financing is provided by property tax increments and bond proceeds.

The City reports the following major enterprise funds:

- The *Water Fund* accounts for the operation of the City's water utility, a self-supporting activity, which provides services on a user charge basis to residences and businesses.
- The *Sewer Fund* accounts for the maintenance of the City's sewer lines and related facilities. It is a self-supporting activity, which provides services on a user charge basis to residences and businesses.
- The *Marina Fund* accounts for the operation of the City's Marina Complex, which includes renting berths and fueling boats to the public.

CITY OF ANTIOCH

Notes to the Basic Financial Statements For the Fiscal Year Ended June 30, 2011

The City reports the following additional fund types:

- *Internal Service Funds* account for the maintenance and replacement of vehicles and equipment; the operation, maintenance, and replacement of office equipment used by City departments; charges for workers' compensation expenses; charges for post retirement medical benefits and charges for loss control, on a cost-reimbursement basis.
- *Agency Funds* account for assets held by the City in the capacity of agent for individuals (refundable cash bonds and employee benefits), other governmental agencies (Fire Protection District and ECWMA) and special assessment debt without city commitment.

(b) Measurement Focus, Basis of Accounting

The government-wide, proprietary and fiduciary fund financial statements are reported using the economic resources measurement focus. Agency funds have no measurement focus. The government-wide and proprietary fund financial statements are reported using the accrual basis of accounting. Revenues are recorded when earned and expenses are recorded at the time liabilities are incurred, regardless of when the related cash flows take place. Non exchange transactions, in which the City gives (or receives) value without directly receiving (or giving) equal value in exchange, include property and sales tax, grants, entitlements and donations. On an accrual basis, revenue from property taxes is recognized in the fiscal year for which the taxes are levied. Revenues from sales tax are recognized when the underlying transactions take place. Revenues from grants, entitlements and donations are recognized in the fiscal year in which all eligibility requirements have been satisfied.

Governmental funds are reported using the current financial resources measurement focus and the modified accrual basis of accounting. Under this method, revenues are recognized when measurable and available. Property and sales taxes, interest, certain state and federal grants and charges for services are accrued when their receipt occurs within sixty days after the end of the accounting period so as to be both measurable and available. Expenditures are generally recorded when a liability is incurred, as under accrual accounting. However, debt service expenditures, as well as expenditures related to claims and judgments are recorded only when payment is due. General capital assets acquisitions are reported as expenditures in governmental funds. Proceeds of general long-term debt and capital leases are reported as other financing sources.

Under the terms of grant agreements, the City funds certain programs by a combination of specific cost-reimbursement grants, categorical block grants and general revenues. Thus, when program expenses are incurred, there are both restricted and unrestricted net assets available to finance the program. It is the City's policy to first apply cost-reimbursement grant resources to such programs, followed by categorical block grants, and then by general revenues. With respect to the gas tax fund, it is the City's policy to first apply revenues other than the gas tax itself to expenditures incurred within that program. Private-sector standards of accounting and financial reporting issued prior to December 1, 1989, generally are followed in both the government-wide and enterprise fund financial statements to the extent that those standards do not conflict with or contradict guidance of the Governmental Accounting Standards Board (GASB). Governments also have the option of following subsequent private-sector guidance for their business-type activities and enterprise funds, subject to the same limitation. The City has elected not to follow subsequent private-sector guidance.

(c) Internal Investment Pool

The City maintains an internal investment pool that is available for use by all funds. Investments in non-participating interest earning contracts (including guaranteed investment contracts) are reported at cost, and all other investments at fair value. Fair value is determined annually and is based on current market prices. The method of allocating interest earned on pooled deposits and investments among funds is based on average cash balances.

CITY OF ANTIOCH

Notes to the Basic Financial Statements For the Fiscal Year Ended June 30, 2011

For purposes of the accompanying statement of cash flows for the enterprise and internal service funds, cash equivalents are defined as investments with original maturities of 90 days or less, which are readily convertible to known amounts of cash. The City considers all pooled cash and investments (consisting of cash and investments and restricted cash and investments) held by the City as cash and cash equivalents because the pool is used essentially as a demand deposit account from the standpoint of the funds. The City also considers all non-pooled cash and investments (consisting of cash with fiscal agent and restricted cash and investments held by fiscal agent) as cash and cash equivalents because investments meet the criteria for cash equivalents defined above.

(d) Receivables

During the course of normal operations, the City carried various receivable balances for taxes, interest, services, loan, utilities and special assessments. Accounts receivables are shown net of an allowance for doubtful accounts of \$62,828 in the General Fund and \$354,559 in the Water Enterprise Fund.

(e) Materials, Parts and Supplies

Material, parts and supplies are valued at average cost. Material, parts and supplies recorded in the internal service funds consist of expendable supplies for consumption. The cost is recorded as an expense at the time individual inventory items are consumed. Material, parts and supplies recorded in the Marina Enterprise Fund consists primarily of merchandise held for resale to the public.

(f) Loans Receivable

For the purposes of the governmental funds financial statements, expenditures related to long-term loans arising from loan subsidy programs are charged to operations upon funding and the loans are recorded with an offset to a deferred revenue account. The balance of the long-term loans receivable includes loans that may be forgiven if certain terms and conditions of the loans are met. For purposes of the government-wide financial statements, long-term loans are not offset by deferred revenue accounts and are net of an allowance.

(g) Bond Issuance Costs, Original Issue Discounts and Premiums and Refunding of Debt

In the government-wide financial statements and the proprietary fund financial statements, long-term debt and other long-term obligations are reported as liabilities in the applicable governmental activities, business-type activities, or proprietary fund statement of net assets. Bond premiums and discounts, as well as issuance costs, are deferred and amortized over the life of the bonds. Bonds payable are reported net of the applicable bond premium or discount. Bond issuance costs are reported as deferred charges and are amortized on a straight-line basis over the term of the related debt.

In the fund financial statements, governmental fund types recognize bond premiums and discounts, as well as bond issuance costs, during the current period. Issuance costs, whether or not withheld from the actual debt proceeds received are reported as debt service expenditures.

Gains or losses occurring from advance refundings, completed subsequent to June 30, 1993, are deferred and amortized into expense for both business-type activities and proprietary funds. For governmental activities, they are deferred and amortized into expense if they occurred subsequent to June 30, 2001.

(h) Capital Assets

Capital assets (including infrastructure) are recorded at historical cost or at estimated historical cost if actual historical cost is not available. Contributed capital assets are valued at their estimated fair market value on the date contributed. Capital assets include public domain (infrastructure) general capital assets consisting of certain improvements including roads, bridges, water/sewer, lighting systems, drainage systems, and flood control. The City defines capital assets as assets with an estimated useful life in excess of one year and an initial, individual cost of \$5,000 or more.

CITY OF ANTIOCH

**Notes to the Basic Financial Statements
For the Fiscal Year Ended June 30, 2011**

Capital assets used in operations are depreciated or amortized (assets under capital leases) using the straight-line method over the lesser of the capital lease period or their estimated useful lives in the government-wide statements and proprietary funds.

The estimated useful lives are as follows:

Infrastructure	20 to 50 years
Water and Sewer Pipes	75 years
Structures and Improvements	10-30 years
Equipment	5-20 years
Vehicles	5-15 years

Maintenance and repairs are charged to operations when incurred. Betterments and major improvements, which significantly increase values, change capacities or extend useful lives, are capitalized. Upon sale or retirement of capital assets, the cost and related accumulated depreciation are removed from the respective accounts and any resulting gain or loss is included in the results of operations.

(i) Property Taxes and Special Assessments Revenue

Revenue is recognized in the fiscal year for which the tax and assessment are levied. The County of Contra Costa levies, bills and collects property taxes and special assessments for the City; under the County's "Teeter Plan", the County remits the entire amount levied and handles all delinquencies, retaining interest and penalties.

Taxes are levied for each fiscal year on taxable real and personal property situated in the County. The levy is based on the assessed values as of the preceding January 1st, which is also the lien date. Property taxes on the secured roll are due in two installments: November 1st and February 1st and become delinquent after December 10th and April 10th, respectively. Supplemental property taxes are levied based on changes in assessed values between the date of real property sales or construction completion and the preceding assessment date. The additional supplemental property taxes are prorated from the first day of the month following the date of such occurrence. Property taxes on the unsecured roll are due on the lien date (January 1), and become delinquent if unpaid by August 31st.

Special assessment districts are established in various parts of the City to provide improvements to properties located in those districts. Properties are assessed for the cost of improvements; these assessments are payable over the term of the debt issued to finance the improvements.

(k) Accumulated Compensated Absences

The City accrues the cost for compensated absences (vacation, sick leave and comp time) when they are earned. City employees have a vested interest in accrued vacation time and all vacation hours will eventually either be used or paid by the City. Generally, employees earn and use their current vacation hours with a small portion being accrued or unused each year. As this occurs, the City incurs an obligation to pay for these unused hours. Sick leave benefits are only vested for employees with more than 10 years of service, up to a maximum of 40% of 800 hours.

CITY OF ANTIOCH

**Notes to the Basic Financial Statements
For the Fiscal Year Ended June 30, 2011**

(l) Interfund Transactions

Interfund transactions are reflected as either loans, services provided, reimbursements or transfers. Loans are reported as receivables and payables as appropriate, are subject to elimination upon consolidation and 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). Any residual balances outstanding between the governmental activities and the business-type activities are reported in the government-wide financial statements as "internal balances". Advances between funds, as reported in the fund financial statements, are offset by a fund balance reserve account in applicable governmental funds to indicate that they are not available for appropriation and are not available financial resources.

Services provided, deemed to be at market or near market rates, are treated as revenues and expenditures/expenses. Reimbursements are when one fund incurs a cost, charges the appropriate benefiting fund and reduces its related cost as a reimbursement. All other interfund transactions are treated as transfers. Transfers within governmental or proprietary funds are netted as part of the reconciliation to the government-wide presentation.

(m) Estimates

The preparation of basic 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.

(n) New Pronouncements

In fiscal year 2011, the City adopted the following Governmental Accounting Standards Board Statement:

- GASB Statement No. 54, *Fund Balance Reporting and Governmental Fund Type Definitions*

GASB Statement No. 54 establishes new categories for reporting fund balance and revises the definitions for governmental fund types.

NOTE 3 – STEWARDSHIP, COMPLIANCE AND ACCOUNTABILITY

(a) Deficit Fund Balances

The fund listed below had a fund balance deficit at June 30, 2011:

<i>Capital Projects Fund:</i>	
ADA Project Area #1	(\$2,411,391)

This deficit is due to deferred set aside payments owed to the Low and Moderate Income Housing Fund. A repayment plan has been established, with the obligation to be settled in 2019 (see note 5b). Although the deficit in the ADA Project Area #1 Capital Projects Fund is anticipated to be cured by future tax increment revenues received, the State of California has passed two assembly bills which threaten the future of redevelopment agencies throughout the State. AB1X 26 and AB 1X 27 eliminate redevelopment agencies unless they opt into a voluntary program to transfer tax increment revenues to the State. While the City of Antioch has taken formal action to opt into the voluntary program, the bills have been challenged in the Supreme Court as to their constitutionality. The case is currently pending, with a decision expected in January 2012.

CITY OF ANTIOCH

**Notes to the Basic Financial Statements
For the Fiscal Year Ended June 30, 2011**

(b) Expenditures in Excess of Budget

Expenditures in the funds below exceeded appropriations by the amounts indicated, largely because budgets were not revised for higher than anticipated capital outlays or other unexpected expenditures. In the Housing and Community Development Fund, affordable housing projects were approved by Council and the budget was amended based on projected drawdown dates by the developer. More draws occurred prior to year end than anticipated. Funds were available and reimbursed by CDBG grant funds, and the fund received more grant reimbursements than budgeted for as well. In ADA Project Area #1, the significant excess is due to the transfer of land held for redevelopment to the City. While the transfer of the actual assets were approved by the City Council, a formal budget amendment to recognize the expenditure was not done. Sufficient resources were available to finance these expenditures, primarily in the form of higher revenues and transfers than expected or from available fund balance.

	Appropriated Final Budget	Actual Expenditures	Excess
<i>Major Special Revenue Funds:</i>			
Housing and Community Development	\$ 3,315,525	\$ 4,079,012	\$ (763,487)
<i>Major Capital Projects Funds:</i>			
ADA Project Area #1	1,192,539	1,568,481	(375,942)
<i>Nonmajor Special Revenue Funds:</i>			
Traffic Safety	180	232	(52)
Tidelands Assembly Bill-1900	478	533	(55)
Supplemental Law Enforcement	-	43	(43)
Park 1A Maintenance District	107,156	109,912	(2,756)
Asset Forfeiture	166,221	181,396	(15,175)
Gas Tax	1,166,981	1,280,466	(113,485)
Delta Fair Property	571	612	(41)
<i>Nonmajor Capital Projects Funds:</i>			
ADA Project Area #2	75,766	75,838	(72)

CITY OF ANTIOCH

**Notes to the Basic Financial Statements
For the Fiscal Year Ended June 30, 2011**

NOTE 4 - CASH AND INVESTMENTS

(a) Cash and Investment Balances

The City has the following cash and investments at June 30, 2011:

Cash and investments:	
Petty cash	\$ 4,970
Deposits in banks	8,375,063
U.S. Government securities	24,365,621
U.S. Government agencies	18,169,802
Medium-term corporate notes	9,238,564
Money market	1,643,905
California Local Agency Investment Fund	9,146,086
Total cash and investments	70,944,011
Restricted cash and investments:	
California Asset Management Program	8,742
Guaranteed investment contracts	4,320,099
Money market	7,235,341
Repurchase agreements	422,750
Total restricted cash and investments	11,986,932
Total	\$ 82,930,943

Cash and investments are presented on the Statement of Net Assets as follows at June 30, 2011:

	Government-Wide Statement of Net Assets	Fiduciary Funds Statement of Assets and Liabilities	Total
Cash and investments	\$ 69,371,569	\$ 1,572,442	\$ 70,944,011
Restricted cash and investments	3,100,818	8,886,114	11,986,932
Total	\$ 72,472,387	\$ 10,458,556	\$ 82,930,943

The City's dependence on property tax receipts, which are received semi-annually, requires it to maintain significant cash reserves to finance operations during the remainder of the year. The City pools cash from all sources and all funds, except amounts required to be held with fiscal agents, so that it can be safely invested at maximum yield and liquidity. Investment income is allocated among funds on the basis of average month-end cash balances.

Restricted cash and investments at June 30, 2011 was \$11,986,932, which was held by trustees or fiscal agents. These funds may only be used for specific capital outlay or for the payment of certain bonds or tax allocation bonds, and have been invested only as permitted by State statutes or applicable City ordinance, resolution or bond indentures.

CITY OF ANTIOCH

Notes to the Basic Financial Statements For the Fiscal Year Ended June 30, 2011

(b) Cash Deposits

The carrying amount of the City's cash deposits was \$8,380,033 at June 30, 2011. The bank balance at June 30, 2011, was \$8,927,931, which was fully insured and/or was collateralized with securities held by the pledging financial institutions in the City's name as described in the following paragraph.

The California Government Code requires California banks and savings and loan associations to secure the City's cash deposits by pledging securities as collateral. This Code states that collateral pledged in this manner shall have the effect of perfecting a security interest in such collateral superior to those of a general creditor. Thus, collateral for cash deposits is considered to be held in the City's name. The fair value of pledged government securities must equal at least 110% of the City's cash deposits. California law also allows institutions to secure City deposits by pledging first trust deed mortgage notes having a value of 150% of the City's total cash deposits. The City has waived collateral requirements for cash deposits, which are fully insured up to \$250,000 by the Federal Deposit Insurance Corporation or Savings Association Insurance Fund.

(c) Investments

The City's investment policy, bond indentures, and Section 53601 of the California Government Code allow the City to invest in the following types of investments:

- Securities of the U.S. Government or its agencies
- Certificates of Deposit
- Bankers' Acceptances
- Commercial Paper
- Investment Grade Medium Term Corporate Notes
- Repurchase Agreements
- Local Agency Investment Fund Deposits
- Insured Savings Accounts or Money Market Accounts
- Guaranteed Investment Contracts
- Mutual funds as permitted by the Code

The City did not enter into reverse repurchase agreements during the year ended June 30, 2011.

At June 30, 2011, the City's investment position in the State of California Local Agency Investment Fund (LAIF) was \$9,146,086. This amount reflects the City's market value share in the pool. A factor of 100.1576470% was used to determine the market value. The total amount invested by all public agencies in LAIF at that day was \$66,515,727,874. Of that amount, 94.99% is invested in non derivative financial products and 5.01%, as compared to 5.42% in previous year, in structured notes and asset-backed securities. The Local Investment Advisory Board (Board) has oversight responsibility for LAIF. The Board consists of five members as designated by State Statute. The value of the pool shares in LAIF, which may be withdrawn, is determined on an amortized cost basis, which is different than the fair value of the City's position in the pool. Information is not available on whether the mutual funds in which the City has invested used, held or wrote derivative products during the fiscal year ended June 30, 2011.

As of June 30, 2011, the City's investment in the California Asset Management Program (CAMP) pool was \$8,742. A board of five trustees who are officials or employees of public agencies has oversight responsibility for CAMP. The value of the pool shares in CAMP, which may be withdrawn, is determined on an amortized cost basis, which is different than the fair value of the City's position in the pool.

CITY OF ANTIOCH

**Notes to the Basic Financial Statements
For the Fiscal Year Ended June 30, 2011**

(d) Interest Rate Risk

As a means of limiting its exposure to fair value losses arising from interest rates, the City's investment policy limits investments to a maximum maturity of five years. At June 30, 2011, the City had the following investment maturities:

Investment Type	Fair Value	Investment Maturities (In Years)		
		Less than 1	1 to 2	2 to 3
U.S. Government securities	\$ 24,365,621	\$ 14,162,339	\$ 10,203,282	\$ -
U.S. Government agencies	18,169,802	1,506,144	406,190	16,257,468
Medium-term corporate notes	9,238,564	-	3,197,603	6,040,961
Money Market	1,643,905	1,643,905	-	-
Total	\$ 53,417,892	\$ 17,312,388	\$ 13,807,075	\$ 22,298,429

(e) Credit Risk

State law limits investments in commercial paper and corporate bonds to the top two ratings issued by nationally recognized statistical rating organizations (NRSROs). It is the City's policy to limit its investments in these investment types to the top rating issued by NRSROs, including raters Standard & Poor's and Moody's Investor's Service. At June 30, 2011, the City's credit risks, expressed on a percentage basis, were as follows:

Credit Quality Distribution for Securities with Credit Exposure as a percentage of total investments

Investment Type	S&P's Credit Rating	% of Investments
U.S. Government securities	TSY	42.55%
U.S. Government securities	AAA	4.51%
U.S. Government agencies	AAA	35.09%
Medium-term corporate notes	AAA	1.94%
Medium-term corporate notes	AA+	4.24%
Medium-term corporate notes	AA-	4.12%
Medium-term corporate notes	AA	0.79%
Medium-term corporate notes	A+	3.64%
Medium-term corporate notes	A	3.12%
Money market	not rated	0.00%
Total		100.00%

(f) Custodial Credit Risk

For an investment, custodial credit risk is the risk that, in the event of the failure of the counterparty, the City will not be able to recover the value of its investments or collateral securities that are in the possession of an outside party. None of the City's investments were subject to custodial credit risk.

CITY OF ANTIOCH

**Notes to the Basic Financial Statements
For the Fiscal Year Ended June 30, 2011**

NOTE 5 - INTERFUND RECEIVABLES, PAYABLES AND TRANSFERS

(a) Current Balances

Current balances are expected to be repaid in the normal course of business during the following fiscal year. The City's current balances represent loans to cover temporary shortages of cash in individual funds.

The composition of interfund balances as of June 30, 2011, is as follows:

Due to Other Funds	Due From Other Funds	
	General Fund	Internal Service Funds
Housing and Community Development	\$1,632,433	\$-
Nonmajor Governmental Funds	1,625,432	-
Internal Service Funds	-	290,870
	<u>\$3,257,865</u>	<u>\$290,870</u>

(b) Advances From/To Other Funds

Advance From Other Funds	Advance to Other Funds
ADA Project Area #1	Low and Moderate Income Housing
	<u>\$3,537,849</u>

At June 30, 2011, the Low and Moderate Income Housing Fund has a receivable due from Antioch Development Agency Project Area #1 in the amount of \$3,537,849. The Agency Project Areas are required by the Health and Safety Code to annually set aside 20% of tax increment revenues for low and moderate housing development. Project Area #1 was formed prior to the year this requirement was established. The Agency began repaying the unfunded set-aside in fiscal year 1997. During the fiscal year ended June 30, 2001, the Agency adopted a formal deficit elimination plan for the Low and Moderate Income Housing Fund. As part of this plan, the Agency agreed to pay \$25,000 per year from fiscal year 2000-01 through 2015-16, \$1,350,000 in fiscal year 2016-17, \$1,405,000 in fiscal year 2017-18 and \$657,849 in fiscal year 2018-19. The Agency made principal payments totaling \$25,000 during fiscal year 2010-11.

CITY OF ANTIOCH

**Notes to the Basic Financial Statements
For the Fiscal Year Ended June 30, 2011**

(c) Transfers to/from Other Funds

Transfers are indicative of funding for capital projects, lease payments or debt service, subsidies of various City operations and re-allocations of special revenues. The following schedule summarizes transfers between funds.

		Transfers In							
		Major Fund			Major Fund				
		Low and Moderate		Nonmajor	Prewett				
		General	Income	Governmental	Marina	Water Park	Internal		
Transfers Out		Fund	Fund	Funds	Enterprise	Enterprise	Service	Total	
	General Fund	\$ -	\$ -	\$ 694,372	\$ -	\$ 45,000	\$ -	\$ 739,372	
	Housing & Community	-	-	56,789	-	-	-	56,789	
	ADA Project Area #1	50,000	890,689	3,536,054	706,458	-	-	5,183,201	
	Nonmajor:								
	Governmental Funds	3,122,148	579,057	1,669,372	-	80,000	-	5,450,577	
	Water Enterprise	240,000	-	107,785	-	-	117,498	465,283	
	Sewer Enterprise	240,000	-	70,000	-	-	117,498	427,498	
	Marina Enterprise	-	-	1,104	-	-	-	1,104	
	Prewett Water Park	-	-	6,203	-	-	-	6,203	
	Internal Service	-	-	-	-	-	78,197	78,197	
	Total	\$ 3,652,148	\$ 1,469,746	\$ 6,141,679	\$ 706,458	\$ 125,000	\$ 313,193	\$ 12,408,224	

NOTE 6 - LOANS RECEIVABLE

The composition of the City's governmental activities loans receivable including interest as of June 30, 2011, is as follows:

Rental and Housing Rehabilitation Loans	\$ 3,336,725
Multi-unit Rental Rehabilitation Loans:	
West Rivertown Apartments/Eden Housing Project	6,179,263
Terrace Glen Project	1,898,882
Pinecrest Apartment Project	1,139,998
Rivertown Senior Housing	242,750
Riverstone Apartment	2,191,494
Hillcrest Terrace Project	1,264,347
Habitat for Humanity	367,177
Tabora Gardens	2,136,676
Hearts & Hands	189,130
NSP Loans	25,920
Bases Loaded Restaurant	199,397
Lone Tree Golf Course	1,122,165
Other loans	1,796,601
Total governmental activities	\$ 22,090,525

CITY OF ANTIOCH

Notes to the Basic Financial Statements For the Fiscal Year Ended June 30, 2011

(a) Rental and Housing Rehabilitation Loans

The City administers rental and home improvement revolving loan funds using federal Community Development Block Grant (CDBG) and redevelopment funds. The program provides below market rate loans, secured by deeds of trust, to eligible participants for rental and housing rehabilitation. Although payments for most loans are amortized over an established payment schedule, some loans allow for deferred payment of accrued interest and principal until the homeowner's property is sold or transferred, primarily for seniors and very low-income families. Repayments received from the outstanding loans are used to make additional rental and housing rehabilitation loans. Principal and interest outstanding balances at June 30, 2011, are \$3,336,725.

(b) Multi-Unit Rental Rehabilitation Loans

The City administers the following multi-unit rental improvement revolving loan funds using federal CDBG funds and/or Antioch Development Agency Housing Set Aside monies.

West Rivertown Apartments/Eden Housing Project

The City and Agency have entered into three loan agreements with Eden Housing for the development of the West Rivertown Apartments. The agreements are as follows:

This project is the construction of a 57-unit, affordable housing townhouse development in the City's downtown with financing assistance from the Agency and several other agencies. In May 2000, the Agency entered into a disposition, development and loan agreement with Eden Rivertown Limited Partnership (the Developer). Under the terms of the loan agreement, the Developer must repay up to \$3,601,686 (maximum loan amount) to the Agency, which includes the purchase of the land from the Agency. The loan bears an interest rate of 3% per annum. The Developer is required to make annual payments of principal and interest to the Agency in the amount of 100% of residual receipts, less the portion of the residual receipts that is owed to Contra Costa County. Payments are to begin the July 1st after project completion and will end on the 55th anniversary date of the Agency promissory note dated February 11, 2002. Principal and interest outstanding at June 30, 2011 is \$4,547,108

In 1994, the City loaned Community Housing Opportunities (CHOC) \$203,755 for the acquisition of property. CHOC determined that their planned development of this property was no longer feasible, and in November 2005, the City, the Agency, and CHOC agreed to the transfer of ownership of the property and loan to Eden Housing for the development of 40 units of affordable housing to expand the West Rivertown Project in the City's downtown. In order to complete the project, the Agency agreed to loan Eden Housing an additional \$1,458,400. The loan for \$203,755 is non-interest bearing and all principal and interest payments are deferred and will be forgiven at the expiration of the term. The loan for \$1,458,400 bears an interest rate of 3% per annum and will end on the 55th anniversary date of the issuance of certificates of occupancy by the City. Principal and interest outstanding on this loan at June 30, 2011 is \$1,428,400.

Terrace Glen Project

This project consists of a 32-unit, multifamily rental housing development. In August 1998, the City and the Agency made a commitment for \$850,000 in Community Development Block Grant (CDBG) funds, and \$547,625 in housing set-aside funds, respectively, towards this project. Commencing November 6, 1996, the loan accrues simple interest at 3% per annum. The 55-year term loan is secured by a deed of trust. Commencing on October 1, 1999, and on October 1 of each year thereafter, the developer will pay the City's/Agency's pro-rata percentage of the lender's share of residual receipts to the extent there are residual receipts. Payments will be first credited against accrued interest and then against principal. Any outstanding principal and interest is due and payable in full in March 2054. Principal and interest outstanding at June 30, 2011 is \$1,898,882.

CITY OF ANTIOCH

Notes to the Basic Financial Statements For the Fiscal Year Ended June 30, 2011

Pinecrest Apartment Project

This project consists of a 24-residential unit development. In September 2000, the City and the Agency made a commitment for \$570,000 in CDBG funds and \$300,000 in housing set-aside funds, respectively, towards this project. Commencing on the first date of disbursement, the loan accrues simple interest at 3% per annum. The 55-year term loan is secured by a deed of trust. Commencing on May 1, 2002, and on May 1 of each year thereafter, the developer will pay the City a pro-rate percentage of the lender's share of residual receipts to the extent there are residual receipts. Payments will be first credited against accrued interest and then against principal. Any outstanding principal and interest is due and payable in full in May 2055. Principal and interest outstanding at June 30, 2011 is \$1,139,998.

Rivertown Senior Housing

This project consists of a fifty-unit, affordable senior housing project. In September 1992, the Agency made a commitment for \$442,750 in housing set-aside funds toward this project. In September 2001, the loan was amended to reduce the principal amount by \$200,000 to reflect funds not borrowed for the project. The loan is noninterest bearing and secured by a deed of trust with affordable housing requirements for 40 years. The balance of the loan is due and payable on October 1, 2033. Principal outstanding at June 30, 2011 is \$242,750.

Riverstone Apartments

This project consists of acquisition and rehabilitation of 136 apartment rental units for low and very low income households. On July 1, 2007, the Agency made a commitment for \$2,025,000 in housing set-aside funds toward this project. Commencing on the first date of disbursement, the loan accrues simple interest at 3% per annum. The 55-year loan term is secured by a deed of trust. Commencing on May 1st following the fifteenth anniversary of the first disbursement of the loan, and on May 1st of each year thereafter for the term of the loan, the developer will make repayments equal to the lesser of (i) the amount necessary to fully amortize the repayment of principal and interest on the loan for the remaining term or (ii) residual receipts. Payments will be first credited against accrued interest and then principal. Principal and interest outstanding at June 30, 2011 is \$2,191,494.

Hillcrest Terrace Project

This project consists of a 65-unit affordable senior housing project. In October 1998, the Agency made a commitment for \$731,175 in housing set-aside funds towards this project. Commencing on the first date of disbursement, the loan accrues simple interest at 3% per annum. The 55-year term loan is secured by a deed of trust. Commencing on the June 1 after project completion, and on June 1 of each year thereafter, the developer will pay the Agency one-half of the residual receipts to the extent there is residual receipts. Payments will be first credited against accrued interest and then against principal. Any outstanding principal and interest is due and payable in full in June 2055. In September 2001, the Agency made a commitment of an additional \$200,000 due and payable October 1, 2038. Principal and interest outstanding for these loans at June 30, 2011 is \$1,264,347.

CITY OF ANTIOCH

Notes to the Basic Financial Statements For the Fiscal Year Ended June 30, 2011

Habitat for Humanity

The City entered into an agreement with Habitat for Humanity East Bay (developer) to implement a Neighborhood Stabilization Program (NSP) under which the developer will acquire and rehabilitate approved vacant, single-family houses that are foreclosed and in need of renovation, located in qualifying neighborhoods in the City, and then sell the renovated houses to eligible low and moderate income purchasers. CDBG NSP funds made available to the developer for this program are in the form of loans. A loan agreement is entered into for each property purchased by the developer. The loans bear no interest, and are fully satisfied upon receipt of the net sales proceeds from the home. As of June 30, 2011, there were three loans outstanding for properties totaling \$367,177.

Tabora Gardens

This project consists of acquisition and development of 85 units of senior, multifamily housing affordable to low income households. On June 6, 2011, the Agency made a commitment for \$300,000 in housing set-aside funds toward this project. Commencing on the first date of disbursement, the loan accrues simple interest at 3% per annum. The 58-year loan term is secured by a deed of trust. The loan is fully deferred and payment in full, including interest, is due upon expiration of the term. Principal and interest outstanding at June 30, 2011 is \$2,136,676.

Hearts and Hands

The City entered into an agreement with Heart and Hands of Compassion (developer) to implement a Neighborhood Stabilization Program (NSP) under which the developer will acquire and rehabilitate approved vacant, single-family houses that are foreclosed and in need of renovation, located in qualifying neighborhoods in the City, and then sell the renovated houses to eligible low and moderate income purchasers. CDBG NSP funds made available to the developer for this program are in the form of loans. A loan agreement is entered into for each property purchased by the developer. The loans bear no interest, and are fully satisfied upon receipt of the net sales proceeds from the home. As of June 30, 2011, there were two loans outstanding for properties totaling \$189,130.

NSP Loans

The City provides loans of CDBG Neighborhood Stabilization Program funds to low and moderate income eligible persons that purchase homes through the NSP program implemented by Heart and Hands of Compassion. The loans are to assist in the purchase of the properties. The loans expire 30 years from the date of the notes, and payments of principal and interest are deferred until the end of the term. The unpaid principal balance, plus any shared appreciation, is due and payable upon expiration of the term, transfer of the property, or default. As of June 30, 2011, there are two loans outstanding totaling \$25,920.

CITY OF ANTIOCH

Notes to the Basic Financial Statements For the Fiscal Year Ended June 30, 2011

(c) Bases Loaded Restaurant

The City administers a restaurant incentive program to assist owners and operators of new restaurants to be located in the Rivertown District by assisting with payment of costs for certain capital improvements. The owner must intend to operate and maintain the restaurant in the Rivertown District and has to be determined by the City to be eligible for this program. This agreement made a loan available in the amount of \$300,000 to be used for expenditures relating to capital improvements, fixtures or equipment with a useful life of more than five years and payment of impact fees imposed by the City of Antioch, Delta Diablo Sanitation District and Contra Costa County Environmental Services. The term of the loan is three years from the issuance of the Certificate of Occupancy or from the date that the restaurant opens for business. Each year that this agreement is in effect, the City will forgive one-third (33 1/3%) of the loan amount. Upon the restaurant having been in continuous operation for three years, the entire amount of the loan shall be forgiven and the funds shall be considered to have been a grant. Upon termination of this agreement prior to successful completion of three years, the owner shall be obligated to pay the City interest of the principal owed at the average rate of interest received by the City on its funds deposited in LAIF. Principal outstanding on this loan is \$199,397 at June 30, 2011.

(d) Lone Tree Golf Course

During fiscal year 2004-05, the City loaned the Lone Tree Golf Course monies to complete various improvements at the golf course. Annual interest only repayments began August 23, 2005. The loan agreement was amended in December 2007. The new term is for a term of 25 years from December 11, 2007 with interest being calculated based on the City's earnings on idle funds. Under the terms of the amended loan agreement, the next payment due will be in fiscal years 2010-2011. Principal outstanding at June 30, 2010, is \$900,000. During fiscal year 2005-06, the City loaned an additional \$296,220 to the Golf Course for parking lot improvements. The loan is non-interest bearing and due in four equal installments with the second installment due June 15, 2011. Principal outstanding on this loan is \$1,122,165 at June 30, 2011.

(e) Other Loans

The Agency administers a first time homebuyer loan program for qualified applicants. Principal is due at the end of 30 years or upon default, refinancing, sale or transfer of the property. The Agency is also entitled to a pro-rata share of appreciation on the property when the principal is paid. As of June 30, 2011 there is \$1,759,400 of loans outstanding.

In November 2000, the Antioch Development Agency entered into an 18-month lease agreement for the Vineyard Business Park. The Agency was obligated to lease 33,000 square feet of space until new tenants were assigned, or the end of the agreement, whichever occurred first. The lessor was then obligated to repay rents collected from the Agency at 10% per year for 10 years following the end of the agreement. Repayment of the \$99,753 obligation began in March 2004. The balance outstanding at June 30, 2011 is \$37,201.

CITY OF ANTIOCH

**Notes to the Basic Financial Statements
For the Fiscal Year Ended June 30, 2011**

NOTE 7 - CAPITAL ASSETS

Capital asset activity for the year ended June 30, 2011 was as follows:

	Balance July 1, 2010	Additions	Reductions	Balance June 30, 2011
Governmental activities				
<i>Capital assets, not being depreciated</i>				
Land	\$ 13,418,547	\$ 601,424	\$ -	\$ 14,019,971
Construction in progress	27,849,023	3,557,701	26,202,510	5,204,214
Total capital assets, not being depreciated	<u>41,267,570</u>	<u>4,159,125</u>	<u>26,202,510</u>	<u>19,224,185</u>
<i>Capital assets, being depreciated</i>				
Infrastructure	380,923,266	2,954,550	-	383,877,816
Structures and improvements	45,040,085	32,113,064	-	77,153,149
Equipment	13,377,138	552,394	204,576	13,724,956
Total capital assets, being depreciated	<u>439,340,489</u>	<u>35,620,008</u>	<u>204,576</u>	<u>474,755,921</u>
<i>Less accumulated depreciation for:</i>				
Infrastructure	(118,665,334)	(7,697,874)	-	(126,363,208)
Structures and improvements	(17,016,360)	(1,710,154)	-	(18,726,514)
Equipment	(9,429,180)	(685,659)	204,576	(9,910,263)
Total accumulated depreciation	<u>(145,110,874)</u>	<u>(10,093,687)</u>	<u>204,576</u>	<u>(154,999,985)</u>
Total capital assets, being depreciated, net	<u>294,229,615</u>	<u>25,526,321</u>	<u>-</u>	<u>319,755,936</u>
Governmental activities capital assets, net	<u>\$ 335,497,185</u>	<u>\$ 29,685,446</u>	<u>\$ 26,202,510</u>	<u>\$ 338,980,121</u>
Business-type activities				
<i>Capital assets, not being depreciated</i>				
Land	\$ 3,558,467	\$ -	\$ -	\$ 3,558,467
Construction in progress	2,321,895	2,632,645	-	4,954,540
Total capital assets, not being depreciated	<u>5,880,362</u>	<u>2,632,645</u>	<u>-</u>	<u>8,513,007</u>
<i>Capital assets, being depreciated</i>				
Water and sewer pipes	121,984,274	1,550,745	-	123,535,019
Structures and improvements	85,025,379	-	-	85,025,379
Equipment	3,714,950	24,423	-	3,739,373
Total capital assets, being depreciated	<u>210,724,603</u>	<u>1,575,168</u>	<u>-</u>	<u>212,299,771</u>
<i>Less accumulated depreciation for:</i>				
Water and sewer pipes	(20,763,117)	(1,647,133)	-	(22,410,250)
Structures and improvements	(36,996,622)	(2,497,564)	-	(39,494,186)
Equipment	(3,200,405)	(69,713)	-	(3,270,118)
Total accumulated depreciation	<u>(60,960,144)</u>	<u>(4,214,410)</u>	<u>-</u>	<u>(65,174,554)</u>
Total capital assets, being depreciated, net	<u>149,764,459</u>	<u>(2,639,242)</u>	<u>-</u>	<u>147,125,217</u>
Business-type activities capital assets, net	<u>\$ 155,644,821</u>	<u>\$ (6,597)</u>	<u>\$ -</u>	<u>\$ 155,638,224</u>

CITY OF ANTIOCH

**Notes to the Basic Financial Statements
For the Fiscal Year Ended June 30, 2011**

Construction in Progress

Construction in progress for governmental activities primarily represents work being performed on Delta Fair pavement, Wilbur Avenue bridge, Hillcrest Avenue pavement, Hillcrest/18th Street widening, Golf Course lighting project, Lone Tree Way Improvement Project, and public art sculptures.

Construction in progress for business type activities primarily represents work performed on water pump system/emergency generator facility, reclaimed water pipeline, and sewer main replacement and the marina launch ramp project.

Depreciation

Depreciation expense was charged to governmental functions as follows:

General government	\$ 889,095
Public works	7,731,924
Public safety	385,226
Parks and recreation	561,420
Community development	2,279
Depreciation of capital assets held by the City's Internal Service Fund is charged to the various functions based on their usage of the assets	523,745
Total depreciation expense - governmental functions	<u>\$ 10,093,689</u>

Depreciation expense was charged to governmental functions as follows:

Water	\$ 2,146,307
Sewer	1,192,300
Marina	306,497
Prewett Water Park	569,306
Total depreciation expense - business-type functions	<u>\$ 4,214,410</u>

CITY OF ANTIOCH

**Notes to the Basic Financial Statements
For the Fiscal Year Ended June 30, 2011**

NOTE 8 - LONG-TERM OBLIGATIONS

(a) Long-Term Debt Composition

Long-term debt at June 30, 2011, consisted of the following:

Type of Indebtedness (Purpose)	Final Maturity	Annual Principal Installment	Interest Rates	Original Issue Amount	Outstanding at June 30, 2011
<u>Governmental Activities:</u>					
Lease Revenue Bonds:					
2001 Issue - ABAG Golf Course	7/1/31	\$85,000-400,000	3.00-5.25%	\$ 6,300,000	\$ 5,395,000
2002 Issue - APFA Municipal Facilities, Series A&B	1/1/32	\$495,000-9,740,000	4.375-5.63%	24,610,000	23,080,000
Total lease revenue bonds				30,910,000	28,475,000
Tax Allocation Bonds:					
1994 - ADA Project 2	1/14/14	\$30,000-585,000	6.70-7.125%	1,475,000	665,000
2000 - ADA Project 1 Refunding	9/1/17	\$200,000-1,380,000	4.2-5.0%	14,450,000	8,330,000
2009 - ADA Project 1	9/1/27	\$95,343-142,289	2.60%	2,080,841	1,985,498
Total tax allocation bonds				18,005,841	10,980,498
Capital Lease:					
Honeywell Energy Retrofit	7/21/20	\$25,091-45,735	4.79%	4,050,000	3,866,518
Total governmental activities				52,965,841	43,322,016
<u>Business-type Activities:</u>					
Water Bonds:					
2003 Issue-APFA Revenue Refunding	7/1/13	\$140,000-770,000	1.25-3.625%	6,405,000	2,235,000
Total water bonds				6,405,000	2,235,000
Loans Payable:					
State of California Antioch Marina Loan	8/1/43	\$7,655-122,321	4.7-7.9%	6,500,000	3,435,545
Total business-type activities				12,905,000	5,670,545
Total primary government				\$ 65,870,841	\$ 48,992,561

CITY OF ANTIOCH

**Notes to the Basic Financial Statements
For the Fiscal Year Ended June 30, 2011**

(b) Long-Term Obligation Activity

Changes in long-term obligations for the year ended June 30, 2011 are as follows:

	Balance July 1, 2010	Increases	Decreases	Balance June 30, 2011	Amount Due Within One Year
Governmental Activities					
Lease Revenue Bonds	\$ 28,895,000	\$ -	\$ (420,000)	\$ 28,475,000	\$ 470,000
Deferred Amount on Refunding	(247,096)	-	41,182	(205,914)	(41,183)
Unamortized Discount	(91,091)	-	4,342	(86,749)	(4,337)
Unamortized Premiums	197,024	-	(10,375)	186,649	10,377
Tax Allocation Bonds	12,140,841	-	(1,160,343)	10,980,498	1,319,366
Capital Lease Payable	2,176,540	1,873,460	(183,482)	3,866,518	326,018
Claims Liability (Note 13)	646,530	289,536	(526,788)	409,278	359,711
Compensated Absences	2,305,432	131,502	(287,014)	2,149,920	214,992
Total Governmental Activities	\$ 46,023,180	\$ 2,294,498	\$ (2,542,478)	\$ 45,775,200	\$ 2,654,944
Business-type Activities					
Water bonds	\$ 2,930,000	\$ -	\$ (695,000)	\$ 2,235,000	\$ 720,000
Deferred Amount on Refunding	(65,593)	-	21,864	(43,729)	(21,864)
Unamortized Premiums	5,347	-	(1,782)	3,565	1,782
Loans Payable	3,568,046	-	(132,501)	3,435,545	138,463
Compensated Absences	443,896	59,665	(66,539)	437,022	44,001
Total Business-type Activities	\$ 6,881,696	\$ 59,665	\$ (873,958)	\$ 6,067,403	\$ 882,382

Internal service funds predominantly serve the governmental funds. Accordingly, long-term liabilities for them are included as part of the above totals for governmental activities. For the governmental activities, claims and judgments are generally liquidated by the General Fund, and a majority of compensated absences are generally liquidated by the general fund.

(c) Debt Service Requirements

As of June 30, 2011, annual debt service requirements of governmental activities to maturity are as follows:

Year ending June 30:	Lease Revenue Bonds		Tax Allocation Bonds	
	Principal	Interest	Principal	Interest
2012	\$ 470,000	\$ 1,545,771	\$ 1,319,366	\$ 478,236
2013	525,000	1,521,829	1,386,819	412,540
2014	585,000	1,494,601	1,469,336	342,050
2015	650,000	1,463,764	1,286,919	266,329
2016	720,000	1,429,266	1,344,569	204,536
2017-2021	4,795,000	6,469,394	3,250,069	293,653
2022-2026	7,340,000	4,879,344	642,448	79,143
2027-2031	2,755,000	3,197,125	280,972	7,352
2032-2035	10,635,000	572,925	-	-
Total	\$ 28,475,000	\$ 22,574,019	\$ 10,980,498	\$ 2,083,839

Interest payments and lease revenue bond retirements are serviced by revenues generated by the General Fund and tax increment from the Agency.

CITY OF ANTIOCH

**Notes to the Basic Financial Statements
For the Fiscal Year Ended June 30, 2011**

Principal and interest payments on the lease revenue bonds are payable from any revenue lawfully available to the City for the purpose of payment of Base Rental Payments. The total principal and interest remaining to be paid on the bonds is \$51,049,019. For the current year, principal and interest paid were \$1,986,799.

The tax allocation bonds are secured by property tax increments. The total principal and interest remaining to be paid on the bonds is \$13,064,337. For the current year, principal and interest paid were \$1,692,855 and property tax increment net revenues were \$1,702,081. The tax allocation bonds required 99% of net revenues

As of June 30, 2011 annual debt service requirements of business-type activities to maturity are as follows:

<u>Year ending June 30:</u>	<u>Water Bonds</u>		<u>Marina Loans</u>	
	<u>Principal</u>	<u>Interest</u>	<u>Principal</u>	<u>Interest</u>
2012	720,000	65,688	138,463	154,600
2013	745,000	40,950	144,694	148,369
2014	770,000	13,956	151,206	141,857
2015	-	-	158,010	135,053
2016	-	-	165,108	127,943
2017-2021	-	-	573,435	543,685
2022-2026	-	-	474,205	432,740
2027-2031	-	-	590,946	315,999
2032-2036	-	-	736,418	170,519
2037-2040	-	-	303,060	26,028
Total	<u>\$ 2,235,000</u>	<u>\$ 120,594</u>	<u>\$ 3,435,545</u>	<u>\$ 2,196,793</u>

Pursuant to the agreement, the annual principal and interest payments on the water bonds is solely from the net water revenues received and receivable. The total principal and interest remaining to be paid on the bonds is \$2,355,594. For the current year, principal and interest paid were \$782,813 and water net revenues were \$4,283,702. The water bonds required 18% of net revenues.

(d) Capital Lease

In October 2009, the City entered into a lease-purchase agreement in the amount of \$4,050,000 with Bank of America to finance the acquisition and retrofitting of interior building lighting in City facilities, street lights and park and site lighting fixtures throughout the City. The lease has an imputed interest rate of 4.79% and requires monthly payments beginning in August 2010 until July 2020, when the lease will terminate and the City will obtain title to the property. The project was completed in December 2010. As of June 30, 2011, the book value of the assets completed has been recorded as Improvements other than Buildings in the amount of \$4,676,706.

CITY OF ANTIOCH

**Notes to the Basic Financial Statements
For the Fiscal Year Ended June 30, 2011**

The future minimum lease obligations and the net present value of these minimum lease payments as of June 30, 2011 were as follows:

Year Ending June 30:	Governmental Activities
2012	\$ 504,160
2013	510,606
2014	516,139
2015	521,729
2016	527,374
2017-2021	<u>2,213,003</u>
Total minimum lease payments	4,793,011
Less: amount representing interest	<u>(926,493)</u>
Present value of minimum lease payments	<u><u>\$ 3,866,518</u></u>

(e) Special Assessment Debt without City Commitment

The City is the collecting and paying agent for other special assessment debt, but has no direct or contingent liability or moral obligation for the payment of this debt. Therefore, this debt is not included in the City's financial statements. Cash held by the City on behalf of this district is recorded in the Agency Funds of the City. This district's outstanding debt balance at June 30, 2011 is as follows:

Lone Diamond Reassessment Revenue Bonds	<u>\$26,905,000</u>
Total	<u><u>\$26,905,000</u></u>

(f) Legal Debt Limit

As of June 30, 2011, the City's debt limit and legal debt margin (15% of valuation subject to taxation) was \$1,182,332,531

NOTE 9 - NET ASSETS/FUND BALANCES

(a) Net Assets

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

Invested In Capital Assets, Net of Related Debt - This category 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 - This category presents external restrictions imposed by creditors, grantors, contributors or laws or regulations of other governments and restrictions imposed by law through constitutional provisions or enabling legislation.

Unrestricted Net Assets - This category represents net assets of the City, not restricted for any project or other purpose.

CITY OF ANTIOCH

Notes to the Basic Financial Statements For the Fiscal Year Ended June 30, 2011

(b) Fund Balances

Fund balances, presented in the governmental fund financial statements, represent the difference between assets and liabilities reported in a governmental fund. In fiscal year 2011, the City implemented the provisions of GASB Statement No. 54, *Fund Balance Reporting and Governmental Fund Type Definitions*. GASB 54 establishes criteria for classifying fund balances into specifically defined classifications and clarifies definitions for governmental funds. Fund balances are classified into categories based upon the type of restrictions imposed on the use of funds.

As of June 30, 2011 components of fund balance are described below:

- *Nonspendable* – portion of net resources that cannot be spent because of its form (i.e., long term loans, prepaids).
- *Restricted* – portion of net resources that are limited in use by grantors, laws or enabling legislation.
- *Committed* – portion of net resources that are limited to the use as established by formal action of the City Council.
- *Assigned* – portion of net resources held for the use as established by the City Manager or his designee.
- *Unassigned* – portion of net resources that represents amounts in excess of the other fund balance components. Only the General Fund can have a positive unassigned fund balance.

The City spends restricted fund balances first when expenditures are incurred for purposes for which both restricted and unrestricted (committed, assigned, or unassigned) amounts are available. Committed and assigned fund balances are considered to have been spent first before unassigned fund balances have been spent when expenditures are incurred for the purposes for which amounts in any of those unrestricted fund balance classifications could be used.

CITY OF ANTIOCH

**Notes to the Basic Financial Statements
For the Fiscal Year Ended June 30, 2011**

	Major Funds				Non-major Governmental Funds	Total
	General Fund	Housing and Community Development	Low and Moderate Income Housing	ADA Project #1		
Nonspendable:						
Petty cash and prepaids	\$ 34,393	\$ -	\$ -	\$ 865	\$ 23,032	\$ 58,290
Advances to other funds	-	-	3,537,849	-	-	3,537,849
Total nonspendable	34,393	-	3,537,849	865	23,032	3,596,139
Restricted for:						
Redevelopment	-	-	-	-	2,359,949	2,359,949
Housing & Development	-	52,431	2,503,389	-	-	2,555,820
Debt service	-	-	-	-	1,343,136	1,343,136
Streets	-	-	-	-	10,585,014	10,585,014
Parks	-	-	-	-	54,651	54,651
PEG Programming	-	-	-	-	345,104	345,104
Storm Channels	-	-	-	-	2,454,814	2,454,814
Landscape Maintenance	-	-	-	-	1,319,589	1,319,589
Tidelands Areas	-	-	-	-	96,801	96,801
Law Enforcement	-	-	-	-	118,069	118,069
Parks & Recreation	-	-	-	-	163,621	163,621
Animal Shelter	-	-	-	-	21,384	21,384
Abandoned Vehicle	-	-	-	-	75,894	75,894
Total restricted	-	52,431	2,503,389	-	18,938,026	21,493,846
Committed to:						
Compensated absences	101,500	-	-	-	-	101,500
Parks	-	-	-	-	3,998,072	3,998,072
Arts & Cultural Activities	-	-	-	-	3,352	3,352
Recreation Programs	-	-	-	-	24,816	24,816
Field Maintenance	-	-	-	-	7,393	7,393
Memorial Field Maintenance	-	-	-	-	27,603	27,603
Road Repair	-	-	-	-	189,667	189,667
Waste Reduction	-	-	-	-	175,425	175,425
Youth Activities	-	-	-	-	73,487	73,487
Traffic Signals	-	-	-	-	1,066,350	1,066,350
Total committed	101,500	-	-	-	5,566,165	5,667,665
Assigned to:						
Contractual Services	62,420	-	-	-	-	62,420
Law Enforcement	30,000	-	-	-	-	30,000
Parks & Recreation	-	-	-	-	11,380	11,380
Capital Projects	-	-	-	-	1,135,751	1,135,751
Community Benefit Programs	-	-	-	-	297,199	297,199
AD 26	-	-	-	-	385,557	385,557
AD 27	-	-	-	-	2,845,395	2,845,395
Total assigned	92,420	-	-	-	4,675,282	4,767,702
Unassigned	6,556,743	-	-	(2,412,256)	-	4,144,487
Total fund balances	\$ 6,785,056	\$ 52,431	\$ 6,041,238	\$ (2,411,391)	\$ 29,202,505	\$ 39,669,839

CITY OF ANTIOCH

Notes to the Basic Financial Statements For the Fiscal Year Ended June 30, 2011

NOTE 10 - PENSION PLAN

(a) Plan Description

All permanent employees are eligible to participate in the Public Employees' Retirement Fund (the Fund) of California Public Employees' Retirement System (CALPERS). The Fund is an agent multiple-employer defined benefit plan that acts as a common investment and administrative agent for various local and state governmental agencies within the State of California. The fund provides retirement, disability, and death benefits based on the employees' years of service, age and final compensation. Employees vest after five years of service and may receive retirement benefits at the age of 50 for public safety personnel or age 55 for miscellaneous employees. These benefit provisions and all other requirements are established by State statute and City ordinance. Copies of the Fund's annual financial report may be obtained from CALPERS' executive office: 400 P Street, Sacramento, CA 95814. A separate report for the City's plan within the Fund is not available.

(b) Funding Policy

Public safety employees and all other employees have an obligation to contribute 9% and 8%, respectively, of their salary to the Fund. The City contributes the entire 9% for sworn police safety employees, the entire 8% for non-sworn police safety employees, and 7% of the 8% of all other employees on their behalf and for their account. Beginning in fiscal year 2011, members of the Antioch Police Sworn Management Association, Treatment Plant Employees' Association, International Union of Operating Engineers Local 3, Confidential Unit and Management Unit began reimbursing the City for 3% of the employer contributions. The City is required to contribute at an actuarially determined rate. The required employer contribution rates for fiscal year 2010/11 were 15.725% for miscellaneous employees and 26.622% for safety employees of annual covered payroll. 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.

(c) Annual Pension Cost

For fiscal year 2010/11, the City's annual pension cost of \$4,578,106 was equal to the required contributions. The required contribution was determined as part of the June 30, 2008, actuarial valuation using the entry age normal actuarial cost method. This is a projected benefit cost method, which takes into account those benefits that are expected to be earned in the future as well as those already accrued. The actuarial assumptions included (a) 7.75% investment rate of return (net of administrative expenses); (b) projected salary increases that range from 3.25% to 14.45% (13.15% for safety plan) depending on age, service, and type of employment; (c) inflation of 3.0%; (d) payroll growth of 3.25%; and (e) individual salary growth based on a merit scale varying by duration of employment coupled with an assumed annual inflation component of 3.0% and an annual production growth of 0.25%. The actuarial value of the Fund's assets was determined using a technique that smoothes the effect of short-term volatility of the market value of investments over a three-year period. Unfunded actuarial accrued liability (UAAL) (or excess assets) is being amortized as a level percentage of projected payroll costs on a closed basis. The remaining amortization period as of June 30, 2008, was 30 years and 20 years for the miscellaneous and safety, respectively.

CITY OF ANTIOCH

**Notes to the Basic Financial Statements
For the Fiscal Year Ended June 30, 2011**

(d) Three-Year Trend Information

The following table shows the City's required contributions and the percentage contributed, for the current year and each of the preceding two years.

Miscellaneous Plan				Safety Plan			
Fiscal Year Ended	Annual Pension Cost (APC)	Percentage of APC Contributed	Net Pension Obligation	Fiscal Year Ended	Annual Pension Cost (APC)	Percentage of APC Contributed	Net Pension Obligation
6/30/2009	\$2,511,038	100.0%	-	6/30/2009	\$3,096,297	100.0%	-
6/30/2010	2,006,493	100.0%	-	6/30/2010	2,922,082	100.0%	-
6/30/2011	1,704,292	100.0%	-	6/30/2011	2,873,814	100.0%	-

(e) Status and Funding Progress

Miscellaneous Employees: As of June 30, 2010, the most recent actuarial valuation date, the plan was 63.6% funded. The actuarial accrued liability for benefits was \$124,265,203, and the actuarial value of assets was \$101,190,100, resulting in an unfunded accrued liability of \$23,075,103.

**Miscellaneous Employees Retirement System
Funded Status of Plan**

Valuation Date*	Entry Age Normal Accrued Liability	Actuarial Value of Assets	Unfunded Liability	Funded Status		Annual Covered Payroll	Unfunded Liability As A % of Payroll
				AVA	MVA		
6/30/2010	\$ 124,265,203	\$ 101,190,100	\$ 23,075,103	81.4%	63.6%	\$ 13,473,039	171.3%

Public Safety Employees: As of June 30, 2010, the most recent actuarial valuation date, the plan was 64.5% funded. The actuarial accrued liability for benefits was \$99,099,170, and the actuarial value of assets was \$80,923,199, resulting in an unfunded accrued liability of \$18,175,971.

**Public Safety Employees Retirement System
Funded Status of Plan**

Valuation Date*	Entry Age Normal Accrued Liability	Actuarial Value of Assets	Unfunded Liability	Funded Status		Annual Covered Payroll	Unfunded Liability As A % of Payroll
				AVA	MVA		
6/30/2010	\$ 99,099,170	\$ 80,923,199	\$ 18,175,971	81.7%	64.5%	\$ 11,014,417	165.0%

*most current information

The required schedule of funding progress immediately following the notes to the financial statements presents additional, multi-year, trend information about whether the actuarial value of plan assets is increasing or decreasing over time relative to the actuarial accrued liability for benefits.

CITY OF ANTIOCH

**Notes to the Basic Financial Statements
For the Fiscal Year Ended June 30, 2011**

NOTE 11 – SUPPLEMENTARY RETIREMENT PLAN

(a) Plan Description

Employees are eligible to receive benefits under this plan if he or she meets the requirements under one of the three tiers of the plan. The fund is an agent multiple-employer defined benefit plan established under Section 401 (a) and tax-exempt under Section 501 (a) of the Internal Revenue Code of 1986 and meets the requirements of a pension trust under California Government Code Sections 53215-53224. The trust is maintained by Public Agency Retirement Services (PARS) and provides for retirement, survivor continuance, pre-retirement disability and pre-retirement death benefits based upon the tier the member qualifies within. Employee vesting is determined within each tier:

- Tier I – Designated eligible employee by Plan Administrator that has terminated from employment and applied for benefits under plan vest immediately.
- Tier II – Vest after five years of employment.
- Tier III – Employee vested if a full time Sworn Police Officer on or after September 1, 2007 and has terminated employment and concurrently retires under a disability or industrial disability retirement under CALPERS.

These benefit provisions and all other requirements are established by State Statute and City ordinance. Copies of the Fund's annual financial report may be obtained from PARS office: P.O. Box 12919, Newport Beach, CA 92658-2919. A separate report for the City's plan within the fund is not available.

(b) Funding Policy

There is no requirement imposed by PARS to contribute any amount beyond the pay as you go contributions. For the fiscal year 2011, the City made a total of \$75,188 in pay as you go contributions.

(c) Annual Pension Cost

The amount necessary to fund future benefits is based on projections from the June 30, 2009 Actuarial Study completed by Bartel and Associates, LLC using the entry age normal actuarial cost method. This is a projected benefit cost method, which takes into account those benefits that are expected to be earned in the future as well as those already accrued. The actuarial assumptions include (a) 5.0% investment rate of return; (b) projected salary increases at 3.25% in the aggregate; (c) inflation of 3.0% and (d) individual salary growth based on merit increases per the CalPERS 1997-2002 Experience Study. The remaining amortization period as of June 30, 2009 was twenty years for the plan.

CITY OF ANTIOCH

**Notes to the Basic Financial Statements
For the Fiscal Year Ended June 30, 2011**

The following table shows the components of the City's annual pension cost for the year, the amount actually contributed to the plan, and changes in the City's net pension obligation to the Supplementary Retirement Plan:

Annual Required Contributions	\$ 176,000
Interest on net pension obligation	5,073
Adjustment to annual required contributions	<u>(1,268)</u>
Annual Pension Cost	179,805
Contributions Made	<u>(75,188)</u>
Increase in net pension obligation	104,617
Net pension obligation - beginning of year	<u>101,466</u>
Net pension obligation - end of year	<u><u>\$ 206,083</u></u>

(d) Trend Information

The following information shows the City's required contributions and the percentage contributed for the current year. Trend information is not available for fiscal year 2009 as fiscal year 2010 was the first year of the plan.

<u>Fiscal Year Ended</u>	<u>Annual Pension Cost (APC)</u>	<u>Percentage of APC Contributed</u>	<u>Net Pension Obligation</u>
6/30/2010	\$176,000	42.3%	\$101,466
6/30/2011	179,805	41.8%	206,083

(e) Status and Funding Progress

As of June 30, 2009, the most recent actuarial valuation date, the plan was 0.00% funded. The actuarial accrued liability for benefits was \$1,026,000, and the actuarial value of assets was \$0, resulting in an unfunded accrued liability of \$1,026,000.

<u>Valuation Date*</u>	<u>Entry Age Normal Accrued Liability</u>	<u>Actuarial Value of Assets</u>	<u>Unfunded Liability</u>	<u>Funded Status</u>	<u>Annual Covered Payroll</u>	<u>Unfunded Liability As A % of Payroll</u>
				AVA MVA		
6/30/2009	\$ 1,026,000	\$ -	\$ 1,026,000	0.0% 0.0%	\$ 9,915,000	10.3%

*most current information

The required schedule of funding progress immediately following the notes to the financial statements presents additional, multi-year, trend information about whether the actuarial value of plan assets is increasing or decreasing over time relative to the actuarial accrued liability for benefits.

CITY OF ANTIOCH

Notes to the Basic Financial Statements For the Fiscal Year Ended June 30, 2011

NOTE 12 - POST EMPLOYMENT MEDICAL BENEFITS

(a) Medical After Retirement Plan Trust

Plan Description. City of Antioch provides postretirement medical benefits to all eligible employees and their surviving spouses under the provisions of three formal City-sponsored plans (Miscellaneous Group, Management Group and Police Group). The effective date varies based upon the employee's classification and related memorandum of understanding (MOU). For all employees who retire from service (either regular retirement or disability retirement), the City shall pay a portion of their medical premiums based on their respective MOU currently in effect. The City's contributions are advanced-funded on an actuarially determined basis and recorded in the CalPERS Trust (CERBT). The Fund is a Section 115 Trust set up for the purpose of receiving employer contributions that will prefund health and other post employment benefit costs for retirees and their beneficiaries. As of June 30, 2011, there were 240 active participants and there were 177 retired participants eligible to receive post employment health care benefits. While the City currently maintains three Internal Service Funds to account for the payment of retiree medical benefits and reimbursements for these costs from the trust for each plan group, the CERBT accounts for the separate plans in one trust account. The City makes contributions to the CERBT based on a percentage of active employee payroll.

Funding Policy. There is no requirement imposed by CalPERS, to contribute any amount beyond the pay-as-you-go contributions. The cost of monthly insurance premiums may be shared between the retiree and the City. The cost sharing varies depending on: date of hire; the dependent status; and plan selected. A minimum employer monthly contribution requirement is established and may be amended by the CalPERS Board of Administration and applicable laws. Within the parameters of the law, individual contracting agencies, such as the City, are allowed to establish and amend the level of contributions made by the employer towards the monthly cost of the plans. Changes to the employer contribution amount towards retiree benefits are recorded in a resolution adopted by the City Council. The City has elected a five year amortization period for the Other Post Employment Benefits ("OPEB") plan assets deposited into the CERBT, as permits under GASB Statement 45 to paragraph 13F, amortization periods allow for a maximum of 30 years with no minimum years.

The City has established a policy to make contributions, for the purpose of funding its calculated obligations over a period of time, enough to pay current benefits due, with the intent to make the full ARC contributions (9.7% of payroll for fiscal year 2011) as fiscal conditions improve, to the CERBT each year. The amount necessary to fund future benefits is based on projections from the January 1, 2011 Actuarial Study completed by Bickmore Risk Services in accordance with GASB Statement 45, *Accounting and Financial Reporting for Postemployment Benefits Other than Pensions*.

For fiscal year 2011, the City made a total of \$1,032,339 in contributions.

Annual OPEB Cost and Net OPEB Obligation. The City's annual 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 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) over a period not to exceed thirty years. The following table shows the components of the City of Antioch annual OPEB costs for the year segregated to show amounts by each City sponsored plan(although combined in the trust), the amount actually contributed to the plan, and changes in the City's net OPEB obligation to the City Retiree Health Plan: (In Thousands)

CITY OF ANTIOCH

**Notes to the Basic Financial Statements
For the Fiscal Year Ended June 30, 2011**

	<u>Miscellaneous</u>	<u>Management</u>	<u>Police</u>	<u>Total</u>
Annual Required Contributions	\$ 370	\$ 350	\$ 1,110	\$ 1,830
Interest on net OPEB obligation	(87)	(51)	(60)	(198)
Adjustment to annual required contributions	74	44	51	169
Annual OPEB Cost	357	343	1,101	1,801
Contributions Made	236	302	187	725
Increase in net OPEB obligation	(121)	(41)	(914)	(1,076)
Net OPEB Obligation - beginning of year	1,126	663	773	2,562
Net OPEB Obligation - end of year	<u>\$ 1,005</u>	<u>\$ 622</u>	<u>\$ (141)</u>	<u>\$ 1,486</u>

The following shows the calculation of the Annual Required Contributions for FY 2011(in thousands):

	<u>Miscellaneous</u>	<u>Management</u>	<u>Police</u>	<u>Total</u>
Normal Cost at Year End	\$ 163	\$ 47	\$ 456	\$ 666
Amortization of UAAL	194	290	614	1,098
Interest	13	13	40	66
Annual Required Contribution (ARC)	<u>\$ 370</u>	<u>\$ 350</u>	<u>\$ 1,110</u>	<u>\$ 1,830</u>

The City's annual OPEB cost, the percentage of annual OPEB cost contributed to the plan (shown by City sponsored plan), and the net OPEB asset (obligation) for FY2011 and the two previous years were as follows:

<u>Miscellaneous</u>			
<u>Fiscal Year Ended</u>	<u>Annual OPEB Cost</u>	<u>% of Annual OPEB Contributed</u>	<u>OPEB Asset</u>
6/30/2009	\$ 729	41%	\$ 1,811
6/30/2010	699	35%	1,126
6/30/2011	357	66%	1,005

<u>Management</u>			
<u>Fiscal Year Ended</u>	<u>Annual OPEB Cost</u>	<u>% of Annual OPEB Contributed</u>	<u>OPEB Asset</u>
6/30/2009	\$ 692	40%	\$ 1,067
6/30/2010	700	40%	663
6/30/2011	343	88%	622

<u>Police</u>			
<u>Fiscal Year Ended</u>	<u>Annual OPEB Cost</u>	<u>% of Annual OPEB Contributed</u>	<u>OPEB Asset (Obligation)</u>
6/30/2009	\$ 877	34%	\$ 1,242
6/30/2010	893	24%	773
6/30/2011	1,101	17%	(141)

CITY OF ANTIOCH

**Notes to the Basic Financial Statements
For the Fiscal Year Ended June 30, 2011**

Funded Status and Funding Progress. As of January 1, 2011, the most recent actuarial valuation date, the plan was 29.1% funded. The actuarial accrued liability for benefits was \$25,338 (in thousands), and the actuarial value of assets was \$7,375 (in thousands), resulting in an unfunded accrued liability of \$17,963 (in thousands).

**California Employers' Retiree Benefit Trust*
Funded Status of Plan**

Valuation Date:	Actuarial Accrued Liability (AAL)	Actuarial Value of Assets	Unfunded Actuarial Accrued Liability (UAAL)	Funded Status		Annual Covered Payroll	Unfunded Liability As A % of Payroll
				AVA	MVA		
1/1/11	\$25,338*	\$7,375*	\$17,963*	29.1%	29.1%	\$18,787*	95.6%

*The three City sponsored plans are maintained in one CERBT account; amounts in 000's

The required schedule of funding progress immediately following the notes to the financial statements presents additional, multi-year, trend information about whether the actuarial value of plan assets is increasing or decreasing over time relative to the actuarial accrued liability for benefits.

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.

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

In the January 1, 2011 actuarial valuation, the entry age normal cost method was used. The actuarial assumptions used include (a) a 7.75% investment rate of return; (b) projected salary increases at 3.25% per year; (c) inflation of 3.25% and (d) healthcare cost trend rates ranging between 5.50% and 9.00% between 2012 and 2018, with annual increases of 4.50% from 2019 and thereafter for City contributions linked to a specific medical plan and 0% between 2012 and 2014, with annual increases of 4.50% from 2015 and thereafter for City contributions that are capped. The Unfunded Actuarial Accrued Liability (UAAL) is being amortized as a level percentage of projected payroll over 30 years on a closed basis. The remaining amortization period as of June 30, 2011 was 27 years for the plan.

(b) Medical After Retirement Plan Account

Employees hired after September 1, 2007 are not eligible for post employment medical benefits as defined in the previous plan. The City has created a medical after retirement program in which the City will contribute 1.5% of the employee's base monthly salary into an account established for the employee to be used for future medical benefits. This plan is being administered by Operating Engineers Local 3. The City will match an additional amount of up to 1.0% of the employee contribution, for a total City contribution not to exceed 2.5%. Employees have the right to their individual plan upon separation of employment. As of June 30, 2011, there were 35 participants in the plan. During the year, the City contributed \$16,779 towards employee accounts.

CITY OF ANTIOCH

**Notes to the Basic Financial Statements
For the Fiscal Year Ended June 30, 2011**

NOTE 13 - RISK MANAGEMENT

The City is exposed to various risks of loss related to torts; theft of, damage to, and destruction of assets; errors and omissions; injuries to employees; and natural disaster. The City currently reports its risk management activities in its General Fund and Loss Control Internal Service Fund.

The City participates in the Municipal Pooling Authority (MPA), a joint powers agency (risk-sharing pool) established to provide an independently managed self-insurance program for members. The purpose of MPA is to spread the adverse effect of losses among the member agencies and to purchase excess insurance as a group, thereby reducing its expense.

The City's deductibles and maximum coverage follow:

<u>Coverage</u>	<u>Deductible</u>	<u>MPA</u>	<u>Excess Liability</u>
General liability	\$50,000	\$50,001-\$1,000,000	\$1,000,001-\$15,000,000
Workers compensation	\$0	\$0-\$500,000	\$500,001-\$50,000,000
Property damage	\$5,000 5%, min. \$100,000 earthquake \$100,000 per occurrence flood	\$0	\$500 million at risk \$25 million Flood/earthquake

The City contributes its pro rata share of anticipated losses to a pool administered by MPA. Should actual losses among participants be greater than the anticipated losses, the City will be assessed retrospectively its pro rata share of that deficiency. Conversely, if the actual losses are less than anticipated, the City will be refunded its pro rata share of the excess. The City paid premiums of \$1,898,260 during the year ended June 30, 2011. MPA has obtained excess coverage in the amount of \$14,000,000 for total coverage of \$15,000,000 through participation in the California Joint Powers Risk Management Association. MPA has also purchased excess property damage coverage through various commercial carriers. Settled claims have not exceeded this excess liability coverage in any of the past three fiscal years.

Claims expenditures and liabilities are reported when it is probable that a loss has occurred and the amount of that loss can be reasonably estimated and includes incremental claim expenses. Allocated and unallocated claims adjustment expenditures are included in the liability balance. These losses include an estimate of claims that have been incurred but not reported. The claim liability balances at June 30, 2011 are discounted at 4.0%. This liability is the City's best estimate based on available information. Changes in the reported liability resulted from the following:

	<u>Beginning of Fiscal Year Liability</u>	<u>Deductibles and Charges in Estimates</u>	<u>Payments</u>	<u>End of Fiscal Year Liability</u>
2008-2009	595,318	428,030	381,023	\$ 642,325
2009-2010	642,325	823,417	819,212	646,530
2010-2011	646,530	289,536	526,788	409,278

CITY OF ANTIOCH

Notes to the Basic Financial Statements For the Fiscal Year Ended June 30, 2011

NOTE 14 – JOINTLY GOVERNED ORGANIZATIONS

(a) Antioch Area Public Facilities Financing Agency

The City and Antioch Unified School District (School District) are members of the Antioch Area Public Facilities Financing Agency (AAPFFA), a community facilities district comprising part of the City and the School District. The AAPFFA was formed to finance construction and acquisition of school facilities for the School District and public facilities for the City. The AAPFFA is controlled by a governing board consisting of seven members: two members of the City Council, two members of the District Board and three members from the general public. The board controls the operation and finances of the AAPFFA independent of influence by the City, and the AAPFFA is therefore excluded from the City's reporting entity.

The AAPFFA has issued Special Tax Bonds to finance various school district and City projects. These bonds are to be repaid out of a special tax levied on property owners of the community facilities district comprising the AAPFFA. During the fiscal year ended June 30, 2011 the AAPFFA contributed \$6,301,413 of bond proceeds to the City to finance construction of the City's Prewett Community Park. This contribution has been recorded as revenue from other agencies in the City's Capital Projects Funds. The City acts as fiscal agent for the AAPFFA. The City's Finance Department maintains accounting records and processes receipts and disbursements. The AAPFFA's financial statements are available by contacting the City of Antioch, Finance Department, P.O. Box 5007, Antioch, CA 94531-5007, 925-779-7055.

(b) Contra Costa County Home Mortgage Finance Authority

The City and Contra Costa County are members of the Contra Costa Home Mortgage Financing Authority (Home Mortgage). The Home Mortgage issued 1984 Home Mortgage Revenue Bonds for the purpose of facilitating the financing of low-income home mortgages in the City and County. The City made no contributions to the Home Mortgage during the fiscal year ended June 30, 2011. The Home Mortgage is governed by a board consisting of representatives of the County and City. The board controls the operations and finances of the Authority, independent of influence by the City. Therefore, the Home Mortgage is excluded from the City's reporting entity. The Home Mortgage's financial statements are available by contacting the Contra Costa County Community Development Department, 651 Pine Street, Martinez, CA 94553-1229, 925-646-4208.

NOTE 15 - COMMITMENTS AND CONTINGENCIES

(a) Grants

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

(b) Pending Litigation

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

CITY OF ANTIOCH

Notes to the Basic Financial Statements For the Fiscal Year Ended June 30, 2011

(c) Slatten Ranch

Slatten Ranch Regional Retail Shopping Center Agreements - When the Slatten Ranch regional retail shopping center was contemplated, the City and developers recognized the significant street and traffic improvements would be necessary to make the project possible. Slatten Ranch developers and retailers were encouraged to locate in Antioch due to the City's announced intention to participate in the infrastructure costs. The City agreed to pay the shopping center developers \$2,000,000 in ten annual installment payments of \$200,000 each (no interest). The first payment was made on June 18, 2005, and the final payment is due on June 18, 2014. The second reimbursement agreement required the City to pay Slatten Ranch Regional Retail Shopping Center a cash \$500,000 down payment toward the cost of the shopping center developers' extension of Lone Tree Way (\$741,964) upon the Target Store opening for business (October 6, 2003), followed by two annual payments thereafter of the remaining construction cost, plus 8% interest.

(d) Nokes

On December 3, 2002, the City of Antioch/Antioch Development Agency signed an agreement with Thomas Nokes of the Antioch Auto Center (Nokes). This agreement provided assistance for Nokes to purchase and remodel the auto dealership site at 1810 Somersville Road and various improvements on properties owned by Nokes that make up the Antioch Auto Center. The major improvements are the Nissan and Toyota dealerships. The transaction involved two separate agreements, one with the City and one with the Agency.

In order for Nokes to remain in the City, the Agency agreement offered incentives for Nokes to purchase the 1810 Somersville Road Toyota dealership. Nokes agreed not to move any of his dealerships from Antioch for at least 10 years. If this provision is violated, Nokes is obligated to repay the Agency all money received from the Agency, plus interest at the then current Bay Area CPI index. Under the Agency agreement, Nokes was required to purchase the 1810 Somersville location, upon which the Agency was required to pay Nokes \$600,000 upon receiving proof of ownership of the 1810 Somersville location. In addition, the City is obligated to make a maximum payment to Nokes of \$2.4 million. These payments are to be calculated from sales taxes generated by the Nokes dealerships, based upon 25% of such sales tax proceeds. Payments will continue until the maximum payment amount is reached. As of June 30, 2011, the City has paid \$1,961,744 towards this agreement.

(e) Construction Commitments

Among the significant construction commitments were \$1.9 million towards the Marina Launch Ramp and approximately \$950,000 towards Markley Creek Culvert Crossing.

CITY OF ANTIOCH

Notes to the Basic Financial Statements For the Fiscal Year Ended June 30, 2011

NOTE 16 – SUBSEQUENT EVENT

A. Recent Changes in Legislation Affecting California Redevelopment Agencies

On June 29, 2011, the Governor of the State of California signed Assembly Bills X1 26 and 27 as part of the State's budget package. Assembly Bill X1 26 requires each California redevelopment agency to suspend nearly all activities except to implement existing contracts, meet already-incurred obligations, preserve its assets and prepare for the impending dissolution of the agency. Assembly Bill X1 27 provides a means for redevelopment agencies to continue to exist and operate by means of a Voluntary Alternative Redevelopment Program. Under this program, each city would adopt an ordinance agreeing to make certain payments to the County Auditor Controller in fiscal year 2011-12 and annual payments each fiscal year thereafter. Assembly Bill X1 26 indicates that the city "may use any available funds not otherwise obligated for other uses" to make this payment. The City of Antioch intends to use available monies of its redevelopment agency for this purpose and the City and Agency have approved a reimbursement agreement to accomplish that objective. The amounts to be paid after fiscal year 2012-13 have yet to be determined by the state legislature.

Assembly Bill X1 26 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 Assembly Bill X1 26.

In the event that Assembly Bill X1 26 is upheld, the interagency receivable recognized by funds of the City that had previously loaned or advanced funds to the redevelopment agency may become uncollectible resulting in a loss recognized by such funds. The City might additionally be impacted if reimbursements previously paid by the redevelopment agency to the City for shared administrative services are reduced or eliminated.

The League of California Cities and the California Redevelopment Association (CRA) filed a lawsuit on July 18, 2011 on behalf of cities, counties and redevelopment agencies petitioning the California Supreme Court to overturn Assembly Bills X1 26 and 27 on the grounds that these bills violate the California Constitution. On August 11, 2011, the California Supreme Court issued a stay of all of Assembly Bill X1 27 and most of Assembly Bill X1 26. The California Supreme Court stated in its order that "the briefing schedule is designed to facilitate oral argument as early as possible in 2011, and a decision before January 15, 2012." A second order issued by the California Supreme Court on August 17, 2011 indicated that certain provisions of Assembly Bills X1 26 and 27 were still in effect and not affected by its previous stay, including requirements to file an appeal of the determination of the community remittance payment by August 15, the requirement to adopt an Enforceable Obligations Payment Schedule ("EOPS") by August 29, 2011, and the requirement to prepare a preliminary draft of the initial Recognized Obligation Payment Schedule ("ROPS") by September 30, 2011.

Because the stay provided by Assembly Bill X1 26 only affects enforcement, each agency must adopt an Enforceable Obligation Payment Schedule and draft Recognized Obligation Payment Schedule prior to September 30, as required by the statute. Enforceable obligations include bonds, loans and payments required by the federal or State government; legally enforceable payments required in connection with agency employees such as pension payments and unemployment payments, judgments or settlements; legally binding and enforceable agreements or contracts; and contracts or agreements necessary for the continued administration or operation of the agency that are permitted for purposes set forth in AB1X 26.

CITY OF ANTIOCH

Notes to the Basic Financial Statements For the Fiscal Year Ended June 30, 2011

On August 9, 2011, City Ordinance No. 2050-C-S was adopted, indicating that the City will comply with the Voluntary Alternative Redevelopment Program in order to permit the continued existence and operation of the agency, in the event Assembly Bills X1 26 and/or 27 are upheld as constitutional. The initial payment by the City is estimated to be \$3.16 million with one half due on January 15, 2012 and the other half due May 15, 2012. Thereafter, an estimated \$790K will be due annually. The amounts to be paid after fiscal year 2012-13 have yet to be determined by the State Legislature. The semi-annual payments will be due on January 15 and May 15 of each year and would increase or decrease with changes in tax increment. Additionally, an increased amount would be due to schools if any "new debt" is incurred. Assembly Bill X1 27 allows a one-year reprieve on the agency's obligation to contribute 20% of tax increment to the low-and-moderate-income housing fund so as to permit the Agency to assemble sufficient funds to make its initial payments. Failure to make these payments would require agencies to be terminated under the provisions of ABX1 26.

Management believes that the Agency will have sufficient funds to pay its obligations as they become due during the fiscal year ending June 30, 2012. The nature and extent of the operation of redevelopment agencies in the State of California beyond that time frame are dependent upon the outcome of litigation surrounding the actions of the state. In the event that Assembly Bills X1 26 and/or 27 are specifically found by the courts to be unconstitutional, there is a possibility that future legislative acts may create new challenges to the ability of redevelopment agencies in the State of California to continue in view of the California State Legislature's stated intent to eliminate California redevelopment agencies and to reduce their funding.

REQUIRED SUPPLEMENTAL INFORMATION

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City of Antioch
Required Supplementary Information
Budgetary Comparison Schedule
For the Fiscal Year Ended June 30, 2011

Schedule of Revenues and Transfers In - General Fund

FUNCTION/ACTIVITY:	Original Budget	Final Budget	Actual	Variance With Final Budget Positive (Negative)
TAXES				
Property secured	\$ 6,693,255	\$ 6,632,220	\$ 6,627,198	\$ (5,022)
Property in lieu of VLF	5,462,156	5,356,292	5,356,650	358
Property unsecured	330,000	275,575	289,752	14,177
Property other	298,000	65,875	136,961	71,086
Sales and use tax	8,467,741	8,927,104	9,340,440	413,336
Motor vehicle in-lieu	300,000	300,000	466,492	166,492
Transient lodging tax	75,000	66,000	58,900	(7,100)
Franchises - other	7,000	7,000	7,147	147
Franchises - gas	200,000	174,426	174,426	-
Franchises - electric	361,442	350,337	350,337	-
Franchises - cable tv	937,489	1,037,489	1,098,959	61,470
Franchises - garbage	861,900	861,900	854,151	(7,749)
Business license tax (Gross Receipts)	1,034,000	1,359,000	1,009,870	(349,130)
Property transfer tax	300,000	300,000	254,557	(45,443)
Total taxes	25,327,983	25,713,218	26,025,840	312,622
LICENSES AND PERMITS				
Bicycle licenses	40	40	30	(10)
Building permits	650,000	650,000	630,600	(19,400)
Street & curb permits	120,000	130,000	140,579	10,579
Wide vehicle/overload	4,000	4,432	4,432	-
Technology fee	-	7,000	10,489	3,489
Energy Inspection Fee	-	6,000	9,898	3,898
Pool Safety Fee	-	80	215	135
Accessibility Fee (Non-Resident)	-	2,000	1,486	(514)
Total licenses and permits	774,040	799,552	797,729	(1,823)
FINES AND PENALTIES				
Vehicle code fines	65,000	65,000	75,652	10,652
Non-traffic fines	50,000	35,000	26,518	(8,482)
Total fines and penalties	115,000	100,000	102,170	2,170
INVESTMENT INCOME AND RENTALS				
Investment income	25,000	25,000	34,260	9,260
Rent and concessions	304,400	369,000	396,872	27,872
Total investment income and rentals	329,400	394,000	431,132	37,132
REVENUE FROM OTHER AGENCIES				
Homeowners property tax relief	60,000	60,000	85,985	25,985
P.O.S.T. reimbursements	15,000	15,000	20,623	5,623
Grant reimbursements	794,787	709,326	693,777	(15,549)
EBART contributions/reimbursement	244,470	217,529	202,182	(15,347)
Total revenue from other agencies	1,114,257	1,001,855	1,002,567	712

City of Antioch
Required Supplementary Information, Continued
Budgetary Comparison Schedule
For the Fiscal Year Ended June 30, 2011

Schedule of Revenues and Transfers In - General Fund

	Original Budget	Final Budget	Actual	Variance With Final Budget Positive (Negative)
FUNCTION/ACTIVITY, Continued:				
CURRENT SERVICE CHARGES				
Sales of maps	-	-	53	53
Administrative services	92,300	92,300	84,709	(7,591)
Legal fees	-	371	371	-
Special police services	843,967	783,515	776,597	(6,918)
False alarm fees	45,000	45,000	56,409	11,409
Plan checking fees	415,000	379,125	411,929	32,804
Planning fees	108,920	93,600	54,500	(39,100)
Inspection fees	20,000	45,000	44,945	(55)
Special public works services	31,900	97,125	130,734	33,609
Other service charges	17,500	24,000	21,634	(2,366)
Assessment fees	20,000	10,757	9,430	(1,327)
Charges for services	5,719,088	5,682,228	5,494,405	(187,823)
Billings to Department	344,331	292,128	291,148	(980)
Total current service charges	7,658,006	7,545,149	7,376,864	(168,285)
OTHER REVENUES				
Miscellaneous revenue	1,273,820	1,407,003	1,346,089	(60,914)
OTHER FINANCING SOURCES				
Transfers in:				
Gas Tax Fund	510,000	760,000	760,000	-
Pollution Elimination	243,310	299,110	241,529	(57,581)
Auxilliary Property	-	19,108	19,108	-
Street Impact	1,100,000	1,200,000	1,200,000	-
Street Light and Landscape Maintenance Districts	491,358	610,848	607,816	(3,032)
Supplementary Law Enforcement Grant	122,859	122,859	104,971	(17,888)
Local Law Enforcement Block Grant	76,238	78,162	78,162	-
Traffic Safety	145,000	145,000	110,562	(34,438)
ADA Project #1	50,000	50,000	50,000	-
Water Fund	240,000	240,000	240,000	-
Sewer Fund	240,000	240,000	240,000	-
Total transfers in	3,218,765	3,765,087	3,652,148	(112,939)
Total other financing sources	3,218,765	3,765,087	3,652,148	(112,939)
Total general fund revenues and other financing sources	\$ 39,811,271	\$ 40,725,864	\$ 40,734,539	\$ 8,675

(Concluded)

City of Antioch
Required Supplementary Information, Continued
Budgetary Comparison Schedule
For the Fiscal Year Ended June 30, 2011

Schedule of Expenditures and Transfers Out - General Fund

FUNCTION/ACTIVITY:	Budget		Actual	Variance
	Original	Final		
City Council	\$ 143,667	\$ 150,512	\$ 143,916	\$ 6,596
City Attorney	384,945	383,874	387,808	(3,934)
City Manager	448,890	383,626	350,298	33,328
City Clerk	190,928	215,286	207,443	7,843
City Treasurer	256,481	255,878	253,098	2,780
Personnel Services	485,690	456,545	442,545	14,000
Economic Development	780,057	700,524	665,464	35,060
Finance/Purchasing	2,370,902	1,767,710	1,736,128	31,582
Printing/Mail	149,943	138,252	120,273	17,979
Warehouse & Central Stores	10,900	11,625	11,697	(72)
Emergency Services	31,008	13,162	9,164	3,998
Non-Departmental	1,451,955	1,790,097	1,742,702	47,395
Total general government	6,705,366	6,267,091	6,070,536	196,555
PUBLIC WORKS				
Maintenance Administration	301,534	290,444	291,730	(1,286)
General Maintenance Services	90,450	86,703	79,310	7,393
Street Maintenance	1,300,802	1,341,167	1,306,630	34,537
Engineering and Land Development	843,466	785,913	774,187	11,726
Signal & Street Lighting	463,483	538,640	534,245	4,395
Striping & Signing	594,775	589,826	554,814	35,012
Facilities Maintenance	477,295	482,407	443,297	39,110
Park Maintenance	759,177	755,937	704,716	51,221
Median and General Landscape	405,903	403,459	356,830	46,629
Work Alternative	126,140	118,140	101,361	16,779
Total public works	5,363,025	5,392,636	5,147,120	245,516
PUBLIC SAFETY				
Administration	3,514,452	3,363,662	3,294,526	69,136
Police Reserve	17,622	6,495	7,205	(710)
Prisoner Custody	125,952	692,970	709,280	(16,310)
Community Policing Division	15,337,727	14,798,847	14,563,980	234,867
Traffic Division	956,413	815,247	816,560	(1,313)
Investigation	2,464,176	2,572,303	2,733,104	(160,801)
Narcotics	1,095,227	1,120,388	1,107,184	13,204
Communications	2,370,545	2,182,629	2,205,428	(22,799)
Community Volunteer	57,376	96,396	81,644	14,752
Facility Maintenance	539,592	514,115	473,548	40,567
Total public safety	26,479,082	26,163,052	25,992,459	170,593
PARKS AND RECREATION				
Community Services	13,656	14,291	14,202	89
Total parks and recreation	13,656	14,291	14,202	89

(Continued)

City of Antioch
Required Supplementary Information, Continued
Budgetary Comparison Schedule
For the Fiscal Year Ended June 30, 2011

Schedule of Expenditures and Transfers Out - General Fund

	Budget		Actual	Variance
	Original	Final		
COMMUNITY DEVELOPMENT				
Office of the Director	462,478	452,723	447,937	4,786
Land Planning Services	500,919	475,661	390,086	85,575
Neighborhood Improvement	135,664	135,359	112,125	23,234
Capital Improv/Engineering Administration	147,208	116,237	97,608	18,629
Engineering Services	117,561	99,424	87,563	11,861
Building Inspections	549,879	595,521	597,484	(1,963)
Total community development	1,913,709	1,874,925	1,732,803	142,122
Total current expenditures	40,474,838	39,711,995	38,957,120	754,875
OTHER FINANCING USES:				
Transfers out:				
Animal Control	426,081	416,081	408,126	7,955
Antioch WaterPark	125,000	75,000	45,000	30,000
Recreation	366,055	397,080	136,038	261,042
Auxiliary Property	25,000	-	-	-
Downtown Street Light & Landscape District	84,000	40,000	15,000	25,000
Citywide 2A Maintenance District	121,500	99,500	108,000	(8,500)
Honeywell Capital Lease	36,319	36,319	27,208	9,111
Total transfers out	1,183,955	1,063,980	739,372	324,608
Total general fund expenditures and transfers out	\$ 41,658,793	\$ 40,775,975	\$ 39,696,492	\$ 1,079,483

(Concluded)

City of Antioch
Required Supplementary Information, Continued
Budgetary Comparison Schedule
For the Fiscal Year Ended June 30, 2011

Special Revenue Fund - Housing and Community Development

	Budget		Actual	Variance
	Original	Final		
REVENUES:				
Investment income and rentals	\$ 25	\$ 250	\$ 512	\$ 262
Revenue from other agencies	872,443	3,103,172	3,913,910	810,738
Other	-	350,000	273,191	(76,809)
Total revenues	872,468	3,453,422	4,187,613	734,191
EXPENDITURES:				
Current:				
Community development	524,631	1,255,728	3,813,104	(2,557,376)
Capital outlay	250,000	2,059,797	265,908	1,793,889
Total expenditures	774,631	3,315,525	4,079,012	(763,487)
REVENUES OVER (UNDER) EXPENDITURES	97,837	137,897	108,601	(29,296)
OTHER FINANCING (USES):				
Transfers (out)	(94,000)	(94,000)	(56,789)	37,211
Total other financing (uses)	(94,000)	(94,000)	(56,789)	37,211
Net change in fund balances	\$ 3,837	\$ 43,897	51,812	\$ 7,915
FUND BALANCES:				
Beginning of year			619	
End of year			\$ 52,431	

City of Antioch
Notes to Required Supplementary Information
For the Fiscal Year Ended June 30, 2011

REQUIRED SUPPLEMENTARY INFORMATION UNFUNDED LIABILITY

Miscellaneous Employees Retirement System
Funded Status of Plan

Valuation Date	Entry Age Normal Accrued Liability	Actuarial Value of Assets	Unfunded Liability	Funded Status		Annual Covered Payroll	Unfunded Liability as a % of Payroll
				AVA	MVA		
6/30/2008	\$ 107,642,813	\$ 92,847,856	\$ 14,794,957	86.3%	88.0%	\$ 17,501,429	84.5%
6/30/2009	120,714,384	97,456,257	23,258,127	80.7%	58.8%	15,984,932	145.5%
6/30/2010	124,265,203	101,190,100	23,075,103	81.4%	63.6%	13,473,039	171.3%

Public Safety Employees Retirement System
Funded Status of Plan

Valuation Date	Entry Age Normal Accrued Liability	Actuarial Value of Assets	Unfunded Liability	Funded Status		Annual Covered Payroll	Unfunded Liability as a % of Payroll
				AVA	MVA		
6/30/2008	\$ 84,605,111	\$ 70,782,211	\$ 13,822,900	83.7%	85.2%	\$ 11,496,426	120.2%
6/30/2009	93,154,520	75,898,795	17,255,725	81.5%	59.7%	12,284,277	140.5%
6/30/2010	99,099,170	80,923,199	18,175,971	81.7%	64.5%	11,014,417	165.0%

Supplementary Retirement Plan
Funded Status of Plan

Valuation Date	Entry Age Normal Accrued Liability	Actuarial Value of Assets	Unfunded Liability	Funded Status		Annual Covered Payroll	Unfunded Liability as a % of Payroll
				AVA	MVA		
6/30/2009*	\$ 1,026,000	\$ -	\$ 1,026,000	0.0%	0.0%	\$ 9,915,000	10.3%

*most current information

California Employers' Retiree Benefit Trust
Funded Status of Plan

Valuation Date	Actuarial Accrued Liability (AAL)	Actuarial Value of Assets	Unfunded Actuarial Accrued Liability (UAAL)	Funded Status		Annual Covered Payroll	Unfunded Liability as a % of Payroll
				AVA	MVA		
6/30/2007	\$ 24,414,000	\$ -	\$ 24,414,000	0.0%	0.0%	\$ 23,360,000	104.5%
1/1/2009	25,836,000	6,520,000	19,316,000	25.2%	21.3%	24,120,000	80.1%
1/1/2011	25,338,471	7,375,365	17,963,106	29.1%	29.1%	18,786,946	95.6%

City of Antioch
Notes to Required Supplementary Information
For the Fiscal Year Ended June 30, 2011

BUDGETARY BASIS OF ACCOUNTING

The City follows these procedures in establishing the budgetary data reflected in the required supplementary information:

1. The City Manager submits to the City Council a proposed operating budget for the fiscal year commencing the following July 1. The operating budget includes proposed expenditures and the means of financing them.
2. Public hearings are conducted to obtain taxpayer comments.
3. The budget is legally enacted through passage of a minute order.
4. The City Manager is authorized to transfer budgeted amounts between departments within any fund; however, any revisions that increase the total expenditures of any fund must be approved by the City Council. Expenditures may not legally exceed budgeted appropriations at the fund level without City Council approval.
5. The City adopts a one year budget for its General Fund, Special Revenue Funds and Capital Projects Funds. Debt Service Funds budgetary control is achieved through bond indenture provisions.
6. Budgets are adopted on a basis consistent with accounting principles generally accepted in the United States of America. Amounts presented include amendments approved by the City Council.
7. Encumbrance accounting is employed as an extension of formal budgetary integration in the City's governmental funds. Encumbrances outstanding at year end are reported as reservations of fund balances, since they do not yet constitute expenditures or liabilities. Encumbrances are reappropriated in the following year. Unexpended appropriations lapse at year end.

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SUPPLEMENTAL INFORMATION

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City of Antioch
Budgetary Comparison Schedule
Low & Moderate Income Housing Fund - Major Fund
For the Fiscal Year Ended June 30, 2011

	Budget		Actual	Variance
	Original	Final		
REVENUES:				
Investment income and rentals	\$ 1,000	\$ 6,000	\$ 29,363	\$ 23,363
Other	25,000	10,000	6,300	(3,700)
Total revenues	26,000	16,000	35,663	19,663
EXPENDITURES:				
Current:				
Community development	2,411,646	2,329,754	1,140,660	1,189,094
Total expenditures	2,411,646	2,329,754	1,140,660	1,189,094
REVENUES OVER (UNDER) EXPENDITURES	(2,385,646)	(2,313,754)	(1,104,997)	1,208,757
OTHER FINANCING SOURCES:				
Transfers in	1,491,224	1,472,903	1,469,746	(3,157)
Total other financing sources	1,491,224	1,472,903	1,469,746	(3,157)
Net change in fund balances	\$ (894,422)	\$ (840,851)	364,749	\$ 1,205,600
FUND BALANCES:				
Beginning of year			5,676,489	
End of year			<u>\$ 6,041,238</u>	

City of Antioch
Budgetary Comparison Schedule
ADA Project Area #1 Capital Project Fund - Major Fund
For the Fiscal Year Ended June 30, 2011

	Original Budget	Final Budget	Actual Amount	Variance with Final Budget Positive (Negative)
REVENUES:				
Incremental property taxes	\$ 4,529,220	\$ 4,435,681	\$ 4,453,447	\$ 17,766
Investment income and rentals	3,000	5,000	14,497	9,497
Total revenues	<u>4,532,220</u>	<u>4,440,681</u>	<u>4,467,944</u>	<u>27,263</u>
EXPENDITURES:				
Community development	1,259,668	591,115	967,057	(375,942)
Capital outlay	-	601,424	601,424	-
Total expenditures	<u>1,259,668</u>	<u>1,192,539</u>	<u>1,568,481</u>	<u>(375,942)</u>
REVENUES OVER (UNDER) EXPENDITURES	<u>3,272,552</u>	<u>3,248,142</u>	<u>2,899,463</u>	<u>(348,679)</u>
OTHER FINANCING (USES):				
Transfers (out)	(3,558,438)	(5,001,469)	(5,183,201)	(181,732)
Total other financing (uses)	<u>(3,558,438)</u>	<u>(5,001,469)</u>	<u>(5,183,201)</u>	<u>(181,732)</u>
Net change in fund balances	<u>\$ (285,886)</u>	<u>\$ (1,753,327)</u>	(2,283,738)	<u>\$ (530,411)</u>
FUND BALANCES:				
Beginning of year			(127,653)	
End of year			<u>\$ (2,411,391)</u>	

City of Antioch
Combining Balance Sheet
Non-Major Governmental Funds
June 30, 2011

	Special Revenue Funds	Debt Service Funds	Capital Project Funds	Total
ASSETS				
Cash and investments	\$ 20,722,334	\$ 19	\$ 6,855,627	\$ 27,577,980
Accounts, net	654,889	601,747	1,011,798	2,268,434
Tax	574,116	-	-	574,116
Interest	-	6	-	6
Prepaid items	18,845	3,887	-	22,732
Restricted cash and investments	-	1,624,573	-	1,624,573
Loans receivable	-	-	37,201	37,201
Total assets	<u>\$ 21,970,184</u>	<u>\$ 2,230,232</u>	<u>\$ 7,904,626</u>	<u>\$ 32,105,042</u>
LIABILITIES AND FUND BALANCES				
Liabilities:				
Accounts payable	\$ 458,281	\$ -	\$ 92,770	\$ 551,051
Accrued payroll	90,980	-	4,989	95,969
Deposits	377,516	-	99,958	477,474
Due to other funds	96,366	883,209	645,857	1,625,432
Deferred revenue	115,410	-	37,201	152,611
Total liabilities	<u>1,138,553</u>	<u>883,209</u>	<u>880,775</u>	<u>2,902,537</u>
Fund Balances:				
Nonspendable:				
Petty cash and prepaid items	19,145	3,887	-	23,032
Restricted for:				
Redevelopment	-	-	2,359,949	2,359,949
Debt service	-	1,343,136	-	1,343,136
Streets	10,585,014	-	-	10,585,014
Parks	54,651	-	-	54,651
PEG Programming	345,104	-	-	345,104
Storm Channels	2,454,814	-	-	2,454,814
Landscape Maintenance	1,319,589	-	-	1,319,589
Tidelands Areas Protection	96,801	-	-	96,801
Law Enforcement	118,069	-	-	118,069
Parks & Recreation	163,621	-	-	163,621
Animal Shelter Maintenance /Operation	21,384	-	-	21,384
Abandoned Vehicle	75,894	-	-	75,894
Committed to:				
Parks	3,998,072	-	-	3,998,072
Arts & Cultural Activities	3,352	-	-	3,352
Recreation Programs	24,816	-	-	24,816
Field Maintenance	7,393	-	-	7,393
Memorial Field Maintenance	27,603	-	-	27,603
Road Repair	189,667	-	-	189,667
Waste Reduction	175,425	-	-	175,425
Youth Activities/Building Maintenance	73,487	-	-	73,487
Traffic Signals	1,066,350	-	-	1,066,350
Assigned to:				
Parks & Recreation	11,380	-	-	11,380
Capital Projects	-	-	1,135,751	1,135,751
Community Benefit Programs	-	-	297,199	297,199
AD 26	-	-	385,557	385,557
AD 27	-	-	2,845,395	2,845,395
Total fund balances	<u>20,831,631</u>	<u>1,347,023</u>	<u>7,023,851</u>	<u>29,202,505</u>
Total liabilities and fund balances	<u>\$ 21,970,184</u>	<u>\$ 2,230,232</u>	<u>\$ 7,904,626</u>	<u>\$ 32,105,042</u>

City of Antioch
Combining Statement of Revenues, Expenditures and Changes in Fund Balances
Non-Major Governmental Funds
For the Fiscal Year Ended June 30, 2011

	Special Revenue Funds	Debt Service Funds	Capital Project Funds	Total
REVENUES:				
Taxes	\$ 4,009,305	\$ -	\$ 2,895,283	\$ 6,904,588
Fines and penalties	86,633	-	-	86,633
Investment income and rentals	470,234	38,811	79,299	588,344
Revenue from other agencies	2,839,022	-	6,944,140	9,783,162
Current service charges	969,998	-	44,245	1,014,243
Special assessment revenue	2,775,559	-	-	2,775,559
Other	189,135	429,435	8,363	626,933
Total revenues	11,339,886	468,246	9,971,330	21,779,462
EXPENDITURES:				
Current:				
General government	-	2,902	-	2,902
Public works	1,577,647	-	1,862,085	3,439,732
Public safety	935,233	-	-	935,233
Parks and recreation	3,580,092	-	-	3,580,092
Community development	181,214	-	1,021,188	1,202,402
Capital outlay	2,165,780	-	10,149,961	12,315,741
Debt service:				
Principal retirement	-	1,763,825	-	1,763,825
Interest and fiscal charges	-	2,309,588	-	2,309,588
Total expenditures	8,439,966	4,076,315	13,033,234	25,549,515
REVENUES OVER (UNDER) EXPENDITURES	2,899,920	(3,608,069)	(3,061,904)	(3,770,053)
OTHER FINANCING SOURCES (USES):				
Transfers in	899,366	3,970,994	1,271,319	6,141,679
Transfers (out)	(3,627,533)	-	(1,823,044)	(5,450,577)
Proceeds from capital lease obligations	-	-	1,873,460	1,873,460
Total other financing sources (uses)	(2,728,167)	3,970,994	1,321,735	2,564,562
Net change in fund balances	171,753	362,925	(1,740,169)	(1,205,491)
FUND BALANCES:				
Beginning of year	20,659,878	984,098	8,764,020	30,407,996
End of year	\$ 20,831,631	\$ 1,347,023	\$ 7,023,851	\$ 29,202,505

NON-MAJOR SPECIAL REVENUE FUNDS

These funds account for the proceeds derived from special revenue sources, which are legally restricted to expenditures for specified purposes.

Delta Fair Property Fund

This fund accounts for revenues resulting from the sale or lease of surplus right-of-way property acquired from the State. In accordance with agreements with the State, expenditures must be for park and recreational facilities.

Recreation Programs

This fund accounts for revenue received to cover the costs of recreation programs provided by the City's Leisure Services Divisions.

Gas Tax Fund

This fund accounts for revenues and related expenditures received from the State under the Streets and Highway Code Sections 2105, 2106, 2107, and 2107.5. The allocations must be spent for street maintenance or construction and a limited amount for engineering.

Animal Control Fund

This fund accounts for revenues and expenditures of the City's animal services program. A portion of the revenues required to operate this function comes from animal licenses and shelter, adoption, handling, and impound fees. The remainder comes from a subsidy transfer from the General Fund.

Civic Arts Fund

This fund accounts for money specifically set aside for art programs and projects. Revenues come from a percentage of the City's Transient Occupancy Tax. Expenditures are for a variety of programs in the fund and performing arts, as well as projects such as Art in Public Places.

Park in Lieu Fund

This fund accounts for revenues from park dedication fees required of all new construction. Monies are accumulated in accounts allocated to certain parks on the basis of the area in which the construction is taking place. These funds are then appropriated and spent for park development.

Senior Bus Fund

This fund accounts for the City's Senior Bus Program, which provides door-to-door transportation to frail, elderly, and disabled individuals. Revenue sources are grant funds through the Metropolitan Transportation Commission and fees paid by riders and the Antioch Committee on Aging.

Abandoned Vehicles Fund

This fund accounts for revenue from AB 4114, which charges a \$1.00 fee on the registration of all vehicles located in the City. The funds are received from the County and are used to remove abandoned vehicles from City streets.

Traffic Signal Fee Fund

This fund accounts for fees from developers for all new traffic signal construction.

Asset Forfeitures Fund

This fund was established to account for the proceeds from sales of assets seized in connection with drug enforcement. These proceeds are to be used for law enforcement purposes.

Measure C Growth Management Program Fund

This fund accounts for Measure C Funds, which are used to construct roads.

NON-MAJOR SPECIAL REVENUE FUNDS, Continued

Child Care Fund

This fund accounts for lease revenue received and City expenditures relating to the child care center leased from the City by the YWCA.

Tidelands Assembly Bill 1900

In 1990, the California State Legislature passed legislation that created tidelands entitlement areas. Funds are generated by payments from the lessees of the City's tidelands areas. This revenue is limited to improving accessibility and/or protection of the City's waterfront areas.

Maintenance Districts

Established to account for revenue and related expenditures of lighting and landscape activities.

Solid Waste Reduction AB 939

Under AB 939, a special fee is levied by the State against each ton of solid waste, which is disposed at landfill sites. A portion of this fee goes back to the cities on a quarterly basis for use in achieving AB 939 goals.

Pollution Elimination

This fund was established to account for activities related to the National Pollution Discharge Elimination Program. The purpose of this program is to monitor and reduce storm water pollution.

Auxiliary Property

This fund accounts for rental income and expenditures related to City-owned property not currently being used for City purposes.

Supplemental Law Enforcement

This fund accounts for supplemental public safety funding allocated in AB 3229. Funds must be used for front-line police services and must supplement and not supplant existing funding for law enforcement services.

Local Law Enforcement Block Grant

This fund accounts for public safety funding allocated under the Fiscal Year 1996 Omnibus Appropriations Act. Funds may be used for a wide variety of activities from increasing personnel and equipment resources for law enforcement to developing and supporting programs to enhance effective criminal justice processes.

Street Impact Fund

This fund accounts for franchise taxes received.

Traffic Safety Fund

This fund accounts for fines and forfeitures received under Section 1463 of the Penal Code. Funds shall be used exclusively for official traffic control devices, the maintenance thereof, equipment and supplies for traffic law enforcement and traffic accident prevention.

PEG Franchise Fee Fund

This fund accounts for a 1% fee collected from video franchises to support local Public, Educational and Governmental Programming (PEG).

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City of Antioch
Combining Balance Sheet
Non-Major Special Revenue Funds
June 30, 2011

	Delta Fair Property	Recreation Programs	Gas Tax	Animal Control	Civic Arts	Park in Lieu	Senior Bus
ASSETS							
Cash and investments	\$ 57,151	\$ 313,135	\$ 5,755,220	\$ 46,536	\$ -	\$ 4,002,280	\$ 111,719
Receivables:							
Accounts, net	-	147,378	347,816	11,800	-	-	71,829
Taxes	-	-	304,893	-	5,409	-	-
Prepaid items	-	7,678	14	-	-	-	71
Total assets	\$ 57,151	\$ 468,191	\$ 6,407,943	\$ 58,336	\$ 5,409	\$ 4,002,280	\$ 183,619
LIABILITIES AND FUND BALANCES							
Liabilities:							
Accounts payable	\$ -	\$ 114,995	\$ 42,788	\$ 13,374	\$ 68	\$ 4,208	\$ 3,954
Accrued payroll	-	42,943	4,621	15,692	-	-	4,593
Deposits	2,500	127,153	-	7,786	-	-	-
Due to other funds	-	-	-	-	1,989	-	-
Deferred revenue	-	115,410	-	-	-	-	-
Total liabilities	2,500	400,501	47,409	36,852	2,057	4,208	8,547
Fund balances:							
Nonspendable:							
Petty cash and prepaid items	-	7,878	14	100	-	-	71
Restricted for:							
Streets	-	-	6,360,520	-	-	-	-
Parks	54,651	-	-	-	-	-	-
PEG Programming	-	-	-	-	-	-	-
Storm Channels	-	-	-	-	-	-	-
Landscape Maintenance	-	-	-	-	-	-	-
Tidelands Areas Protection	-	-	-	-	-	-	-
Law Enforcement	-	-	-	-	-	-	-
Parks & Recreation	-	-	-	-	-	-	163,621
Animal Shelter Maintenance /Operation	-	-	-	21,384	-	-	-
Abandoned Vehicle	-	-	-	-	-	-	-
Committed to:							
Parks	-	-	-	-	-	3,998,072	-
Arts & Cultural Activities	-	-	-	-	3,352	-	-
Recreation Programs	-	24,816	-	-	-	-	-
Field Maintenance	-	7,393	-	-	-	-	-
Memorial Field Maintenance	-	27,603	-	-	-	-	-
Road Repair	-	-	-	-	-	-	-
Waste Reduction	-	-	-	-	-	-	-
Youth Activities/Building Maintenance	-	-	-	-	-	-	-
Traffic Signals	-	-	-	-	-	-	-
Assigned to:							
Parks & Recreation	-	-	-	-	-	-	11,380
Total fund balances	54,651	67,690	6,360,534	21,484	3,352	3,998,072	175,072
Total liabilities and fund balances	\$ 57,151	\$ 468,191	\$ 6,407,943	\$ 58,336	\$ 5,409	\$ 4,002,280	\$ 183,619

			Measure C				
Abandoned	Traffic	Asset	Growth	Child	Tidelands	Lighting &	
Vehicles	Signal Fee	Forfeitures	Management	Care	Assembly	Landscape	
			Program		Bill - 1900	District	
\$ 75,894	\$ 1,090,956	\$ 360,435	\$ 4,271,934	\$ 89,486	\$ 96,801	\$ 1,448,074	
-	-	-	-	1	-	177	
-	-	-	-	-	-	-	
-	-	10,947	-	-	-	-	
<u>\$ 75,894</u>	<u>\$ 1,090,956</u>	<u>\$ 371,382</u>	<u>\$ 4,271,934</u>	<u>\$ 89,487</u>	<u>\$ 96,801</u>	<u>\$ 1,448,251</u>	
\$ -	\$ 24,606	\$ 11,809	\$ 41,040	\$ 10,000	\$ -	\$ 149,947	
-	-	-	2,880	-	-	14,274	
-	-	230,557	3,520	6,000	-	-	
-	-	-	-	-	-	-	
-	-	-	-	-	-	-	
-	24,606	242,366	47,440	16,000	-	164,221	
-	-	10,947	-	-	-	-	
-	-	-	4,224,494	-	-	-	
-	-	-	-	-	-	-	
-	-	-	-	-	-	-	
-	-	-	-	-	-	1,284,030	
-	-	-	-	-	96,801	-	
-	-	118,069	-	-	-	-	
-	-	-	-	-	-	-	
-	-	-	-	-	-	-	
75,894	-	-	-	-	-	-	
-	-	-	-	-	-	-	
-	-	-	-	-	-	-	
-	-	-	-	-	-	-	
-	-	-	-	-	-	-	
-	-	-	-	-	-	-	
-	-	-	-	-	-	-	
-	-	-	-	73,487	-	-	
-	1,066,350	-	-	-	-	-	
-	-	-	-	-	-	-	
<u>75,894</u>	<u>1,066,350</u>	<u>129,016</u>	<u>4,224,494</u>	<u>73,487</u>	<u>96,801</u>	<u>1,284,030</u>	
<u>\$ 75,894</u>	<u>\$ 1,090,956</u>	<u>\$ 371,382</u>	<u>\$ 4,271,934</u>	<u>\$ 89,487</u>	<u>\$ 96,801</u>	<u>\$ 1,448,251</u>	

City of Antioch
Combining Balance Sheet
Non-Major Special Revenue Funds, Continued
June 30, 2011

	Park 1A Maintenance District	Solid Waste Reduction AB 939	Pollution Elimination	Auxiliary Property	Supplemental Law Enforcement	Local Law Enforcement Block Grant	Street Impact
ASSETS							
Cash and investments	\$ 37,197	\$ 192,863	\$ 2,482,523	\$ -	\$ -	\$ -	\$ -
Receivables:							
Accounts, net	684	-	-	-	11,661	-	-
Taxes	-	-	-	-	-	-	263,814
Prepaid	135	-	-	-	-	-	-
Total assets	\$ 38,016	\$ 192,863	\$ 2,482,523	\$ -	\$ 11,661	\$ -	\$ 263,814
LIABILITIES AND FUND BALANCES							
Liabilities:							
Accounts payable	\$ 1,562	\$ 16,404	\$ 23,526	\$ -	\$ -	\$ -	\$ -
Accrued payroll	760	1,034	4,183	-	-	-	-
Deposits	-	-	-	-	-	-	-
Due to other funds	-	-	-	-	11,661	-	74,147
Deferred revenue	-	-	-	-	-	-	-
Total liabilities	2,322	17,438	27,709	-	11,661	-	74,147
Fund balances:							
Petty cash and prepaid items	135	-	-	-	-	-	-
Restricted for:							
Streets	-	-	-	-	-	-	-
Parks	-	-	-	-	-	-	-
PEG Programming	-	-	-	-	-	-	-
Storm Channels	-	-	2,454,814	-	-	-	-
Landscape Maintenance	35,559	-	-	-	-	-	-
Tidelands Areas Protection	-	-	-	-	-	-	-
Law Enforcement	-	-	-	-	-	-	-
Parks & Recreation	-	-	-	-	-	-	-
Animal Shelter Maintenance /Operation	-	-	-	-	-	-	-
Abandoned Vehicle	-	-	-	-	-	-	-
Committed to:							
Parks	-	-	-	-	-	-	-
Arts & Cultural Activities	-	-	-	-	-	-	-
Recreation Programs	-	-	-	-	-	-	-
Field Maintenance	-	-	-	-	-	-	-
Memorial Field Maintenance	-	-	-	-	-	-	-
Road Repair	-	-	-	-	-	-	189,667
Waste Reduction	-	175,425	-	-	-	-	-
Youth Activities/Building Maintenance	-	-	-	-	-	-	-
Traffic Signals	-	-	-	-	-	-	-
Assigned to:							
Parks & Recreation	-	-	-	-	-	-	-
Total fund balances	35,694	175,425	2,454,814	-	-	-	189,667
Total liabilities and fund balances	\$ 38,016	\$ 192,863	\$ 2,482,523	\$ -	\$ 11,661	\$ -	\$ 263,814

	Traffic Safety	PEG Fanchise Fee	Total
\$	-	\$ 290,130	\$ 20,722,334
	8,569	54,974	654,889
	-	-	574,116
	-	-	18,845
\$	8,569	\$ 345,104	\$ 21,970,184
\$	-	\$ -	\$ 458,281
	-	-	90,980
	-	-	377,516
	8,569	-	96,366
	-	-	115,410
	8,569	-	1,138,553
	-	-	19,145
	-	-	10,585,014
	-	-	54,651
	-	345,104	345,104
	-	-	2,454,814
	-	-	1,319,589
	-	-	96,801
	-	-	118,069
	-	-	163,621
	-	-	21,384
	-	-	75,894
	-	-	3,998,072
	-	-	3,352
	-	-	24,816
	-	-	7,393
	-	-	27,603
	-	-	189,667
	-	-	175,425
	-	-	73,487
	-	-	1,066,350
	-	-	11,380
	-	345,104	20,831,631
\$	8,569	\$ 345,104	\$ 21,970,184

City of Antioch
Combining Statement of Revenues, Expenditures and Changes in Fund Balances
Non-Major Special Revenue Funds
For the Fiscal Year Ended June 30, 2011

	Delta Fair Property	Recreation Programs	Gas Tax	Animal Control	Civic Arts	Park in Lieu
REVENUES:						
Taxes	\$ -	\$ -	\$ 2,550,465	\$ -	\$ 21,088	\$ -
Fines and penalties	-	-	-	-	-	-
Investment income and rentals	10,706	124,229	68,438	-	9	45,344
Revenue from other agencies	-	712,789	529,802	37,000	-	-
Current service charges	-	569,081	1,200	305,737	-	45,470
Special assessment revenue	-	-	-	-	-	-
Other	-	56,855	-	14,268	-	-
Total revenues	10,706	1,462,954	3,149,905	357,005	21,097	90,814
EXPENDITURES:						
Current:						
Public works	612	-	889,605	-	-	102,393
Public safety	-	-	-	743,283	-	-
Parks and recreation	-	1,758,802	-	-	24,664	-
Community development	-	-	-	-	-	-
Capital outlay	-	-	390,861	-	-	20,410
Total expenditures	612	1,758,802	1,280,466	743,283	24,664	122,803
REVENUES OVER (UNDER) EXPENDITURES	10,094	(295,848)	1,869,439	(386,278)	(3,567)	(31,989)
OTHER FINANCING SOURCES (USES):						
Transfers in	-	326,038	-	408,126	-	-
Transfers (out)	-	(6,526)	(1,046,293)	(364)	-	-
Total other financing sources (uses)	-	319,512	(1,046,293)	407,762	-	-
Net change in fund balances	10,094	23,664	823,146	21,484	(3,567)	(31,989)
FUND BALANCES:						
Beginning of year	44,557	44,026	5,537,388	-	6,919	4,030,061
End of year	\$ 54,651	\$ 67,690	\$ 6,360,534	\$ 21,484	\$ 3,352	\$ 3,998,072

Senior Bus	Abandoned Vehicles	Traffic Signal Fee	Asset Forfeitures	Measure C Growth Management Program	Child Care	Tidelands Assembly Bill - 1900	Lighting & Landscape District
\$ -	\$ -	\$ -	\$ -	\$ -	\$ -	\$ -	\$ -
-	-	-	-	-	-	-	-
1,782	798	12,334	3,686	50,813	69,385	12,131	15,097
311,000	46,785	-	-	953,997	-	-	-
9,598	-	38,912	-	-	-	-	-
-	-	-	-	-	-	-	1,949,664
-	-	-	69,441	1,900	-	-	39,704
322,380	47,583	51,246	73,127	1,006,710	69,385	12,131	2,004,465
-	-	46,543	-	189,548	-	533	-
-	14,094	-	168,896	-	-	-	-
185,108	-	-	-	-	15,414	-	1,478,805
-	-	-	-	-	-	-	-
-	-	-	12,500	1,742,009	-	-	-
185,108	14,094	46,543	181,396	1,931,557	15,414	533	1,478,805
137,272	33,489	4,703	(108,269)	(924,847)	53,971	11,598	525,660
-	-	-	-	-	-	-	135,202
(35,000)	-	-	-	-	(135,000)	-	(637,816)
(35,000)	-	-	-	-	(135,000)	-	(502,614)
102,272	33,489	4,703	(108,269)	(924,847)	(81,029)	11,598	23,046
72,800	42,405	1,061,647	237,285	5,149,341	154,516	85,203	1,260,984
\$ 175,072	\$ 75,894	\$ 1,066,350	\$ 129,016	\$ 4,224,494	\$ 73,487	\$ 96,801	\$ 1,284,030

City of Antioch
Combining Statement of Revenues, Expenditures and Changes in Fund Balances
Non-Major Special Revenue Funds, Continued
For the Fiscal Year Ended June 30, 2011

	Park 1A Maintenance District	Solid Waste Reduction AB 939	Pollution Elimination	Auxiliary Property	Supplemental Law Enforcement	Local Law Enforcement Block Grant
REVENUES:						
Taxes	\$ 22,149	\$ 160,000	\$ -	\$ -	\$ -	\$ -
Fines and penalties	-	-	-	-	-	-
Investment income and rentals	15,548	2,769	29,139	138	176	-
Revenue from other agencies	-	55,964	-	-	104,838	86,847
Current service charges	-	-	-	-	-	-
Special assessment revenue	-	-	825,895	-	-	-
Other	399	6,393	175	-	-	-
Total revenues	38,096	225,126	855,209	138	105,014	86,847
EXPENDITURES:						
Current:						
Public works	-	-	333,932	13,627	-	-
Public safety	-	-	-	-	43	8,685
Parks and recreation	109,912	-	-	-	-	-
Community development	-	133,324	47,890	-	-	-
Capital outlay	-	-	-	-	-	-
Total expenditures	109,912	133,324	381,822	13,627	43	8,685
REVENUES OVER (UNDER) EXPENDITURES	(71,816)	91,802	473,387	(13,489)	104,971	78,162
OTHER FINANCING SOURCES (USES):						
Transfers in	-	-	30,000	-	-	-
Transfers (out)	(12,202)	-	(241,529)	(19,108)	(104,971)	(78,162)
Total other financing sources (uses)	(12,202)	-	(211,529)	(19,108)	(104,971)	(78,162)
Net change in fund balances	(84,018)	91,802	261,858	(32,597)	-	-
FUND BALANCES:						
Beginning of year	119,712	83,623	2,192,956	32,597	-	-
End of year	\$ 35,694	\$ 175,425	\$ 2,454,814	\$ -	\$ -	\$ -

Street Impact	Traffic Safety	PEG Fanchise Fee	Total
\$ 1,035,811	\$ -	\$ 219,792	\$ 4,009,305
-	86,633	-	86,633
3,110	1,274	3,328	470,234
-	-	-	2,839,022
-	-	-	969,998
-	-	-	2,775,559
-	-	-	189,135
<u>1,038,921</u>	<u>87,907</u>	<u>223,120</u>	<u>11,339,886</u>
854	-	-	1,577,647
-	232	-	935,233
-	-	7,387	3,580,092
-	-	-	181,214
-	-	-	2,165,780
<u>854</u>	<u>232</u>	<u>7,387</u>	<u>8,439,966</u>
<u>1,038,067</u>	<u>87,675</u>	<u>215,733</u>	<u>2,899,920</u>
-	-	-	899,366
(1,200,000)	(110,562)	-	(3,627,533)
<u>(1,200,000)</u>	<u>(110,562)</u>	<u>-</u>	<u>(2,728,167)</u>
(161,933)	(22,887)	215,733	171,753
351,600	22,887	129,371	20,659,878
<u>\$ 189,667</u>	<u>\$ -</u>	<u>\$ 345,104</u>	<u>\$ 20,831,631</u>

City of Antioch
Budgetary Comparison Schedule
Delta Fair Property Special Revenue Fund
For the Fiscal Year Ended June 30, 2011

	Original Budget	Final Budget	Actual Amount	Variance with Final Budget Positive (Negative)
REVENUES:				
Investment income and rentals	\$ 10,400	\$ 10,400	\$ 10,706	\$ 306
Total revenues	10,400	10,400	10,706	306
EXPENDITURES:				
Current:				
Public works	516	571	612	(41)
Total expenditures	516	571	612	(41)
REVENUES OVER (UNDER) EXPENDITURES	9,884	9,829	10,094	265
Net change in fund balances	\$ 9,884	\$ 9,829	10,094	\$ 265
FUND BALANCES:				
Beginning of year			44,557	
End of year			\$ 54,651	

City of Antioch
Budgetary Comparison Schedule
Recreation Programs Special Revenue Fund
For the Fiscal Year Ended June 30, 2011

	Original Budget	Final Budget	Actual Amount	Variance with Final Budget Positive (Negative)
REVENUES:				
Investment income and rentals	\$ 46,100	\$ 81,864	\$ 124,229	\$ 42,365
Revenue from other agencies	650,000	633,894	712,789	78,895
Current service charges	895,300	631,750	569,081	(62,669)
Other	83,720	56,524	56,855	331
Total revenues	<u>1,675,120</u>	<u>1,404,032</u>	<u>1,462,954</u>	<u>58,922</u>
EXPENDITURES:				
Current:				
Parks and recreation	2,201,318	1,995,617	1,758,802	236,815
Capital outlay	10,000	-	-	-
Total expenditures	<u>2,211,318</u>	<u>1,995,617</u>	<u>1,758,802</u>	<u>236,815</u>
REVENUES OVER (UNDER) EXPENDITURES	<u>(536,198)</u>	<u>(591,585)</u>	<u>(295,848)</u>	<u>295,737</u>
OTHER FINANCING SOURCES (USES):				
Transfers in	556,055	587,080	326,038	(261,042)
Transfers (out)	(8,712)	(8,712)	(6,526)	(2,186)
Total other financing sources (uses)	<u>547,343</u>	<u>578,368</u>	<u>319,512</u>	<u>(263,228)</u>
Net change in fund balances	<u>\$ 11,145</u>	<u>\$ (13,217)</u>	23,664	<u>\$ 32,509</u>
FUND BALANCES:				
Beginning of year			<u>44,026</u>	
End of year			<u>\$ 67,690</u>	

City of Antioch
Budgetary Comparison Schedule
Animal Control Special Revenue Fund
For the Fiscal Year Ended June 30, 2011

	Original Budget	Final Budget	Actual Amount	Variance with Final Budget Positive (Negative)
REVENUES:				
Revenue from other agencies	\$ -	\$ 37,000	\$ 37,000	\$ -
Current service charges	287,800	287,800	305,737	17,937
Other	11,000	11,000	14,268	3,268
Total revenues	<u>298,800</u>	<u>335,800</u>	<u>357,005</u>	<u>21,205</u>
EXPENDITURES:				
Current:				
Public safety	724,395	751,395	743,283	8,112
Total expenditures	<u>724,395</u>	<u>751,395</u>	<u>743,283</u>	<u>8,112</u>
REVENUES OVER (UNDER) EXPENDITURES	<u>(425,595)</u>	<u>(415,595)</u>	<u>(386,278)</u>	<u>29,317</u>
OTHER FINANCING SOURCES (USES):				
Transfers in	426,081	416,081	408,126	(7,955)
Transfers (out)	(486)	(486)	(364)	
Total other financing sources (uses)	<u>425,595</u>	<u>415,595</u>	<u>407,762</u>	<u>(7,955)</u>
Net change in fund balances	<u>\$ -</u>	<u>\$ -</u>	21,484	<u>\$ 21,362</u>
FUND BALANCES:				
Beginning of year			-	
End of year			<u>\$ 21,484</u>	

City of Antioch
Budgetary Comparison Schedule
Gas Tax Special Revenue Fund
For the Fiscal Year Ended June 30, 2011

	Original Budget	Final Budget	Actual Amount	Variance with Final Budget Positive (Negative)
REVENUES:				
Taxes	\$ 2,617,876	\$ 2,679,552	\$ 2,550,465	\$ (129,087)
Investment income and rentals	10,000	40,000	68,438	28,438
Revenues from other agencies	1,311,137	561,191	529,802	(31,389)
Current service charges	-	-	1,200	1,200
Total revenues	<u>3,939,013</u>	<u>3,280,743</u>	<u>3,149,905</u>	<u>(130,838)</u>
EXPENDITURES:				
Current:				
Public works	401,000	568,373	889,605	(321,232)
Capital outlay	<u>2,355,000</u>	<u>598,608</u>	<u>390,861</u>	<u>207,747</u>
Total expenditures	<u>2,756,000</u>	<u>1,166,981</u>	<u>1,280,466</u>	<u>(113,485)</u>
REVENUES OVER (UNDER) EXPENDITURES	<u>1,183,013</u>	<u>2,113,762</u>	<u>1,869,439</u>	<u>(244,323)</u>
OTHER FINANCING (USES):				
Transfers (out)	<u>(892,169)</u>	<u>(1,142,169)</u>	<u>(1,046,293)</u>	<u>95,876</u>
Total other financing (uses)	<u>(892,169)</u>	<u>(1,142,169)</u>	<u>(1,046,293)</u>	<u>95,876</u>
Net change in fund balances	<u>\$ 290,844</u>	<u>\$ 971,593</u>	823,146	<u>\$ (148,447)</u>
FUND BALANCES:				
Beginning of year			<u>5,537,388</u>	
End of year			<u>\$ 6,360,534</u>	

City of Antioch
Budgetary Comparison Schedule
Civic Arts Special Revenue Fund
For the Fiscal Year Ended June 30, 2011

	Original Budget	Final Budget	Actual Amount	Variance with Final Budget Positive (Negative)
REVENUES:				
Taxes	\$ 25,000	\$ 20,000	\$ 21,088	\$ 1,088
Investment income and rentals	500	25	9	(16)
Total revenues	25,500	20,025	21,097	1,072
EXPENDITURES:				
Current:				
Parks and recreation	24,658	24,720	24,664	56
REVENUES OVER (UNDER) EXPENDITURES	842	(4,695)	(3,567)	1,128
Net change in fund balances	\$ 842	\$ (4,695)	(3,567)	\$ 1,128
FUND BALANCES:				
Beginning of year			6,919	
End of year			\$ 3,352	

City of Antioch
Budgetary Comparison Schedule
Park in Lieu Special Revenue Fund
For the Fiscal Year Ended June 30, 2011

	Original Budget	Final Budget	Actual Amount	Variance with Final Budget Positive (Negative)
REVENUES:				
Investment income and rentals	\$ 5,000	\$ 5,000	\$ 45,344	\$ 40,344
Current service charges	105,000	40,000	45,470	5,470
Total revenues	110,000	45,000	90,814	45,814
EXPENDITURES:				
Current:				
Public works	6,348	105,685	102,393	3,292
Capital outlay	2,800,000	1,053,733	20,410	1,033,323
Total expenditures	2,806,348	1,159,418	122,803	1,036,615
REVENUES OVER (UNDER) EXPENDITURES	(2,696,348)	(1,114,418)	(31,989)	1,082,429
Net change in fund balances	\$ (2,696,348)	\$ (1,114,418)	(31,989)	\$ 1,082,429
FUND BALANCES:				
Beginning of year			4,030,061	
End of year			\$ 3,998,072	

City of Antioch
Budgetary Comparison Schedule
Senior Bus Special Revenue Fund
For the Fiscal Year Ended June 30, 2011

	Original Budget	Final Budget	Actual Amount	Variance with Final Budget Positive (Negative)
REVENUES:				
Investment income and rentals	\$ 800	\$ 800	\$ 1,782	\$ 982
Revenue from other agencies	275,000	275,000	311,000	36,000
Current service charges	14,000	14,000	9,598	(4,402)
Total revenues	289,800	289,800	322,380	32,580
EXPENDITURES:				
Current:				
Parks and recreation	222,903	200,162	185,108	15,054
Total expenditures	222,903	200,162	185,108	15,054
REVENUES OVER (UNDER) EXPENDITURES	66,897	89,638	137,272	47,634
OTHER FINANCING (USES):				
Transfers (out)	(35,000)	(35,000)	(35,000)	-
Total other financing (uses)	(35,000)	(35,000)	(35,000)	-
Net change in fund balances	\$ 31,897	\$ 54,638	102,272	\$ 47,634
FUND BALANCES:				
Beginning of year			72,800	
End of year			\$ 175,072	

City of Antioch
Budgetary Comparison Schedule
Abandoned Vehicle Special Revenue Fund
For the Fiscal Year Ended June 30, 2011

	Original Budget	Final Budget	Actual Amount	Variance with Final Budget Positive (Negative)
REVENUES:				
Investment income and rentals	\$ 550	\$ 550	\$ 798	\$ 248
Revenue from other agencies	25,000	40,000	46,785	6,785
Total revenues	25,550	40,550	47,583	7,033
EXPENDITURES:				
Current:				
Public safety	41,121	15,771	14,094	1,677
REVENUES OVER (UNDER) EXPENDITURES	(15,571)	24,779	33,489	8,710
Net change in fund balances	\$ (15,571)	\$ 24,779	33,489	\$ 8,710
FUND BALANCES:				
Beginning of year			42,405	
End of year			\$ 75,894	

City of Antioch
Budgetary Comparison Schedule
Traffic Signal Fee Special Revenue Fund
For the Fiscal Year Ended June 30, 2011

	Original Budget	Final Budget	Actual Amount	Variance with Final Budget Positive (Negative)
REVENUES:				
Investment income and rentals	\$ 5,000	\$ 5,000	\$ 12,334	\$ 7,334
Current service charges	50,000	50,000	38,912	(11,088)
Total revenues	55,000	55,000	51,246	(3,754)
EXPENDITURES:				
Current:				
Public works	4,814	29,420	46,543	(17,123)
Capital outlay	274,000	249,394	-	249,394
Total expenditures	278,814	278,814	46,543	232,271
REVENUES OVER (UNDER) EXPENDITURES	(223,814)	(223,814)	4,703	228,517
Net change in fund balances	\$ (223,814)	\$ (223,814)	4,703	\$ 228,517
FUND BALANCES:				
Beginning of year			1,061,647	
End of year			\$ 1,066,350	

City of Antioch
Budgetary Comparison Schedule
Asset Forfeitures Special Revenue Fund
For the Fiscal Year Ended June 30, 2011

	Original Budget	Final Budget	Actual Amount	Variance with Final Budget Positive (Negative)
REVENUES:				
Investment income and rentals	\$ 2,200	\$ 2,200	\$ 3,686	\$ 1,486
Other	35,000	64,305	69,441	5,136
Total revenues	37,200	66,505	73,127	6,622
EXPENDITURES:				
Current:				
Public safety	33,252	166,221	168,896	(2,675)
Capital outlay	-	-	12,500	(12,500)
Total expenditures	33,252	166,221	181,396	(15,175)
REVENUES OVER (UNDER) EXPENDITURES	3,948	(99,716)	(108,269)	(8,553)
Net change in fund balances	\$ 3,948	\$ (99,716)	(108,269)	\$ (8,553)
FUND BALANCES:				
Beginning of year			237,285	
End of year			\$ 129,016	

City of Antioch
Budgetary Comparison Schedule
Measure C/J Growth Management Program Special Revenue Fund
For the Fiscal Year Ended June 30, 2011

	Original Budget	Final Budget	Actual Amount	Variance with Final Budget Positive (Negative)
REVENUES:				
Investment income and rentals	\$ 20,000	\$ 20,000	\$ 50,813	\$ 30,813
Revenue from other agencies	1,205,456	1,154,297	953,997	(200,300)
Other	-	1,900	1,900	-
Total revenues	<u>1,225,456</u>	<u>1,176,197</u>	<u>1,006,710</u>	<u>(169,487)</u>
EXPENDITURES:				
Current:				
Public works	77,107	77,271	189,548	(112,277)
Capital outlay	3,531,000	2,160,000	1,742,009	417,991
Total expenditures	<u>3,608,107</u>	<u>2,237,271</u>	<u>1,931,557</u>	<u>305,714</u>
REVENUES OVER (UNDER) EXPENDITURES	<u>(2,382,651)</u>	<u>(1,061,074)</u>	<u>(924,847)</u>	<u>136,227</u>
Net change in fund balances	<u>\$ (2,382,651)</u>	<u>\$ (1,061,074)</u>	<u>(924,847)</u>	<u>\$ 136,227</u>
FUND BALANCES:				
Beginning of year			5,149,341	
End of year			<u>\$ 4,224,494</u>	

City of Antioch
Budgetary Comparison Schedule
Child Care Special Revenue Fund
For the Fiscal Year Ended June 30, 2011

	Original Budget	Final Budget	Actual Amount	Variance with Final Budget Positive (Negative)
REVENUES:				
Investment income and rentals	\$ 68,526	\$ 68,592	\$ 69,385	\$ 793
Total revenues	68,526	68,592	69,385	793
EXPENDITURES:				
Current:				
Parks and recreation	1,955	17,239	15,414	1,825
REVENUES OVER (UNDER) EXPENDITURES	66,571	51,353	53,971	2,618
OTHER FINANCING (USES):				
Transfers (out)	(135,000)	(135,000)	(135,000)	-
Total other financing (uses)	(135,000)	(135,000)	(135,000)	-
Net change in fund balances	\$ (68,429)	\$ (83,647)	(81,029)	\$ 2,618
FUND BALANCES:				
Beginning of year			154,516	
End of year			\$ 73,487	

City of Antioch
Budgetary Comparison Schedule
Tidelands Assembly Bill-1900 Special Revenue Fund
For the Fiscal Year Ended June 30, 2011

	Original Budget	Final Budget	Actual Amount	Variance with Final Budget Positive (Negative)
REVENUES:				
Investment income and rentals	\$ 4,620	\$ 11,510	\$ 12,131	\$ 621
Total revenues	4,620	11,510	12,131	621
EXPENDITURES:				
Current:				
Public works	476	478	533	(55)
REVENUES OVER (UNDER) EXPENDITURES	4,144	11,032	11,598	566
Net change in fund balances	\$ 4,144	\$ 11,032	11,598	\$ 566
FUND BALANCES:				
Beginning of year			85,203	
End of year			\$ 96,801	

City of Antioch
Budgetary Comparison Schedule
Lighting & Landscape District Special Revenue Fund
For the Fiscal Year Ended June 30, 2011

	Original Budget	Final Budget	Actual Amount	Variance with Final Budget Positive (Negative)
REVENUES:				
Investment income and rentals	\$ 3,700	\$ 3,700	\$ 15,097	\$ 11,397
Special assessment revenue	2,001,252	1,952,836	1,949,664	(3,172)
Other	-	15,795	39,704	23,909
Total revenues	<u>2,004,952</u>	<u>1,972,331</u>	<u>2,004,465</u>	<u>32,134</u>
EXPENDITURES:				
Current:				
Parks and recreation	<u>1,886,178</u>	<u>1,774,669</u>	<u>1,478,805</u>	<u>295,864</u>
REVENUES OVER (UNDER) EXPENDITURES	<u>118,774</u>	<u>197,662</u>	<u>525,660</u>	<u>327,998</u>
OTHER FINANCING (USES):				
Transfers in	691,792	614,699	135,202	(479,497)
Transfers (out)	<u>(982,871)</u>	<u>(1,102,295)</u>	<u>(637,816)</u>	<u>464,479</u>
Total other financing (uses)	<u>(291,079)</u>	<u>(487,596)</u>	<u>(502,614)</u>	<u>(15,018)</u>
Net change in fund balances	<u>\$ (172,305)</u>	<u>\$ (289,934)</u>	23,046	<u>\$ 312,980</u>
FUND BALANCES:				
Beginning of year			<u>1,260,984</u>	
End of year			<u>\$ 1,284,030</u>	

City of Antioch
Budgetary Comparison Schedule
Park 1A Maintenance District Special Revenue Fund
For the Fiscal Year Ended June 30, 2011

	Original Budget	Final Budget	Actual Amount	Variance with Final Budget Positive (Negative)
REVENUES:				
Taxes	\$ 22,900	\$ 22,205	\$ 22,149	\$ (56)
Investment income and rentals	30,250	15,245	15,548	303
Other	100	100	399	299
Total revenues	<u>53,250</u>	<u>37,550</u>	<u>38,096</u>	<u>546</u>
EXPENDITURES:				
Current:				
Parks and recreation	<u>101,190</u>	<u>107,156</u>	<u>109,912</u>	<u>(2,756)</u>
REVENUES OVER (UNDER) EXPENDITURES	<u>(47,940)</u>	<u>(69,606)</u>	<u>(71,816)</u>	<u>(2,210)</u>
OTHER FINANCING SOURCES (USES):				
Transfers (out)	<u>(14,073)</u>	<u>(13,780)</u>	<u>(12,202)</u>	<u>(1,578)</u>
Total other financing sources (uses)	<u>(14,073)</u>	<u>(13,780)</u>	<u>(12,202)</u>	<u>(1,578)</u>
Net change in fund balances	<u>\$ (62,013)</u>	<u>\$ (83,386)</u>	<u>(84,018)</u>	<u>\$ (3,788)</u>
FUND BALANCES:				
Beginning of year			<u>119,712</u>	
End of year			<u>\$ 35,694</u>	

City of Antioch
Budgetary Comparison Schedule
Solid Waste Reduction AB 939 Special Revenue Fund
For the Fiscal Year Ended June 30, 2011

	Original Budget	Final Budget	Actual Amount	Variance with Final Budget Positive (Negative)
REVENUES:				
Taxes	\$ 160,000	\$ 160,000	\$ 160,000	\$ -
Investment income and rentals	1,500	1,500	2,769	1,269
Revenue from other agencies	38,500	54,000	55,964	1,964
Other	550	3,119	6,393	3,274
Total revenues	<u>200,550</u>	<u>218,619</u>	<u>225,126</u>	<u>6,507</u>
EXPENDITURES:				
Current:				
Community development	154,141	151,831	133,324	18,507
Capital outlay	-	-	-	-
Total expenditures	<u>154,141</u>	<u>151,831</u>	<u>133,324</u>	<u>18,507</u>
REVENUES OVER (UNDER) EXPENDITURES	<u>46,409</u>	<u>66,788</u>	<u>91,802</u>	<u>25,014</u>
Net change in fund balances	<u>\$ 46,409</u>	<u>\$ 66,788</u>	<u>91,802</u>	<u>\$ 25,014</u>
FUND BALANCES:				
Beginning of year			<u>83,623</u>	
End of year			<u>\$ 175,425</u>	

City of Antioch
Budgetary Comparison Schedule
Pollution Elimination Special Revenue Fund
For the Fiscal Year Ended June 30, 2011

	Original Budget	Final Budget	Actual Amount	Variance with Final Budget Positive (Negative)
REVENUES:				
Investment income and rentals	\$ 7,000	\$ 15,000	\$ 29,139	\$ 14,139
Special assessment revenue	700,000	848,000	825,895	(22,105)
Other	-	110	175	65
Total revenues	<u>707,000</u>	<u>863,110</u>	<u>855,209</u>	<u>(7,901)</u>
EXPENDITURES:				
Current:				
Public works	463,511	446,557	333,932	112,625
Community development	127,577	127,757	47,890	79,867
Capital outlay	204,000	200,000	-	200,000
Total expenditures	<u>795,088</u>	<u>774,314</u>	<u>381,822</u>	<u>392,492</u>
REVENUES OVER (UNDER) EXPENDITURES	<u>(88,088)</u>	<u>88,796</u>	<u>473,387</u>	<u>384,591</u>
OTHER FINANCING SOURCES (USES):				
Transfers in	30,000	30,000	30,000	-
Transfers (out)	(243,310)	(299,110)	(241,529)	57,581
Total other financing sources (uses)	<u>(213,310)</u>	<u>(269,110)</u>	<u>(211,529)</u>	<u>57,581</u>
Net change in fund balances	<u>\$ (301,398)</u>	<u>\$ (180,314)</u>	261,858	<u>\$ 442,172</u>
FUND BALANCES:				
Beginning of year			<u>2,192,956</u>	
End of year			<u>\$ 2,454,814</u>	

City of Antioch
Budgetary Comparison Schedule
Auxiliary Property Special Revenue Fund
For the Fiscal Year Ended June 30, 2011

	Original Budget	Final Budget	Actual Amount	Variance with Final Budget Positive (Negative)
REVENUES:				
Investment income and rentals	\$ 100	\$ 138	\$ 138	\$ -
Total revenues	100	138	138	-
EXPENDITURES:				
Current:				
Public Works	28,028	13,627	13,627	-
REVENUES OVER (UNDER) EXPENDITURES	(27,928)	(13,489)	(13,489)	-
OTHER FINANCING SOURCES (USES):				
Transfers in	25,000	-	-	-
Transfers (out)	-	(19,108)	(19,108)	-
Total other financing sources	25,000	(19,108)	(19,108)	-
Net change in fund balances	\$ (2,928)	\$ (32,597)	(32,597)	\$ -
FUND BALANCES:				
Beginning of year			32,597	
End of year			\$ -	

City of Antioch
Budgetary Comparison Schedule
Supplemental Law Enforcement Special Revenue Fund
For the Fiscal Year Ended June 30, 2011

	Original Budget	Final Budget	Actual Amount	Variance with Final Budget Positive (Negative)
REVENUES:				
Investment income and rentals	\$ -	\$ -	\$ 176	\$ 176
Revenue from other agencies	122,859	122,859	104,838	(18,021)
Total revenues	122,859	122,859	105,014	(17,845)
EXPENDITURES:				
Current:				
Public safety	-	-	43	(43)
REVENUES OVER (UNDER) EXPENDITURES	122,859	122,859	104,971	(17,888)
OTHER FINANCING (USES):				
Transfers (out)	(122,859)	(122,859)	(104,971)	17,888
Total other financing (uses)	(122,859)	(122,859)	(104,971)	17,888
Net change in fund balances	\$ -	\$ -	-	\$ -
FUND BALANCES:				
Beginning of year			-	
End of year			\$ -	

City of Antioch
Budgetary Comparison Schedule
Local Law Enforcement Block Grant Special Revenue Fund
For the Fiscal Year Ended June 30, 2011

	Original Budget	Final Budget	Actual Amount	Variance with Final Budget Positive (Negative)
REVENUES:				
Revenue from other agencies	\$ 86,846	\$ 86,847	\$ 86,847	-
Total revenues	86,846	86,847	86,847	-
EXPENDITURES:				
Current:				
Public Safety	10,608	8,685	8,685	-
REVENUES OVER (UNDER) EXPENDITURES	76,238	78,162	78,162	-
OTHER FINANCING (USES):				
Transfers (out)	(61,080)	(69,757)	(78,162)	(8,405)
Total other financing (uses)	(61,080)	(69,757)	(78,162)	(8,405)
Net change in fund balances	\$ 15,158	\$ 8,405	-	\$ (8,405)
FUND BALANCES:				
Beginning of year			-	
End of year			\$ -	

City of Antioch
Budgetary Comparison Schedule
Street Impact Special Revenue Fund
For the Fiscal Year Ended June 30, 2011

	Original Budget	Final Budget	Actual Amount	Variance with Final Budget Positive (Negative)
REVENUES:				
Taxes	\$ 950,000	\$ 1,000,000	\$ 1,035,811	\$ 35,811
Investment income and rentals	5,000	4,500	3,110	(1,390)
Total revenues	955,000	1,004,500	1,038,921	34,421
EXPENDITURES:				
Current:				
Public works	720	1,500	854	646
REVENUES OVER (UNDER) EXPENDITURES	954,280	1,003,000	1,038,067	35,067
OTHER FINANCING (USES):				
Transfers (out)	(1,100,000)	(1,200,000)	(1,200,000)	-
Total other financing (uses)	(1,100,000)	(1,200,000)	(1,200,000)	-
Net change in fund balances	\$ (145,720)	\$ (197,000)	(161,933)	\$ 35,067
FUND BALANCES:				
Beginning of year			351,600	
End of year			\$ 189,667	

City of Antioch
Budgetary Comparison Schedule
Traffic Safety Special Revenue Fund
For the Fiscal Year Ended June 30, 2011

	Original Budget	Final Budget	Actual Amount	Variance with Final Budget Positive (Negative)
REVENUES:				
Fines and penalties	\$ 137,000	\$ 122,000	\$ 86,633	\$ (35,367)
Investment income and rentals	1,000	500	1,274	774
Total revenues	138,000	122,500	87,907	(34,593)
EXPENDITURES:				
Current:				
Public Safety	180	180	232	(52)
REVENUES OVER (UNDER) EXPENDITURES	137,820	122,320	87,675	(34,645)
OTHER FINANCING (USES):				
Transfers (out)	(145,000)	(145,000)	(110,562)	34,438
Total other financing (uses)	(145,000)	(145,000)	(110,562)	34,438
Net change in fund balances	\$ (7,180)	\$ (22,680)	(22,887)	\$ (207)
FUND BALANCES:				
Beginning of year			22,887	
End of year			\$ -	

City of Antioch
Budgetary Comparison Schedule
PEG Franchise Fee Special Revenue Fund
For the Fiscal Year Ended June 30, 2011

	Original Budget	Final Budget	Actual Amount	Variance with Final Budget Positive (Negative)
REVENUES:				
Taxes	\$ 360,000	\$ 220,000	\$ 219,792	\$ (208)
Investment income and rentals	1,000	1,000	3,328	2,328
Total revenues	361,000	221,000	223,120	2,120
EXPENDITURES:				
Current:				
Parks and Recreation	45,753	46,112	7,387	38,725
Capital outlay	30,000	30,000	-	30,000
Total expenditures	75,753	76,112	7,387	68,725
REVENUES OVER (UNDER) EXPENDITURES	285,247	144,888	215,733	70,845
Net change in fund balances	\$ 285,247	\$ 144,888	215,733	\$ 70,845
FUND BALANCES:				
Beginning of year			129,371	
End of year			\$ 345,104	

NON-MAJOR DEBT SERVICE FUNDS

Debt Service Funds are used to account for the payment of principal and interest on the general debt service of the City and related entities.

Golf Course Clubhouse/Irrigation

In 1985 and 1994, the City of Antioch participated in the Association of Bay Area Governments' pooled Certificates of Participation to fund improvements to the clubhouse at the City's golf course and irrigation system, respectively. The fund accumulates monies for the payment of principal and interest from a portion of the fees collected and transmitted by the Antioch Public Golf Corporation.

Antioch Development Agency

This fund accumulates principal and interest payments on the Development Agency Tax Allocation Bonds.

Antioch Public Financing Agency

This fund accumulates principal and interest payments on the Lease Revenue Bonds issued to fund the building of the municipal facilities.

Honeywell Capital Lease

This fund accumulates principal and interest payments on the capital lease obligation issued to fund various energy retrofit projects throughout the City.

City of Antioch
Combining Balance Sheet
Non-Major Debt Service Funds
June 30, 2011

	Golf Course Clubhouse/ Irrigation	Antioch Development Agency	Antioch Public Financing Authority	Honeywell Capital Lease	Total
ASSETS					
Cash and investments	\$ -	\$ -	\$ -	\$ 19	\$ 19
Accounts, net	601,747	-	-	-	601,747
Interest	2	2	2	-	6
Prepaid items	-	972	2,915	-	3,887
Restricted cash and investments	721,703	252,718	650,152	-	1,624,573
Total assets	\$ 1,323,452	\$ 253,692	\$ 653,069	\$ 19	\$ 2,230,232
LIABILITIES AND FUND BALANCES					
Liabilities:					
Due to other funds	\$ 601,747	\$ -	\$ 281,462	\$ -	\$ 883,209
Total liabilities	601,747	-	281,462	-	883,209
Fund balances:					
Nonspendable:					
Petty cash and prepaid items	-	972	2,915	-	3,887
Restricted for:					
Debt service	721,705	252,720	368,692	19	1,343,136
Total fund balances	721,705	253,692	371,607	19	1,347,023
Total liabilities and fund balances	\$ 1,323,452	\$ 253,692	\$ 653,069	\$ 19	\$ 2,230,232

City of Antioch

Combining Statement of Revenues, Expenditures and Changes in Fund Balances

Non-Major Debt Service Funds

For the Fiscal Year Ended June 30, 2011

	Glof Course Clubhouse/ Irrigation	Antioch Development Agency	Antioch Public Financing Authority	Honeywell Capital Lease	Total
REVENUES:					
Investment income and rentals	\$ 429,348	\$ 31	\$ 27	\$ 29	\$ 429,435
Miscellaneous Revenue	-	-	-	38,811	38,811
Total revenues	429,348	31	27	38,840	468,246
EXPENDITURES:					
Current:					
General government	2,842	20	30	10	2,902
Debt service:					
Principal retirements	150,000	1,160,343	270,000	183,482	1,763,825
Interest and fiscal charges	271,509	543,933	1,303,334	190,812	2,309,588
Total expenditures	424,351	1,704,296	1,573,364	374,304	4,076,315
REVENUES OVER (UNDER) EXPENDITURES	4,997	(1,704,265)	(1,573,337)	(335,464)	(3,608,069)
OTHER FINANCING SOURCES:					
Transfer in	-	1,702,049	1,933,462	335,483	3,970,994
Total other financing sources	-	1,702,049	1,933,462	335,483	3,970,994
Net change in fund balances	4,997	(2,216)	360,125	19	362,925
FUND BALANCES:					
Beginning of year	716,708	255,908	11,482	-	984,098
End of year	\$ 721,705	\$ 253,692	\$ 371,607	\$ 19	\$ 1,347,023

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NON-MAJOR CAPITAL PROJECTS FUNDS

Capital Projects Funds are utilized to account for resources used for the acquisition and construction of capital facilities by the City, with the exception of those assets financed by proprietary funds.

Antioch Development Agency

There are five funds (Area 1, Area 2, Area 3, Area 4, and Area 4.1) that account for acquisition, demolition and construction in the four Development Agency project areas of the City of Antioch. With the exception of Area 1, the funds are considered to be nonmajor funds. Financing is provided by property tax increments and bond proceeds.

Capital Improvement Fund

This fund records all revenues, expenditures, assets and liabilities associated with City capital projects. It accounts for resources used to construct or acquire capital assets and make capital improvements.

Prewett Community Park

This fund accounts for the construction of the Prewett Community Center. The City is reimbursed for expenses by the Antioch Area Public Facilities Financing Agency through mello roos bond proceeds.

Special Assessment Districts

These funds were established to account for construction and acquisition of land and public improvements in various assessment districts. Financing is provided by assessment bond proceeds.

Hillcrest Bridge District

This fund accounts for developer fees collected to fund bridge construction in the Hillcrest Area.

Residential Development Allocation

This fund accounts for contributions by developers for various projects as determined by the City Council.

City of Antioch
Combining Balance Sheet
Non-Major Capital Project Funds
June 30, 2011

	Antioch Development Agency				
	Project Area #2	Project Area #3	Project Area #4	Project Area #4.1	Capital Improvement
ASSETS					
Cash and investments	\$ 1,811,007	\$ 152,761	\$ 183,980	\$ 212,463	\$ 813,421
Accounts receivable, net	-	-	-	-	351,845
Loans receivable	-	-	-	37,201	-
Total assets	\$ 1,811,007	\$ 152,761	\$ 183,980	\$ 249,664	\$ 1,165,266
LIABILITIES AND FUND BALANCE					
Liabilities:					
Accounts payable	\$ 262	\$ -	\$ -	\$ -	\$ 53,973
Accrued payroll	-	-	-	-	4,334
Deposits	-	-	-	-	200
Due to other funds	-	-	-	-	-
Deferred revenue	-	-	-	37,201	-
Total liabilities	262	-	-	37,201	58,507
Fund Balances:					
Restricted for:					
Redevelopment	1,810,745	152,761	183,980	212,463	
Assigned for:					
Capital Projects	-	-	-	-	1,106,759
Community Benefit Programs					
AD 26	-	-	-	-	-
AD 27	-	-	-	-	-
Total fund balances	1,810,745	152,761	183,980	212,463	1,106,759
Total liabilities and fund balances	\$ 1,811,007	\$ 152,761	\$ 183,980	\$ 249,664	\$ 1,165,266

Prewett Community Park	Special Assessment Districts			Hillcrest Bridge District	Residential Development Allocation	Total
	Hillcrest District #26	Lone Diamond				
\$ 101,554	\$ 386,403	\$ 2,849,897	\$ 21,944	\$ 322,197	\$ 6,855,627	
659,953	-	-	-	-	1,011,798	
-	-	-	-	-	37,201	
<u>\$ 761,507</u>	<u>\$ 386,403</u>	<u>\$ 2,849,897</u>	<u>\$ 21,944</u>	<u>\$ 322,197</u>	<u>\$ 7,904,626</u>	

\$ 8,844	\$ 375	\$ 4,318	\$ -	\$ 24,998	\$ 92,770
-	471	184	-	-	4,989
99,758	-	-	-	-	99,958
645,857	-	-	-	-	645,857
-	-	-	-	-	37,201
<u>754,459</u>	<u>846</u>	<u>4,502</u>	<u>-</u>	<u>24,998</u>	<u>880,775</u>

-	-	-	-	-	2,359,949
7,048	-	-	21,944	-	1,135,751
-	-	-	-	297,199	297,199
-	385,557	-	-	-	385,557
-	-	2,845,395	-	-	2,845,395
<u>7,048</u>	<u>385,557</u>	<u>2,845,395</u>	<u>21,944</u>	<u>297,199</u>	<u>7,023,851</u>
<u>\$ 761,507</u>	<u>\$ 386,403</u>	<u>\$ 2,849,897</u>	<u>\$ 21,944</u>	<u>\$ 322,197</u>	<u>\$ 7,904,626</u>

City of Antioch
Combining Statement of Revenues, Expenditures and Changes in Fund Balances
Non-Major Capital Project Funds
For the Fiscal Year Ended June 30, 2011

	Antioch Development Agency				
	Project Area #2	Project Area #3	Project Area #4	Project Area #4.1	Capital Improvement
REVENUES:					
Taxes	\$ 1,051,230	\$ 35,003	\$ 1,174,585	\$ 634,465	\$ -
Investment income and rentals	21,420	1,795	4,501	3,134	7,522
Revenue from other agencies	-	-	-	-	642,727
Current service charges	-	-	-	-	11,507
Other	-	5,663	-	2,700	-
Total revenues	1,072,650	42,461	1,179,086	640,299	661,756
EXPENDITURES:					
Current:					
Public works	-	-	-	-	389,440
Community development	75,838	3,184	556,889	244,521	-
Capital outlay	-	-	-	-	2,513,749
Total expenditures	75,838	3,184	556,889	244,521	2,903,189
REVENUES OVER (UNDER) EXPENDITURES	996,812	39,277	622,197	395,778	(2,241,433)
OTHER FINANCING (USES):					
Transfers in	-	-	4,530	-	1,266,789
Transfers (out)	(659,457)	(45,670)	(722,536)	(295,381)	-
Proceeds from capital lease obligations	-	-	-	-	1,873,460
Total other financing sources (uses)	(659,457)	(45,670)	(718,006)	(295,381)	3,140,249
Net change in fund balances	337,355	(6,393)	(95,809)	100,397	898,816
FUND BALANCES:					
Beginning of year	1,473,390	159,154	279,789	112,066	207,943
End of year	\$ 1,810,745	\$ 152,761	\$ 183,980	\$ 212,463	\$ 1,106,759

Prewett Community Park	Special Assessment Districts			Hillcrest Bridge District	Residential Development Allocation	Total
	Hillcrest District #26	Lone Diamond				
\$ -	\$ -	\$ -	\$ -	\$ -	\$ -	\$ 2,895,283
-	5,377	32,845	-	2,705	-	79,299
6,301,413	-	-	-	-	-	6,944,140
-	5,221	20,200	7,317	-	-	44,245
-	-	-	-	-	-	8,363
6,301,413	10,598	53,045	7,317	2,705	-	9,971,330
-	49,073	121,199	1,302,373	-	-	1,862,085
-	-	-	-	140,756	-	1,021,188
6,308,736	761,743	565,733	-	-	-	10,149,961
6,308,736	810,816	686,932	1,302,373	140,756	-	13,033,234
(7,323)	(800,218)	(633,887)	(1,295,056)	(138,051)	-	(3,061,904)
-	-	-	-	-	-	1,271,319
-	-	-	-	(100,000)	-	(1,823,044)
-	-	-	-	-	-	1,873,460
-	-	-	-	(100,000)	-	1,321,735
(7,323)	(800,218)	(633,887)	(1,295,056)	(238,051)	-	(1,740,169)
14,371	1,185,775	3,479,282	1,317,000	535,250	-	8,764,020
\$ 7,048	\$ 385,557	\$ 2,845,395	\$ 21,944	\$ 297,199	\$ -	\$ 7,023,851

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City of Antioch
Budgetary Comparison Schedule
Capital Improvement Capital Projects Fund
For the Fiscal Year Ended June 30, 2011

	Original Budget	Final Budget	Actual Amount	Variance with Final Budget Positive (Negative)
REVENUES:				
Investment income and rentals	\$ 3,000	\$ 3,000	\$ 7,522	\$ 4,522
Revenue from other agencies	1,514,000	726,448	642,727	(83,721)
Current service charges	25,000	6,750	11,507	4,757
Other	10,000	-	-	-
Total revenues	<u>1,552,000</u>	<u>736,198</u>	<u>661,756</u>	<u>(74,442)</u>
EXPENDITURES:				
Current:				
Public works	38,249	221,329	389,440	(168,111)
Capital outlay	1,738,000	3,692,243	2,513,749	1,178,494
Total expenditures	<u>1,776,249</u>	<u>3,913,572</u>	<u>2,903,189</u>	<u>1,010,383</u>
REVENUES OVER (UNDER) EXPENDITURES	<u>(224,249)</u>	<u>(3,177,374)</u>	<u>(2,241,433)</u>	<u>935,941</u>
OTHER FINANCING SOURCES (USES):				
Transfers in	304,000	1,304,000	1,266,789	(37,211)
Proceeds from capital lease obligations	-	1,873,460	1,873,460	-
Total other financing sources (uses)	<u>304,000</u>	<u>3,177,460</u>	<u>3,140,249</u>	<u>(37,211)</u>
Net change in fund balances	<u>\$ 79,751</u>	<u>\$ 86</u>	898,816	<u>\$ 898,730</u>
FUND BALANCES:				
Beginning of year			<u>207,943</u>	
End of year			<u>\$ 1,106,759</u>	

City of Antioch
Budgetary Comparison Schedule
ADA Project Area #2 Capital Projects Fund
For the Fiscal Year Ended June 30, 2011

	Original Budget	Final Budget	Actual Amount	Variance with Final Budget Positive (Negative)
REVENUES:				
Incremental property taxes	\$ 1,108,898	\$ 1,043,779	\$ 1,051,230	\$ 7,451
Investment income and rentals	10,000	8,000	21,420	13,420
Total revenues	1,118,898	1,051,779	1,072,650	20,871
EXPENDITURES:				
Community development	72,856	75,766	75,838	(72)
REVENUES OVER (UNDER) EXPENDITURES	1,046,042	976,013	996,812	20,799
OTHER FINANCING (USES):				
Transfers (out)	(618,013)	(599,917)	(659,457)	(59,540)
Total other financing (uses)	(618,013)	(599,917)	(659,457)	(59,540)
Net change in fund balances	\$ 428,029	\$ 376,096	337,355	\$ (38,741)
FUND BALANCES:				
Beginning of year			1,473,390	
End of year			\$ 1,810,745	

City of Antioch
Budgetary Comparison Schedule
ADA Project Area #3 Capital Projects Fund
For the Fiscal Year Ended June 30, 2011

	Original Budget	Final Budget	Actual Amount	Variance with Final Budget Positive (Negative)
REVENUES:				
Incremental property taxes	\$ 35,489	\$ 44,257	\$ 35,003	\$ (9,254)
Investment income and rentals	1,000	800	1,795	995
Other	-	-	5,663	5,663
Total revenues	36,489	45,057	42,461	(2,596)
EXPENDITURES:				
Community development	3,214	28,257	3,184	25,073
REVENUES OVER (UNDER) EXPENDITURES	33,275	16,800	39,277	22,477
OTHER FINANCING (USES):				
Transfers (out)	(37,919)	(37,995)	(45,670)	(7,675)
Total other financing (uses)	(37,919)	(37,995)	(45,670)	(7,675)
Net change in fund balances	\$ (4,644)	\$ (21,195)	(6,393)	\$ 14,802
FUND BALANCES:				
Beginning of year			159,154	
End of year			\$ 152,761	

City of Antioch
Budgetary Comparison Schedule
ADA Project Area #4 Capital Projects Fund
For the Fiscal Year Ended June 30, 2011

	Original Budget	Final Budget	Actual Amount	Variance with Final Budget Positive (Negative)
REVENUES:				
Incremental property taxes	\$ 1,125,230	\$ 1,205,923	\$ 1,174,585	\$ (31,338)
Investment income and rentals	3,000	4,000	4,501	501
Total revenues	<u>1,128,230</u>	<u>1,209,923</u>	<u>1,179,086</u>	<u>(30,837)</u>
EXPENDITURES:				
Community development	552,638	1,197,038	556,889	640,149
REVENUES OVER (UNDER) EXPENDITURES	<u>575,592</u>	<u>12,885</u>	<u>622,197</u>	<u>609,312</u>
OTHER FINANCING (USES):				
Transfers in	-	4,530	4,530	-
Transfers (out)	(620,005)	(638,026)	(722,536)	(84,510)
Total other financing (uses)	<u>(620,005)</u>	<u>(633,496)</u>	<u>(718,006)</u>	<u>(84,510)</u>
Net change in fund balances	<u>\$ (44,413)</u>	<u>\$ (620,611)</u>	<u>(95,809)</u>	<u>\$ 524,802</u>
FUND BALANCES:				
Beginning of year			<u>279,789</u>	
End of year			<u>\$ 183,980</u>	

City of Antioch
Budgetary Comparison Schedule
ADA Project Area #4.1 Capital Projects Fund
For the Fiscal Year Ended June 30, 2011

	Original Budget	Final Budget	Actual Amount	Variance with Final Budget Positive (Negative)
REVENUES:				
Incremental property taxes	\$ 657,278	\$ 634,801	\$ 634,465	\$ (336)
Investment income and rentals	3,000	3,000	3,134	134
Other	9,975	2,700	2,700	-
Total revenues	670,253	640,501	640,299	(202)
EXPENDITURES:				
Community development	515,078	245,195	244,521	674
Capital outlay	-	-	-	-
Total expenditures	515,078	245,195	244,521	674
REVENUES OVER (UNDER) EXPENDITURES	155,175	395,306	395,778	472
OTHER FINANCING (USES):				
Transfers (out)	(264,258)	(264,292)	(295,381)	(31,089)
Total other financing (uses)	(264,258)	(264,292)	(295,381)	(31,089)
Net change in fund balances	\$ (109,083)	\$ 131,014	100,397	\$ (30,617)
FUND BALANCES:				
Beginning of year			112,066	
End of year			\$ 212,463	

City of Antioch
Budgetary Comparison Schedule
Prewett Community Park Capital Projects Fund
For the Fiscal Year Ended June 30, 2011

	Original Budget	Final Budget	Actual Amount	Variance with Final Budget Positive (Negative)
REVENUES:				
Revenue from other agencies	\$ 6,585,028	\$ 6,500,949	\$ 6,301,413	\$ (199,536)
Total revenues	<u>6,585,028</u>	<u>6,500,949</u>	<u>6,301,413</u>	<u>(199,536)</u>
EXPENDITURES:				
Capital outlay	6,585,028	6,500,949	6,308,736	192,213
Total expenditures	<u>6,585,028</u>	<u>6,500,949</u>	<u>6,308,736</u>	<u>192,213</u>
REVENUES OVER (UNDER) EXPENDITURES	<u>-</u>	<u>-</u>	<u>(7,323)</u>	<u>(7,323)</u>
Net change in fund balances	<u>\$ -</u>	<u>\$ -</u>	<u>(7,323)</u>	<u>\$ (7,323)</u>
FUND BALANCES:				
Beginning of year			<u>14,371</u>	
End of year			<u>\$ 7,048</u>	

City of Antioch
Budgetary Comparison Schedule
Hillcrest District #26 Capital Projects Fund
For the Fiscal Year Ended June 30, 2011

	Original Budget	Final Budget	Actual Amount	Variance with Final Budget Positive (Negative)
REVENUES:				
Investment income and rentals	\$ 5,000	\$ 5,000	\$ 5,377	\$ 377
Current service charges	-	-	5,221	5,221
Total revenues	<u>5,000</u>	<u>5,000</u>	<u>10,598</u>	<u>5,598</u>
EXPENDITURES:				
Public works	40,260	40,263	49,073	(8,810)
Capital outlay	589,164	749,500	761,743	(12,243)
Total expenditures	<u>629,424</u>	<u>789,763</u>	<u>810,816</u>	<u>(21,053)</u>
REVENUES OVER (UNDER) EXPENDITURES	<u>(624,424)</u>	<u>(784,763)</u>	<u>(800,218)</u>	<u>(15,455)</u>
Net change in fund balances	<u><u>\$ (624,424)</u></u>	<u><u>\$ (784,763)</u></u>	<u>(800,218)</u>	<u><u>\$ (15,455)</u></u>
FUND BALANCES:				
Beginning of year			<u>1,185,775</u>	
End of year			<u><u>\$ 385,557</u></u>	

City of Antioch
Budgetary Comparison Schedule
Lone Diamond Capital Projects Fund
For the Fiscal Year Ended June 30, 2011

	Original Budget	Final Budget	Actual Amount	Variance with Final Budget Positive (Negative)
REVENUES:				
Investment income and rentals	\$ 15,000	\$ 15,000	\$ 32,845	\$ 17,845
Current service charges	10,000	19,536	20,200	664
Total revenues	25,000	34,536	53,045	18,509
EXPENDITURES:				
Public works	129,650	130,021	121,199	8,822
Capital outlay	1,000,000	547,981	565,733	(17,752)
Total expenditures	1,129,650	678,002	686,932	(8,930)
REVENUES OVER (UNDER) EXPENDITURES	(1,104,650)	(643,466)	(633,887)	9,579
Net change in fund balances	\$ (1,104,650)	\$ (643,466)	(633,887)	\$ 9,579
FUND BALANCES:				
Beginning of year			3,479,282	
End of year			\$ 2,845,395	

City of Antioch
Budgetary Comparison Schedule
Hillcrest Bridge District Capital Projects Fund
For the Fiscal Year Ended June 30, 2011

	Original Budget	Final Budget	Actual Amount	Variance with Final Budget Positive (Negative)
REVENUES:				
Investment income and rentals	\$ 7,100	\$ 500	\$ -	\$ (500)
Current service charges	-	5,670	7,317	1,647
Total revenues	<u>7,100</u>	<u>6,170</u>	<u>7,317</u>	<u>1,147</u>
EXPENDITURES:				
Public works	4,020	1,303,020	1,302,373	647
REVENUES OVER (UNDER) EXPENDITURES	<u>3,080</u>	<u>(1,296,850)</u>	<u>(1,295,056)</u>	<u>1,794</u>
Net change in fund balances	<u>\$ 3,080</u>	<u>\$ (1,296,850)</u>	<u>(1,295,056)</u>	<u>\$ 1,794</u>
FUND BALANCES:				
Beginning of year			<u>1,317,000</u>	
End of year			<u>\$ 21,944</u>	

City of Antioch
Budgetary Comparison Schedule
Residential Development Allocation Capital Projects Fund
For the Fiscal Year Ended June 30, 2011

	Original Budget	Final Budget	Actual Amount	Variance with Final Budget Positive (Negative)
REVENUES:				
Investment income and rentals	\$ -	\$ -	\$ 2,705	\$ 2,705
Total revenues	-	-	2,705	2,705
EXPENDITURES:				
Community development	130,634	193,982	140,756	53,226
Capital outlay	-	-	-	-
Total expenditures	130,634	193,982	140,756	53,226
REVENUES OVER (UNDER) EXPENDITURES	(130,634)	(193,982)	(138,051)	55,931
OTHER FINANCING (USES):				
Transfers (out)	(100,000)	(100,000)	(100,000)	-
Total other financing (uses)	(100,000)	(100,000)	(100,000)	-
Net change in fund balances	\$ (230,634)	\$ (293,982)	(238,051)	\$ 55,931
FUND BALANCES:				
Beginning of year			535,250	
End of year			\$ 297,199	

INTERNAL SERVICE FUNDS

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

Vehicle Repair and Replacement

This fund accounts for the maintenance and replacement of vehicles and equipment used by all City departments. The source of revenue for this fund is rental fees charged to the various departments.

Office Equipment Replacement

This fund accounts for the costs incurred for the operation, maintenance, and replacement of office equipment used by City departments. The source of revenue for this fund is rental fees charged to the various user departments.

Post Retirement Medical

These funds are used to pay post retirement medical benefits for retirees under the following categories: Miscellaneous, Police, and Management employees.

Loss Control Fund

These funds are used to pay workers' compensation insurance premiums and the salary of the administrative analyst.

City of Antioch
Combining Statement of Net Assets
Internal Services Funds
June 30, 2011

	Vehicle Repair & Replacement	Office Equipment Replacement	Post Retirement Medical		
			Miscellaneous	Police	Management
ASSETS					
Current assets:					
Cash and investments	\$ 1,665,789	\$ 698,446	\$ -	\$ -	\$ -
Accounts receivable, net	1,815	11,304	22,717	79,486	205,786
Due from other funds	-	290,870	-	-	-
Materials, parts and supplies	48,442	-	-	-	-
Prepaid items	-	6,521	23,086	24,292	43,867
Total current assets	1,716,046	1,007,141	45,803	103,778	249,653
Noncurrent assets:					
Net OPEB asset	-	-	1,005,427	-	622,784
Capital assets:					
Vehicles and equipment	7,591,171	2,680,079	-	-	-
Less accumulated depreciation	(6,368,452)	(2,124,218)	-	-	-
Net capital assets	1,222,719	555,861	-	-	-
Total assets	2,938,765	1,563,002	1,051,230	103,778	872,437
LIABILITIES					
Current liabilities:					
Accounts payable	47,605	31,953	-	-	-
Accrued payroll	8,636	18,684	-	-	-
Due to other funds	-	-	75,905	75,157	139,808
Current portion of compensated absences	1,002	5,698	-	-	-
Total current liabilities	57,243	56,335	75,905	75,157	139,808
Long-term liabilities:					
Compensated absences	9,021	51,278	-	-	-
Net OPEB obligation	-	-	-	141,513	-
Total long-term liabilities	9,021	51,278	-	141,513	-
Total liabilities	66,264	107,613	75,905	216,670	139,808
NET ASSETS					
Investment in capital assets, net of related debt	1,222,719	555,861	-	-	-
Unrestricted	1,649,782	899,528	975,325	(112,892)	732,629
Total net assets	\$ 2,872,501	\$ 1,455,389	\$ 975,325	\$ (112,892)	\$ 732,629

Loss			
Control		Total	
\$	1	\$	2,364,236
	-		321,108
	-		290,870
	-		48,442
	-		97,766
	1		3,122,422
	-		1,628,211
	-		10,271,250
	-		(8,492,670)
	-		1,778,580
	1		6,529,213
	4,134		83,692
	3,459		30,779
	-		290,870
	417		7,117
	8,010		412,458
	3,749		64,048
	-		141,513
	3,749		205,561
	11,759		618,019
	-		1,778,580
	(11,758)		4,132,614
\$	(11,758)	\$	5,911,194

City of Antioch
Combining Statement of Revenues, Expenses and Changes in Net Assets
Internal Services Funds
For the Fiscal Year Ended June 30, 2011

	Vehicle Repair & Replacement	Office Equipment Replacement	Post Retirement Medical		
			Miscellaneous	Police	Management
OPERATING REVENUES:					
Charges for services	\$ 1,510,909	\$ 1,191,455	\$ 187,295	\$ 251,375	\$ 514,787
Other revenue	40,778	5,795	2,255	585	4,323
Total operating revenues	1,551,687	1,197,250	189,550	251,960	519,110
OPERATING EXPENSES:					
Wages and benefits	350,243	750,435	254,244	261,984	498,376
Contractual services	138,796	515,953	128,514	920,502	51,428
Tools and supplies	477,279	165,540	-	-	-
Depreciation	470,304	53,441	-	-	-
Repairs and maintenance	258,828	53,423	-	-	-
Total operating expenses	1,695,450	1,538,792	382,758	1,182,486	549,804
OPERATING INCOME (LOSS)	(143,763)	(341,542)	(193,208)	(930,526)	(30,694)
NONOPERATING REVENUES:					
Gain on sale of property	15,554	-	-	-	-
Investment income	18,390	10,016	3,346	1,555	-
Total nonoperating revenues	33,944	10,016	3,346	1,555	-
INCOME (LOSS) BEFORE CAPITAL CONTRIBUTIONS AND TRANSFERS					
CONTRIBUTIONS AND TRANSFERS	(109,819)	(331,526)	(189,862)	(928,971)	(30,694)
Transfers in	-	234,996	-	-	78,197
Transfers (out)	-	-	(78,197)	-	-
Net income (loss)	(109,819)	(96,530)	(268,059)	(928,971)	47,503
NET ASSETS:					
Beginning of year	2,982,320	1,551,919	1,243,384	816,079	685,126
End of year	\$ 2,872,501	\$ 1,455,389	\$ 975,325	\$ (112,892)	\$ 732,629

Loss	
Control	Total
\$ 815,260	\$ 4,471,081
40	53,776
<u>815,300</u>	<u>4,524,857</u>
118,254	2,233,536
706,442	2,461,635
2,619	645,438
-	523,745
-	312,251
<u>827,315</u>	<u>6,176,605</u>
<u>(12,015)</u>	<u>(1,651,748)</u>
-	15,554
152	33,459
<u>152</u>	<u>49,013</u>
(11,863)	(1,602,735)
-	313,193
-	(78,197)
<u>(11,863)</u>	<u>(1,367,739)</u>
105	7,278,933
<u>\$ (11,758)</u>	<u>\$ 5,911,194</u>

City of Antioch
Combining Statement of Cash Flows
Internal Services Funds
For the Fiscal Year Ended June 30, 2011

	Vehicle Repair & Replacement	Office Equipment Replacement	Post Retirement Medical		
			Miscellaneous	Police	Management
CASH FLOWS FROM OPERATING ACTIVITIES:					
Cash receipt from other funds	\$ 1,560,920	\$ 1,193,974	\$ 287,706	\$ 1,086,893	\$ 354,019
Cash payment to suppliers for goods and services	(905,596)	(699,927)	(131,206)	(925,007)	(53,670)
Cash payment to employees for services	(383,987)	(782,053)	(254,244)	(261,984)	(498,376)
Net cash provided by (used in) operating activities	271,337	(288,006)	(97,744)	(100,098)	(198,027)
CASH FLOWS FROM NONCAPITAL FINANCING ACTIVITIES:					
Due to other funds	-	-	95,883	75,157	119,830
Due from other funds	-	(290,870)	-	-	-
Transfers in	-	234,996	-	-	78,197
Transfers (out)	-	-	(78,197)	-	-
Net cash provided by (used in) noncapital financing activities	-	(55,874)	17,686	75,157	198,027
CASH FLOWS FROM CAPITAL AND RELATED FINANCING ACTIVITIES:					
Capital asset additions	(335,769)	(6,517)	-	-	-
Proceeds from sale of capital assets	15,554	-	-	-	-
Net cash provided by (used in) capital and related financing activities	(320,215)	(6,517)	-	-	-
CASH FLOWS FROM INVESTING ACTIVITIES:					
Interest received (paid)	18,390	10,016	3,346	1,555	-
Net cash provided by (used in) investing activities	18,390	10,016	3,346	1,555	-
Net change in cash and cash equivalents	(30,488)	(340,381)	(76,712)	(23,386)	-
Cash and cash equivalents, beginning of year	1,696,277	1,038,827	76,712	23,386	-
Cash and cash equivalents, end of year	<u>\$ 1,665,789</u>	<u>\$ 698,446</u>	<u>\$ -</u>	<u>\$ -</u>	<u>\$ -</u>
RECONCILIATION OF OPERATING INCOME (LOSS) TO NET CASH PROVIDED BY (USED IN) OPERATING ACTIVITIES:					
Operating income (loss)	\$ (143,763)	\$ (341,542)	\$ (193,208)	\$ (930,526)	\$ (30,694)
Adjustments to reconcile operating income (loss) to cash flows from operating activities:					
Depreciation	470,304	53,441	-	-	-
Decrease (increase) in:					
Accounts receivable	9,233	(3,276)	(22,717)	(79,486)	(205,786)
Materials, parts, and supplies	(26,361)	-	-	-	-
OPEB asset	-	-	120,873	-	40,695
OPEB obligation	-	-	-	914,419	-
Prepaid items	1,316	19,767	(2,692)	(4,296)	(2,242)
Increase (decrease) in:					
Accounts payable	(5,648)	15,222	-	(209)	-
Accrued payroll	(1,085)	(2,686)	-	-	-
Accrued compensated absences	(32,659)	(28,932)	-	-	-
Net cash provided by (used in) operating activities	\$ 271,337	\$ (288,006)	\$ (97,744)	\$ (100,098)	\$ (198,027)

Loss Control	Total
\$ 815,924	\$ 5,299,436
(704,208)	(3,419,614)
(119,252)	(2,299,896)
<u>(7,536)</u>	<u>(420,074)</u>
-	290,870
-	(290,870)
-	313,193
-	<u>(78,197)</u>
-	234,996
-	(342,286)
-	<u>15,554</u>
-	<u>(326,732)</u>
152	33,459
<u>152</u>	<u>33,459</u>
(7,384)	(478,351)
7,385	2,842,587
<u>\$ 1</u>	<u>\$ 2,364,236</u>

\$ (12,015) \$ (1,651,748)

-	523,745
624	(301,408)
-	(26,361)
	161,568
	914,419
1,500	13,353
3,353	12,718
(1,118)	(4,889)
120	(61,471)
<u>\$ (7,536)</u>	<u>\$ (420,074)</u>

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AGENCY FUNDS

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

Employee Benefits

This fund serves as a clearing account for certain employee benefits. Funds come from payroll expenditures and are disbursed to the different employee benefit providers.

Storm Drain Districts D55 and D56

The City collects storm drain fees from developers and builders. This fund accounts for all the fees collected and sent to the County on quarterly basis. The City receives an administrative fee equal to 0.5% of the total fees collected.

Refundable Cash Bond

The Engineering Department requires developers to post a bond for certain projects. This fund serves as a holding account for the bonds issued and deposited in a noninterest bearing checking account.

Assessment District Without City Commitment

These funds account for all money collected to pay for debt service of the various assessment districts for which the City acts as paying agent but has no legal commitment or obligation.

Fire Protection

The City has entered into an agreement with the Contra Costa Consolidated Fire District whereby the City collects fire protection facility fees from developers based on the number of units built. Fees are to provide fire protection facilities only.

East County Water Management Association

The Governing Board of the East County Water Management Association has authorized the City to account for the financial operations of the association. The City's Finance Director uses this fund to record collections and disbursements of funds as authorized by the Association.

City of Antioch
Combining Statement of Changes in Assets and Liabilities
Agency Funds
For the Fiscal Year Ended June 30, 2011

	Balance June 30, 2010	Additions	Deductions	Balance June 30, 2011
Employee Benefits				
Assets:				
	\$ 374,342	\$ 50,461	\$ (320,740)	\$ 104,063
Accounts receivable	-	13	-	13
Total assets	\$ 374,342	\$ 50,474	\$ (320,740)	\$ 104,076
Liabilities:				
Accounts payable	\$ 320,026	\$ 50,019	\$ (320,026)	\$ 50,019
Due to others	54,316	455	(714)	54,057
Total Liabilities	\$ 374,342	\$ 50,474	\$ (320,740)	\$ 104,076
Storm Drain Districts D55 & D56				
Assets:				
Cash and investments	\$ 19,528	\$ -	\$ (19,528)	\$ -
Liabilities:				
Accounts payable	\$ 19,528	\$ -	\$ (19,528)	\$ -
Refundable Cash Bond				
Assets:				
Cash and investments	\$ 559,943	\$ 59,002	\$ -	\$ 618,945
Liabilities:				
Accounts payable	-	-	-	\$ -
Due to others	559,943	59,002	-	618,945
Total Liabilities	\$ 559,943	\$ 59,002	\$ -	\$ 618,945
Assessment Districts Without City Commitment				
Assets:				
Cash and investments	\$ 1,367,966	\$ 710,684	\$ (1,525,413)	\$ 553,237
Assessment receivable	-	338,582	-	338,582
Interest receivable	56,843	57,371	(56,843)	57,371
Restricted cash and investments	10,760,925	18,209,514	(20,084,325)	8,886,114
Total assets	\$ 12,185,734	\$ 19,316,151	\$ (21,666,581)	\$ 9,835,304
Liabilities:				
Due to others	\$ 12,185,734	\$ 19,316,151	\$ (21,666,581)	\$ 9,835,304

City of Antioch
Combining Statement of Changes in Assets and Liabilities
Agency Funds, Continued
For the Fiscal Year ended June 30, 2011

	Balance June 30, 2010	Additions	Deductions	Balance June 30, 2011
Fire Protection				
Assets:				
Cash and investments	\$ 226,438	\$ 65,797	\$ (2,616)	\$ 289,619
	<u>\$ 226,438</u>	<u>\$ 65,797</u>	<u>\$ (2,616)</u>	<u>\$ 289,619</u>
Liabilities:				
Due to others	\$ 226,438	\$ 65,797	\$ (2,616)	\$ 289,619
Total liabilities	<u>\$ 226,438</u>	<u>\$ 65,797</u>	<u>\$ (2,616)</u>	<u>\$ 289,619</u>
ECWMA				
Assets:				
Cash and investments	\$ 7,160	\$ 99	\$ (681)	\$ 6,578
	<u>\$ 7,160</u>	<u>\$ 99</u>	<u>\$ (681)</u>	<u>\$ 6,578</u>
Liabilities:				
Due to others	\$ 7,160	\$ 99	\$ (681)	\$ 6,578
	<u>\$ 7,160</u>	<u>\$ 99</u>	<u>\$ (681)</u>	<u>\$ 6,578</u>
Total - All Agency Funds				
Assets:				
Cash and investments	\$ 2,555,377	\$ 886,043	\$ (1,868,978)	\$ 1,572,442
Accounts receivable	-	13	-	13
Assessment receivable	-	338,582	-	338,582
Interest receivable	56,843	57,371	(56,843)	57,371
Restricted cash and investments	10,760,925	18,209,514	(20,084,325)	8,886,114
Total assets	<u>\$ 13,373,145</u>	<u>\$ 19,491,523</u>	<u>\$ (22,010,146)</u>	<u>\$ 10,854,522</u>
Liabilities:				
Accounts payable	\$ 339,554	\$ 50,019	\$ (339,554)	\$ 50,019
Due to others	13,033,591	19,441,504	(21,670,592)	10,804,503
Total liabilities	<u>\$ 13,373,145</u>	<u>\$ 19,491,523</u>	<u>\$ (22,010,146)</u>	<u>\$ 10,854,522</u>

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STATISTICAL SECTION

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Sources: Unless otherwise noted, the information in these schedules is derived from the comprehensive annual financial report for the relevant year.

CITY OF ANTIOCH
Net Assets by Component
Last Ten Fiscal Years
(accrual basis of accounting)
(amounts expressed in thousands)

	Fiscal Year									
	2002	2003	2004	2005	2006	2007	2008	2009	2010	2011
Governmental activities										
Invested in capital assets, net of related debt	\$12,210	\$259,028	\$260,336	\$257,475	\$257,715	\$266,225	\$280,385	\$279,610	\$292,426	\$295,764
Restricted	41,029	40,894	39,252	34,636	37,170	39,373	44,710	46,710	44,812	48,611
Unrestricted	<u>20,901</u>	<u>19,068</u>	<u>18,500</u>	<u>38,648</u>	<u>43,967</u>	<u>40,466</u>	<u>27,922</u>	<u>22,500</u>	<u>19,453</u>	<u>14,010</u>
Total governmental activities net assets	<u>\$74,140</u>	<u>\$318,990</u>	<u>\$318,088</u>	<u>\$330,759</u>	<u>\$338,852</u>	<u>\$346,064</u>	<u>\$353,017</u>	<u>\$348,820</u>	<u>\$356,691</u>	<u>\$358,385</u>
Business-type activities										
Invested in capital assets, net of related debt	\$89,004	\$98,252	\$108,023	\$119,887	\$125,699	\$144,521	\$149,526	\$150,985	\$149,207	\$150,008
Restricted	3,199	3,374	3,293	3,629	3,644	2,414	2,655	2,456	1,673	1,476
Unrestricted	<u>37,331</u>	<u>37,088</u>	<u>34,568</u>	<u>32,526</u>	<u>32,791</u>	<u>22,087</u>	<u>21,210</u>	<u>21,979</u>	<u>25,411</u>	<u>31,856</u>
Total business-type activities net assets	<u>\$129,534</u>	<u>\$138,714</u>	<u>\$145,884</u>	<u>\$156,042</u>	<u>\$162,134</u>	<u>\$169,022</u>	<u>\$173,391</u>	<u>\$175,420</u>	<u>\$176,291</u>	<u>\$183,340</u>
Primary government										
Invested in capital assets, net of related debt	\$101,214	\$357,280	\$368,359	\$377,362	\$383,414	\$410,746	\$429,911	\$430,595	\$441,633	\$445,772
Restricted	44,228	44,268	42,545	38,265	40,814	41,788	47,365	49,166	46,485	50,087
Unrestricted	<u>58,232</u>	<u>56,156</u>	<u>53,068</u>	<u>71,174</u>	<u>76,758</u>	<u>62,553</u>	<u>49,132</u>	<u>44,479</u>	<u>44,864</u>	<u>45,866</u>
Total primary government net assets	<u>\$203,674</u>	<u>\$457,704</u>	<u>\$463,972</u>	<u>\$486,801</u>	<u>\$500,986</u>	<u>\$515,087</u>	<u>\$526,408</u>	<u>\$524,240</u>	<u>\$532,982</u>	<u>\$541,725</u>

Source: City of Antioch Annual Financial Report

CITY OF ANTIOCH
Changes in Net Assets
Last Ten Fiscal Years
(accrual basis of accounting)
(amounts expressed in thousands)

	Fiscal Year									
	2002	2003	2004	2005	2006	2007	2008	2009	2010	2011
Expenses										
Governmental activities:										
General government	\$4,264	\$5,711	\$6,032	\$7,510	\$6,560	\$9,038	\$8,926	\$9,338	\$7,379	\$6,640
Public works	5,864	11,909	19,232	15,349	14,254	15,109	15,764	19,452	13,305	16,147
Public safety	15,698	18,480	19,619	20,941	22,721	24,716	28,875	30,296	28,228	26,376
Parks and recreation	2,640	2,955	3,051	3,629	3,942	4,489	4,401	4,497	4,397	4,203
Community development	5,750	6,982	8,628	7,969	6,846	8,323	8,905	8,683	8,052	7,013
Interest on long-term liabilities	2,023	2,303	2,479	2,438	2,381	2,298	2,251	2,195	2,206	2,316
Total governmental activities	<u>36,239</u>	<u>48,340</u>	<u>59,041</u>	<u>57,836</u>	<u>56,704</u>	<u>63,973</u>	<u>69,122</u>	<u>74,461</u>	<u>63,567</u>	<u>62,695</u>
Business-type activities										
Water	17,063	17,459	17,698	18,043	17,827	20,415	23,087	22,900	20,371	18,948
Sewer	2,152	2,521	3,331	3,331	2,900	2,509	2,820	2,973	3,464	3,118
Marina	895	746	1,045	1,092	1,133	1,180	1,208	1,175	1,012	1,005
Prewett Water Park	1,501	1,592	1,575	1,708	1,845	1,922	2,089	2,299	2,084	1,740
Total business-type activities	<u>21,611</u>	<u>22,318</u>	<u>23,649</u>	<u>24,174</u>	<u>23,705</u>	<u>26,026</u>	<u>29,204</u>	<u>29,347</u>	<u>26,931</u>	<u>24,811</u>
Total primary government expenses	<u>57,850</u>	<u>70,658</u>	<u>82,690</u>	<u>82,010</u>	<u>80,409</u>	<u>89,999</u>	<u>98,326</u>	<u>103,808</u>	<u>90,498</u>	<u>87,506</u>
Program Revenues										
Governmental activities:										
Charges for services:										
General government	12	14	386	55	50	2,548	1,645	2,850	2,536	1,360
Public works	359	213	747	1,559	1,180	993	3,012	1,572	2,895	3,369
Public safety	1,787	1,656	1,467	1,126	1,336	1,408	1,346	1,621	1,678	1,270
Community development	3,138	2,747	2,861	4,099	3,625	3,814	4,208	2,755	1,262	1,147
Other activities	1,737	1,879	2,034	2,269	2,541	2,779	687	637	646	560
Operating grants and contributions	7,159	7,653	8,646	5,706	5,609	7,303	7,772	6,136	5,971	9,846
Capital grants and contributions	1,714	4,404	5,119	19,409	4,088	2,974	7,856	8,789	17,425	8,568
Total governmental activities program revenues	<u>15,906</u>	<u>18,566</u>	<u>21,260</u>	<u>34,223</u>	<u>18,429</u>	<u>21,819</u>	<u>26,526</u>	<u>24,360</u>	<u>32,413</u>	<u>26,120</u>
Business-type activities:										
Fines, forfeitures and charges for services										
Water	18,918	18,857	20,508	19,018	19,364	20,906	20,842	20,180	19,293	21,687
Sewer	1,789	1,880	2,529	3,646	3,902	3,744	3,738	3,816	4,050	4,320
Marina	698	708	724	163	763	749	807	811	711	658
Prewett Water Park	720	718	668	703	825	812	835	955	927	1,040
Capital grants and contributions:										
Water	6,078	4,038	3,485	4,443	2,535	1,532	2,449	1,214	918	1,159
Sewer	3,746	4,192	3,537	6,105	2,394	2,276	2,714	1,397	714	1,004
Total business-type activities program revenues	<u>31,949</u>	<u>30,393</u>	<u>31,451</u>	<u>34,078</u>	<u>29,783</u>	<u>30,019</u>	<u>31,385</u>	<u>28,373</u>	<u>26,613</u>	<u>29,868</u>
Total primary government program revenues	<u>47,855</u>	<u>48,959</u>	<u>52,711</u>	<u>68,301</u>	<u>48,212</u>	<u>51,838</u>	<u>57,911</u>	<u>52,733</u>	<u>59,026</u>	<u>55,988</u>
Net (expense)/revenue										
Governmental activities	-20,333	-29,774	-37,781	-23,613	-38,275	-42,154	-42,596	-50,101	-31,154	-36,575
Business-type activities	10,338	8,075	7,802	9,904	6,078	3,993	2,181	-974	-318	5,057
Total primary government net expense	<u>-9,995</u>	<u>-21,699</u>	<u>-29,979</u>	<u>-13,709</u>	<u>-32,197</u>	<u>-38,161</u>	<u>-40,415</u>	<u>-51,075</u>	<u>-31,472</u>	<u>-31,518</u>

CITY OF ANTIOCH
Changes in Net Assets
Last Ten Fiscal Years
(accrual basis of accounting)
(amounts expressed in thousands) - Continued

	Fiscal Year									
	2002	2003	2004	2005	2006	2007	2008	2009	2010	2011
General Revenues and Other Changes										
In Net Assets										
Governmental activities:										
Taxes:										
Property taxes	11,013	11,624	12,759	14,074	15,912	18,284	18,576	17,927	15,381	14,425
Transient lodging tax	460	398	281	308	327	372	360	242	113	80
Franchise	2,008	1,928	2,024	2,055	2,410	2,889	3,595	3,466	4,172	3,901
Business license fees based on gross receipts	947	904	1,074	1,075	1,194	1,150	1,243	1,024	1,084	1,010
Property transfer taxes	628	638	697	989	875	508	333	432	344	255
Other	105	111	0	0	0	0	0	0	0	0
Sales and use tax	8,477	8,845	9,372	10,945	11,071	11,843	11,725	9,909	9,476	9,340
Motor vehicle in lieu	5,237	5,580	4,510	5,969	9,039	8,031	8,356	7,538	5,928	5,823
Park in lieu	1,100	612	145	682	586	283	148	388	49	45
Investment income not restricted	3,197	3,383	597	1,802	1,522	3,237	3,508	2,042	595	454
Donated capital assets	5,287	0	0	0	0	0	0	0	0	0
Other	538	529	4,519	1,224	3,187	2,344	2,391	3,900	1,881	2,867
Transfers	1,197	2,257	902	1,208	1,089	426	-687	-965	3	69
Total government activities	<u>40,194</u>	<u>36,809</u>	<u>36,880</u>	<u>40,331</u>	<u>47,212</u>	<u>49,367</u>	<u>49,548</u>	<u>45,903</u>	<u>39,026</u>	<u>38,269</u>
Business-type activities:										
Investment income not restricted	1,427	1,676	269	1,404	815	1,590	1,305	825	360	349
Other	0	1,687	0	59	288	305	193	1,214	831	1711
Transfers	-1,197	-2,257	-902	-1,208	-1,089	-426	687	965	-3	-69
Total business type activities	<u>230</u>	<u>1,106</u>	<u>-633</u>	<u>255</u>	<u>14</u>	<u>1,469</u>	<u>2,185</u>	<u>3,004</u>	<u>1,188</u>	<u>1,991</u>
Total primary government	<u>40,424</u>	<u>37,915</u>	<u>36,247</u>	<u>40,586</u>	<u>47,226</u>	<u>50,836</u>	<u>51,733</u>	<u>48,907</u>	<u>40,214</u>	<u>40,260</u>
Change in Net Assets										
Governmental activities	19,861	7,035	-901	16,718	8,937	7,213	6,952	-4,198	7,872	1,694
Business-type activities	10,568	9,181	7,169	10,159	6,092	5,462	4,366	2,030	870	7,048
Total primary government	<u>\$30,429</u>	<u>\$16,216</u>	<u>\$6,268</u>	<u>\$26,877</u>	<u>\$15,029</u>	<u>\$12,675</u>	<u>\$11,318</u>	<u>-\$2,168</u>	<u>\$8,742</u>	<u>\$8,742</u>

Source: City of Antioch Financial Report

CITY OF ANTIOCH
Fund Balances of Governmental Funds
Last Ten Fiscal Years
(modified accrual basis of accounting)
(amounts expressed in thousands)

	Fiscal Year									
	2002	2003	2004	2005	2006	2007	2008	2009	2010	2011
General Fund										
Reserved	\$245	\$163	\$121	\$167	\$48	\$239	\$872	\$894	\$259	\$ -
Unreserved	8,736	6,815	5,552	6,074	8,686	11,694	8,534	4,392	5,488	-
Nonspendable	-	-	-	-	-	-	-	-	-	34
Committed	-	-	-	-	-	-	-	-	-	102
Assigned	-	-	-	-	-	-	-	-	-	92
Unassigned	-	-	-	-	-	-	-	-	-	6,557
Total general fund	<u>\$8,981</u>	<u>\$6,978</u>	<u>\$5,673</u>	<u>\$6,241</u>	<u>\$8,734</u>	<u>\$11,933</u>	<u>\$9,406</u>	<u>\$5,286</u>	<u>\$5,747</u>	<u>\$6,785</u>
All other governmental funds										
Reserved	\$29,166	\$25,495	\$20,030	\$18,597	\$20,473	\$23,095	\$22,507	\$15,430	\$13,428	\$ -
Unreserved, reported in:										
Special revenue funds	16,341	15,864	16,887	17,049	16,206	13,409	14,912	18,253	20,496	-
Capital projects funds	1,920	695	585	11,351	12,175	6,611	2,912	3,767	2,034	-
Nonspendable	-	-	-	-	-	-	-	-	-	3,562
Restricted	-	-	-	-	-	-	-	-	-	21,494
Committed	-	-	-	-	-	-	-	-	-	5,566
Assigned	-	-	-	-	-	-	-	-	-	4,675
Unassigned	-	-	-	-	-	-	-	-	-	-2,412
Total all other governmental funds	<u>\$47,427</u>	<u>\$42,054</u>	<u>\$37,502</u>	<u>\$46,997</u>	<u>\$48,854</u>	<u>\$43,115</u>	<u>\$40,331</u>	<u>\$37,450</u>	<u>\$35,958</u>	<u>\$32,885</u>

Note: Fiscal years 2002 through 2010 are pre-implementation of GASB 54. Fiscal year 2011 represents new fund balance classifications post implementation of GASB 54.

Source: City of Antioch Annual Financial Report

CITY OF ANTIOCH
Changes in Fund Balances of Governmental Funds
Last Ten Fiscal Years
(modified accrual basis of accounting)
(amounts expressed in thousands)

	Fiscal Year									
	2002	2003	2004	2005	2006	2007	2008	2009	2010	2011
Revenues										
Taxes	\$31,027	\$32,187	\$33,061	\$37,293	\$42,675	\$44,917	\$45,979	\$42,165	\$37,744	\$37,384
Licenses and permits	2,628	1,554	1,450	1,763	1,684	1,463	1,400	735	857	798
Fines and penalties	426	357	358	392	376	301	214	362	306	189
Investment income and rentals	2,936	3,080	809	1,547	1,991	3,480	3,794	2,491	1,380	1,064
Revenue from other agencies	3,942	4,685	7,643	4,063	4,457	5,722	7,756	10,667	20,602	14,699
Current service charges	4,698	4,244	4,476	5,737	5,361	13,229	11,614	11,106	9,418	8,391
Special assessment revenue	2,631	1,718	1,917	2,379	2,699	2,845	2,802	2,731	2,793	2,775
Other	2,252	863	3,500	13,076	3,768	1,634	1,575	3,852	1,161	2,253
Total Revenues	50,540	48,688	53,214	66,250	63,011	73,591	75,134	74,109	74,261	67,553
Expenditures										
Current:										
General government	4,057	5,624	5,531	5,993	7,434	8,738	8,331	8,976	6,971	6,073
Public works	5,638	6,884	7,405	8,748	7,586	9,233	9,269	12,888	7,159	8,587
Public safety	15,514	17,592	19,484	20,209	22,413	26,159	29,629	31,202	29,340	26,928
Parks and recreation	2,542	2,711	2,752	3,251	3,560	4,365	4,076	4,023	3,776	3,594
Community development	9,453	8,363	8,980	8,939	8,902	10,557	11,390	11,308	9,685	8,856
Capital outlay	4,299	13,869	13,432	6,853	6,140	13,739	13,840	8,176	20,331	13,183
Debt service:										
Principal retirement	1,078	1,027	674	957	1,377	1,249	1,170	1,255	1,345	1,764
Interest	1,777	2,073	2,430	2,391	2,337	2,271	2,219	2,167	2,133	2,290
Fiscal charges	21	24	13	15	15	15	16	14	14	19
Bond issuance costs	868	168	0	0	0	0	0	0	29	0
Payment to advance refunding escrow	266	0	0	0	0	0	0	0	0	0
Total Expenditures	45,513	58,335	60,701	57,356	59,764	76,326	79,940	80,009	80,783	71,294
Excess (deficiency) of revenues over (under) expenditures	5,027	-9,647	-7,487	8,894	3,247	-2,735	-4,806	-5,900	-6,522	-3,741
Other financing sources (uses)										
Transfers in	10,880	12,331	17,066	10,653	10,573	12,208	13,212	13,130	12,380	11,264
Transfer out	-10,002	-10,278	-15,435	-9,483	-9,471	-12,011	-13,717	-14,231	-11,147	-11,430
Capital lease	0	0	0	0	0	0	0	0	2,177	1,873
Proceeds of bonds	16,535	14,375	0	0	0	0	0	0	2,081	0
Debt premium	127	153	0	0	0	0	0	0	0	0
Debt (discount)	-130	0	0	0	0	0	0	0	0	0
Payment to refunded bond escrow agent	-1,280	-14,311	0	0	0	0	0	0	0	0
Total other financing sources (uses)	16,130	2,270	1,631	1,170	1,102	197	-505	-1,101	5,491	1,707
Net change in fund balances	\$21,157	-\$7,377	-\$5,856	\$10,064	\$4,349	-\$2,538	-\$5,311	-\$7,001	-\$1,031	-\$2,034
Debt service as a percentage of non-capital expenditures	6.93%	6.97%	6.57%	6.63%	6.93%	5.62%	5.13%	4.76%	5.75%	6.98%

Source: City of Antioch Annual Financial Report

CITY OF ANTIOCH
Governmental Activities Tax Revenues By Source
Last Ten Fiscal Years - General Fund
(modified accrual basis of accounting)
(amounts expressed in thousands)

Fiscal Year	Property Tax	Sales Tax	Motor Vehicle In Lieu Tax (VLF)	Gax Tax	Transient Lodging Tax	Franchise Taxes	Business License Tax	Property Transfer Tax	Total
2002	\$5,597	\$8,966	\$5,237	\$1,768	\$322	\$2,008	\$947	\$628	\$25,473
2003	6,440	9,307	5,580	1,807	166	1,928	904	638	26,770
2004	7,190	9,862	4,510	1,854	197	2,024	1,074	697	27,408
2005	14,074	10,945	5,969	1,878	308	2,055	1,075	989	37,293
2006	15,912	11,071	9,039	1,848	327	2,410	1,194	875	42,676
2007	18,284	11,843	8,031	1,840	372	2,888	1,151	508	44,917
2008	18,577	11,725	8,355	1,790	170	3,596	1,243	333	45,789
2009	17,927	9,909	7,537	1,627	242	3,466	1,024	432	42,164
2010	15,381	9,476	5,928	1,660	113	3,757	1,084	344	37,743
2011	14,425	9,340	5,823	2,550	80	3,900	1,010	255	37,383

Source: City of Antioch Annual Financial Report

CITY OF ANTIOCH
Assessed Value and Estimated Actual Value of Taxable Property
Last Ten Fiscal Years
(in thousands of dollars)

Fiscal Year	Total Secured Tax Roll	Unsecured Tax Roll	Less Homeowners' Exemptions	Less Other Tax Exempt Property	Total Taxable Assessed Value	Less Redevelopment Assessed Valuation	Value of Taxable Property
2002	5,489,501	160,810	-133,452	-172,383	5,344,476	-514,504	4,829,972
2003	6,185,975	162,900	-138,412	-173,556	6,036,907	-498,164	5,538,743
2004	6,944,785	160,438	-141,982	-174,688	6,788,553	-526,264	6,262,289
2005	7,650,995	169,357	-140,839	-187,641	7,491,872	-537,174	6,954,698
2006	8,609,319	179,497	-137,104	-191,490	8,460,222	-601,289	7,858,933
2007	9,883,012	183,270	-131,886	-197,614	9,736,782	-654,506	9,082,276
2008	10,949,191	178,902	-128,392	-533,214	10,466,487	-704,753	9,761,734
2009	10,108,077	224,814	-126,214	-674,711	9,531,966	-754,155	8,777,811
2010	8,011,789	235,898	-123,979	-687,894	7,435,814	-765,856	6,669,958
2011	7,662,034	220,183	-121,652	-691,413	7,069,152	-724,248	6,344,904

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

California cities do not set their own direct tax rate. The State Constitution establishes the rate at 1% and allocates a portion of that amount, by annual calculation, to all the taxing entities within a tax rate area. The City of Antioch includes 39 tax rate areas.

Source: Contra Costa County Certificate of Assessed Valuations

City of Antioch
Principal Property Taxpayers
FY 2010-11 Compared To FY 2001-02
(amounts expressed in thousands, except for Rank and Percentages)

2010-2011 Local Secured Assessed Valuation - \$6,895,391,021

Taxpayer	2011			2002		
	Total Secured Assessed Value (A)	Rank	Percentage of Total Secured Assessed Value	Total Secured Assessed Value	Rank	Percentage of Total Secured Assessed Value
Kaiser Foundation Hospitals/Health Plan	423,111,139	1	6.136%	26,266,045	4	0.504%
Sutter East Bay Hospital	116,333,725	2	1.687%	47,060,815	2	0.904%
Sequoia Equities - Cross Pointe	32,100,780	3	0.466%	0.00		0.000%
Inland America & Stephens LLC	32,090,164	4	0.465%	0.00		0.000%
Costco Wholesale Corporation	29,876,974	5	0.433%	0.00		0.000%
Runaway Bay LLC	26,821,052	6	0.389%	0.00		0.000%
GWF Power Systems Company	25,901,334	7	0.376%	33,636,757	3	0.646%
Camden Village LLC	23,654,000	8	0.343%	0.00		0.000%
Georgia-Pacific Gypsum LLC	20,342,937	9	0.295%	0.00		0.000%
GWF Power Systems Limited Partnership	19,762,961	10	0.287%	47,311,006	1	0.909%
Millbrae Square Co., LLC	0.00		0.000%	19,964,056	5	0.383%
Delta Square-Oxford LP	0.00		0.000%	19,245,422	6	0.370%
Macerich Partnership	0.00		0.000%	19,132,684	7	0.367%
Gaylord Container Corporation	0.00		0.000%	16,291,830	8	0.313%
Crossings Retail Center	0.00		0.000%	14,722,736	9	0.283%
Passco Delta Fair, LLC	0.00		0.000%	13,522,181	10	0.260%
	<u>\$749,995,066</u>		<u>10.877%</u>	<u>\$257,153,532</u>		<u>4.939%</u>

The amounts shown above include assessed value data for both the City and the Antioch Development Agency

(A) Amounts listed for top ten taxpayers only.

Source: County Assessor's Office via ParcelQuest

**CITY OF ANTIOCH
PROPERTY TAX RATES
LAST TEN FISCAL YEARS**

Fiscal Year	Basic County Wide Levy	BART	East Bay Regional Park	Community College 2002 Bonds	Community College 2006 Bonds	Total
2002	1.0000	-	0.0072	-	-	1.0072
2003	1.0000	-	0.0065	0.0040	-	1.0105
2004	1.0000	-	0.0057	0.0038	-	1.0095
2005	1.0000	-	0.0057	0.0042	-	1.0099
2006	1.0000	0.0048	0.0057	0.0047	-	1.0152
2007	1.0000	0.0076	0.0080	0.0038	0.0070	1.0264
2008	1.0000	0.0076	0.0080	0.0038	0.0070	1.0264
2009	1.0000	0.0090	0.01	0.0040	0.0026	1.0256
2010	1.0000	0.0057	0.0108	0.0046	0.008	1.0219
2011	1.0000	0.0031	0.0084	0.0049	0.0084	1.0248

Source: Contra Cost County Assessors Office

City of Antioch
Property Tax Levies and Collections (1)
Last Ten Fiscal Years
(in thousands of dollars)

Fiscal Year	City Property Tax Levied and Collected	Development Agency Property Tax Levied and Collected	Total Tax Levied and Collected	Value of City Property Subject To Local Tax Rate	Value of Development Agency Property Subject to Local Tax Rate	Total Value of Property Subject To Local Tax Rate
2002	\$16,893	\$5,391	\$22,284	4,829,972	514,504	5,344,476
2003	17,615	5,157	22,772	5,538,741	498,164	6,036,905
2004	18,625	5,539	24,164	6,262,289	526,264	6,788,553
2005	19,088	5,750	24,838	6,954,698	537,174	7,491,872
2006	18,435	6,583	25,018	7,556,091	601,280	8,157,371
2007	21,028	7,015	28,043	9,082,277	654,506	9,736,783
2008	20,865	7,375	28,240	9,761,734	704,753	10,466,487
2009	19,704	7,952	27,656	8,777,811	754,155	9,531,966
2010	16,940	7,759	24,699	6,669,959	765,856	7,435,815
2011	16,574	7,348	23,922	6,344,904	724,248	7,069,152

(1) Figures include data for property within the city, redevelopment project areas and for assessments.

NOTE: Taxes collected are the same as the amounts levied because Contra Costa County follows California's alternate method of apportionment (the Teeter Plan). Under the Teeter Plan, all amounts levied are apportioned to the County and other taxing agencies regardless of whether they are collected in the current year or not.

Source: Contra Costa County Assessed Valuation Report and Tax Reconciliation Sheet

City of Antioch
Ratios of Outstanding Debt by Type
Last Ten Fiscal Years
(amounts expressed in thousands, except per capita amount)

Fiscal Year	Governmental Activities			Business-Type Activities		Total Primary Government	Percentage of Estimated Actual Value of Taxable Property (1)	Per Capita (2)
	Lease Revenue Bonds	Tax Allocation Bonds	Capital Leases	Water Bonds	Marina Loans			
2002	\$30,280	\$15,670	\$1,452	\$13,010	\$6,129	\$66,541	1.38%	\$686
2003	30,415	15,430	1,160	11,840	4,349	63,194	1.14%	638
2004	30,300	15,180	851	10,235	4,251	60,817	0.97%	602
2005	30,160	14,690	524	8,535	4,150	58,059	0.83%	575
2006	29,980	13,840	117	6,750	4,044	54,731	0.70%	542
2007	29,770	12,955	-	4,900	3,932	51,557	0.57%	510
2008	29,520	12,035	-	4,260	3,816	49,631	0.51%	496
2009	29,230	11,070	-	3,605	3,695	47,600	0.54%	476
2010	28,895	12,141	2,177	2,930	3,568	49,711	0.75%	487
2011	28,475	10,981	3,867	2,235	3,436	48,994	0.77%	480

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

Source: City of Antioch Financial Report

(1) See the schedule of Assessed Value and Estimated Actual Value of Taxable Property.

(2) Population data can be found in the Demographic and Economic Statistics schedule

**City of Antioch
Ratios of General Bonded Debt Outstanding**

The City of Antioch has not had any outstanding general obligation bond debt since 2001-02.

CITY OF ANTIOCH
Legal Debt Margin Information
Last Ten Fiscal Years
(amounts expressed in thousands)

	2002	2003	2004	2005	2006	2007	2008	2009	2010	2011
Debt limit	\$847,547	\$952,331	\$1,065,783	\$1,173,053	\$1,318,322	\$1,509,942	\$1,669,214	\$1,549,934	\$1,237,153	\$1,182,333
Total net debt applicable to limit	0	0	0	0	0	0	0	0	0	0
Legal debt margin	\$847,547	\$952,331	\$1,065,783	\$1,173,053	\$1,318,322	\$1,509,942	\$1,318,322	\$1,549,934	\$1,237,153	\$1,182,333
Total net debt applicable to the limit as a percentage of debt limit	0.00%	0.00%	0.00%	0.00%	0.00%	0.00%	0.00%	0.00%	0.00%	0.00%

Legal Debt Margin Calculation for Fiscal Year 2011

The following numbers are not expressed in thousands:

Assessed value	\$7,069,152,441
Add back: exempt real property	<u>813,064,435</u>
Total assessed value	<u>7,882,216,876</u>

Debt limit (15% of total assessed value)	1,182,332,531
Debt applicable to limit:	
General obligation bonds	0
Less: Amount set aside for repayment of general obligation debt	<u>0</u>
Total net debt applicable to limit	<u>0</u>
Legal debt margin	<u><u>\$1,182,332,531</u></u>

Source: City of Antioch Finance Department and Contra Costa County Certificate of Assessed Valuations for fiscal year 2010-11

Note: Beginning in Fiscal Year 2000-01, the City of Antioch did not have any general obligation debt. However, under State finance law, the City of Antioch's outstanding general obligation debt should not exceed 15% of total assessed property value. By law, the general obligation debt subject to the limitation may be offset by amounts set aside for repaying general obligation bonds.

**City of Antioch
Pledged Revenue Coverage
Last Ten Fiscal Years**

Fiscal Year	Water Revenue Bonds (1) (in thousands)						Special Assessment Bonds		
	Gross Water Charges And Other	Less: Direct Operating Expenses	Net Revenue Available for Debt Service	Debt Service		Debt Service Coverage	Special Assessment Collections (2)	Outstanding	
				Principal	Interest			Hillcrest	Lone Diamond
2002	19,989	16,366	3,623	1,360	741	1.72%	14,510,963	11,545	78,835
2003	20,081	17,040	3,041	1,425	644	1.47%	11,017,332	166	72,555
2004	20,649	17,400	3,249	1,585	271	1.75%	10,080,827	6,675	68,680
2005	19,665	15,814	3,851	1,700	320	1.91%	11,860,106	5,030	64,115
2006	20,279	15,705	4,574	1,785	250	2.25%	8,015,198	3,410	59,935
2007	22,264	18,297	3,967	1,850	181	1.95%	7,546,480	1,708	51,020
2008	21,796	20,174	1,622	640	142	2.07%	7,550,756	170.00	46,795
2009	21,585	19,804	1,781	655	126	2.28%	7,464,602	-	41,170
2010	20,226	17,390	2,836	675	108	3.62%	7,401,685	-	35,045
2011	22,103	16,609	5,494	695	88	7.02%	7,476,123	-	26,905

(1) Details regarding the City of Antioch's outstanding debt can be found in the notes to the financial statements. Water Charges and Other includes investment earnings but not tap fees. Operating expenses do not include interest or depreciation.

(2) Special Assessment Debt without City Commitment: The City is the collecting and paying agent for other special assessment debt, but has no direct or contingent liability or moral obligation for the payment of this debt. Therefore, this debt is not included in the City's financial statements. Cash held by the City on behalf of these districts is recorded in the Agency Funds of the City.

Source: City of Antioch Financial Statements

CITY OF ANTIOCH
Direct and Overlapping Debt
June 30, 2011

2010-11 Assessed Valuation	\$7,069,152,441
Antioch Development Agency Incremental Valuation:	724,247,688
Adjusted Assessed Valuation:	<u>\$6,344,904,753</u>

JURISDICTION	Total Debt 6/30/2011	Percent Applicable (1)	City's Share of Debt 6/30/2011
OVERLAPPING TAX AND ASSESSMENT DEBT:			
Bay Area Rapid Transit District	\$413,865,000	1.486%	\$6,150,034
Contra Costa Community College District	237,095,000	5.181%	12,283,892
Antioch Unified School District Schools Facilities Improvement District No. 1	45,010,000	88.171%	39,685,767
Liberty Union High School District	59,830,000	2.790%	1,669,257
Brentwood Union School District	53,840,289	5.151%	2,773,313
City of Antioch 1915 Act Bonds	26,905,000	100.000%	26,905,000
East Bay Regional Park District	153,990,000	2.303%	3,546,390
Antioch Area Community Facilities District No. 1989-1	78,520,000	100.000%	78,520,000
Total Overlapping Tax and Assessment Debt			<u>\$171,533,653</u>
DIRECT AND OVERLAPPING GENERAL FUND DEBT:			
Contra Costa County General Fund Obligations	\$319,867,903	5.160%	\$16,505,184
Contra Costa County Pension Obligations	399,840,000	5.160%	20,631,744
Contra Costa Community College District Certificates of Participation	925,000	5.181%	47,924
Antioch Unified School District Certificates of Participation	21,075,000	91.225%	19,225,669
Brentwood Union School District Certificates of Participation	2,940,000	5.151%	151,439
City of Antioch Certificates of Participation	28,475,000	100.000%	28,475,000
Contra Costa Fire Protection District Pension Obligations	116,240,000	11.493%	13,359,463
TOTAL GROSS DIRECT AND OVERLAPPING GENERAL FUND DEBT			<u>\$98,396,423</u>
Less: Contra Costa County Obligations supported from revenue funds			<u>\$6,256,505</u>
TOTAL NET DIRECT AND OVERLAPPING GENERAL FUND DEBT			92,139,918
COMBINED TOTAL DEBT			\$269,930,076
NET COMBINED TOTAL DEBT			\$263,673,571

NOTES:

- (1) For debt repaid with property taxes, the percentage of overlapping debt applicable is estimated using taxable assessed property values. Applicable percentages were estimated by determining the portion of another governmental unit's taxable assessed value that is within the City's boundaries and dividing it by each unit's taxable assessed value. Overlapping governments are those that coincide, at least in part, with the geographic boundaries of the City. This schedule estimates the portion of the outstanding debt of those overlapping governments that is borne by the residents and businesses of the City. This process recognizes that, when considering the City's ability to issue and repay long-term debt, the entire debt burden borne by the residents and businesses should be taken into account. However, this does not imply that every taxpayer is a resident, and therefore responsible for repaying the debt, of each overlapping government.
- (2) Excludes tax and revenue anticipation notes, enterprise revenue, mortgage revenue and tax allocation bonds and non-bonded capital lease obligations.

Ratios to 2010-11 Assessed Valuation:

Total Overlapping Tax and Assessment Debt: 2.70%

Ratios to Adjusted Assessed Valuation:

Combined Direct Debt (\$28,475,000): 0.44%

Gross Combined Total Debt: 4.17%

Net Combined Total Debt: 4.08%

Source: California Municipal Statistics, Inc.

**City of Antioch
Demographic and Economic Statistics
Last Ten Fiscal Years**

<u>Fiscal Year</u>	<u>City of Antioch Population(1)</u>	<u>Contra Costa County Population (1)</u>	<u>Personal Income (in thousands) (2)</u>	<u>Per Capita Personal Income (2)</u>	<u>Unemployment Rate (3)</u>
2002	96,626	980,870	43,304,580	43,813	6.7%
2003	99,065	992,652	44,177,166	44,192	6.8%
2004	101,097	1,003,802	47,335,930	46,211	6.2%
2005	100,913	1,018,994	50,199,803	48,618	5.3%
2006	100,163	1,030,732	53,876,204	53,571	5.3%
2007	100,150	1,042,341	56,396,753	55,580	5.3%
2008	100,361	1,051,674	59,348,149	57,874	7.6%
2009	100,957	1,060,333	59,043,740	56,703	12.20%
2010	102,330	1,072,953	*	*	12.80%
2011	103,054	1,056,064	*	*	12.50%

*No Data Available

Data Sources:

(1) State Department of Finance

(2) U.S. Department of Commerce, Bureau of Economic Analysis (data shown is for Contra Costa County)

(3) State of California Employee Development Dept., Labor Market Info, Data Library

**City of Antioch
Principal Employers
Current Year and Nine Years Ago**

Employer	2011		2002	
	Approx. Number of Employees¹	Percentage Of Total City Employment	Number of Employees	Percentage Of Total City Employment
Kaiser Permanente	1,964	4.03%	520	1.35%
Antioch Unified School District	1,723	3.54%	1,827	4.73%
Sutter Delta Medical Center ²	1,200	2.46%	700	1.81%
Contra Costa County Social Services	487	1.00%	365	0.95%
City of Antioch	265	0.54%	341	0.88%
Target	265	0.54%	-	0.00%
WalMart	216	0.44%	330	0.85%
Antioch Auto Center	205	0.42%	175	0.45%
Costco	193	0.40%	175	0.45%
Safeway	140	0.29%	170	0.44%
Albertson's	0	0.00%	175	0.45%

¹ As of 10/05/2011 Source: City of Antioch Economic Development Department

² Includes approximately 300 contract employees

City of Antioch
Operating Indicators by Function
Last Ten Fiscal Years

Function	Fiscal Year									
	2002	2003	2004	2005	2006	2007	2008	2009	2010	2011
Police								161		
Physical arrests	4,996	4,732	5,166	4,872	4,983	6,471 (1)	6,734	7,288	5,990	4,830
Parking violations*	12,920	12,199	12,485	1,985	3,334	2,256 (1)	1,188	1,391	1,241	963
Traffic violations*	NA	NA	NA	7,440	8,749	4,703 (1)	7,049	12,664	5,905	3,320
Sworn Officers	105	113	114	114	118	125	126	126	126	126
Reserve Personnel	11	11	11	11	5	4	4	166	4	4
Support Personnel	45	45	47	47	55	58	58	58	58	58
Highways and streets										
Street resurfacing, sq ft	488,363	318,252	206,745	207,800	137,100	209,269	128,685	387,760	164,929	879,575
Potholes repaired	2,352	2,687	3,207	3,574	3,702	2,022	3,076	170	n/a	(2)
Culture and recreation										
Athletic sports complex admissions	NA	NA	25,610	27,775	29,831	32,693	31,429	33,650	33,640	40,000
Community center admissions										
Nick Rodriguez Community Center	NA	NA	1,004,823	960,717	946,667	819,324	558,624	173	314,731	127,545
Antioch Community Center	NA	NA	NA	NA	NA	NA	NA	NA	NA	150,937
Prewett Community Center	NA	NA	126,132	133,234	161,572	133,138	129,250	120,121	80,591	80,041
Water										
New connections	984	986	140	392	351	209	236	170	207	139
Water main breaks	7	2	3	2	13	25	18	18	28	17
Average daily consumption (thousands of gallons)	17,610	17,455	18,574	18,591	17,703***	18,473	19,519	17,195	15,190	15,539
Sewer**										
New connections	1,095	1,694	112	176	310	166	184	140	181	106

(1) Of the City's 5 Traffic Unit Officers, one Traffic Unit Officer was transferred to patrol in July 2006 and four were transferred to patrol in October 2006. Therefore, there was an increase in physical arrests and decreases in traffic and parking violations.

(2)The City no longer tracks this data.

*Parking and Traffic violations were combined until 2004/05

**The City does not process daily sewage - it maintains the sewer line that connects to the main sewer. Delta Diablo Sanitation District is responsible for sewage treatment.

***Fiscal Year 2005/06 was a very wet year for the City of Antioch; therefore, less water was consumed.

****Information not available prior to 2002.

Source: Various City Departments

CITY OF ANTIOCH
FULL TIME CITY EMPLOYEES
BY FUNCTION

Last Seven Fiscal Years

FUNCTION	2005*	2006	2007	2008	2009	2010	2011
General government	55	45	51	50	52	52	52
Public safety ¹							
Sworn Police Officers	114	118	126	126	126	126	126
Community Service Officers	18	17	19	20	20	20	20
Administrative Staff	36	36	39	39	39	39	39
Public works	34	41	41	42	42	42	43
Community Development	38	40	47	43	42	42	42
Capital Improvement ²	-	-	-	5	5	5	5
Recreation	18	18	18	18	18	18	18
Water	39	38	38	41	41	41	41
Wastewater	7	12	12	15	15	15	15
Total employees	359	365	391	399	400	400	401

*Information not available prior to 2005

¹ Fire services are provided by Contra Costa Fire Protection District

² Capital Improvement was part of Community Development prior to 2008

Source: City of Antioch budgets

**City of Antioch
Capital Asset Statistics by Function
Last Ten Fiscal Years**

Function	Fiscal Year									
	2002	2003	2004	2005	2006	2007	2008	2009	2010	2011
Public safety										
Police:										
Stations	1	1	1	1	1	1	1	1	1	1
Patrol Units	NA	NA	NA	NA	41	41	43	43	43	42
Fire Stations*	4	4	4	4	4	4	4	4	4	4
Highways and streets										
Streets (miles)	260.00	269.00	283.00	307.91	315.61	339.16	352.62	360.02	482.62	566.31
Streetlights	6,150	6,150	6,258	6,258	6,346	6,501	6,486	8,600	8,649	8,697
Traffic Signals, City Owned	NA	41	41	41	42	42	99	100	101	101
Culture and recreation										
Parks acreage	300	300	300	306	306	308	308	308	308	308
Parks	28	28	28	31	31	32	33	33	33	33
Swimming pools	7	7	7	7	7	7	7	7	7	7
Community centers	3	3	3	3	3	3	3	3	3	4
Water										
Water lines (miles)	245.04	253.01	259.99	272.24	278.80	285.35	278.80	340.00	341.68	344.52
Number of water meters	28,956	29,942	30,082	30,474	30,825	30,683	31,061	31,231	30,931	31,468
Maximum daily treatment capacity (millions of gallons)	29.63	29.39	29.99	30.73	31.55	31.55	30.02	27.01	26.49	29.00
Fire hydrants	3,020	3,124	3,199	3,231	3,401	3,443	3,443	3,443	3,443	3,522
Sewer**										
Sanitary sewer lines (miles)	212.51	220.20	226.75	238.77	248.82	250.87	255.70	300.00	300.68	302.70
Number of sewer connections	28,616	28,728	28,828	29,004	29,314	29,480	29,664	29,804	29,535	29,657
Storm drains (miles)	124.10	129.20	134.28	144.36	150.75	157.14	161.42	220.00	221.01	222.12

*The City of Antioch's fire protection is provided by the Contra Costa Fire Protection District

**The City does not process daily sewage - it maintains the sewer line that connects to the main sewer. Delta Diablo Sanitation District is responsible for sewage treatment.

Sources: Various City departments.

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Caporicci & Larson, Inc.
A Subsidiary of Marcum LLP
Certified Public Accountants

**INDEPENDENT AUDITORS' REPORT ON INTERNAL CONTROL
OVER FINANCIAL REPORTING AND ON COMPLIANCE AND
OTHER MATTERS BASED ON AN AUDIT OF FINANCIAL STATEMENTS
PERFORMED IN ACCORDANCE WITH GOVERNMENT AUDITING STANDARDS**

To the Honorable Mayor and Members of City Council
of the City of Antioch
Antioch, California

We have audited the financial statements of the governmental activities, the business-type activities, each major fund, and the aggregate remaining fund information of City of Antioch (City) as of and for the year ended June 30, 2011, which collectively comprise the City's basic financial statements and have issued our report thereon dated December 15, 2011. We conducted our audit in accordance with auditing standards generally accepted in the United States and the standards applicable to financial audits contained in *Government Auditing Standards*, issued by the Comptroller General of the United States.

Internal Control Over Financial Reporting

In planning and performing our audit, we considered the City's internal control over financial reporting as a basis for designing our audit procedures for the purpose of expressing our opinion on the financial statements, but not for the purpose of expressing an opinion on the effectiveness of the City's internal control over financial reporting. Accordingly, we do not express an opinion on the effectiveness of the City's internal control over financial reporting.

A *deficiency in internal control* exists when the design or operation of a control does not allow management or employees, in the normal course of performing their assigned functions, to prevent, or detect and correct misstatements on a timely basis. A *material weakness* is a deficiency, or a combination of deficiencies, in internal control such that there is a reasonable possibility that a material misstatement of the City's financial statements will not be prevented, or detected and corrected on a timely basis.

Our consideration of internal control over financial reporting was for the limited purpose described in the first paragraph of this section and was not designed to identify all deficiencies in internal control over financial reporting that might be deficiencies, significant deficiencies, or material weaknesses. We did not identify any deficiencies in internal control over financial reporting that we consider to be material weaknesses, as defined above.

Honorable Mayor and Members of City Council
of the City of Antioch
Antioch, California
Page Two

Compliance and Other Matters

As part of obtaining reasonable assurance about whether the City's financial statements are free of material misstatement, we performed tests of its compliance with certain provisions of laws, regulations, contracts, and grant agreements, noncompliance with which could have a direct and material effect on the determination of financial statement amounts. However, providing an opinion on compliance with those provisions was not an objective of our audit, and accordingly, we do not express such an opinion. The results of our tests disclosed no instances of noncompliance or other matters that are required to be reported under *Government Auditing Standard*.

This report is intended solely for the information and use of City management, the Mayor and Members of City Council, others within the City, and federal awarding agencies and pass-through entities and is not intended to be and should not be used by anyone other than these specified parties.

Caporicci & Larson, Inc.

Caporicci & Larson, Inc.
A Subsidiary of Marcum LLP
Certified Public Accountants
San Francisco, California
December 15, 2011